EST 1808

CITY OF

DELAWARE

OHIO

Comprehensive Annual Financial Report

Fiscal Year Ending December 31, 2016

Prepared by the Finance Department

City of Delaware, Ohio

Comprehensive Annual Financial Report

For The Year Ended December 31, 2016

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	**Tax**	**Utility Billing**
Barb Browning	Lory Johnson	Kim Johnson
Dale Wynkoop	Nikki Smith	Mikkele Roy
	Stacie Hines	Nancy Moore

Cover Pictures:

Rectangular pic: In 2015, Council approved an 800 foot extension to the main runway at the Delaware Municipal Airport [DLZ]. The left photo shows an aerial view before the extension. The long buildings on the left [north] side of the picture are the 60 t-hangars where tenants stow their aircraft. The runway runs east and west, paralleling Pittsburgh Drive. Total cost was over $5.2 million for design and construction.

Oval pic: An aerial view looking down at the east end of the runway near completion of the extension.

I. Introductory Section

Table of Contents i
Letter of Transmittal iv
Organizational Chart xiv
Elected and Appointed Officials xv
GFOA Certificate of Achievement xvi

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 18

Statement of Activities 19

Fund Financial Statements:

Balance Sheet – Governmental Funds 20

Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities 21

Statement of Revenues, Expenditures and Changes in
Fund Balances—Governmental Funds 22

Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities 23

Statement of Revenues, Expenditures, and Changes in
Fund Balance – Budget and Actual [Budget Basis]:
General Fund 24
Fire/EMS Income Tax Fund 25

Statement of Fund Net Position – Proprietary Funds 26

Statement of Revenues, Expenses, and Changes in
Fund Net Position – Proprietary Funds 27

Statement of Cash Flows—Proprietary Funds 28

Statement of Fiduciary Assets and Liabilities – Agency Fund 32

Notes to the Basic Financial Statements 33

Required Supplementary Information 84
Schedule of the City's Proportionate Share of the Net
Pension Liability 85

Schedule of City Contributions 87

Combining Statements and Individual Fund Schedules 89

Combining Statements – General Fund and Nonmajor Governmental Funds:

General Fund and Nonmajor Governmental Fund Descriptions 90

Combining Balance Sheet – Nonmajor Governmental Funds 95

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances – Nonmajor Governmental Funds 106

Combining Statements – Nonmajor Proprietary Funds:

Fund Descriptions – Nonmajor Enterprise Funds 116

Combining Statement of Fund Net Position – Nonmajor Enterprise Funds 117

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position– Nonmajor Enterprise Funds 118

Combining Statement of Cash Flows – Nonmajor Enterprise Funds 119

Fund Descriptions – Internal Service Funds 120

Combining Statement of Fund Net Position – Internal Service Funds 121

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position – Internal Service Funds 122

Combining Statement of Cash Flows – Internal Service Funds 123

Combining Statements – Fiduciary Fund:

Fund Descriptions – Agency Funds 124

Combining Statement of Changes in Assets and Liabilities—
Agency Funds 125

Individual Fund Schedules of Revenues, Expenditures/Expenses, and
Changes in Fund Balance/Equity – Budget and Actual [Budget Basis]:
Major Funds 126
Nonmajor Funds 140

III. Statistical Section

Net Position by Component—Last Ten Years 190

Changes in Net Position—Last Ten Years 191

Fund Balances, Governmental Funds—Last Ten Years 193

Changes in Fund Balances, Governmental Funds —
Last Ten Years 194

Tax Revenues by Source, Governmental Funds —
Last Ten Years 195

Assessed Value and Actual Value of Taxable Property —
Last Ten Years 196

Direct and Overlapping Property Tax Rates —
Last Ten Years 197

Principal Property Tax Payers, Current Year and Ten Years Ago 198

Property Tax Levies and Collections — Last Ten Years 199

Income Tax Revenue by Source — Last Ten Years 200

Ratio of Outstanding Debt by Type —Last Ten Years 201

Ratios of General Bonded Debt Outstanding — Last Ten Years 202

Direct and Overlapping Governmental Activities Debt
As of December 31, 2016 203

Legal Debt Margin Information—Last Ten Years 204

Pledged-Revenue Coverage—Last Ten Years 205

Demographic and Economic Statistics — Last Ten Years 206

Principal Business Withholdings Taxpayers —
Current Year and Ten Years Ago 207

Full-time Equivalent City Government Employees by Function —
Last Ten Years 208

Operating Indicators by Function — Last Ten Years 209

Capital Asset Statistics by Function — Last Ten Years 210

EST 1808
CITY OF
DELAWARE
OHIO

June 16, 2017

Members of City Council and
Citizens of Delaware, Ohio

Ohio Revised Code requires that each public office be audited at least every two fiscal years, except under U.S. Office of Management and Budget (OMB) *Compliance Supplement*, Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), which may require, or has elected to have, an audit every fiscal year. The City of Delaware [the City] meets the requirements for an annual audit and this report is published to satisfy that requirement for the year ended December 31, 2016.

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, an independent audit is 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 the audits. For 2016, the Auditor of State of Ohio performed these services. Their report is presented in the front of the Financial Section.

Management's Discussion and Analysis [MD&A] immediately follows the independent auditors' 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"* and GASB Statement No.61, *"The Financial Reporting Entity: Omnibus".* 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.

The City of Delaware

The City is the seat of Delaware County, 25 miles north of downtown Columbus, the Ohio state capital. 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. Since 2010, Delaware has added over 1,000 single-family and over 400 non-single-family homes.

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 37,000+ 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, storm sewer, and refuse utility services, road maintenance and improvement, a wide array of parks and recreational facilities and services, and other support services. 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.

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, City Attorney, Planning and Community Development, Public Works and Engineering, Parks and Recreation, and Public Utilities.

Economic Conditions and Outlook

The City of Delaware set many economic development records in 2016 including 294 leads generated in one year, and 236 projects evolving from those leads. With this high level of activity, the local economy continues to thrive.

Successful 2016 projects led to the creation of 226 new jobs in the city (If we count the City's assistance in the formation of the Berkshire Township JEDD, we assisted in the creation of 998 jobs.) and retention of 172 jobs. The change in focus of our business attraction efforts also is helping us to make progress in reducing the number of City residents who leave the city for work each day. The number of workers who live and work in the City of Delaware has grown by 0.8% or about 161 additional people in a
workforce of 20,052.

Redistributing these people from commuting elsewhere for work to working in the city leads to more sales being made in the city, less congestion on major routes such as US23, I71, etc. and more time spent with families and local organizations. Our goal is to continue to create and retain the types of jobs for which our resident labor force is commuting so that, eventually, a majority of our resident workers are living and working in the City.

Some of this shift in labor commuting patterns is being impacted by our efforts assisting entrepreneurs to create businesses and jobs here. The number of small business projects more than doubled with 86 in 2015 and 185 in 2016. We hope to see this grow with our work on projects such as the Delaware Does Entrepreneur Gathering, an entrepreneurial pitch and networking event for local entrepreneurs and resource providers.

Another indicator of a vibrant and healthy economy is occupancy rates. Our downtown increased to a 95% first-floor occupancy rate, while our retail centers averaged 91% occupancy. A majority of our retail centers are at 100% occupancy.

With this type of growth, a limiting factor has become availability of pad-ready land and available buildings. The opening of the Sawmill Parkway Extension in 2016 has allowed us to work toward making over 1,000 new acres pad-ready for boutique manufacturers, R&D centers, tech companies and business services. We also are

working with building owners to prepare or redevelop older buildings for high-end office spaces for technology companies and creative services firms.

National trends are showing traditional brick-and-mortar retail of everyday goods continuing to be in decline. Therefore, it has been difficult to attract non-boutique retailers to our community. Specialty and boutique retail continues to be strong.

Our new delawaremeansbusiness.com website has now been active for one full-year. In 2016, 10,910 unique visitors came to our website. In comparison, the old website saw less than 700 unique visitors in one year. We also have incorporated very targeted Web marketing campaigns to such industries as the specialty aftermarket automotive sector to help attract companies that develop and make the products that local corporate company, JEGs, sells globally. This is, again, an effort to develop high-paying white collar or highly skilled blue collar jobs.

The City of Delaware continues to be a statewide and regional leader in economic development. Not only are we leaders in job creation but also in policy and strategy development. Sean Hughes served on the Ohio Economic Development Association (OEDA) board of directors as Immediate Past President. He also was a board director for the Mid-Ohio Development Exchange (MODE).

Major Initiatives

Police: The Police Department has shifted to a more responsive form of policing by trying to address small problems before they become large ones. The police department continues to use data to direct patrols, and is continuing to work towards improving analytical abilities by partnering with neighboring law enforcement agencies is sharing data and conducting analysis. The desired outcome is improved response to crime trends and traffic initiatives directed at improving traffic safety. The police department has also engaged in a more formal effort towards community relations. We continue to host many community oriented events such as our basketball camp, safety town, and citizens' police academy. We have also co-founded a community coalition with several area churches and community groups to allow us to address issues such as police and race; and to better connect and partner with the community we serve. The police department continues to recruit and hire qualified applicants with the goal of adding a full time community impact officer in 2017.

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 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 in 2017 The City began hiring new firefighter/EMS personnel in 2011 and ultimately will fill approximately 18 new positions to staff the two new stations. As of June 1, 2017, the Department has hired 16 new positions. The Department placed into service a new 100' ladder truck and four new paramedic ambulance, a new engine, replaced aging self-contained breathing apparatus and new cardiac monitors and defibrillators in 2013. The Department has a new 107' Quint/Fire Engine on order and delivery is scheduled for October 2017.

Public Utilities: In 2016, the Public Utilities Department completed the construction of a new storm water conveyance system in the Bernard Avenue corridor including the Ohio Wesleyan campus. The project will help reduce yard and street flooding in this corridor. Additional projects in 2016 include the installation of two high speed turbo blowers at the wastewater treatment plant. The new blowers will improve energy efficiency of the aeration system with an automated control system for dissolved oxygen set points of the aeration tanks.

The City also started the implementation of a new Advanced Metering Infrastructure system in 2016. The AMI system will automate the City's water meter reading system by transmitting daily water meter reads via a radio system to the City's utility billing office. The AMI system will also provide residents with the capability to access their water usage on a daily basis and set usage alerts. The implementation of the AMI system will be completed in 2017. Projects expected to be completed in 2017, include the construction of approximately 2,200 linear feet of a new eight-inch water line on Vernon Avenue and the installation of a new tertiary treatment system at the wastewater treatment plant.

Public Works: The 50 year old Public Works facility located on E William Street was improved through the installation of a new membrane roof system over all current building wings; a project that also included ceiling insulation, sky lights and LED lighting. Improvements to the loading dock were also recently completed allowing for safer access to large vehicles when managing heavy loads. Preliminary plans for a new combined refuse Storage/Recycling Building are complete and are now included in the design/build effort set to commence this year. The new facility will house all solid waste collection vehicles, and double the amount of space to manage the recycling sorting and loading operation. The existing recycling building on Cherry Street is functionally obsolete and will be demolished, clearing the way for expanded river front access and preservation initiatives. At the Airport, the 800 LF runway extension project was completed in 2016 improving both runway operations and safety. The west end of Taxiway A will be resurfaced in 2017, completing all runway and taxiway resurfacing phases. The next phase of Glenn Parkway from Sycamore Drive to Berlin Station Road is under consideration for advancement. The work includes coordinating the proposed grade separation of the future extension of Glenn Parkway below the railway directly with Norfolk Southern. The City received several State and Federal grants over the past four months to help fund both citywide traffic signal improvements as well as The Point intersection project. Both will be advanced in 2017 into preliminary design.

Recreation: In 2016, the Parks and Natural Resource Department opened its first dog park and it has been a busy and welcomed addition to the parks. In addition, the $2.2 million splash pad was opened at Veterans Park, near the Delaware Community Center YMCA, and included two shelters, concessions, restrooms and an inclusive play area. The Veterans Park also opened the Veterans Plaza honoring the Veterans of all wars. The City will be completing the updated Bike Plan in early 2017 that will outline the priority active transportation routes and projects. The plan will focus on infrastructure improvements, safety projects and education components. Central Avenue trail improvements will be completed in 2017 and total $574 thousand. The existing Parks and Recreation maintenance facility will be moved to the Public Works & Parks Facility. The existing facility will be removed providing room for expansion of the Ross Street Park. The Park Impact Fee Improvement Fund will be used for the Central Avenue trail and park expansion projects. Phase 2 of the Glenross Park improvements will begin in 2017 and will involve additional trails, landscaping and athletic fields. Additional park improvements at Willowbrook Park will planned in 2017 with construction expected in 2018. The City will invest $150 thousand in the renovation of the existing Mingo Recreational facility to provide updates to the facility. To provide funding for the building improvements, the City issued $20.12 million in bonds which will be paid for with tax revenues as they are collected.

Planning & Community Development: New home building, including single and multi-family homes, condos and apartments, increased over 50% in both number built and in value from 2015 to 2016. Residential building permits totaled 306 for 2016, up significantly from 204 in 2015. These 306 permits totaled some $62.4 million in home value, from $41.5 million in 2015. Commercial permits also increased, from 222 in number to 298 and from $34.82 million in value to $72 million in 2016.

Economic Development:

Industry – In early 2016, the Tax Incentive Review Council (TIRC) reported to Council and the Ohio Development Services Agency the status of the 13 active City tax incentive agreements. These agreements have created 629 jobs with a $32,509,700 payroll. Additionally, these incentive agreements have generated $2,975,968 in real property tax investment.

In 2016, Midwest Acoust-A-Fiber completed a $2.6 million expansion that will lead to the retention of 168 full-time jobs and the creation of an additional 18 full-time jobs with a new payroll of $540,000. These additional jobs and payroll are critical to growing Delaware's economic prosperity.

In 2016, Sky Climber Fabricating, a global fabricator of parts for multiple advanced manufacturers, completed a $4 million new building in Delaware. The company will add 35 FTEs with a payroll of $1.97 million. It also allowed Larkum Mitchell to move their operations back into the City, as well as allowed V&P Hydraulics to expand their warehousing capabilities all under one roof of the Sky Climber Fabricating building.

NEX Transport also took occupancy of 60,000 sq. ft. of a Delaware multi-tenant building adding an additional 35 FTEs with a payroll of $1.12 million.

Dr. John's Handcrafted Soap Co., a start-up manufacturer that sells product globally, also moved their two existing employees into an actual production facility in one of our multi-tenant office warehouse parks.

In November 2016, the City and County officially opened Sawmill Parkway, a 30-year project that extended Sawmill Parkway from its former terminus point at Hyatt's Rd. to 1,500 ft. NW of US42. This allows the city to prepare and market an additional 1,500 acres of industrial and office properties.

Business Incentives and Creating Development

The City of Delaware allows tax incentives offers tax incentives meeting the requirements set forth under GASB Statement No. 77 primarily through Enterprise Zone tax abatements (EZA) and Community Reinvestment Areas (CRA). The EZA program has not been utilized in many years as its function is now limited to benefit businesses from abatement of real estate taxes. The City's CRA program benefits business from the abatement of real estate taxes and effects public tax dollars.

All City business incentives start the above abatement processes with an application process from the business declaring their commitments of building improvements and/or job creation by moving their business into the City. Thereby, the business will improve an existing building or constructing a new building(s) to accommodate their new increased manufacturing, professional or retail establishment's personnel and equipment. The City, after reviewing the applications, will accept, amend, or deny the business request based upon the criteria (minimum return on investment criteria) as stated in the notes to the financial statements. Thus, a complete cost/benefit analysis is performed by the administration before making a decision on the businesses incentive request. The City makes public any decision to allow any incentives through an ordinance approved by City Council. When an agreement requires the City to have a Delaware City School District (DCSD) tax sharing agreement under section 5709.82 of the Ohio Revised Code, the City will enter into an agreement with the DCSD.

The Delaware County Appraisal Department under the County Fiscal Officer, assigns taxable values to new or improved commercial property improvements. This new or improvement valuation is used in conjunction with

a contract between the City and the business to establish the dollar amount of abated valuation associated with the new construction and/or improvements.
Monitoring Incentives:

The City of Delaware is required by statute, to file online annually, by March 31st, all abatement information with the State of Ohio. This applies to each individual abatement contract and overall statistics of the CRA program related to the abatements granted. Information such as number of jobs created, retained employment, the amount of payroll related to increased jobs, real estate improvement dollars invested, income tax dollars generated from each and overall contracts.

The City is required to submit to a review of all CRA and EZA Contract agreements with the Tax Incentive Review Council (TIRC) annually in August. The TIRC is organized by Section 5709.85 (A) (1) of the Ohio Revised Code. consisting of 7 members: one legislative appointee, one County Auditor (Fiscal Officer) appointee, one member of the Board of Education, the Chief Financial Officer of the City, and two - ix - members of the public appointed by the City Manager with concurrence of the legislative authority (City Council), with at least four members being residents of the City. The TIRC reviews the State of Ohio CRA/EZA forms of each corresponding business incentive and votes to continue, request modification of the current agreement, decide that the business is non-compliant with their contract requirements, or if appropriate, let the incentives expire.

The TIRC presents its recommendations to the City of Delaware Council at a public meeting and, by resolution, can accept, modify or reject the recommendations of the TIRC. City Council reserves the right to terminate abatements and incentives when businesses are not in compliance. City Council's Goals and strategic plan as they review/and or approve these incentives and recommendations are to maintain the City of Delaware's competitiveness as a site for location of new businesses and the expansion of existing businesses, create and retain jobs, and increase real estate values, for tax purposes. The economic effect of these incentives are immediate when increasing jobs as municipal income taxes increase, however, for the most part the positive economic effects from collection of real estate taxes, will be in the future.

Significant 2016 City of Delaware Business Highlights

Downtown Delaware is one of the City's most defining elements because it is an intact historic business district—parts of which have been placed on the National Register of Historic Places. The central business district has a large concentration of retail and commercial businesses and is becoming a popular food and beverage destination due to a growing number of restaurants, microbreweries and bars. The historic downtown continues to positively evolve and be vibrant with an increasing first-floor occupancy rate at 95%. Second and third-floor office/residential space occupancy rates hover around 80%.

Ohio Wesleyan University is a direct component of the built downtown environment and is considered a downtown anchor. This advantageous location offers cultural and educational opportunities for students, businesses and the community.

The City of Delaware maintains an active Main Street program which provides a full-time director. Main Street Delaware implements key events in the downtown such as First Friday, Main Street Delaware Farmers' Market, Planter Programs, sidewalk cleaning, Christmas decorations, Santa House, Carriage Rides, Chocolate Walk, March for Art, Artful Spaces, Public Art, Design Awards, 12 Days of Christmas and more. The U.S. Department of Interior certified Delaware as a Certified Local Government and Delaware has been named "Best Hometown" by Ohio Magazine. The City was also one of the nation's first eight Preserve America Communities, as selected by the White House.

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

	Employed in	Unemployment Rate		
Year	County	County	State	U.S.
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	98,700	5.2	6.2	6.8
2014	99,500	3.2	4.7	5.6
2015	101,490	3.5	4.8	5.0
2016	100,500	3.4	4.9	4.7

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

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	1,091
The Kroger Company	Grocery & retail	1,086
Delaware City School District	Education	646
Ohio Wesleyan University	Education	576
Advance Auto	Automotive parts distribution	406
PPG Industries OH	Aftermarket auto finishes	383
Emerson Network Power [Liebert]	High voltage UPS systems	347
City of Delaware	Municipal government	330
Domtar [formerly AHP]	Disposable diaper manufacturer	290

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. For reporting purposes, the City further divides "other" by their function.

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 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.

In May 2015, the City received a bond rating review from Moody's Investors Service. Moody's maintained the City's prior rating of Aa2 on outstanding General Obligation Debt. Moody's noted the City's moderately-sized tax base approximately 25 miles north of the state capital; stable financial operations with healthy reserves; demonstrated voter support for revenue enhancements; and above average debt burden that is somewhat mitigated by non-levy support for debt service.

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, 2015. This is the thirteenth 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 in the United States of America 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.

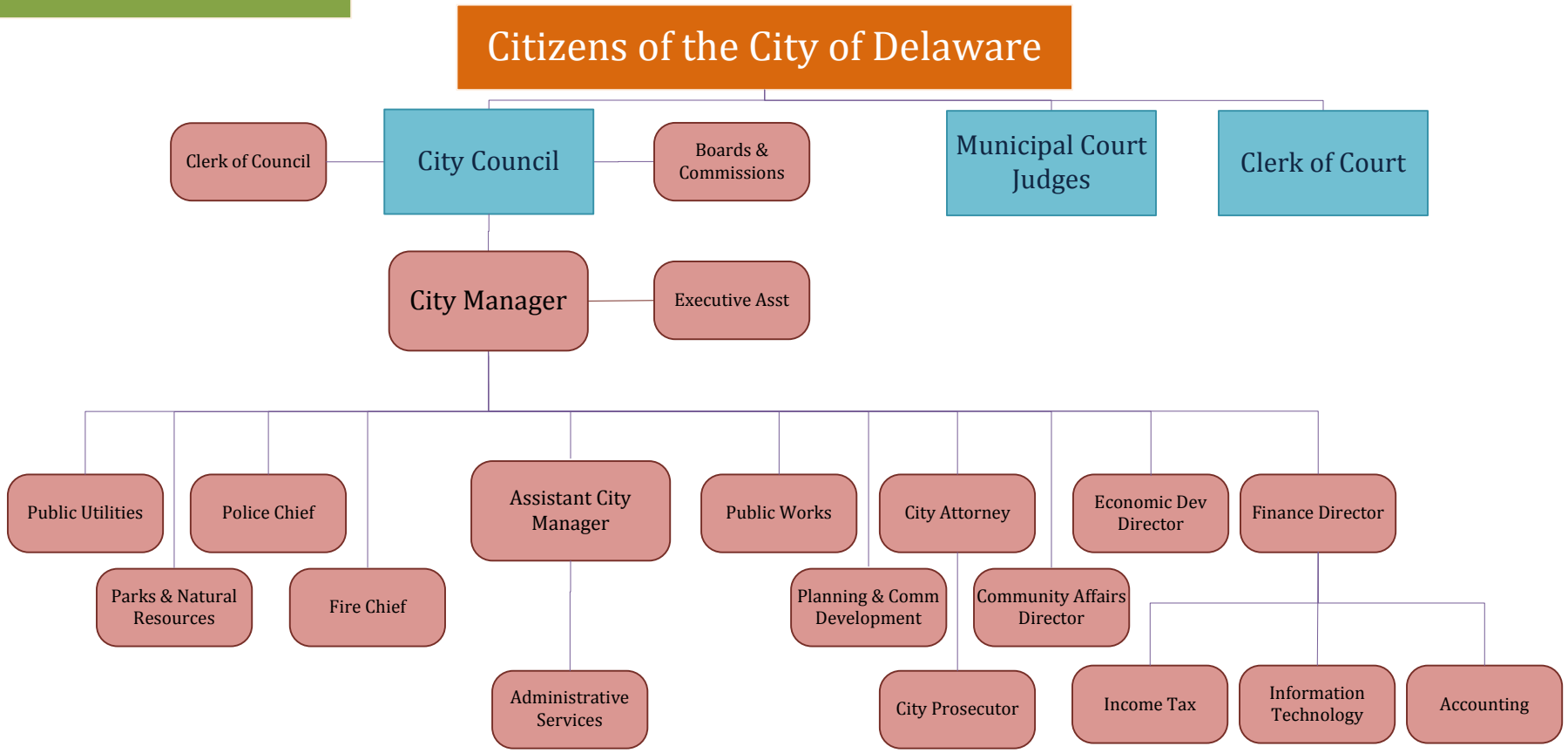
We are pleased to present this report to the residents and taxpayers of the City of Delaware.

Sincerely,

Dean P. Stelzer
Finance Director

Robert L. Alger
City Accountant

Organizational Chart



Legend

Elected Official

Appointed Position

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

CITY OF DELAWARE, OHIO

Elected and Appointed Officials

As of December 31, 2016

Elected Officials

City Council

Chris Jones --- First Ward
Lisa Keller --- Second Ward
Joe Di Genova* --- Third Ward

Kyle Rohrer --- Fourth Ward
Carolyn Riggle --- At-large/Mayor

George Hellinger --- At-large/Vice-mayor
Kent Shafer --- At-large

Municipal Court
David Sunderman --- Municipal Court Judge
Marianne Hemmeter --- Municipal Court Judge
Cindy Dinovo --- Clerk of Court

Appointed Officials

R. Thomas Homan --- City Manager
Jackie Walker --- Assistant City Manager
Darren Schulman --- City Attorney
Dean Stelzer --- Finance Director
Bill Ferrigno --- City Engineer/Public Works Director
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
Ted Miller --- Parks Director

* In Memoriam: Councilman Di Genova passed away in March 2017 after serving a quarter century as Councilman for the City of Delaware.

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, 2015

Executive Director/CEO

City of Delaware, Ohio

Financial Section

Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

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

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, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, 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, 2016, 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 thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2017, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Dave Yost
Auditor of State
Columbus, Ohio

June 16, 2017

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, 2016. 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 2016, 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, deferred inflows and outflows of resources, 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 18] reports all assets and deferred outflows and liabilities and deferred inflows of the City as of December 31, 2016. The difference between total assets and deferred outflows and the total liabilities and deferred inflows 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 19] 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, 2016. 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 2016 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. 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 21 and 23.

  The governmental fund financial statements on pages 20 and 22 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 26 and 27. The City has two 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 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 32 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 33 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 pension schedules as required by GASB 68. RSI also includes combining statements and individual fund schedules necessary for the comprehensive annual financial review [CAFR] presentation. This data begins on page 84.

This space intentionally left blank

Government-Wide Financial Analysis

Table 1 presents condensed information on net position as of December 31, 2016 and 2015.

Table 1
Net Position
December 31, 2016 and 2015
(as restated)
(In Thousands*)

	Governmental Activities		*Business-Type Activities*		*Total*	
	2016	2015	2016	2015	2016	2015
Assets						
Current and Other Assets	$ 59,754	$ 58,670	$ 27,699	$ 27,802	$ 87,453	$ 86,472
Capital Assets, Net	100,093	91,215	144,303	140,991	244,395	232,206
Total Assets	159,847	149,885	172,001	168,792	331,848	318,677
Deferred Outflows of Resources						
Pension	10,353	4,681	1,418	586	11,771	5,267
Other	14	16	70	82	84	98
Total Deferred Outflows of Resources	10,367	4,697	1,488	668	11,855	5,365
Liabilities						
Current and Other Liabilities	4,489	3,232	2,523	991	7,013	4,223
Long-term Liabilities						
Due Within One Year	13,871	15,123	3,432	2,522	17,303	17,645
Due in More than One Year:						
Net Pension Liability	36,929	28,826	3,665	2,541	40,594	31,367
Other Amounts	35,361	38,184	63,919	68,052	99,280	106,236
Total Liabilities	90,649	85,363	73,540	74,106	164,189	159,469
Deferred Inflows of Resources						
Property Taxes	1,625	1,759	0	0	1,625	1,759
Pension	260	120	70	47	330	167
Deferred Revenue	440	531	0	0	440	531
Total Deferred Inflows of Resources	2,324	2,410	70	47	2,395	2,457
Net Position						
Net Investment in Capital Assets	55,169	43,678	77,602	71,511	132,771	115,189
Restricted	37,601	41,521	0	0	37,601	41,521
Unrestricted	(15,530)	(18,390)	22,277	23,797	6,747	5,407
Total Net Position	$ 77,241	$ 66,809	$ 99,879	$ 95,307	$ 177,120	$ 162,116

* reporting in 'thousands' displays some rounding variances

Governmental assets increased overall 6.6% [$9.96 million] in 2016; $1.08 million within current and other assets, $8.88 million within capital assets [airport runway extension--$5.26 million; constructed and contributed infrastructure--$7.66 million, less total depreciation of $5.05 million]. Equity in pooled cash and cash equivalents decreased $105 thousand in 2016 even though total revenues increased $11.6 million and were enough to increase net position by $10.3 million in 2016, mainly from capital assets aforementioned. Business assets increased almost $3.3 million in 2016 resulting from a $3.3 million increase in net capital assets mostly from constructed and contributed infrastructure.

Governmental current and other liabilities increased in total by $1.26 million. Bond Anticipation Notes were renewed in 2016, resulting in a long-term carryover of $650 thousand from last year. Accrued wages and benefits included almost 2 payrolls being paid in 2017 which increased that cost center by $649 thousand. Long term liabilities not related to pensions decreased $4.1 million as no new debt, other than the resale of notes, was issued. Net Pension Liability [newly reported in 2015] increased by $8.1 million. With all this activity, total governmental liabilities increased by 6.2% from 2015. Business current and other liabilities increased $1.53 million in 2016 with contracts payable increasing $842 thousand toward infrastructure maintenance, accrued interest increasing $408 thousand with the Water Treatment Plant expansion loan fully disbursed, accounts payable increased over $98 thousand, accrued wages and benefits increasing almost $97 thousand. Long-term liabilities not related to pensions decreased $3.2 million while pension liability increased $1.1 million. Overall liabilities decreased $566 thousand from 2015.

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, 2016, the City's assets and deferred outflows exceeded liabilities and deferred inflows by $177 million. The City's financial position improved over 2015 by $15 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 [21.2 percent] represents resources that are subject to external restriction on how they may be used. This category of net position decreased 9.4% in 2016 from $41.5 million at December 31, 2015 to $37.6 million.

The remaining balance of unrestricted net position, $6.7 million, is available for future use as directed by City Council.

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

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

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

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

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

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

In accordance with GASB 68, the City's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's *change* in net pension liability. As a result of implementing GASB 68, the City is reporting a net pension liability and deferred outflow/inflow of resources related to pension on the accrual basis of accounting.

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for 2016 and 2015.

Table 2
Changes in Net Position
For the Years Ended December 31, 2016 and 2015
(as restated)
(In Thousands)*

	Governmental Activities		*Business-Type Activities*		*Total*	
Revenues	2016	2015	2016	2015	2016	2015
Program Revenues:						
Charges for Services	$ 8,175	$ 6,468	$ 20,462	$ 18,524	$ 28,637	$ 24,992
Operating Grants and Contributions	253	650	0	0	253	650
Capital Grants and Contributions	13,638	5,449	3,777	3,712	17,416	9,161
Total Program Revenues	22,066	12,567	24,239	22,235	46,306	34,802
General Revenues:						
Property Taxes	1,648	1,668			1,648	1,668
Income Taxes	24,763	22,674			24,763	22,674
Other Taxes	76	82			76	82
Grants and Other Contributions not Restricted to Specific Programs	892	905			892	905
Payments in Lieu of Taxes	1,064	779			1,064	779
Special Assessments	129	0			129	0
Unrestricted Contributions	537	765			537	765
Interest Income	182	146	97	31	279	177
Miscellaneous	345	561	138	120	483	681
Total General Revenues	29,638	27,581	234	151	29,873	27,732
Total Revenues	51,704	40,149	24,474	22,386	76,179	62,535
Expenses						
General Government	5,525	5,143			5,525	5,143
Public Safety	19,992	15,552			19,992	15,552
Municipal Court	3,856	3,681			3,856	3,681
Parks & Facilities	3,054	3,208			3,054	3,208
Community Development	1,364	744			1,364	744
Airport	1,268	1,116			1,268	1,116
Public Works	5,035	3,976			5,035	3,976
Interest and Fiscal Charges	1,178	1,273			1,178	1,273
Water			8,293	6,005	8,293	6,005
Sewer			7,212	7,268	7,212	7,268
Storm Sewer			948	874	948	874
Refuse			3,194	3,150	3,194	3,150
Other Business-type Activities			255	200	255	200
Total Expenses	41,272	34,694	19,902	17,497	61,174	52,191
Changes in Net Position	10,432	5,455	4,572	4,889	15,004	10,344
Net Position at Beginning of Year [as restated]	66,809	61,354	95,307	90,418	162,116	151,772
Net Position at End of Year	$ 77,241	$ 66,809	$ 99,879	$ 95,307	$ 177,120	$ 162,116

* reporting in 'thousands' displays some rounding variances

Program revenues represented 42.7 percent of total revenues for governmental funds and 99 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 76% from 2015. *Charges for services* increased $1.7 million, almost $1 million of the increase from engineering fees and licenses & permits. *Operating Grants and Contributions* were down $397 thousand in 2016, but *Capital Grants and* Contributions increased in 2016 [$8.2 million], the majority in Public Works [$5.2 million in contributed infrastructure] and Airport [$4.3 million in state and federal grants for the runway expansion]. Program Revenues in the business-type increased 9.0% [$2.0 million] overall from 2015. *Charges for services* increased 10.4% [$1.9 million] across all major funds.

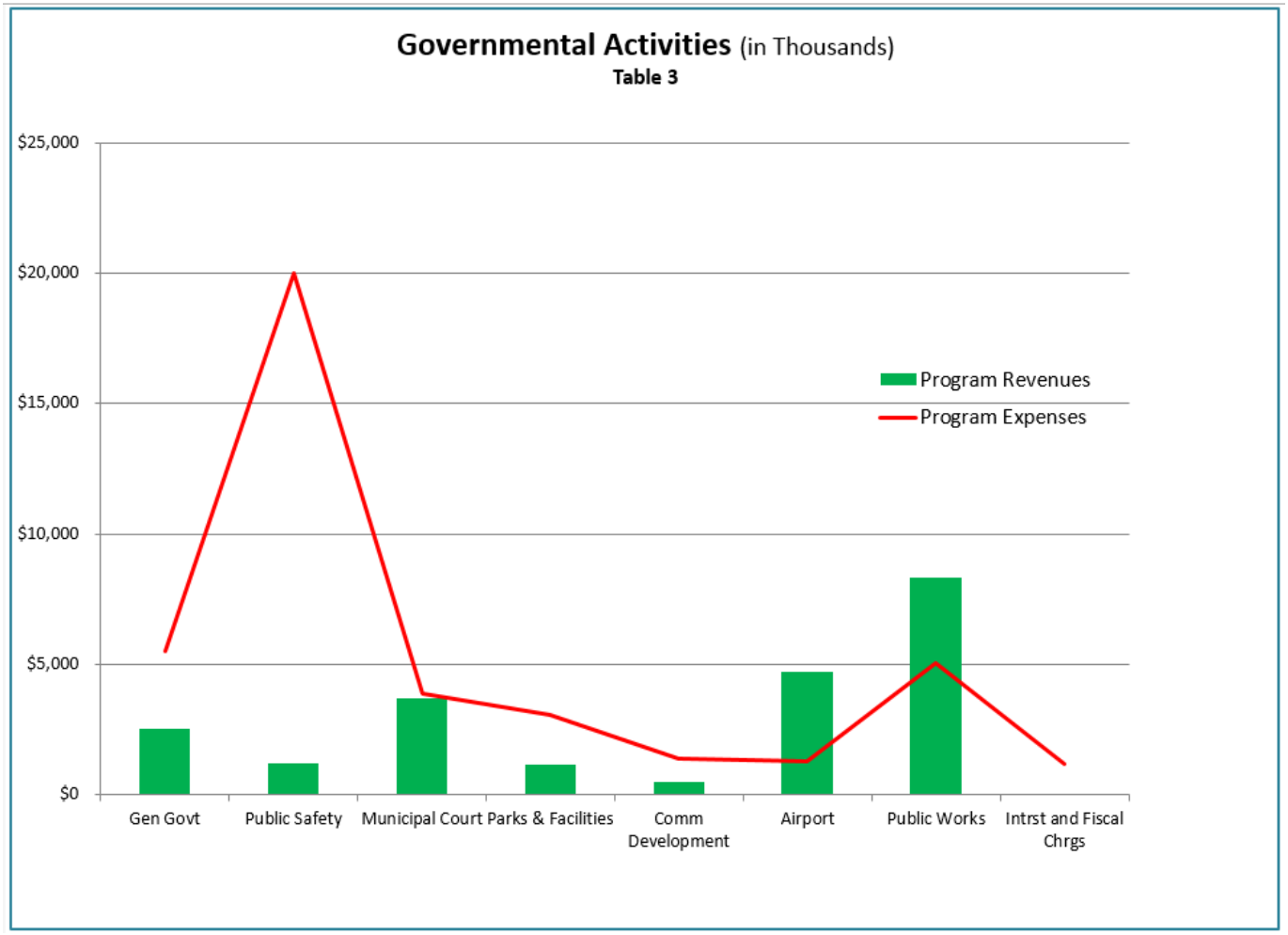
For General Revenues, *Income tax* revenues increased $2.1 million from 2015. Tax Increment Financed [TIF] districts were approved in 2008. These will provide *payments in lieu of taxes* over the next 20 to 30 years. This cost center increased in 2016 by almost $285 thousand. Special assessments were split from miscellaneous revenues in 2016 and amounted to $129 thousand. Most other sources decreased in 2016. Interest income in Business-type funds increased by $66 thousand in 2016.

The major program expense for governmental activities is public safety, which includes police and fire, and accounts for 48.4 percent of all governmental expenses. General government expenses, 13.4 percent, Public Work's maintenance of the City's roads, lights, and signalization, 12.2 percent, and Municipal Court's expenses, which includes the Court and Clerk of Court, totaling 9.3 percent, are other significant governmental cost centers. For 2016, total governmental expenses increased by $6.6 million, 19%. Public safety expenses increased $4.4 million [police operations--$800 thousand, fire operations--$2.4 million], 28.5% from 2015. Community Development expenses increased by $620 thousand in 2016, as we received a new CHIP grant from the Federal Government for revitalizing areas in the City. Public Works expenses increased $1.06 million, 26.6%, in 2016 with increased infrastructure maintenance. General government expenses increased $382 thousand, 7.4%, from 2015, mostly related to operations. Airport operations increased $152 thousand in 2016 with completion of the runway expansion in 2016.

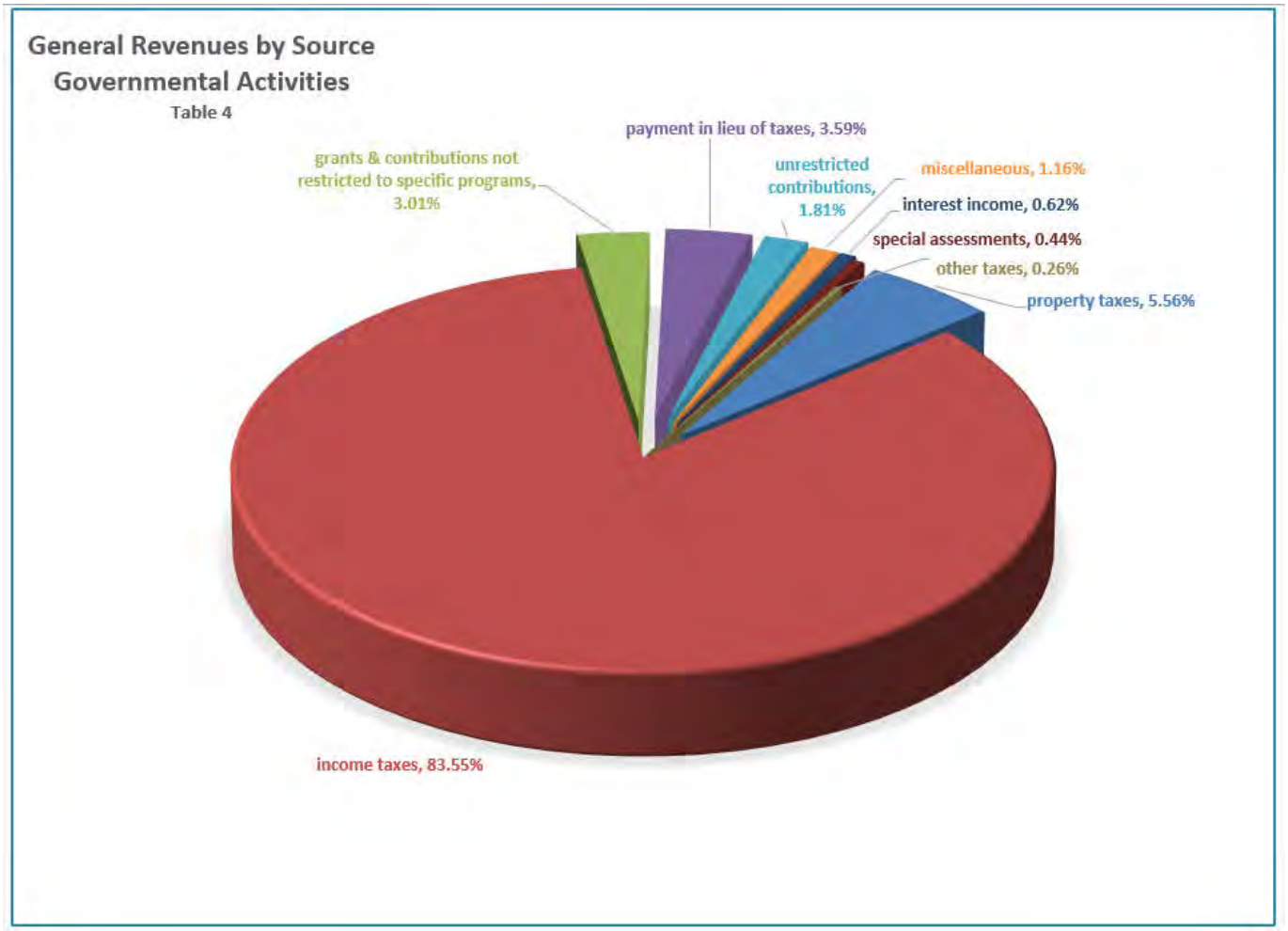
Public utility costs for water, sewer, storm sewer, and refuse account for over 98 percent of the City's business-type activities and are funded primarily from charges for services. For 2016, these activities' expenses also increased $2.3 million [over 13%], most [$2.29 million] attributable to the Water [increases in depreciation and interest & fiscal charges with the completion of the water treatment plant expansion]; then Storm Sewer [$74 thousand increase], Sewer [$56 thousand decrease] and Refuse [$44 thousand increase], as services and charges.

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 57.3 percent 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 2016, 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 Airport and Public Works had net "revenue" after expenses were paid. All others were supplemented by general revenues for 2016. Following is a chart depicting the sources and percentages of the City's general revenues.



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. Of the 4 major funds, only the General Fund's fund balance increased in 2016, and that by less than $400 thousand. Although revenues were higher in the Fire/EMS Income Tax and Capital Improvement funds, so were expenditures. The Fire/EMS Income Tax fund was used to purchase a fire truck and 3 ambulances, costing almost $1.8 million. The Capital Improvement fund is funded by federal and state grants, and significantly funded by transfers from the General Fund, which were decreased by just over $400 thousand for 2016. When grants are in high demand and short supply, as continued the case again in 2016, the fund is more reliant on General Fund transfers. Expenditures over revenues were $1.8 million, the same as 2015, but the reduced transfers from the General Fund was largely the cause for a decreased fund balance of $839 thousand. The General Fund balance increased by approximately $377 thousand. Although revenues in the fund increased by just over $1.77 million, total expenditures and financing uses increased by almost the same. 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 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 2016, the notes stand at $11.665 million. These notes are funding a project being accounted for in several different funds, so the allocation of the note proceeds varies over the years these projects are in process; the majority allocated to the Glenn Road South fund. For 2014, the beginning fund balances and net position of the Glenn Road South and North funds were restated to include the amount owed by the Delaware South New Community Authority and Northern New Community Authority for infrastructure where the City has funded construction within the Authorities' boundaries. These restatements increased beginning balances by $9.52 million and $659 thousand, respectively. The amounts still owed to the Glenn Road South and North funds are $8.29 million and $2.28 million, respectively at December 31, 2016.

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 2016, but one is scheduled for 2017. 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 a modest 7.4%. However, Charges for Services [largely Engineering fees] increased 89% [$682 thousand] and Licenses and Permits increased 36% [$336 thousand] as growth in new builds had a nice increase during the year. Income tax collections also increased. Although the percentage was only 3.7%, it still added almost $466 thousand to the bottom line. The largest variance between the original budget and the final amended budget was in the area of General Government; specifically services & charges by about $378 thousand. Three cost functions made up the majority of the increase. Engineering revenues [part of Charges for Services] increased greatly causing a suspected need for more consulting activity. This increase in budget amounted to $220 thousand. Excessive rain caused a flood in the City Hall basement and elevator shaft requiring a $40 thousand increase to the Municipal Building & Grounds Maintenance services & charges. Lastly, increases in risk insurance premiums caused an increase in the City's Risk Management cost function to increase in budget by $54 thousand. The final appropriations increased 6.2% over original but actual expenditures were below the original appropriation and below the final appropriation by $590 thousand [3.2%]. Broken down by program; Public Safety expenditures [Police Department and Street Lighting] were 2.9% [$227 thousand] under budget; largely due to personal services coming in $163 thousand under budget, and General Government expenditures were 6.42% under budget; personal services $148 thousand under budget collectively for all departments, and services and charges $176k under budget collectively for all departments, making up $324 thousand of the $379 thousand savings.

Capital Assets and Debt Administration

The City's net investment in capital assets respectively for governmental and business-type activities as of December 31, 2015, was $55.2 million and $77.6 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 significant changes in governmental activity capital assets and business-type activity capital assets during 2016. The net investment in capital assets is directly affected by increases to capital assets, debt, and depreciation. For 2016, capital assets in governmental activities increased by just under $9 million, after depreciation, including $6.8 million in roads – constructed and developer contributed, a $5.2 million airport runway expansion project, and a $2.2 million park and splash-pad area. Total debt [including notes payable and other long-term liabilities] decreased $4.1 million [excluding pension liability]. For business-type activities, there were net increases to net capital assets of $3.3 million; $5.3 million coming from water-, sewer-, and stormwater- lines constructed and developer-contributed. Debt was paid down by $3.2 million, excluding pension liability. Note 8 to the basic financial statements provides details on the capital asset activity during 2016.

At December 31, 2016, the City had several long-term obligations outstanding totaling over $157 million. The obligations included nearly $51 million in bonds. Of this amount, $17.6 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, 2016, $15.4 million remained outstanding on the loan. The City entered into 2 long-term loans with OWDA in 2011 to assist in funding the completion of the Westside Transmission Main Waterline project and the Penry Road Wellfield. These loans totaling $3.2 million had a year-end balance of just over $2.8 million. 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 expansion project was completed in 2014, the rehab project was completed in late 2015. At the end of 2016, the amount borrowed was just over $32 million, payback began in 2015, and the remaining principal was $29.6 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 $366 thousand. Repayment began in 2013 on the packers and their balance was just over $99 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 9 of this report.

Current Issues

The City has one bond anticipation note outstanding for $11.665 million. These notes are for the Glenn Road Extension project notes to extend Glenn Road from Curve Road to US23 and for the City's Safewalk Program which involves repairing and replacing unsafe sidewalks within the City.

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, 2016

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	$ 36,370,148	$ 24,793,355	$ 61,163,503
Receivables:			
Accounts (net of allowance for uncollectibles)	95,146	2,288,423	2,383,569
Income Taxes	5,815,933	0	5,815,933
Property Taxes	1,624,661	0	1,624,661
Payment in Lieu of Taxes	1,023,027	0	1,023,027
Special Assessments	240,696	0	240,696
Loans	432,315	0	432,315
Advances from Other Funds	75,974	0	75,974
Materials and Supplies Inventory	27,805	94,160	121,965
Prepaid Items	354,322	204,393	558,715
Restricted Assets:			
Cash and Cash Equivalents in Segregated Accounts	91,016	0	91,016
Retainage	34,219	115,708	149,927
Customer Deposits	26,723	202,755	229,478
Due from Other Governments:			
Federal Government	373,446	0	373,446
State Government	1,339,695	0	1,339,695
County and Other Local Governments	11,828,955	0	11,828,955
Nondepreciable Capital Assets	11,311,328	8,862,426	20,173,754
Depreciable Capital Assets *(net of accumulated depreciation)*	88,781,538	135,440,190	224,221,728
Total Assets	159,846,947	172,001,410	331,848,357
Deferred Outflow of Resources			
Deferred Charges on Refunding	14,093	70,234	84,327
Pensions			
OPERS	3,743,697	1,417,941	5,161,638
Police and Fire	6,609,435	0	6,609,435
Total Deferred Outflows of Resources	10,367,225	1,488,175	11,855,400
Liabilities			
Accounts Payable	455,708	303,773	759,481
Accrued Wages	1,294,375	199,292	1,493,667
Contracts Payable	0	869,141	869,141
Due to Other Governments	163,305	20,738	184,043
Advances to Other Funds	75,974	0	75,974
Accrued Interest Payable	160,869	812,047	972,916
Compensated Absences Payable-Matured	537,506	0	537,506
Claims Payable	1,103,543	0	1,103,543
Payables from Restricted Assets:			
Retainage	34,219	115,708	149,927
Customer Deposits	13,557	202,755	216,312
Notes Payable	650,000	0	650,000
Noncurrent Liabilities:			
Due Within One Year	13,870,590	3,432,132	17,302,722
Due in More Than One Year			
Net Pension Liability [See Note 11]	36,928,618	3,665,416	40,594,034
Other Amounts Due in More Than One Year	35,360,668	63,919,418	99,280,086
Total Liabilities	90,648,932	73,540,420	164,189,352
Deferred Inflows of Resources			
Property Taxes	1,624,661	0	1,624,661
Pensions			
OPERS	182,327	70,380	252,707
Police and Fire	77,262	0	77,262
Unearned Revenue	440,183	0	440,183
Total Deferred Inflows of Resources	2,324,433	70,380	2,394,813
Net Position			
Net Investment in Capital Assets	55,169,052	77,602,081	132,771,133
Restricted for:			
Capital Projects	17,830,572	0	17,830,572
Debt Service	180,163	0	180,163
Public Safety	6,554,628	0	6,554,628
Municipal Court	4,556,760	0	4,556,760
Public Works	2,399,121	0	2,399,121
Airport	454,620	0	454,620
Parks & Facilities	4,604,658	0	4,604,658
Community Development	984,679	0	984,679
Perpetual Care; Non-expendable	36,063	0	36,063
Unrestricted	(15,529,509)	22,276,704	6,747,195
Total Net Position	$ 77,240,807	$ 99,878,785	$ 177,119,592

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio

Statement of Activities

For the Year Ended December 31, 2016

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
					Primary Government		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Functions/Programs							
Governmental Activities:							
General Government	$ 5,524,652	$ 2,531,014	$ 0	$ 0	$ (2,993,638)		$ (2,993,638)
Public Safety	19,992,138	743,552	49,110	397,600	(18,801,876)		(18,801,876)
Municipal Court	3,856,097	3,692,368	0	0	(163,729)		(163,729)
Parks & Facilities	3,053,700	277,356	25,000	855,086	(1,896,258)		(1,896,258)
Community Development	1,364,230	244,798	178,479	80,000	(860,953)		(860,953)
Airport	1,268,107	574,989	0	4,158,654	3,465,536		3,465,536
Public Works	5,035,494	111,105	0	8,146,500	3,222,111		3,222,111
Interest and Fiscal Charges	1,177,668	0	0	0	(1,177,668)		(1,177,668)
Total Governmental Activities	41,272,086	8,175,182	252,589	13,637,840	(19,206,475)		(19,206,475)
Business-Type Activities:							
Water	8,292,758	7,055,925	0	915,570		$ (321,263)	(321,263)
Sewer	7,212,472	8,852,192	0	784,250		2,423,970	2,423,970
Storm Sewer	947,710	839,798	0	2,055,668		1,947,756	1,947,756
Refuse	3,194,252	3,501,944	0	22,000		329,692	329,692
Other Business-Type Activities:							
Golf Course	199,204	161,334	0	0		(37,870)	(37,870)
Parking Lot	55,715	50,509	0	0		(5,206)	(5,206)
Total Business-Type Activities	19,902,111	20,461,702	0	3,777,488	0	4,337,079	4,337,079
Total	$ 61,174,197	$ 28,636,884	$ 252,589	$ 17,415,328	(19,206,475)	4,337,079	(14,869,396)
		General Revenues					
		Property Taxes Levied for:					
		General Purposes			1,268,439	0	1,268,439
		Public Safety			379,944	0	379,944
		Income Tax Levied for:					
		General Purposes			13,459,085	0	13,459,085
		Public Safety			9,344,039	0	9,344,039
		Parks & Facilities			1,959,790	0	1,959,790
		Other Taxes			76,461	0	76,461
		Grants and Contributions not Restricted to Specific Programs			892,453	0	892,453
		Payment in Lieu of Taxes			1,063,670	0	1,063,670
		Special Assessments			129,413	0	129,413
		Unrestricted Contributions			537,294	0	537,294
		Interest Income			182,410	96,836	279,246
		Miscellaneous			345,269	137,642	482,911
		Total General Revenues			29,638,267	234,478	29,872,745
		Change in Net Position			10,431,792	4,571,557	15,003,349
		Net Position Beginning of Year [restated]			66,809,015	95,307,228	162,116,243
		Net Position End of Year			$ 77,240,807	$ 99,878,785	$ 177,119,592

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Balance Sheet
Governmental Funds
December 31, 2016

	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	$ 5,802,401	$ 5,637,179	$ 1,374,631	$ 3,086,737	$ 15,444,463	$ 31,345,411
Receivables:						
Income Taxes	3,060,712	2,304,853	0	0	450,368	5,815,933
Property Taxes	1,258,449	0	0	0	366,212	1,624,661
Accounts	39,126	0	54,760	0	1,260	95,146
Loans	0	0	0	0	432,315	432,315
Special Assessments	0	0	240,696	0	0	240,696
Interfund	843,437	0	0	0	0	843,437
Advances from Other Funds	75,974	0	0	0	0	75,974
Payments in Lieu of Taxes	0	0	0	0	1,023,027	1,023,027
Restricted Assets:						
Retainage	0	0	34,219	0	0	34,219
Customer Deposits	13,166	0	0	0	13,557	26,723
Cash Equivalents in Segregated Accounts	0	0	0	0	91,016	91,016
Prepaid Items	140,895	1,709	0	0	18,992	161,596
Material and Supplies Inventory	0	0	0	0	27,805	27,805
Due From:						
Federal Government	0	0	432	0	373,014	373,446
State Government	94,736	0	0	0	1,244,959	1,339,695
County and Other Local Governments	343,696	508,379	0	8,294,084	2,682,796	11,828,955
Other Funds	6,657	0	0	0	67,221	73,878
Total Assets	$ 11,679,249	$ 8,452,120	$ 1,704,738	$ 11,380,821	$ 22,237,005	$ 55,453,933
Liabilities						
Accounts Payable	$ 226,632	$ 45,678	$ 54,891	$ 0	$ 67,405	$ 394,606
Accrued Wages & Benefits	643,174	416,520	0	0	200,992	1,260,686
Interfund Payable	0	0	0	0	843,437	843,437
Due to Other Governments	75,848	63,385	0	0	20,652	159,885
Due to Other Funds	0	0	0	0	73,878	73,878
Advances to Other Funds	0	75,974	0	0	0	75,974
Compensated Absences -- Matured	309,045	153,031	0	0	38,062	500,138
Payable from Restricted Assets:						
Retainage	0	0	34,219	0	0	34,219
Customer Deposits	0	0	0	0	13,557	13,557
Notes Payable	0	0	0	650,000	0	650,000
Total Liabilities	1,254,699	754,588	89,110	650,000	1,257,983	4,006,380
Deferred Inflows of Resources						
Property Taxes	1,258,449	0	0	0	366,212	1,624,661
Payments in Lieu of Taxes	0	0	0	0	1,060,976	1,060,976
Unavailable	2,106,013	1,256,401	240,696	0	942,139	4,545,249
Total Deferred Inflows of Resources	3,364,462	1,256,401	240,696	0	2,369,327	7,230,886
Fund Balances						
Nonspendable Fund Balance	230,035	1,709	0	0	137,466	369,210
Restricted Fund Balance	0	6,439,422	0	10,730,821	12,187,873	29,358,116
Committed Fund Balance	402,507	0	1,374,932	0	6,321,569	8,099,008
Assigned Fund Balance	1,408,973	0	0	0	45,497	1,454,470
Unassigned Fund Balance	5,018,573	0	0	0	(82,710)	4,935,863
Total Fund Balances	7,060,088	6,441,131	1,374,932	10,730,821	18,609,695	44,216,667
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 11,679,249	$ 8,452,120	$ 1,704,738	$ 11,380,821	$ 22,237,005	$ 55,453,933

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, 2016

Total Governmental Funds Balances		$ 44,216,667
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.		100,092,866
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Income Taxes Receivable	3,368,507	
Delinquent Property Taxes Receivable	104,660	
Payments in Lieu of Taxes Receivable	1,060,976	
Due from Other Governments	631,899	
Total		5,166,042
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	14,093	
Total		14,093
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 12/31/2016	3,488,157	
Capital assets, included above	(18,241)	
Compensated absences [total], included below	132,771	
Deferred Outflows - Pension	(263,840)	
Deferred Inflows - Pension	663,908	
Net Pension Liability	12,954	
Total		4,015,709
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	(160,869)	
General Obligation Bonds	(15,287,835)	
Income Tax Bonds	(16,975,000)	
Long-term Note	(11,015,000)	
Capital Lease	(365,736)	
Unamortized Bond Premiums	(624,551)	
Unamortized Bond Discount	14,434	
Police and Fire Past Pension Costs	(243,156)	
Compensated Absences [including internal service-short term]	(4,771,782)	
Total		(49,429,495)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:		
Deferred Outflows - Pension	10,353,132	
Deferred Inflows - Pension	(259,589)	
Net Pension Liability	(36,928,618)	
Total		(26,835,075)
Net Position of Governmental Activities		$ 77,240,807

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2016

	General	*Fire/EMS Income Tax*	*Capital Improvement*	*Glenn Road South Construction*	*Other Governmental Funds*	*Total Governmental Funds*
Revenues						
Property Taxes	$ 1,310,551	$ 0	$ 0	$ 0	$ 391,990	$ 1,702,541
Income Taxes	13,124,430	9,107,706	0	0	1,910,045	24,142,181
Miscellaneous Taxes	0	0	0	0	76,461	76,461
Special Assessments	13,241	0	116,172	0	0	129,413
Payments in Lieu of Taxes	0	0	0	0	656,973	656,973
Intergovernmental	821,614	0	856,619	0	6,667,327	8,345,560
Interest	144,144	0	0	0	38,266	182,410
Fees, Licenses and Permits	1,267,821	0	0	0	0	1,267,821
Fines and Forfeitures	141,766	0	0	0	2,962,787	3,104,553
Impact Fees	0	0	0	0	975,515	975,515
Charges for Services	1,630,174	660,930	0	0	1,440,212	3,731,316
Contributions and Donations	0	0	0	0	321,802	321,802
Reimbursements	70,989	6,214	5,000	0	51,582	133,785
Miscellaneous	134,535	2,804	0	0	33,545	170,884
Total Revenues	18,659,265	9,777,654	977,791	0	15,526,505	44,941,215
Expenditures						
Current:						
Public Safety						
Police	7,563,101	0	0	0	386,911	7,950,012
Fire	0	9,983,510	0	0	218,378	10,201,888
Municipal Court	0	0	0	0	2,788,535	2,788,535
Other	994,875	0	0	0	0	994,875
Parks & Facilities	1,319,995	0	224,576	0	1,392,739	2,937,310
Community Development	271,146	0	154,305	0	941,590	1,367,041
Airport	0	0	0	0	5,335,278	5,335,278
Public Works	0	0	1,680,378	69,189	3,150,386	4,899,953
General Government	5,007,307	0	321,096	0	34,856	5,363,259
Debt Service:						
Principal Retirement	0	157,783	450,000	11,695,000	1,835,000	14,137,783
Interest and Fiscal Charges	0	8,511	0	83,502	1,141,016	1,233,029
Total Expenditures	15,156,424	10,149,804	2,830,355	11,847,691	17,224,689	57,208,963
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,502,841	(372,150)	(1,852,564)	(11,847,691)	(1,698,184)	(12,267,748)
Other Financing Sources (Uses)						
Sale of Assets	26,329	0	0	0	12,475	38,804
Premium on Bond Issuance	0	0	0	12,000	482	12,482
Sale of Long-term Notes	0	0	450,000	10,565,000	0	11,015,000
Transfers In	0	0	1,802,548	0	5,246,080	7,048,628
Transfers Out	(3,152,272)	(260,584)	(1,238,633)	0	(2,397,139)	(7,048,628)
Total Other Financing Sources (Uses)	(3,125,943)	(260,584)	1,013,915	10,577,000	2,861,898	11,066,286
Net Change in Fund Balances	376,898	(632,734)	(838,649)	(1,270,691)	1,163,714	(1,201,462)
Fund Balances Beginning of Year [as restated]	6,683,190	7,073,865	2,213,581	12,001,512	17,445,981	45,418,129
Fund Balances End of Year	$ 7,060,088	$ 6,441,131	$ 1,374,932	$ 10,730,821	$ 18,609,695	$ 44,216,667

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, 2016

Net Change in Fund Balances - Total Governmental Funds		$ (1,201,462)
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 [includes Internal Service funds; see below]	8,755,694	
Donated Capital Assets	5,170,788	
Depreciation	(5,048,471)	
Total		8,878,011
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Income Tax	620,733	
Property Taxes [delinquent]	(54,158)	
Payments in Lieu of Taxes	406,697	
Intergovernmental	(2,711)	
Total		970,561
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.		
Long-Term Note Issued	(11,027,482)	
Total		(11,027,482)
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.		14,137,783
Repayment of bond and capital lease principal		
Interest is reported as an expenditure when due in governmental funds, but is accrued on outstanding debt on the statement of activities. Premiums are reported as revenues when debt is first issued; however, these amounts are allocated as an expense over the life of the bond on the statement of activities.		
Amortization of Premium	42,862	
Amortization of Bond Discounts	(2,406)	
Total		40,456
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.		14,905
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	903,325	
Police and Fire Past Service Liability	8,537	
Total		911,862
The internal service funds used by management to charge 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 2016	225,474	
Depreciation Expense, included above	3,638	
Compensated Absences, included above	3,693	
Capital Outlay, included above	(10,775)	
Deferred Outflows, included below	(68,236)	
Pension Expense, included below	123,403	
Total		277,197
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.		3,083,806
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.		(5,653,845)
Change in Net Position of Governmental Activities		$ 10,431,792

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, 2016

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	$ 12,700,000	$ 12,685,000	$ 13,150,720	$ 465,720
Property & Other Taxes	1,322,000	1,322,000	1,310,551	(11,449)
Intergovernmental	923,000	923,000	826,200	(96,800)
Charges For Service	766,000	766,000	1,448,834	682,834
Fines & Court Fees	150,000	150,000	139,971	(10,029)
Licenses & Permits	932,000	932,000	1,267,821	335,821
Interest	150,000	150,000	144,144	(5,856)
Special Assessment	0	0	13,241	13,241
Reimbursements	125,000	125,000	89,522	(35,478)
Other	150,000	150,000	90,478	(59,522)
Total Revenues	17,218,000	17,203,000	18,481,482	1,278,482
Expenditures:				
Current:				
Public Safety	7,798,172	7,798,172	7,570,981	227,191
General Government	5,528,695	5,906,615	5,527,556	379,059
Total Expenditures	13,326,867	13,704,787	13,098,537	606,250
Excess of Revenues Over Expenditures	3,891,133	3,498,213	5,382,945	1,884,732
Other Financing Sources (Uses):				
Sale of Assets	0	0	25,940	25,940
Advances In	0	0	72,470	72,470
Transfers Out	(4,182,224)	(4,890,197)	(4,906,224)	(16,027)
Total Other Financing Sources (Uses)	(4,182,224)	(4,890,197)	(4,807,814)	82,383
Net Change in Fund Balance	(291,091)	(1,391,984)	575,131	1,967,115
Fund Balance at Beginning of Year:	**3,335,696**	**3,335,696**	**3,335,696**	**0**
Prior Years Encumbrances	211,994	211,994	211,994	0
Fund Balance at End of Year:	**$ 3,256,599**	**$ 2,155,706**	**$ 4,122,821**	**$ 1,967,115**

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, 2016

	Fire/EMS Income Tax Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	$ 8,743,426	$ 8,743,426	$ 9,181,291	$ 437,865
Charges for Services	630,000	630,000	219,940	(410,060)
Reimbursements	1,000	1,000	6,214	5,214
Other	3,500	3,500	2,804	(696)
Total Revenues	9,377,926	9,377,926	9,410,249	32,323
Expenditures:				
Current:				
Public Safety				
Personal Services	7,885,279	7,885,279	7,048,523	836,756
Materials & Supplies	346,428	346,428	257,308	89,120
Services & Charges	674,777	674,777	581,803	92,974
Capital Outlay	6,045,914	6,045,914	2,009,222	4,036,692
Debt Service:				
Capital Lease Principal	157,783	157,783	157,783	0
Interest & Fiscal Charges	8,511	8,511	8,511	0
Total Expenditures	15,118,692	15,118,692	10,063,150	5,055,542
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,740,766)	(5,740,766)	(652,901)	5,087,865
Other Financing Sources (Uses):				
Proceeds of Bonds	4,000,000	4,000,000	0	(4,000,000)
Sale of Assets	1,000	1,000	0	(1,000)
Transfers Out	(260,584)	(260,584)	(260,584)	0
Total Other Financing Sources (Uses)	3,740,416	3,740,416	(260,584)	(4,001,000)
Net Change in Fund Balance	(2,000,350)	(2,000,350)	(913,485)	1,086,865
Fund Balance at Beginning of Year:	**5,342,783**	**5,342,783**	**5,342,783**	**0**
Prior Years Encumbrances	948,609	948,609	948,609	0
Fund Balance at End of Year:	**$ 4,291,042**	**$ 4,291,042**	**$ 5,377,907**	**$ 1,086,865**

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2016

	Business-Type Activities						Governmental Activities -
	Water	*Sewer*	*Storm Sewer*	*Refuse*	*Non-major Enterprise Funds*	*Totals*	*Internal Service Funds*
Assets							
Current Assets:							
Equity in Pooled Cash and Cash Equivalents	$ 11,122,194	$ 9,531,804	$ 1,855,010	$ 2,185,719	$ 98,628	$ 24,793,355	$ 5,024,737
Accounts Receivable *[net of uncollectible accounts]*	819,883	1,043,095	100,348	325,097	0	2,288,423	0
Materials and Supplies Inventory	78,210	15,222	0	0	728	94,160	0
Prepaid Items	58,000	95,383	0	49,310	1,700	204,393	192,726
Total Current Assets	12,078,287	10,685,504	1,955,358	2,560,126	101,056	27,380,331	5,217,463
Noncurrent Assets:							
Restricted Assets:							
Customer Deposits	202,755	0	0	0	0	202,755	0
Retainage	0	49,020	66,688	0	0	115,708	0
Capital Assets:							
Nondepreciable Capital Assets	1,740,784	5,143,092	1,639,109	128,687	210,754	8,862,426	0
Depreciable Capital Assets, Net	63,724,971	53,982,567	17,106,995	435,120	190,537	135,440,190	18,241
Total Noncurrent Assets	65,668,510	59,174,679	18,812,792	563,807	401,291	144,621,079	18,241
Total Assets	77,746,797	69,860,183	20,768,150	3,123,933	502,347	172,001,410	5,235,704
Deferred Outflows of Resources							
Deferred Charges on Refunding Debt	0	70,234	0	0	0	70,234	0
Pensions -- OPERS	488,809	470,696	71,565	337,720	49,151	1,417,941	263,840
Total Deferred Outflows of Resources	488,809	540,930	71,565	337,720	49,151	1,488,175	263,840
Liabilities							
Current Liabilities:							
Accounts Payable	93,845	106,943	22,325	80,660	0	303,773	61,102
Accrued Wages & Benefits	71,758	66,485	9,180	47,837	4,032	199,292	33,689
Due to Other Governments	7,573	6,825	955	4,972	413	20,738	3,420
Contracts Payable	179,329	404,495	285,317	0	0	869,141	0
Compensated Absences Payable	88,846	61,797	9,198	43,996	5,754	209,591	37,368
Accrued Interest Payable	537,008	270,841	0	4,198	0	812,047	0
Capital Leases Payable	0	0	0	78,967	0	78,967	0
Claims Payable	0	0	0	0	0	0	367,885
Loans Payable	976,401	1,303,825	0	0	0	2,280,226	0
General Obligation Bonds Payable	125,000	328,348	0	0	0	453,348	0
General Income Tax Special Obligation Bonds Payable	0	405,000	0	0	0	405,000	0
Landfill Post-Closure Obligation	0	0	0	5,000	0	5,000	0
Total Current Liabilities	2,079,760	2,954,559	326,975	265,630	10,199	5,637,123	503,464
Noncurrent Liabilities:							
Payable from Restricted Assets:							
Customer Deposits	202,755	0	0	0	0	202,755	0
Retainage Payable	0	49,020	66,688	0	0	115,708	0
Compensated Absences Payable	304,857	257,579	23,142	97,375	4,571	687,524	95,403
Loans Payable	31,437,502	14,078,534	0	0	0	45,516,036	0
General Obligation Bonds Payable	2,399,892	2,154,370	0	0	0	4,554,262	0
General Income Tax Special Obligation Bonds Payable	0	12,931,625	0	0	0	12,931,625	0
Landfill Post-Closure Obligation	0	0	0	210,000	0	210,000	0
Capital Leases Payable	0	0	0	19,971	0	19,971	0
Claims Payable	0	0	0	0	0	0	735,658
Net Pension Liability	1,240,155	1,245,374	181,751	874,792	123,344	3,665,416	663,908
Total Noncurrent Liabilities	35,585,161	30,716,502	271,581	1,202,138	127,915	67,903,297	1,494,969
Total Liabilities	37,664,921	33,671,061	598,556	1,467,768	138,114	73,540,420	1,998,433
Deferred Inflows of Resources							
Pensions -- OPERS	24,105	23,562	3,536	16,793	2,384	70,380	12,954
Total Deferred Inflows of Resources	24,105	23,562	3,536	16,793	2,384	70,380	12,954
Net Position							
Net Investment in Capital Assets	30,347,631	27,994,191	18,394,099	464,869	401,291	77,602,081	18,241
Unrestricted	10,198,949	8,712,299	1,843,524	1,512,223	9,709	22,276,704	3,469,916
Total Net Position	$ 40,546,580	$ 36,706,490	$ 20,237,623	$ 1,977,092	$ 411,000	$ 99,878,785	$ 3,488,157

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, 2016

	Enterprise Funds						Governmental Activities - *Internal Service Funds*
	Water	*Sewer*	*Storm Sewer*	*Refuse*	*Non-major Enterprise Funds*	*Totals*	
Operating Revenues							
Charges for Services	$ 5,402,901	$ 6,901,176	$ 839,798	$ 3,501,944	$ 211,843	$ 16,857,662	$ 6,483,114
Capacity Fees	1,620,759	1,951,016	0	0	0	3,571,775	0
Deposits	32,265	0	0	0	0	32,265	0
Reimbursements	0	0	0	0	0	0	510,819
Other Revenue	115,229	11,798	916	2,058	7,641	137,642	199
Total Operating Revenues	7,171,154	8,863,990	840,714	3,504,002	219,484	20,599,344	6,994,132
Operating Expenses							
Personal Services	1,674,665	1,528,082	255,488	1,160,617	149,892	4,768,744	831,511
Cost of Services	652,356	732,681	0	331,885	10,000	1,726,922	0
Services and Charges	1,709,362	1,366,375	185,536	1,301,987	75,351	4,638,611	1,255,893
Materials and Supplies	602,374	303,700	66,089	192,713	17,778	1,182,654	240,876
Depreciation	2,010,308	2,175,180	440,597	202,806	1,898	4,830,789	3,638
Claims	0	0	0	0	0	0	4,409,400
Total Operating Expenses	6,649,065	6,106,018	947,710	3,190,008	254,919	17,147,720	6,741,318
Operating Income (Loss)	522,089	2,757,972	(106,996)	313,994	(35,435)	3,451,624	252,814
Non-Operating Revenues (Expenses)							
Intergovernmental	0	0	0	22,000	0	22,000	0
Interest and Fiscal Charges	(1,643,693)	(1,106,454)	0	(4,244)	0	(2,754,391)	0
Interest Income	46,555	40,998	0	9,283	0	96,836	0
Other Expenses	0	0	0	0	0	0	(27,340)
Total Non-Operating Revenues (Expenses)	(1,597,138)	(1,065,456)	0	27,039	0	(2,635,555)	(27,340)
Income (Loss) before Capital Contributions	(1,075,049)	1,692,516	(106,996)	341,033	(35,435)	816,069	225,474
Capital Contributions	915,570	784,250	2,055,668	0	0	3,755,488	0
Change in Net Position	(159,479)	2,476,766	1,948,672	341,033	(35,435)	4,571,557	225,474
Net Position Beginning of Year [as restated]	40,706,059	34,229,724	18,288,951	1,636,059	446,435	95,307,228	3,262,683
Net Position End of Year	$ 40,546,580	$ 36,706,490	$ 20,237,623	$ 1,977,092	$ 411,000	$ 99,878,785	$ 3,488,157

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2016

	Enterprise Funds			
	Water	*Sewer*	*Storm Sewer*	*Refuse*
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash Received from Customers	$ 5,394,526	$ 6,848,037	$ 834,161	$ 3,449,826
Cash Received for Premiums	0	0	0	0
Cash Received for Capacity Fees	1,620,759	1,951,016	0	0
Customer Deposits Received	32,265	0	0	0
Customer Deposits Returned	(27,296)	0	0	0
Cash Payments for Personal Services	(1,510,368)	(1,356,050)	(227,258)	(1,055,031)
Cash Payments for Materials and Supplies	(616,581)	(251,047)	(65,205)	(192,727)
Cash Payments for Services and Charges	(2,237,456)	(2,120,650)	(163,133)	(1,663,178)
Cash Payments for Claims	0	0	0	0
Other Cash Receipts or Payments	55,452	(35,298)	(2,118)	1,185
Net Cash Provided by (Used in) Operating Activities	2,711,301	5,036,008	376,447	540,075
Cash Flows from Noncapital Financing Activities				
Cash Payments for Reimbursements	0	0	0	0
Net Cash Used in Noncapital Financing Activities	0	0	0	0
Cash Flows from Capital and Related Financing Activities				
Acquisition and Construction of Capital Assets	(1,079,243)	(1,408,206)	(684,050)	(312,399)
Interest and Fees Paid on Debt Obligations	(1,228,638)	(1,161,484)	0	(5,066)
Principal Paid on Debt Obligations	(1,096,962)	(1,978,249)	0	(137,523)
Capital Grants Received	16,937	0	0	22,000
Net Cash Provided by (Used in) Capital and Related Financing Activities	(3,387,906)	(4,547,939)	(684,050)	(432,988)
Cash Flows from Investing Activities				
Interest on Investments	46,555	40,998	0	9,283
Net Increase (Decrease) in Cash and Cash Equivalents	(630,050)	529,067	(307,603)	116,370
Cash and Cash Equivalents Beginning of Year	11,954,999	9,051,757	2,229,301	2,069,349
Cash and Cash Equivalents End of Year	$ 11,324,949	$ 9,580,824	$ 1,921,698	$ 2,185,719
Reconciliation of Cash and Cash Equivalents per the Balance Sheet:				
Cash and Cash Equivalents	$ 11,122,194	$ 9,531,804	$ 1,855,010	$ 2,185,719
Restricted Cash and Cash Equivalents	202,755	49,020	66,688	0
Cash and Cash Equivalents at End of Year	$ 11,324,949	$ 9,580,824	$ 1,921,698	$ 2,185,719

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, 2016

(continued)

	Other Enterprise Funds	*Total*	*Internal Service Funds*
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	$ 210,143	$ 16,736,693	$ 1,539,638
Cash Received for Premiums	0	0	4,943,476
Cash Received for Capacity Fees	0	3,571,775	0
Customer Deposits Received	0	32,265	0
Customer Deposits Returned	0	(27,296)	0
Cash Payments for Personal Services	(135,561)	(4,284,268)	(749,100)
Cash Payments for Materials and Supplies	(18,121)	(1,143,681)	(239,066)
Cash Payments for Services and Charges	(84,487)	(6,268,904)	(1,211,490)
Cash Payments for Claims	0	0	(4,738,700)
Other Cash Receipts or Payments	7,641	26,862	511,018
Net Cash Provided by (Used in) Operating Activities	(20,385)	8,643,446	55,776
Cash Flows from Noncapital Financing Activities			
Cash Payments for Reimbursements	0	0	(27,340)
Net Cash Used in Noncapital Financing Activities	0	0	(27,340)
Cash Flows from Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	0	(3,483,898)	(10,775)
Interest and Fees Paid on Debt Obligations	0	(2,395,188)	0
Principal Paid on Debt Obligations	0	(3,212,734)	0
Capital Grants Received	0	38,937	0
Net Cash Provided by (Used in) Capital and Related Financing Activities	0	(9,052,883)	(10,775)
Cash Flows from Investing Activities			
Interest on Investments	0	96,836	0
Net Increase (Decrease) in Cash and Cash Equivalents	(20,385)	(312,601)	17,661
Cash and Cash Equivalents Beginning of Year	119,013	25,424,419	5,007,076
Cash and Cash Equivalents End of Year	$ 98,628	$ 25,111,818	$ 5,024,737
Reconciliation of Cash and Cash Equivalents per the Balance Sheet:			
Cash and Cash Equivalents	$ 98,628	$ 24,793,355	$ 5,024,737
Restricted Cash and Cash Equivalents	0	318,463	0
Cash and Cash Equivalents at End of Year	$ 98,628	$ 25,111,818	$ 5,024,737

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, 2016

	Enterprise Funds			
	Water	*Sewer*	*Storm Sewer*	*Refuse*
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities				
Operating Income (Loss)	$ 522,089	$ 2,757,972	$ (106,996)	$ 313,994
Adjustments:				
Depreciation	2,010,308	2,175,180	440,597	202,806
(Increase) Decrease in Assets:				
Accounts Receivable	(8,393)	(53,139)	(5,637)	(52,118)
Prepaid Items	(24,153)	(39,497)	0	(23,152)
Materials and Supplies Inventory	(26,732)	6,943	0	0
Deferred Outflows of Resources - Pension	(294,307)	(266,641)	(43,301)	(198,241)
Increase (Decrease) in Liabilities:				
Accounts Payable	68,772	16,593	20,270	(6,986)
Accrued Wages and Benefits	31,893	36,319	4,617	23,295
Due to Other Governments	7,573	6,825	955	4,972
Compensated Absences Payable	20,788	18,111	7,444	1,894
Net Pension Liability	389,968	370,062	57,277	268,103
Deferred Inflows of Resources - Pension	8,290	7,280	1,221	5,508
Customer Deposits	5,205	0	0	0
Claims Payable	0	0	0	0
Net Cash Provided by (Used in) Operating Activities	$ 2,711,301	$ 5,036,008	$ 376,447	$ 540,075

Noncash capital transactions:
The Water fund received water lines donated by developers and contributions from governmental activities with a fair value of $915,570. These were recorded as capital assets.

The Sewer fund received sewer lines donated by developers and contributions from governmental activities with a fair value of $784,250. 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 $2,055,668. 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, 2016

(continued)

	Other Enterprise Funds	*Total*	*Internal Service Funds*
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities			
Operating Income (Loss)	$ (35,435)	$ 3,451,624	$ 252,814
Adjustments:			
Depreciation	1,898	4,830,789	3,638
(Increase) Decrease in Assets:			
Accounts Receivable	0	(119,287)	0
Prepaid Items	(795)	(87,597)	(183,523)
Materials and Supplies Inventory	(343)	(20,132)	0
Deferred Outflows of Resources - Pension	(28,986)	(831,476)	(159,773)
Increase (Decrease) in Liabilities:			
Accounts Payable	(41)	98,608	42,630
Accrued Wages and Benefits	718	96,842	14,633
Due to Other Governments	413	20,738	3,420
Compensated Absences Payable	2,789	51,026	9,159
Net Pension Liability	38,590	1,124,000	210,421
Deferred Inflows of Resources - Pension	807	23,106	4,518
Customer Deposits	0	5,205	0
Claims Payable	0	0	(142,161)
Net Cash Provided by (Used in) Operating Activities	$ (20,385)	$ 8,643,446	$ 55,776

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Fund
December 31, 2016

Assets	
Equity in Pooled Cash and Cash Equivalents	$ 414,848
Due from Other Governments	27,007
Total Assets	$ 441,855
Liabilities	
Due to Other Governments	$ 36,664
Undistributed Assets	405,191
Total Liabilities	$ 441,855

See Accompanying Notes to the Basic Financial Statements

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 parks and facilities 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.

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"* and GASB Statement No. 61, "*The Financial Reporting Entity: Omnibus."* 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 18 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.

On June 22, 2015, Ordinance 15-58 was adopted entering the City into an agreement with the JEDD Board and making the City part of the Berkshire Township – City of Delaware Joint Economic Development District.

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.

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 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 capital improvements funded by income taxes earmarked for general improvement of all City facilities and operations that were recorded in the General Fund and transferred to the Capital Improvement fund.

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.

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 and parking lots.

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, funds collected in the form of income taxes from employees working in the newly-established Berkshire JEDD. These are treated as intergovernmental revenues and will be distributed to the various parties involved.

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 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 and a deferred outflow of resources related to pension 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. The deferred outflows of resources related to pension are explained in Note 11.

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, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance calendar year 2016 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue 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. Deferred inflows of resources related to pension are reported on the government-wide statement of net position. (See Note 11)

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net positon have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments

(including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

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.

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 2016.

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:

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 restricted, committed, or assigned 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:

Net Change in Fund Balance	*General*	*Fire/EMS Income Tax*
GAAP Basis	$ 376,898	$ (632,734)
Revenue Accruals	449,124	(367,405)
Expenditure Accruals	568,371	345,926
Encumbrances at Year End	(259,398)	(259,272)
Funds Budgeted Elsewhere	(559,864)	0
Budget Basis	$ 575,131	$ (913,485)

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.

The City invested in STAR Ohio during 2016. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2016, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding $25 million. STAR Ohio reserves the right to limit the transaction to $50 million, requiring the excess amount to be transacted the following business day(s), but only to the $50 million limit.

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 $144,144, which includes $117,206 assigned from other funds. Other major funds and other non-major governmental funds also received interest in the amounts of $96,836 and $38,266, 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 would be reported in the government-wide financial statements as "internal balances". For 2016, none were reported.

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 new capital assets as assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of five years, except for infrastructure which has a threshold of $50,000.

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:

	Useful life [in years]
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	15 – 100
Infrastructure Improvements	5 – 50

K. Accrued Liabilities and Long-term Obligations

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

L. Bond Discounts, Premiums, and Issuance Costs

Material discounts and premiums 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. Issuance costs are reported as expenses in the period incurred.

M. 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.

N. Interfund Transactions

Interfund transfers during 2016, consisted of the following:

	Transfer to		
	Major Fund		
	Capital Improvement	*Other Governmental*	*Totals*
Transfer from			
Major Funds			
General	$ 1,802,548	$ 1,349,724	$ 3,152,272
Fire/EMS Income Tax	0	260,584	260,584
Capital Improvement	0	1,238,633	1,238,633
Other Governmental	0	2,397,139	2,397,139
Totals	$ 1,802,548	$ 5,246,080	$ 7,048,628

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.

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

Restricted
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
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
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.

Unassigned
Unassigned fund balance classification includes all other funds in spendable form not restricted, committed, or assigned. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

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.

P. 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.

Q. 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.

R. 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.

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, 2016.

S. 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.

T. Donated Infrastructure

Contributions of capital in governmental and 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 and as capital grants and contributions on the Statement of Activities for both governmental and business-type activities.

U. 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 2016, the City had no extraordinary or special items.

V. Fair Market Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

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

Change in Accounting Principles – For 2016, the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*, No. 73, *Accounting and Financial Reporting for Pension and Related Assets that are Not within the Scope of GASB Statement No. 68, and Amendments to Certain Provisions of GASB Statements No. 67 and 68*, No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, No. 77, *Tax Abatement Disclosures,* and No. 79, *Certain External Investment Pools and Pool Participants*. GASB Statement No. 72 provides guidance for determining a fair value measurement for reporting purposes and applying fair value to certain investments, as well as requiring certain disclosures related to all fair value measurements be presented with the financial statement. GASB Statement No. 73 improves the usefulness of information about pensions included in the general purpose financial reports of state and local governments for making decisions and assessing accountability. GASB Statement No. 76 elevates GASB Implementation Guides in the GAAP hierarchy as well as emphasizing importance of analogies to authoritative literature when not specified in authoritative GAAP. GASB Statement No. 77 provides users of the report with (1) how tax abatements affect a government's future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government's financial position and economic condition. GASB Statement No. 79 establishes accounting and financial reporting standards for qualifying external investment pools that elect to measure for financial reporting purposes all of their investments at amortized cost as well as requiring additional not disclosure requirements for governments that participate in those investment pools. The City participates in STAR Ohio which implemented the provisions of GASB 79 for fiscal year 2016.

The City implemented the applicable provisions of the GABS Statements noted above in the fiscal year 2016 financial statements, however, none of the aforementioned Statements had an effect on beginning net position or fund balance.

Restatement of Net Position/Fund Balance – At December 31, 2015, the City had an internal balance in Governmental Activities of $114,775 and in Business-Type Activities of ($114,775) for a long-term advance from 2011 for a litigated claim for the purchase of a property. As of that date, the advance had been repaid, requiring a restatement of net position and fund balance for December 31, 2015 as follows:

Government Wide Statement of Net Position:

	Governmental Activities	Business-Type Activities
Net Position December 31, 2015	$ 66,923,790	$ 95,192,453
Adjustments:		
Remove Internal Balance	(114,775)	114,775
Restated Net Position December 31, 2015	$ 66,809,015	$ 95,307,228

The impact on individual major funds is as follows:

	Major Fund/ Capital Improvement
Fund Balance December 31, 2015	$ 2,328,356
Adjustments:	
Remove Interfund Receivable	(114,775)
Restated Fund Balance December 31, 2015	$ 2,213,581

	Major Fund/ Refuse
Net Position December 31, 2015	$ 1,521,284
Adjustments:	
Remove Internal Balance	114,775
Restated Net Position December 31, 2015	$ 1,636,059

3. FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned, and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the government funds. Below are the fund balances, as classified, on December 31.

Fund Balances	*General*	*Fire/EMS Inc Tax*	*Capital Improv*	*Glenn Rd S Constr*	*Other Govt Funds*	*Total Govt Funds*
Nonspendable Fund Balance						
Perpetual Care	$ 0	$ 0	$ 0	$ 0	$ 36,063	$ 36,063
Inventories	0	0	0	0	27,805	27,805
Prepaid Items	140,895	1,709	0	0	18,692	161,296
Long-term Advances	75,974	0	0	0	0	75,974
Unclaimed Funds	13,166	0	0	0	54,906	68,072
Total Nonspendable	230,035	1,709	0	0	137,466	369,210
Restricted Fund Balance						
Fire Department Expansion	0	6,439,422	0	0	0	6,439,422
Justice Center Equipment	0	0	0	0	113,497	113,497
Road Resurfacing and Equipment Purchases	0	0	0	10,730,821	2,399,121	13,129,942
Parks & Facilities Revitalization	0	0	0	0	3,812,426	3,812,426
Airport Expansion Projects	0	0	0	0	57,415	57,415
Community Redevelopment	0	0	0	0	506,867	506,867
Community Development Loans	0	0	0	0	432,315	432,315
Municipal Court Operations and Equipment	0	0	0	0	4,501,521	4,501,521
Cemetery Operations	0	0	0	0	292,344	292,344
Debt Service	0	0	0	0	72,367	72,367
Total Restricted	0	6,439,422	0	10,730,821	12,187,873	29,358,116
Committed Fund Balance						
Police and Fire Donations and Expansion	0	0	0	0	678,361	678,361
Future Budget & Development Set-aside	0	0	0	0	3,774,445	3,774,445
Parks & Facilities Operations and Expansion	191,477	0	0	0	1,313,096	1,504,573
Airport Operations	0	0	0	0	353,887	353,887
Road Resurfacing and Equipment Purchases	0	0	1,374,932	0	199,822	1,574,754
General Government	211,030	0	0	0	1,958	212,988
Total Committed	402,507	0	1,374,932	0	6,321,569	8,099,008
Assigned Fund Balance						
General Government	1,408,973	0	0	0	45,497	1,454,470
Total Assigned	1,408,973	0	0	0	45,497	1,454,470
Unassigned Fund Balance	5,018,573	0	0	0	(82,710)	4,935,863
Total Fund Balances	$ 7,060,088	$ 6,441,131	$ 1,374,932	$ 10,730,821	$ 18,609,695	$ 44,216,667

Within the General Fund Unassigned Fund Balance are funds associated with the Development Reserve and Budget Reserve funds. These funds were established by City Ordinance 11-106 and Resolution 14-17, respectively. The Development Reserve fund was set up as a management-discretion set-aside to assist with debt service, and support future economic development opportunities. There are no "minimum fund balance" or "expenditure-specific" requirements. If the City needs the money for an allowable purchase, they just need proper appropriation authority. The Development Reserve fund balance at December 31 was $807,886. The Budget Reserve fund is more formal and was set up to maintain a balance equal to 5% of the [cash-basis] revenues credited to the General Fund in the preceding fiscal year. It will be used to

cover in a given budget year revenue shortfalls or when expenditures exceed projected amounts. If funds are used, the City will re-establish the required balance within 3 years. The Budget Reserve fund balance at December 31 was $1,012,323.

4. CASH AND CASH EQUIVALENTS

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

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

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 $2,841,285 and the bank balance was $6,444,546. Of the bank balance, $566,387 was covered by Federal Deposit Insurance and $5,878,160 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 $470,421 in restricted assets in the City Treasury. These assets are restricted by construction contracts, unclaimed funds of the Municipal Court, and as deposits for utility service and T-hangar rentals. These amounts are included in the carrying amount of deposits.

Investments As of December 31, 2016, the City had the following investments, which are reported at fair value:

Maturity in 6 months or less	*Fair Value*
STAR Ohio [AAAm]	$ 56,427,899
Repurchase Agreement [AAA]	2,779,588
Total Investments	$ 59,207,487

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.

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:

Description		% of Total
STAR Ohio	$ 56,427,899	95.31 %
Repurchase Agreement	2,779,588	4.69
Total Investments	$ 59,207,487	100.00 %

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:

Cash and Investments per footnote:		*Cash and Investments per Statement of Net Position:*	
Carrying Amount of Deposits	$ 2,841,285	Governmental Activities	$ 36,522,106
Investments	59,207,487	Business-type Activities	25,111,818
		Fiduciary Fund	414,848
Total	$ 62,048,772	Total	$ 62,048,772

5. *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.

6. *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 2016 had lien and levy dates of January 1, 2015. One half of this tax was due February 10, 2016, with the remaining balance due on July 10, 2016. Tangible

personal property tax assessments have been phased out, and any amounts received in 2016 were only delinquent amounts collected.

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 2012. The assessed value in 2015, upon which the 2016 collections were based, was approximately $681 million. The assessed value for 2016, upon which the 2017 collections will be based, is approximately $702.7 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 mils) 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, 2016. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not intended to finance 2016 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.

7. RECEIVABLES

Receivables at December 31 consisted of taxes, accounts (billings for user charged services including unbilled utility services), special assessments, interfund, intergovernmental receivables arising from grants, entitlements, loans, and shared revenues, and payments in lieu of taxes. 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:

	Water	*Sewer*	*Storm Sewer*	*Refuse*	*Total*
Gross Receivable	$ 833,653	$ 1,061,490	$ 101,651	$ 333,549	$ 2,330,343
Less: Allowance for Uncollectible	(13,770)	(18,395)	(1,303)	(8,452)	(41,920)
Net Receivable	$ 819,883	$ 1,043,095	$ 100,348	$ 325,097	$ 2,288,423

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

Governmental Activities	*Amount*
Major Funds	
General	
Local Government	$ 297,991
Homestead and Rollback	77,541
Local Agency Reimbursements	62,900
Total General	438,432
Fire/EMS Income Tax	
Local Agency Reimbursements	508,379
Capital Improvement	
Road Improvement Grants	432
Glenn Road S. Construction	8,294,084
Total Major Funds	9,241,327
Other Governmental Funds	
Street Maintenance and Repair	681,773
State Highway	52,412
License Fee	208,581
Glenn Road Bridge TIF	37,949
Municipal Court	236,063
Police & Fire Pension	22,558
CHIP Grant	62,270
FAA Airport Expansion Grant	310,744
FAA Allocation Grant	409,216
Glenn Road N. Construction	2,279,203
Total Other Governmental Funds	4,300,769
Total Governmental Activities	$ 13,542,096

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 $1,023,027, which represents the amounts measurable at December 31, 2016.

8. CAPITAL ASSETS

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

Governmental Activities	*Beginning Balance*	*Additions*	*Deletions*	*Ending Balance*
Nondepreciable Capital Assets				
Land	$ 8,726,675	$ 0	$ 0	$ 8,726,675
Construction in progress	5,885,639	6,380,644	(9,681,630)	2,584,653
Subtotal	14,612,314	6,380,644	(9,681,630)	11,311,328
Depreciable Capital Assets				
Buildings & Improvements	49,490,229	7,828,903	0	57,319,132
Machinery & Equipment	14,165,121	1,738,728	(572,136)	15,331,713
Infrastructure	59,742,505	7,659,837	0	67,402,342
Subtotal	123,397,855	17,227,468	(572,136)	140,053,187
Less Accumulated Depreciation for:				
Buildings & Improvements	(22,552,293)	(2,344,573)	0	(24,896,866)
Machinery & Equipment	(9,671,855)	(1,203,423)	572,136	(10,303,142)
Infrastructure	(14,571,166)	(1,500,475)	0	(16,071,641)
Total Accumulated Depreciation	(46,795,314)	(5,048,471)	572,136	(51,271,649)
Total Depreciable Capital Assets, Net	76,602,541	12,178,997	0	88,781,538
Governmental Activities Capital Assets, Net	$ 91,214,855	$ 18,559,641	$ (9,681,630)	$ 100,092,866

Business-type Activities	Beginning Balance	Additions	Deletions	Ending Balance
Nondepreciable Capital Assets				
Land	$ 4,509,561	$ 0	$ 0	$ 4,509,561
Construction in progress	2,222,047	3,668,608	(1,537,790)	4,352,865
Subtotal	6,731,608	3,668,608	(1,537,790)	8,862,426
Depreciable Capital Assets				
Buildings & Improvements	77,673,589	0	0	77,673,589
Machinery & Equipment	10,668,696	676,429	(120,997)	11,224,128
Infrastructure	105,230,316	5,335,362	0	110,565,678
Subtotal	193,572,601	6,011,791	(120,997)	199,463,395
Less Accumulated Depreciation for:				
Buildings & Improvements	(25,613,485)	(2,193,251)	0	(27,806,736)
Machinery & Equipment	(5,174,002)	(537,425)	120,997	(5,590,430)
Infrastructure	(28,525,926)	(2,100,113)	0	(30,626,039)
Total Accumulated Depreciation	(59,313,413)	(4,830,789)	120,997	(64,023,205)
Total Depreciable Capital Assets, Net	134,259,188	1,181,002	0	135,440,190
Business-type Activities Capital Assets, Net	$ 140,990,796	$ 4,849,610	$ (1,537,790)	$ 144,302,616

This space intentionally left blank

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

Governmental Activities:	
General Government	$378,927
Public Safety	1,214,179
Municipal Court	29,327
Parks & Facilities	1,298,496
Community Development	8,397
Airport	710,627
Public Works	1,404,880
Capital assets held by the City's internal service funds are charged to the various functions based on the usage of the assets.	3,638
Total depreciation expense – governmental activities	$ 5,048,471
Business-type Activities:	
Water	$2,010,308
Sewer	2,175,180
Storm Sewer	440,597
Refuse	202,806
Other	1,898
Total depreciation expense – business-type activities	$ 4,830,789

This space intentionally left blank

9. LONG TERM OBLIGATIONS AND NOTES PAYABLE

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

	Balance 12/31/2015	*Additions*	*Deletions*	*Balance 12/31/2016*	*Amounts Due in One Year*
Governmental Activities					
General Obligation Bonds					
2015 Various Purpose Bonds – 2.0-4%	$ 6,135,000	$ 0	$ (215,000)	$ 5,920,000	$ 225,000
Unamort. bond premium	281,158	0	(14,798)	266,360	
2013 Various Purpose Bonds – 1.5-4%	6,930,000	0	(430,000)	6,500,000	430,000
Unamort. bond premium	233,269	0	(14,590)	218,679	
2012 Various Purpose Refunding Bonds – 1%	2,390,000	0	(335,000)	2,055,000	341,652
Unamort. bond premium	45,997	0	(7,843)	38,154	
Unamort. bond discount	(16,840)	0	2,406	(14,434)	
2006 Various Purpose Bonds – 4.25%	1,157,835	0	(345,000)	812,835	43,000
Income Tax Bonds					
2010 Park Facilities Bonds – 4.25%	17,485,000	0	(510,000)	16,975,000	540,000
Unamort. bond premium	106,989	0	(5,631)	101,358	
Capital Lease					
2012 Fire Dept Ladder Truck – 1.83%	523,519	0	(157,783)	365,736	160,694
Bond Anticipation Notes					
2015 Various Purpose Notes -- 1%	12,145,000		(12,145,000)		0
2016 Various Purpose Notes -- 1%	0	11,015,000	0	11,015,000	11,015,000
Compensated absences	5,637,739	3,126,894	(4,030,219)	4,734,414	1,106,340
Past police & fire service liability	251,693	0	(8,537)	243,156	8,904
Total Governmental Activities before Net Pension Liability	53,306,359	14,141,894	(18,216,995)	49,231,258	13,870,590
Net Pension Liability					
Ohio Public Employees Retirement System	6,475,185	2,938,163	0	9,413,348	
Ohio Police and Fire Pension Fund	22,350,329	5,164,941	0	27,515,270	
Total Net Pension Liability	28,825,514	8,103,104	0	36,928,618	
Total Governmental Activities Long-term Liabilities	82,131,873	22,244,998	(18,216,995)	86,159,876	

(continued)

This space intentionally left blank

	Balance 12/31/2015	Additions	Deletions	Balance 12/31/2016	Amounts Due in One Year
Business-type Activities					
Sewer Income Tax Special Obligation Bonds					
2009 Southeast Highland – 3.25%	$ 13,730,000	$ 0	$ (395,000)	$ 13,335,000	$ 405,000
Unamort. bond premium	1,702	0	(77)	1,625	
Sewer General Obligation Bonds					
2012 Swr Sys Imp & Refund Bonds – 1%	2,055,000	0	(290,000)	1,765,000	293,348
Unamort. bond premium	39,470	0	(5,639)	33,831	
Unamort. bond discount	(31,952)	0	4,565	(27,387)	
2006 US 23 N Sewer Bonds – 4.25%	746,274	0	(35,000)	711,274	35,000
Water General Obligation Bonds					
2006 Kingman Hill Water Tower – 4.25%	2,644,892	0	(120,000)	2,524,892	125,000
Refuse General Obligation Bonds					
2006 Landfill Remediation – 4%	55,000	0	(55,000)	0	0
Refuse Capital Lease					
2012 Refuse Packers – 1.83%	176,461	0	(77,523)	98,938	78,967
Compensated Absences	846,089	576,945	(525,919)	897,115	209,591
Postclosure Landfill Obligation	220,000	0	(5,000)	215,000	5,000
Water Loans Payable					
2011/2012 OWDA Water Extension/ Expansion – 2.86-3.67%	33,450,513	0	(1,036,610)	32,413,903	976,401
Sewer Loans Payable					
2004 OWDA Wastewater Expansion – 3.59%	16,640,607	0	(1,258,248)	15,382,359	1,303,825
Total Business-type Activities before Net Pension Liability	70,574,056	576,945	(3,799,451)	67,351,550	3,432,132
Net Pension Liability					
Ohio Public Employees Retirement System	2,541,416	1,124,000	0	3,665,416	
Total Net Pension Liability	2,541,416	1,124,000	0	3,665,416	
Total Business-type Activities Long-term Liabilities	73,115,472	1,700,945	(3,799,451)	71,016,966	
Grand Total Long-term Obligations	$ 155,247,345	$23,945,943	$ (22,016,446)	$ 157,176,842	$ 17,302,722

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

	Governmental Long-term Obligations			*Business-type Long-term Obligations*		
Year	*Principal*	*Interest*	*Total*	*Principal*	*Interest*	*Total*
2017	$ 1,579,652	$ 1,153,714	$ 2,733,366	$ 858,348	$ 757,098	$ 1,615,446
2018	1,630,342	1,121,210	2,751,552	879,658	734,285	1,613,943
2019	1,697,413	925,879	2,623,292	918,587	707,063	1,625,650
2020	1,746,272	994,345	2,740,617	933,728	677,737	1,611,465
2021	1,813,272	941,776	2,755,048	955,728	646,261	1,601,989
2022 - 2026	8,798,050	3,906,391	12,704,441	4,071,951	2,749,487	6,821,438
2027 - 2031	9,447,834	2,208,187	11,656,021	4,613,166	1,862,291	6,475,457
2032 - 2036	5,550,000	484,800	6,034,800	4,155,000	836,238	4,991,238
2037	0	0	0	950,000	45,125	995,125
Total	$ 32,262,835	$ 11,736,302	$ 43,999,137	$ 18,336,166	$ 9,015,585	$ 27,351,751

General Obligation Bonds: The City issued governmental activity various purpose bonds in 2015 to replace the notes for recreation facilities improvements, further work on the Glenn Road projects, and for EMS vehicles. The City issued governmental activity bonds in 2013 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 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. In 2012, governmental activity 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 on the City's westside. 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:

Year	*Principal*	*Interest*	*Total*
2017	$ 8,904	$ 10,241	$ 19,145
2018	9,286	9,858	19,144
2019	9,685	9,459	19,144
2020	10,101	9,043	19,144
2021	10,535	8,609	19,144
2022 - 2026	59,865	35,858	95,723
2027 - 2031	73,874	21,849	95,723
2032 - 2035	60,906	5,232	66,138
Total	$ 243,156	$ 110,149	$ 353,305

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 in the future. This includes the General, Street Maintenance & Repair, Cemetery, Airport, Fire/EMS Income Tax, Municipal Court, Parks & Natural Resources, Water, Sewer, Storm, Refuse, Golf Course, Garage Rotary, and Info Tech Rotary funds.

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, 2016, 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, 2016, 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, 2016 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 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 was completed in 2015, but the repayment requirements have not been finalized as of the date of this report. For the aforementioned projects that the terms are finalized, debt requirements are as follows:

	Wastewater-System Project			Water-System Projects		
Year	Principal	Interest	Total	Principal	Interest	Total
2017	$ 1,303,825	$ 540,629	$ 1,844,454	$ 98,251	$ 101,474	$ 199,725
2018	1,351,052	493,402	1,844,454	101,852	97,873	199,725
2019	1,399,990	444,464	1,844,454	105,586	94,139	199,725
2020	1,450,701	393,753	1,844,454	109,457	90,268	199,725
2021	1,503,249	341,205	1,844,454	113,470	86,255	199,725
2022 - 2026	8,373,542	848,727	9,222,269	632,883	365,744	998,627
2027 - 2031	0	0	0	757,722	240,905	998,627
2032 - 2036	0	0	0	838,817	91,435	930,252
2037	0	0	0	61,339	1,638	62,977
Total	$ 15,382,359	$ 3,062,180	$ 18,444,539	$ 2,819,377	$ 1,169,731	$ 3,989,108

Capital Lease: During 2012, the City entered into a capital lease for a fire truck. 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
2017	$ 160,694	$ 5,600	$ 166,294
2018	163,658	2,636	166,294
2019	41,384	190	41,574
Total	$ 365,736	$ 8,426	$ 374,162

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.

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:

Year	*Principal*	*Interest*	*Total*
2017	$ 78,967	$ 1,285	$ 80,252
2018	19,971	92	20,063
Total	$ 98,938	$ 1,377	$ 100,315

Notes Payable: A note was reissued in 2016 for improvements made to Glenn Parkway Phases 1 & 2, and for sidewalk repairs for our Safewalks program. This is accounted for in the Capital Improvement fund and the Glenn Road South Construction fund.

	Balance 12/31/2015	*Additions*	*Deletions*	*Balance 12/31/2016*
Notes Payable				
Various Purpose – 1%	$ 0	$ 650,000	$ 0	$ 650,000
Total Notes Payable	$ 0	$ 650,000	$ 0	$ 650,000

Note: All notes are Governmental

Notes that were refinanced prior to the issuance of the financial statements and have a new maturity beyond the end of the year in which the report is issued have been reported in the government-wide statements as a long-term liability. For 2016, that amount totaled $11,015,000 and is noted in the table at the beginning of Note 9.

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, 2016, $2,180,000 of bonds outstanding is 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, 2016, $14,093 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, 2016, $1,805,000 of bonds outstanding is 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 remaining life of the refunding debt. At December 31, 2016, $70,232 of this deferred charge remained unamortized.

10. 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.

11. DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

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

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

GASB 68 assumes any net pension liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded

liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's unfunded benefits or overfunded benefits is presented as a long-term net pension liability on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in due to other governments/pension obligation payable on both the accrual and modified accrual bases of accounting.

For 2016, member contribution rates were 10 percent for members in state and local classifications. Public safety and law enforcement members contributed 12.0% and 13.0%, respectively. The 2016 employer contribution rate for state and local employers was 14.00% of earnable salary. The law enforcement and public safety division employer contribution rate was 18.10% of earnable salary.

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the Member-Directed Plan and the Combined Plan, substantially all employee members are in OPERS' Traditional Pension Plan.

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

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

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

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

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

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

Benefits in the Combined Plan consist of both an age-and-service formula benefit (defined benefit) and a defined contribution element. The defined benefit element is calculated on the basis of age, FAS, and years of service. Eligibility regarding age and years of service in the Combined Plan is the same as the Traditional Pension Plan. The benefit formula for the defined benefit component of the plan for State and Local members in transition Groups A and B applies a factor of 1.0% to the member's FAS for the first 30 years of service. A factor of 1.25% is applied to years of service in excess of 30. The benefit formula for transition Group C applies a factor of 1.0% to the member's FAS and the first 35 years of service and a factor of 1.25% is applied to years in excess of 35. Persons retiring before age 65 with less than 30 years of service credit receive a percentage reduction in benefit. The defined contribution portion of the benefit is based on accumulated member contributions plus or minus any investment gains or losses on those contributions. Members retiring under the Combined Plan receive a 3% COLA adjustment on the defined benefit portion of their benefit.

Defined contribution plan benefits are established in the plan documents, which may be amended by the OPERS's Board of Trustees. Member-Directed Plan and Combined Plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the Combined Plan consists of the member's contributions plus or minus the

investment gains or losses resulting from the member's investment selections. The amount available for defined contribution benefits in the Member-Directed Plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20% each year. For additional information, see the Plan Statement in the OPERS CAFR.

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

	State & Local
2016 Statutory Maximum Contribution Rates	
Employer	14.00 %
Employee	10.00
2016 Actual Contribution Rates	
Employer:	
Pension	12.00 %
Post-employment Health Care Benefits	2.00
Total Employer	14.00 %
Employee	10.00 %

The City's contractually required contributions to OPERS for 2016 was $1,317,298. Of this amount, $70,321 is reported as due to other governments.

Plan Description – Ohio Police & Fire Pension Fund (OP&F)

Plan Description - City full-time police and firefighters participate in Ohio Police and Fire Pension Fund (OP&F), a cost-sharing, multiple-employer defined benefit pension plan administered by OP&F. OP&F provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OP&F fiduciary net position. The report that may be obtained by visiting the OPF website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Upon attaining a qualifying age with sufficient years of service, a member of OP&F may retire and receive a lifetime monthly pension. OP&F offers four types of service retirement: normal, service commuted, age/service commuted and actuarially reduced. Each type has different eligibility guidelines and is calculated using the member's average annual salary. The following discussion of the pension formula relates to normal service retirement.

For members hired after July 1, 2013, the minimum retirement age is 52 for normal service retirement with at least 25 years of service credit. For members hired on or before after July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit.

Under normal service retirement, retired members who are at least 55 years old and have been receiving OPF benefits for at least one year may be eligible for a cost-of-living allowance adjustment. The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit and statutory survivors.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending on September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to three percent of their base pension or disability benefit.

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

	Police	Firefighters
2016 Statutory Maximum Contribution Rates		
Employer	19.50%	24.00%
Employee	12.25%	12.25%
2016 Actual Contribution Rates		
Employer:		
Pension	19.00%	23.50%
Post-employment Health Care Benefits	0.50%	0.50%
Total Employer	19.50%	24.00%
Employee	12.25%	12.25%

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contributions to OP&F for 2016 was $2,131,004. Of this amount, $113,722 is reported as due to other governments.

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 $243,156 is included in the Statement of Net Position within the Long-Term Liabilities and is to be amortized through 2035.

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

The net pension liability for OPERS was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF's total pension liability was measured as of December 31, 2015, and was determined by rolling forward the total pension liability as of January 1, 2015, to December 31, 2015. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS	OP&F	Total
Proportionate Share of the Net Pension Liability	$ 13,078,764	$ 27,515,270	$ 40,594,034
Proportion of the Net Pension Liability	0.075507 %	0.427716 %	
Pension Expense	$ 1,896,840	$ 3,930,926	$ 5,827,766

At December 31, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS	OP&F	Total
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments and change in proportionate share	$ 3,844,340	$ 4,478,431	$ 8,322,771
City contributions subsequent to the measurement date	1,317,298	2,131,004	3,448,302
Total Deferred Outflows of Resources	$ 5,161,638	$ 6,609,435	$ 11,771,073
Deferred Inflows of Resources			
Differences between expected and actual experience	$ 252,707	$ 77,262	$ 329,969

$3,448,302 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	OPERS	OP&F	Total
2017	$ 840,694	$ 1,139,620	$ 1,980,314
2018	884,789	1,139,620	2,024,409
2019	990,259	1,139,620	2,129,879
2020	875,891	997,167	1,873,058
2021	-	(12,482)	(12,482)
2022-2025	-	(2,376)	(2,376)
Total	$ 3,591,633	$ 4,401,169	$ 7,992,802

Actuarial Assumptions – OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage inflation	3.75 percent
Future salary increase, including inflation	4.25 to 10.05 percent, including wage inflation
COLA or Ad Hoc COLA	3 percent, simple
Investment rate of return	8 percent
Actuarial cost method	Individual entry age

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used. The most recent experience study was completed for the five year period ended December 31, 2010. The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA

Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 6.95 percent for 2015.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2015 and the long-term expected real rates of return:

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

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

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	$ 20,836,912	$ 13,078,764	$ 6,534,376

Actuarial Assumptions – OPF

OPF's total pension liability as of December 31, 2015 is based on the results of an actuarial valuation date of January 1, 2015, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2015, are presented below:

Valuation date	January 1, 2014
Actuarial cost method	Entry age normal
Investment rate of return	8.25 percent
Projected salary increases	4.25 – 11 percent
Payroll increases	3.75 percent
Inflation assumptions	3.25 percent
Cost of living adjustments	2.60 and 3.00 percent

Rates of death are based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

The most recent experience study was completed January 1, 2012.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF's target asset allocation as of December 31, 2015 are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	0 %	(0.25) %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03
Total	120.00 %	

* levered 2x

OPF's Board of Trustees has incorporated the "risk parity" concept into OPF's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total pension liability was calculated using the discount rate of 8.25 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.25 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.25 percent), or one percentage point higher (9.25 percent) than the current rate.

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	$ 36,288,956	$ 27,515,270	$ 20,083,095

12. POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement Systems (OPERS)

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

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by visiting https://www.opers.org/financial/reports.shtml, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (800) 222-7377.

Funding Policy - The post-employment healthcare plan was established under, and is administered in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2016, local government employers contributed 14.00% of covered payroll. Each year the OPERS' Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan and Combined Plan for 2016 was 2.00%. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2017 decreased to 1.0% for both plans. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member Directed Plan for 2016 was 4.0%.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment healthcare plan.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2016, 2015, and 2014 were $30,792, $28,591, and $27,294, respectively, or 100% of the required contributions for 2016, 2015, and 2014.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under State Bill 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4.00% 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 health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

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

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, Ohio 43215-5164. That report is also available on OP&F's website at www.op-f.org.

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% and 24% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24% 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 .5% of covered payroll from January 1, 2016 thru December 31, 2016. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

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.

13. 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 2016, 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 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.

14. SELF INSURANCE and WORKERS COMPENSATION

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 $1,103,543 reported in the internal service fund at December 31, 2016, 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:

	Beginning of Year Liability	*Current Year Claims & Changes in Estimates*	*Claims Payments*	*End of Year Liability*
Self-Insurance				
2015	$ 582,189	$ 4,389,629	$ (4,445,884)	$ 525,934
2016	525,934	4,091,634	(4,236,342)	381,226
Workers Compensation				
2015	$ 528,217	$ 452,349	$ (260,796)	$ 719,770
2016	719,770	317,766	(315,219)	722,317

15. 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.

16. OTHER COMMITMENTS

A. Contractual

At December 31, 2016, the City had uncompleted contracts, as follows:

Description	*Contract Amount*	*Amount Paid*	*Remaining Commitment*
AMI Design And Installation	$ 1,610,201	$ 1,246,568	$ 363,633
WWTP Equipment Blowers	947,000	556,724	390,276
Bernard Ave Storm Water	668,654	600,192	68,462
E Wm Widening Engineering	600,999	465,467	135,532
US23&SR315/Stratford Engineering	565,077	507,149	57,928
Runway 28 Construction Engineering	464,239	407,153	57,086
Veteran's Plaza	445,000	425,000	20,000
Public Works Building Roof Replacement	440,000	307,974	132,026
Sanitary Sewer Masterplan Update	394,800	326,591	68,209
CHIP Home Rent Assistance	250,000	125,707	124,293
Glenn Rd S Design	230,000	10,730	219,270
Wayfinding Implementation Phase 1	225,000	218,914	6,086
US23/Penn Ave Waterline Relocation	200,000	160,980	39,020
Tertiary Improvements Engineering	148,000	5,866	142,134
Panhandle Waterline	134,680	0	134,680
Aeration System Const Admin/Inspect	110,000	102,510	7,490
Bucket Truck Build/Purchase	108,385	0	108,385

B. 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 cash-basis encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

Governmental Funds	
General Fund	$ 259,398
Fire/EMS Levy	259,272
Capital Projects	623,326
Glenn Rd South Construction	1,008
Nonmajor Governmental Funds	1,120,836
Total Governmental Funds	2,263,839
Proprietary Funds	
Water	452,149
Sewer	1,229,277
Storm Sewer	170,127
Refuse	140,671
Internal Service Funds	94,325
Total Proprietary Funds	2,087,149
Total	$ 4,350,988

C. Revenue Sharing Agreement

The City has entered into an agreement with the Delaware City School District [the "District"] to compensate the District, via a local foundation, for property tax revenues lost as a result of a tax-exempt enterprise zone established in the city. For each year the exemption is in effect, the City is obligated to pay the District an amount equal to fifty percent of the income taxes collected on new employee payroll by employers within the enterprise zone. The City's liability as of December 31, 2016 of $93,011 is accrued as an accounts payable in the accompanying financial statements. The agreement with this company expires December 31, 2023.

17. 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.

18. 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 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. Although the City agreed to construct such improvements on behalf of the DSNCA, the City does not approve the respective budgets or impose its will on its operations.

Northern New Community Authority; On December 10, 2007, the Northern New Community Authority [NNCA] was created by the adoption of Ordinance 07-103 by Delaware City Council, pursuant to Chapter 349 of the Ohio Revised Code. Like the DSNCA, the NNCA 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 NNCA to carry out the new community development program.

The NNCA 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. Although the City agreed to construct such improvements on behalf of the NNCA, the City does not approve the respective budgets or impose its will on its operations.

City of Delaware – Berkshire Township JEDD; On November 1, 2014, the Joint Economic Development District was created by the adoption of Ordinance 14-102. An outlet mall will be built within the borders of the JEDD and the City will collect income tax assessed on the workers within the district and distribute to the JEDD, Township, and City.

The JEDD is governed by a five-member board. One member represents the City; one, the Township; one, the owners of businesses within the JEDD; one, the persons working within the JEDD; and one member selected by the other four. Other provisions apply, should there be no businesses or persons working within the JEDD. The initial appointments will vary from one to four years in length. After which, the appointments will be for four-year terms as long as each member serves out their term.

The City collects income taxes on behalf of the JEDD and calculates the amounts due to the JEDD Board, Berkshire Township, and the City. The JEDD Board is to receive 1% of the *gross* revenues, the City; 4%. Of the net revenues, Berkshire Township is to receive 60%, the City; 40%.

19. TAX ABATEMENT DISCLOSURES

The City of Delaware provides tax abatements under four programs: the Residential Community Reinvestment Area Program, the Industrial/Commercial Community Reinvestment Area Program, the Enterprise Zone Program, and the Tax Increment Financing Program.

- The Residential Community Reinvestment Area Program provides property tax abatements to encourage improvements and reinvestment to distressed single-family and multiple-unit dwellings. The program is established under the auspices of a state statute (ORC 3735.65 – ORC 3735.70) empowering cities and counties to establish such programs. The abatements equal 100 percent of the additional property tax resulting from the increase in assessed value as a result of the improvements, are administered as a reduction in the property tax bill, and last for 7 years. Abatements are obtained through application by the property owner prior to commencing improvements and require subsequent provision by the owner of proof that the improvements have been made. Due to this program being administered by our Chief Building Officer and these improvements requiring final occupancy permits, improvement verification happens at the time of the final inspections. Because taxes are not abated until after the improvements have been made, there are no provisions for recapturing abated taxes. No other commitments were made by the City of Delaware as part of these agreements.
- The Industrial/Commercial Community Reinvestment Area Program and Enterprise Zone Program provide property tax abatements to encourage improvements and reinvestment to buildings and unimproved or redevelopment land in the CRA areas or EZ zones. In accordance with all policies and structure set forth in the ORC 3735.65, 3735.66, 3735.67, 3735.671, 3735.672, 3735.673, 3735.68, 3735.69, 3735.70, 5709.82, 5709.83, 5709.85, and all other sections of chapter 5709 the City of Delaware may offer a property tax incentives to an Industrial or Commercial project on the property improvements made to the parcel(s) within a CRA or Enterprise Zone area using the following ROI formula and guidelines. Retail or restaurant projects abatements are limited to the Downtown Historic Districts. Industrial, manufacturing, office, retail and restaurant projects may not exceed 15 years per ORC for CRAs or 10 years for EZs (non-industrial projects are not eligible for EZ abatements.). CRA or Enterprise Zone agreement will be suggested by the following formulas:

    - Formula 1 – City Return On Investment (ROI):
      ((Projected Income Tax from New (not retained unless it is shown that a company will leave without the abatement on an expansion/retention project) Payroll for Entire Term of Projected Abatement X (multiplied by) Most recent IMPLAN multiplier for industrial or commercial) – (minus) any negotiation School Compensation Agreements to be paid by the City

      MINUS
      Projected Total Taxes Abated for Entire Term of Projected Abatement – (subtracted by) Total of School Pilot Payments if Negotiated

      DIVIDED BY
      Projected Total Taxes Abated for Entire Term of Projected Abatement – (subtracted by) Total of School Pilot Payments if Negotiated

      AND
      Formula 2 – School District(s) Return On Investment (ROI)(This is actually the percentage of revenues the schools will receive in comparison to if the project had not been abated while also taking into account the amount the schools would have continued to receive if the project had never happened.):

The total sum of all negotiated School Pilot Payment Agreements, School Compensation Agreements to be Paid by the City, and/or unabated taxes including the taxes to be paid on the land with any increases on such due to changes in zoning or use

DIVIDED BY
The total sum of taxes paid on the project with no abatement – (minus) the taxes currently paid on the property or that would continue to be paid on the property if the project did not happen.

Guidelines:

- The City of Delaware reserves the right to extend or reject CRA or Enterprise Zone abatements to any company in or seeking to be in a current CRA or Enterprise Zone area.
- Projected taxes abated to be used in the City of Delaware's Economic Development Incentive Policy's (EDIP) formula will be calculated using the above CRA ROI Calculators.
- Company needs will be requested during the CRA or Enterprise Zone application process. The application already has fields for requested percentage and term of requested abatement, but also will include a request for justification for the abatement.
- The CRA formula inputs (percentage and term of abatement) will be adjusted until it reaches an abatement value that meets the needs of the company while also maintaining a positive ROI for the community. This result will translate into a percentage and term of abatement. Only projects with 25% or greater City of Delaware ROI and 30% or greater School District(s) ROI will be eligible for 100% for 15 year abatements (10-year maximum for EZs) if the ROI equals or exceeds 25% (City) and 30% (School District(s)) utilizing 100% for 15 year abatement inputs (10 years for EZs) in the ROI formulas above.
- Only projects with average annual wages exceeding the annual Low to Moderate Income (LMI) for Delaware County will be considered for abatements greater than 50%.
- Only primary target industries listed in the most recent city economic development plan will be considered for 100% gross CRA or EZ tax abatements unless otherwise stated in this EDIP.
- Secondary target industries specified in the most recent city economic development plan will be limited to the Downtown historic districts or areas for which the City desires significant redevelopment. In these areas, secondary target industries will be able to negotiate up to 100% gross CRA tax abatements for fifteen (15) years unless otherwise stated in this EDIP.
- Industries not specified as target industries in the current city economic development plan or industries that harm the overall infrastructure, environment or well-being of the residents of the City of Delaware will not be considered for CRA or EZ tax abatements unless otherwise stated in this EDIP.
- Retail or restaurant projects outside of historic downtown Delaware will not be considered for property tax abatements unless they are proven to be of high economic impact to the community such as when infilling a particular building that has been vacant for an extended period or has lacked considerable reinvestment and has harmed the community as such, or as stated otherwise in this EDIP.

- Projects may require School Compensation Agreements or School Pilot Payment Agreements.

- In accordance with all policies and structure set forth in the ORC 5709.40, 5709.41, 5709.411, 5709.42, and 5709.43, the City of Delaware may utilize Tax Increment Financing (TIF) tax incentives to assist in paying for public infrastructure for an economic development project. When agreed upon by the impacted school districts, these TIF agreements can range from 50% to 100% on property tax improvements not abated by another abatement program for ten to thirty years. Taxes are paid by the owner of the property and then redistributed by the County Auditor to the City of Delaware to be placed in a special fund created for a specific public infrastructure improvement.

Below is the information relevant to the disclosure of these programs for the year ended December 31, 2016:

Tax Abatement Program	Amount of Taxes Abated during the Fiscal Year
Residential Community Reinvestment Area Program	$ 106,623
Industrial/Commercial Community Reinvestment Area Program	755,859
Enterprise Zone Program	0
Tax Increment Financing Program	656,973

Pursuant to Section 5709.82 of the Ohio Revised Code, the City of Delaware and the Delaware City School District created Community Reinvestment Area Compensation Agreements. These agreements require municipal income tax revenue sharing with the Delaware City School District when income tax collections meet specific criteria. For 2016, the required amounts of income tax dollars paid by the City to the Delaware City School District totaled $98,153.

20. SUBSEQUENT EVENTS

In 2017, the City will issue $11.015 million in notes to replace the $11.665 million outstanding at year end. These notes financed the construction of the Glenn Road extension. This note bears an interest rate of 2% and matures on April 12, 2018.

City of Delaware, Ohio

Required Supplementary Information

City of Delaware, Ohio

Required Supplementary Information

Schedule of the City's Proportionate Share of the Net Pension Liability

Ohio Public Employees Retirement System - Traditional Plan

Last Three Years [1]

	2015	2014	2013
City's Proportion of the Net Pension Liability	0.075507%	0.074997%	0.074997%
City's Proportionate Share of the Net Pension Liability	$ 13,078,764	$ 9,016,601	$ 8,833,300
City's Covered-Employee Payroll	$ 11,913,067	$ 11,372,533	$ 10,094,700
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	109.79%	79.28%	87.50%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	81.08%	86.45%	86.36%

[1] Information is intended to provide ten years of data. Currently, prior to 2013 is not available.

Amounts presented as of the City's measurement date which is the prior fiscal year end.

City of Delaware, Ohio

Required Supplementary Information

Schedule of the City's Proportionate Share of the Net Pension Liability

Ohio Police and Fire Pension Fund

Last Three Years [1]

	2015	2014	2013
City's Proportion of the Net Pension Liability	0.427716%	0.431439%	0.431439%
City's Proportionate Share of the Net Pension Liability	$ 27,515,270	$ 22,350,329	$ 21,012,433
City's Covered-Employee Payroll	$ 10,011,687	$ 9,595,476	$ 8,591,897
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	274.83%	232.93%	244.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.77%	72.20%	73.00%

[1] Information is intended to provide ten years of data. Currently, prior to 2013 is not available.

Amounts presented as of the City's measurement date which is the prior fiscal year end.

City of Delaware, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Public Employees Retirement System - Traditional Plan
Last Four Years [1]

	2016	2015	2014	2013
Contractually Required Contribution	$ 1,317,298	$ 1,429,568	$ 1,364,704	$ 1,312,311
Contributions in Relation to the Contractually Required Contribution	(1,317,298)	(1,429,568)	(1,364,704)	(1,312,311)
Contribution Deficiency (Excess)	0	0	0	0
City Covered-Employee Payroll	$ 10,977,483	$ 11,913,067	$ 11,372,533	$ 10,094,700
Contributions as a Percentage of Covered-Employee Payroll	12.00%	12.00%	12.00%	13.00%

[1] Information is intended to provide ten years of data. Currently, prior to 2013 is not available.

City of Delaware, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Police and Fire Pension Fund
Last Five Years [1]

	2016	2015	2014	2013	2012
Contractually Required Contribution	$ 2,131,004	$ 2,011,348	$ 1,953,639	$ 1,467,496	$ 1,794,627
Contributions in Relation to the Contractually Required Contribution	(2,131,004)	(2,011,348)	(1,953,639)	(1,467,496)	(1,794,627)
Contribution Deficiency (Excess)	0	0	0	0	0
City Covered-Employee Payroll	$ 10,051,228	$ 10,011,687	$ 9,595,476	$ 8,591,897	$ 12,317,275
Contributions as a Percentage of Covered-Employee Payroll	21.20%	20.09%	20.36%	17.08%	14.57%

[1] Information is intended to provide ten years of data. Currently, prior to 2012 is not available.

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.

Development Reserve Fund – To account for reserves amounts to be used for future debt service obligations related to infrastructure constructed by the City in response to current and future development. In addition, the funds are available for support of future economic development opportunities.

Budget Reserve Fund – To account for the set-aside of contingency funds equal to 5% of annual General Fund revenues. The fund shall be used to stabilize the City's General Fund against cyclical changes in revenues and expenditures. The fund balance will not be appropriated to provide for ongoing general operations of the City.

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.

Nonmajor Special Revenue Funds [continued]

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.

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

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.

Nonmajor Special Revenue Funds [continued]

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 driver's 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.

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 Promotion Fund – To account for allocated revenues from the City's Hotel/Motel Occupancy Tax to events, organizations, and activities that promote the community and other cultural opportunities.

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.

Nonmajor Special Revenue Funds [continued]

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

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.

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. This fund is not budgeted by the City.

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.

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 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.

Nonmajor Permanent Fund

Cemetery Perpetual Fund – To account for funds endowed to the Oak Grove Cemetery where the interest will be used to pay for upkeep of certain gravesites.

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2016

	Nonmajor Special Revenue Funds	*Nonmajor Debt Service Funds*	*Nonmajor Capital Projects Funds*	*Nonmajor Permanent Fund*	*Total Nonmajor Governmental Funds*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 12,381,650	$ 180,163	$ 2,882,650	$ 0	$ 15,444,463
Receivables:					
Income Taxes	450,368	0	0	0	450,368
Property Taxes	366,212	0	0	0	366,212
Accounts	1,260	0	0	0	1,260
Loans	432,315	0	0	0	432,315
Payments in Lieu of Taxes	1,023,027	0	0	0	1,023,027
Restricted Assets:					
Customer Deposits	13,557	0	0	0	13,557
Cash Equivalents in Segregated Accounts	54,953	0	0	36,063	91,016
Prepaid Items	18,992	0	0	0	18,992
Material and Supplies Inventory	27,805	0	0	0	27,805
Due From:					
Federal Government	62,270	0	310,744	0	373,014
State Government	835,743	0	409,216	0	1,244,959
County and Other Local Governments	403,593	0	2,279,203	0	2,682,796
Other Funds	67,221	0	0	0	67,221
Total Assets	$ 16,138,966	$ 180,163	$ 5,881,813	$ 36,063	$ 22,237,005
Liabilities					
Accounts Payable	$ 67,405	$ 0	$ 0	$ 0	$ 67,405
Accrued Wages & Benefits	200,992	0	0	0	200,992
Interfund Payable	62,267	0	781,170	0	843,437
Due to Other Governments	20,652	0	0	0	20,652
Due to Other Funds	73,878	0	0	0	73,878
Compensated Absences Payable-Matured	38,062	0	0	0	38,062
Payables from Restricted Assets					
Customer Deposits	13,557	0	0	0	13,557
Total Liabilities	476,813	0	781,170	0	1,257,983
Deferred Inflows of Resources					
Property Taxes	366,212	0	0	0	366,212
Payments in Lieu of Taxes	1,060,976	0	0	0	1,060,976
Unavailable	942,139	0	0	0	942,139
Total Deferred Inflows of Resources	2,369,327	0	0	0	2,369,327
Fund Balances					
Nonspendable Fund Balance	101,403	0	0	36,063	137,466
Restricted Fund Balance	12,007,710	180,163	0	0	12,187,873
Committed Fund Balance	1,156,870	0	5,164,699	0	6,321,569
Assigned Fund Balance	45,497	0	0	0	45,497
Unassigned Fund Balance	(18,654)	0	(64,056)	0	(82,710)
Total Fund Balances	13,292,826	180,163	5,100,643	36,063	18,609,695
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 16,138,966	$ 180,163	$ 5,881,813	$ 36,063	$ 22,237,005

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	Street Maintenance & Repair	*State Highway Improvement*	*License Fee*	*Cemetery*	*Airport Improvement*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 442,970	$ 106,060	$ 223,448	$ 299,378	$ 226,744
Receivables:					
Income Taxes	0	0	0	0	0
Property Taxes	0	0	0	0	0
Accounts	0	0	0	163	229
Loans	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Restricted Assets:					
Customer Deposits	0	0	0	0	5,551
Cash Equivalents in Segregated Accounts	0	0	0	0	0
Prepaid Items	0	0	0	0	18,359
Materials and Supplies Inventory	0	0	0	0	27,805
Due From:					
Federal Government	0	0	0	0	0
State Government	524,156	42,499	208,581	0	0
County and Other Local Governments	157,617	9,913	0	0	0
Other Funds	0	0	0	0	0
Total Assets	$ 1,124,743	$ 158,472	$ 432,029	$ 299,541	$ 278,688
Liabilities					
Accounts Payable	$ 24,327	$ 0	$ 0	$ 280	$ 3,717
Accrued Wages & Benefits	77,314	0	0	5,768	7,243
Due to Other Governments	7,501	0	0	651	753
Compensated Absences Payable-Matured	18,938	0	0	498	610
Interfund Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	5,551
Total Liabilities	128,080	0	0	7,197	17,874
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	473,168	35,498	142,687	0	0
Total Deferred Inflow of Resources	473,168	35,498	142,687	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	46,164
Restricted Fund Balance	523,495	122,974	289,342	292,344	0
Committed Fund Balance	0	0	0	0	214,650
Assigned Fund Balance	0	0	0	0	0
Unassigned Fund Balance	0	0	0	0	0
Total Fund Balances	523,495	122,974	289,342	292,344	260,814
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 1,124,743	$ 158,472	$ 432,029	$ 299,541	$ 278,688

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	Airport T-Hangars	*Rec Center Income Tax*	*Airport TIF*	*Glenn Rd Bridge TIF*	*Sky Climber/ V&P TIF*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 135,523	$ 3,530,990	$ 57,415	$ 1,463,310	$ 0
Receivables:					
Income Taxes	0	450,368	0	0	0
Property Taxes	0	0	0	0	0
Accounts	868	0	0	0	0
Loans	0	0	0	0	0
Payments in Lieu of Taxes	0	0	25,279	832,995	19,592
Restricted Assets:					
Customer Deposits	8,006	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	37,949	0
County and Other Local Governments	0	0	0	0	0
Other Funds	0	0	0	0	0
Total Assets	$ 144,397	$ 3,981,358	$ 82,694	$ 2,334,254	$ 19,592
Liabilities					
Accounts Payable	$ 0	$ 8,500	$ 0	$ 0	$ 0
Accrued Wages & Benefits	0	0	0	0	0
Due to Other Governments	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
Payables from Restricted Assets:					
Customer Deposits	8,006	0	0	0	0
Total Liabilities	8,006	8,500	0	0	0
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	25,279	870,944	19,592
Unavailable	0	268,228	0	0	0
Total Deferred Inflow of Resources	0	268,228	25,279	870,944	19,592
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	0	3,704,630	57,415	1,463,310	0
Committed Fund Balance	136,391	0	0	0	0
Assigned Fund Balance	0	0	0	0	0
Unassigned Fund Balance	0	0	0	0	0
Total Fund Balances	136,391	3,704,630	57,415	1,463,310	0
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 144,397	$ 3,981,358	$ 82,694	$ 2,334,254	$ 19,592

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	Mill Run TIF	Municipal Court	IDIAM	Drug Enforcement	Court Alcohol Treatment
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 0	$ 2,024,481	$ 18,784	$ 54,013	$ 516,519
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	145,161	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	300	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	0
County and Other Local Governments	0	236,063	0	0	0
Other Funds	0	0	0	0	2,819
Total Assets	$ 145,161	$ 2,260,844	$ 18,784	$ 54,013	$ 519,338
Liabilities					
Accounts Payable	$ 0	$ 1,981	$ 5,349	$ 0	$ 0
Accrued Wages & Benefits	0	110,667	0	0	0
Due to Other Governments	0	11,747	0	0	0
Compensated Absences Payable-Matured	0	18,016	0	0	0
Interfund Payable	0	0	0	0	0
Due to Other Funds	0	73,878	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	0	216,289	5,349	0	0
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	145,161	0	0	0	0
Unavailable	0	0	0	0	0
Total Deferred Inflow of Resources	145,161	0	0	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	0	2,044,555	13,435	54,013	519,338
Committed Fund Balance	0	0	0	0	0
Assigned Fund Balance	0	0	0	0	0
Unassigned Fund Balance	0	0	0	0	0
Total Fund Balances	0	2,044,555	13,435	54,013	519,338
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 145,161	$ 2,260,844	$ 18,784	$ 54,013	$ 519,338

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	OMVI Enforcement & Education	*Police Judgment*	*Park Exaction Fees*	*Computer Legal Research*	*Court Special Projects*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 4,036	$ 114,881	$ 205,177	$ 486,966	$ 865,397
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	333	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 and Other Local Governments	0	0	0	0	0
Other Funds	0	0	0	18,841	19,372
Total Assets	$ 4,036	$ 114,881	$ 205,177	$ 506,140	$ 884,769
Liabilities					
Accounts Payable	$ 0	$ 1,384	$ 0	$ 2,060	$ 195
Accrued Wages & Benefits	0	0	0	0	0
Due to Other Governments	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
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	0	1,384	0	2,060	195
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	0	0	0	0	0
Total Deferred Inflow of Resources	0	0	0	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	333	0
Restricted Fund Balance	4,036	113,497	0	503,747	884,574
Committed Fund Balance	0	0	205,177	0	0
Assigned Fund Balance	0	0	0	0	0
Unassigned Fund Balance	0	0	0	0	0
Total Fund Balances	4,036	113,497	205,177	504,080	884,574
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 4,036	$ 114,881	$ 205,177	$ 506,140	$ 884,769

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	Probation Services	*Police & Fire Pension*	*Community Promotion*	*Community Dev. Block Grant*	*Revolving Loan*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 451,587	$ 0	$ 45,497	$ 2,530	$ 478,274
Receivables:					
Income Taxes	0	0	0	0	0
Property Taxes	0	366,212	0	0	0
Accounts	0	0	0	0	0
Loans	0	0	0	0	432,315
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	0	22,558	0	0	0
County and Other Local Governments	0	0	0	0	0
Other Funds	26,189	0	0	0	0
Total Assets	$ 477,776	$ 388,770	$ 45,497	$ 2,530	$ 910,589
Liabilities					
Accounts Payable	$ 0	$ 0	$ 0	$ 0	$ 955
Accrued Wages & Benefits	0	0	0	0	0
Due to Other Governments	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
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	0	0	0	0	955
Deferred Inflow of Resources					
Property Taxes	0	366,212	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	0	22,558	0	0	0
Total Deferred Inflow of Resources	0	388,770	0	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	477,776	0	0	2,530	909,634
Committed Fund Balance	0	0	0	0	0
Assigned Fund Balance	0	0	45,497	0	0
Unassigned Fund Balance	0	0	0	0	0
Total Fund Balances	477,776	0	45,497	2,530	909,634
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 477,776	$ 388,770	$ 45,497	$ 2,530	$ 910,589

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	Housing Program Income	*CHIP*	*Fire Donations*	*Park Donations*	*Police Donations*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 27,018	$ 0	$ 5,765	$ 25,000	$ 7,809
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	62,270	0	0	0
State Government	0	0	0	0	0
County and Other Local Governments	0	0	0	0	0
Other Funds	0	0	0	0	0
Total Assets	$ 27,018	$ 62,270	$ 5,765	$ 25,000	$ 7,809
Liabilities					
Accounts Payable	$ 0	$ 18,657	$ 0	$ 0	$ 0
Accrued Wages & Benefits	0	0	0	0	0
Due to Other Governments	0	0	0	0	0
Compensated Absences Payable-Matured	0	0	0	0	0
Interfund Payable	0	62,267	0	0	0
Due to Other Funds	0	0	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	0	80,924	0	0	0
		0			
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	0	0	0	0	0
Total Deferred Inflow of Resources	0	0	0	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	27,018	0	0	0	0
Committed Fund Balance	0	0	5,765	25,000	7,809
Assigned Fund Balance	0	0	0	0	0
Unassigned Fund Balance	0	(18,654)	0	0	0
Total Fund Balances	27,018	(18,654)	5,765	25,000	7,809
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 27,018	$ 62,270	$ 5,765	$ 25,000	$ 7,809

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2016

	Mayor Donations	*Project Trust*	*Municipal Court Unclaimed Funds*	*Total*
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 1,958	$ 560,120	$ 0	$ 12,381,650
Receivables:				
Income Taxes	0	0	0	450,368
Property Taxes	0	0	0	366,212
Accounts	0	0	0	1,260
Loans	0	0	0	432,315
Payments in Lieu of Taxes	0	0	0	1,023,027
Restricted Assets:				
Customer Deposits	0	0	0	13,557
Cash Equivalents in Segregated Accounts	0	0	54,953	54,953
Prepaid Items	0	0	0	18,992
Materials and Supplies Inventory	0	0	0	27,805
Due From:				
Federal Government	0	0	0	62,270
State Government	0	0	0	835,743
County and Other Local Governments	0	0	0	403,593
Other Funds	0	0	0	67,221
Total Assets	$ 1,958	$ 560,120	$ 54,953	$ 16,138,966
Liabilities				
Accounts Payable	$ 0	$ 0	$ 0	$ 67,405
Accrued Wages & Benefits	0	0	0	200,992
Due to Other Governments	0	0	0	20,652
Compensated Absences Payable-Matured	0	0	0	38,062
Interfund Payable	0	0	0	62,267
Due to Other Funds	0	0	0	73,878
Payables from Restricted Assets:				
Customer Deposits	0	0	0	13,557
Total Liabilities	0	0	0	476,813
Deferred Inflow of Resources				
Property Taxes	0	0	0	366,212
Payments in Lieu of Taxes	0	0	0	1,060,976
Unavailable	0	0	0	942,139
Total Deferred Inflow of Resources	0	0	0	2,369,327
Fund Balances				
Nonspendable Fund Balance	0	0	54,906	101,403
Restricted Fund Balance	0	0	47	12,007,710
Committed Fund Balance	1,958	560,120	0	1,156,870
Assigned Fund Balance	0	0	0	45,497
Unassigned Fund Balance	0	0	0	(18,654)
Total Fund Balances	1,958	560,120	54,953	13,292,826
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 1,958	$ 560,120	$ 54,953	$ 16,138,966

City of Delaware, Ohio

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2016

	General Obligation Bond Retirement	*Park Improvement Bond Retirement*	*Total*
Assets			
Equity in Pooled Cash and Cash Equivalents	$ 72,367	$ 107,796	$ 180,163
Total Assets	$ 72,367	$ 107,796	$ 180,163
Liabilities and Fund Balances			
Liabilities			
Total Liabilities	$ 0	$ 0	$ 0
Fund Balances			
Restricted Fund Balance	72,367	107,796	180,163
Total Fund Balances	72,367	107,796	180,163
Total Liabilities and Fund Balances	$ 72,367	$ 107,796	$ 180,163

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2016

	FAA Airport Expansion	*FAA Airport Allocation Improvements*	*Equipment Replacement*	*Park Impact Fees*	*Police Impact Fees*
Assets					
Equity in Pooled Cash and Cash Equivalents	$ 0	$ 0	$ 199,822	$ 1,082,919	$ 334,055
Restricted Assets:					
Due From:					
Federal Government	310,744	0	0	0	0
State Government	0	409,216	0	0	0
County and Other Local Governments	0	0	0	0	0
Total Assets	$ 310,744	$ 409,216	$ 199,822	$ 1,082,919	$ 334,055
Liabilities and Fund Balances					
Liabilities					
Interfund Payable	374,800	406,370	0	0	0
Total Liabilities	374,800	406,370	0	0	0
Fund Balances					
Committed Fund Balance	0	2,846	199,822	1,082,919	334,055
Unassigned Fund Balance	(64,056)	0	0	0	0
Total Fund Balances	(64,056)	2,846	199,822	1,082,919	334,055
Total Liabilities and Fund Balances	$ 310,744	$ 409,216	$ 199,822	$ 1,082,919	$ 334,055

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2016

	Fire Impact Fees	*Municipal Impact Fees*	*Glenn Rd N Construction*	*Total*
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 330,732	$ 535,122	$ 400,000	$ 2,882,650
Restricted Assets:				
Due From:				
Federal Government	0	0	0	310,744
State Government	0	0	0	409,216
County and Other Local Governments	0	0	2,279,203	2,279,203
Total Assets	$ 330,732	$ 535,122	$ 2,679,203	$ 5,881,813
Liabilities and Fund Balances				
Liabilities				
Interfund Payable	0	0	0	781,170
Total Liabilities	0	0	0	781,170
Fund Balances				
Committed Fund Balance	330,732	535,122	2,679,203	5,164,699
Unassigned Fund Balance	0	0	0	(64,056)
Total Fund Balances	330,732	535,122	2,679,203	5,100,643
Total Liabilities and Fund Balances	$ 330,732	$ 535,122	$ 2,679,203	$ 5,881,813

City of Delaware, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2016

	Nonmajor Special Revenue Funds	*Nonmajor Debt Service Funds*	*Nonmajor Capital Projects Funds*	*Nonmajor Permanent Fund*	*Total Nonmajor Governmental Funds*
Revenues					
Property Taxes	$ 391,990	$ 0	$ 0	$ 0	$ 391,990
Income Taxes	1,910,045	0	0	0	1,910,045
Miscellaneous Taxes	76,461	0	0	0	76,461
Payments in Lieu of Taxes	656,973	0	0	0	656,973
Intergovernmental	2,188,673	0	4,478,654	0	6,667,327
Interest	27,452	2,973	7,841	0	38,266
Fines and Forfeitures	2,962,787	0	0	0	2,962,787
Impact Fees	0	0	975,515	0	975,515
Charges for Services	1,329,107	0	111,105	0	1,440,212
Contributions and Donations	113,233	0	208,569	0	321,802
Reimbursements	51,582	0	0	0	51,582
Miscellaneous	33,545	0	0	0	33,545
Total Revenues	9,741,848	2,973	5,781,684	0	15,526,505
Expenditures					
Current:					
Public Safety					
Police	240,570	0	146,341	0	386,911
Fire	218,378	0	0	0	218,378
Muni Court	2,788,535	0	0	0	2,788,535
Parks & Facilities	861,143	0	530,242	1,354	1,392,739
Community Development	941,590	0	0	0	941,590
Airport	566,660	0	4,768,618	0	5,335,278
Public Works	2,820,442	0	329,944	0	3,150,386
General Government	31,686	3,170	0	0	34,856
Debt Service:					
Principal Retirement	170,000	1,650,000	15,000	0	1,835,000
Interest and Fiscal Charges	52,881	1,088,135	0	0	1,141,016
Total Expenditures	8,691,885	2,741,305	5,790,145	1,354	17,224,689
Excess of Revenues Over (Under) Expenditures	1,049,963	(2,738,332)	(8,461)	(1,354)	(1,698,184)
Other Financing Sources (Uses)					
Sale of Assets	12,475	0	0	0	12,475
Premium on Bond Issuance	0	482	0	0	482
Transfers In	1,786,374	2,747,190	712,516	0	5,246,080
Transfers Out	(1,995,669)	0	(401,470)	0	(2,397,139)
Total Other Financing Sources (Uses)	(196,820)	2,747,672	311,046	0	2,861,898
Net Change in Fund Balances	853,143	9,340	302,585	(1,354)	1,163,714
Fund Balances Beginning of Year	12,439,683	170,823	4,798,058	37,417	17,445,981
Fund Balances End of Year	$ 13,292,826	$ 180,163	$ 5,100,643	$ 36,063	$ 18,609,695

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016

	Street Maintenance & Repair	*State Highway Improvement*	*License Fee*	*Cemetery*	*Airport Improvement*	*Airport T-Hangars*
Revenues						
Property Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Income Taxes	0	0	0	0	0	0
Miscellaneous Taxes	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0
Intergovernmental	1,286,632	104,321	407,588	0	0	0
Interest	0	450	1,101	469	0	0
Fines and Forfeitures	0	0	0	0	0	0
Charges for Services	0	0	0	130,616	483,116	91,873
Contributions and Donations	0	0	0	1,625	0	0
Reimbursements	432	0	0	0	38,082	0
Miscellaneous	210	0	0	105	245	0
Total Revenues	1,287,274	104,771	408,689	132,815	521,443	91,873
Expenditures						
Current:						
Public Safety						
Police	0	0	0	0	0	0
Fire	0	0	0	0	0	0
Muni Court	0	0	0	0	0	0
Parks & Facilities	0	0	0	221,260	0	0
Community Development	0	0	0	0	0	0
Airport	0	0	0	0	545,168	21,492
Public Works	2,322,502	128,627	369,313	0	0	0
General Government	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	2,322,502	128,627	369,313	221,260	545,168	21,492
Excess of Revenues Over (Under) Expenditures	(1,035,228)	(23,856)	39,376	(88,445)	(23,725)	70,381
Other Financing Sources (Uses)						
Sale of Assets	12,475	0	0	0	0	0
Transfers In	1,255,834	0	0	75,000	18,890	0
Transfers Out	0	0	0	0	0	(78,735)
Total Other Financing Sources (Uses)	1,268,309	0	0	75,000	18,890	(78,735)
Net Change in Fund Balances	233,081	(23,856)	39,376	(13,445)	(4,835)	(8,354)
Fund Balances Beginning of Year	290,414	146,830	249,966	305,789	265,649	144,745
Fund Balances End of Year	$ 523,495	$ 122,974	$ 289,342	$ 292,344	$ 260,814	$ 136,391

(continued)

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016

	Rec Center Income Tax	*Airport TIF*	*Glenn Rd Bridge TIF*	*Sky Climber/ V&P TIF*	*Mill Run TIF*	*Municipal Court*
Revenues						
Property Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Income Taxes	1,910,045	0	0	0	0	0
Miscellaneous Taxes	0	0	0	0	0	0
Payments in Lieu of Taxes	0	25,147	479,573	30,932	121,321	0
Intergovernmental	0	0	82,508	0	0	0
Interest	16,568	0	6,468	0	0	0
Fines and Forfeitures	0	0	0	0	0	1,907,542
Charges for Services	0	0	0	0	0	378,704
Contributions and Donations	0	0	0	0	0	0
Reimbursements	450	0	0	0	0	0
Miscellaneous	0	0	0	0	0	31,024
Total Revenues	1,927,063	25,147	568,549	30,932	121,321	2,317,270
Expenditures						
Current:						
Public Safety						
Police	0	0	0	0	0	0
Fire	0	0	0	0	0	0
Muni Court	0	0	0	0	0	2,412,524
Parks & Facilities	639,883	0	0	0	0	0
Community Development	0	0	0	30,932	121,321	0
Airport	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
General Government	0	0	30,130	0	0	0
Debt Service:						
Principal Retirement	0	0	170,000	0	0	0
Interest and Fiscal Charges	0	0	52,881	0	0	0
Total Expenditures	639,883	0	253,011	30,932	121,321	2,412,524
Excess of Revenues Over (Under) Expenditures	1,287,180	25,147	315,538	0	0	(95,254)
Other Financing Sources (Uses)						
Sale of Assets	0	0	0	0	0	0
Transfers In	0	0	0	0	0	425,000
Transfers Out	(1,480,284)	0	0	0	0	0
Total Other Financing Sources (Uses)	(1,480,284)	0	0	0	0	425,000
Net Change in Fund Balances	(193,104)	25,147	315,538	0	0	329,746
Fund Balances Beginning of Year	3,897,734	32,268	1,147,772	0	0	1,714,809
Fund Balances End of Year	$ 3,704,630	$ 57,415	$ 1,463,310	$ 0	$ 0	$ 2,044,555

(continued)

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016

	IDIAM	*Drug Enforcement*	*Court Alcohol Treatment*	*OMVI Enforcement & Education*	*Police Judgment*	*Park Exaction Fees*
Revenues						
Property Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Income Taxes	0	0	0	0	0	0
Miscellaneous Taxes	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0
Intergovernmental	0	0	0	0	0	0
Interest	0	0	0	0	0	0
Fines and Forfeitures	25,097	4,852	41,223	1,396	82,622	0
Charges for Services	0	0	0	0	0	0
Contributions and Donations	0	0	0	0	0	0
Reimbursements	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	25,097	4,852	41,223	1,396	82,622	0
Expenditures						
Current:						
Public Safety						
Police	0	(525)	0	0	20,399	0
Fire	0	0	0	0	0	0
Muni Court	29,530	2,358	31,118	0	0	0
Parks & Facilities	0	0	0	0	0	0
Community Development	0	0	0	0	0	0
Airport	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
General Government	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	29,530	1,833	31,118	0	20,399	0
Excess of Revenues Over (Under) Expenditures	(4,433)	3,019	10,105	1,396	62,223	0
Other Financing Sources (Uses)						
Sale of Assets	0	0	0	0	0	0
Transfers In	11,650	0	0	0	0	0
Transfers Out	0	0	(11,650)	0	0	0
Total Other Financing Sources (Uses)	11,650	0	(11,650)	0	0	0
Net Change in Fund Balances	7,217	3,019	(1,545)	1,396	62,223	0
Fund Balances Beginning of Year	6,218	50,994	520,883	2,640	51,274	205,177
Fund Balances End of Year	$ 13,435	$ 54,013	$ 519,338	$ 4,036	$ 113,497	$ 205,177

(continued)

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016

	Computer Legal Research	*Court Special Projects*	*Probation Services*	*Police & Fire Pension*	*Community Promotion*	*Community Dev. Block Grant*
Revenues						
Property Taxes	$ 0	$ 0	$ 0	$ 391,990	$ 0	$ 0
Income Taxes	0	0	0	0	0	0
Miscellaneous Taxes	0	0	0	0	76,461	0
Payments in Lieu of Taxes	0	0	0	0	0	0
Intergovernmental	0	804	3,575	44,766	0	80,000
Interest	0	0	0	0	0	0
Fines and Forfeitures	297,300	294,871	307,884	0	0	0
Charges for Services	0	0	0	0	0	0
Contributions and Donations	0	0	0	0	25,000	0
Reimbursements	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	297,300	295,675	311,459	436,756	101,461	80,000
Expenditures						
Current:						
Public Safety						
Police	0	0	0	218,378	0	0
Fire	0	0	0	218,378	0	0
Muni Court	106,522	172,319	33,575	0	0	0
Parks & Facilities	0	0	0	0	0	0
Community Development	0	0	0	0	100,430	80,000
Airport	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
General Government	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	106,522	172,319	33,575	436,756	100,430	80,000
Excess of Revenues Over (Under) Expenditures	190,778	123,356	277,884	0	1,031	0
Other Financing Sources (Uses)						
Sale of Assets	0	0	0	0	0	0
Transfers In	0	0	0	0	0	0
Transfers Out	(100,000)	(225,000)	(100,000)	0	0	0
Total Other Financing Sources (Uses)	(100,000)	(225,000)	(100,000)	0	0	0
Net Change in Fund Balances	90,778	(101,644)	177,884	0	1,031	0
Fund Balances Beginning of Year	413,302	986,218	299,892	0	44,466	2,530
Fund Balances End of Year	$ 504,080	$ 884,574	$ 477,776	$ 0	$ 45,497	$ 2,530

(continued)

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016

	Revolving Loan	*Housing Program Income*	*CHIP*	*Fire Donations*	*Park Donations*	*Police Donations*
Revenues						
Property Taxes	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Income Taxes	0	0	0	0	0	0
Miscellaneous Taxes	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0
Intergovernmental	0	0	178,479	0	0	0
Interest	2,396	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0	0
Charges for Services	244,798	0	0	0	0	0
Contributions and Donations	0	0	0	1,665	25,000	2,645
Reimbursements	0	12,618	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	247,194	12,618	178,479	1,665	25,000	2,645
Expenditures						
Current:						
Public Safety						
Police	0	0	0	0	0	2,318
Fire	0	0	0	0	0	0
Muni Court	0	0	0	0	0	0
Parks & Facilities	0	0	0	0	0	0
Community Development	401,296	10,478	197,133	0	0	0
Airport	0	0	0	0	0	0
Public Works	0	0	0	0	0	0
General Government	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	401,296	10,478	197,133	0	0	2,318
Excess of Revenues Over (Under) Expenditures	(154,102)	2,140	(18,654)	1,665	25,000	327
Other Financing Sources (Uses)						
Sale of Assets	0	0	0	0	0	0
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0	0
Net Change in Fund Balances	(154,102)	2,140	(18,654)	1,665	25,000	327
Fund Balances Beginning of Year	1,063,736	24,878	0	4,100	0	7,482
Fund Balances End of Year	$ 909,634	$ 27,018	$ (18,654)	$ 5,765	$ 25,000	$ 7,809

(continued)

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2016

	Mayor Donations	*Project Trust*	*Municipal Court Unclaimed Funds*	*Total*
Revenues				
Property Taxes	$ 0	$ 0	$ 0	$ 391,990
Income Taxes	0	0	0	1,910,045
Miscellaneous Taxes	0	0	0	76,461
Payments in Lieu of Taxes	0	0	0	656,973
Intergovernmental	0	0	0	2,188,673
Interest	0	0	0	27,452
Fines and Forfeitures	0	0	0	2,962,787
Charges for Services	0	0	0	1,329,107
Contributions and Donations	1,836	55,462	0	113,233
Reimbursements	0	0	0	51,582
Miscellaneous	0	0	1,961	33,545
Total Revenues	1,836	55,462	1,961	9,741,848
Expenditures				
Current:				
Public Safety				
Police	0	0	0	240,570
Fire	0	0	0	218,378
Muni Court	0	0	589	2,788,535
Parks & Facilities	0	0	0	861,143
Community Development	0	0	0	941,590
Airport	0	0	0	566,660
Public Works	0	0	0	2,820,442
General Government	1,556	0	0	31,686
Debt Service:				
Principal Retirement	0	0	0	170,000
Interest and Fiscal Charges	0	0	0	52,881
Total Expenditures	1,556	0	589	8,691,885
Excess of Revenues Over (Under) Expenditures	280	55,462	1,372	1,049,963
Other Financing Sources (Uses)				
Sale of Assets	0	0	0	12,475
Transfers In	0	0	0	1,786,374
Transfers Out	0	0	0	(1,995,669)
Total Other Financing Sources (Uses)	0	0	0	(196,820)
Net Change in Fund Balances	280	55,462	1,372	853,143
Fund Balances Beginning of Year	1,678	504,658	53,581	12,439,683
Fund Balances End of Year	$ 1,958	$ 560,120	$ 54,953	$ 13,292,826

City of Delaware, Ohio

Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2016

	General Obligation Bond Retirement	*Park Improvement Bond*	*Total*
Revenues			
Interest	$ 747	$ 2,226	$ 2,973
Total Revenues	747	2,226	2,973
Expenditures			
Current:			
General Government	3,170	0	3,170
Debt Service:			
Principal Retirement	1,140,000	510,000	1,650,000
Interest and Fiscal Charges	319,934	768,201	1,088,135
Total Expenditures	1,463,104	1,278,201	2,741,305
Excess of Revenues (Under) Expenditures	(1,462,357)	(1,275,975)	(2,738,332)
Other Financing Sources			
Premium on Bond Issuance	482	0	482
Transfers In	1,469,936	1,277,254	2,747,190
Total Other Financing Sources	1,470,418	1,277,254	2,747,672
Net Change in Fund Balances	8,061	1,279	9,340
Fund Balances Beginning of Year	64,306	106,517	170,823
Fund Balances End of Year	$ 72,367	$ 107,796	$ 180,163

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, 2016

	FAA Airport Expansion	*FAA Airport Allocation Improvements*	*Equipment Replacement*	*Park Impact Fees*	*Police Impact Fees*
Revenues					
Intergovernmental	$ 3,715,003	$ 443,651	$ 0	$ 320,000	$ 0
Interest	0	0	0	3,286	1,349
Impact Fees	0	0	0	326,517	143,853
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	208,569	0
Total Revenues	3,715,003	443,651	0	858,372	145,202
Expenditures					
Current:					
Police	0	0	146,341	0	0
Parks & Facilities	0	0	90,408	439,834	0
Airport	4,184,977	469,016	114,625	0	0
Public Works	0	0	329,944	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Total Expenditures	4,184,977	469,016	681,318	439,834	0
Excess of Revenues Over (Under) Expenditures	(469,974)	(25,365)	(681,318)	418,538	145,202
Other Financing Sources (Uses)					
Transfers In	69,305	28,211	615,000	0	0
Transfers Out	0	0	0	(118,845)	(61,918)
Total Other Financing Sources (Uses)	69,305	28,211	615,000	(118,845)	(61,918)
Net Change in Fund Balances	(400,669)	2,846	(66,318)	299,693	83,284
Fund Balances Beginning of Year	336,613	0	266,140	783,226	250,771
Fund Balances End of Year	$ (64,056)	$ 2,846	$ 199,822	$ 1,082,919	$ 334,055

(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, 2016

	Fire Impact Fees	*Municipal Impact Fees*	*Glenn Rd N Construction*	*Total*
Revenues				
Intergovernmental	$ 0	$ 0	$ 0	$ 4,478,654
Interest	1,190	2,016	0	7,841
Impact Fees	253,747	251,398	0	975,515
Charges for Services	0	65,000	46,105	111,105
Contributions and Donations	0	0	0	208,569
Total Revenues	254,937	318,414	46,105	5,781,684
Expenditures				
Current:				
Police	0	0	0	146,341
Parks & Facilities	0	0	0	530,242
Airport	0	0	0	4,768,618
Public Works	0	0	0	329,944
Debt Service:				
Principal Retirement	0	0	15,000	15,000
Total Expenditures	0	0	15,000	5,790,145
Excess of Revenues Over (Under) Expenditures	254,937	318,414	31,105	(8,461)
Other Financing Sources (Uses)				
Transfers In	0	0	0	712,516
Transfers Out	(85,000)	(135,707)	0	(401,470)
Total Other Financing Sources (Uses)	(85,000)	(135,707)	0	311,046
Net Change in Fund Balances	169,937	182,707	31,105	302,585
Fund Balances Beginning of Year	160,795	352,415	2,648,098	4,798,058
Fund Balances End of Year	$ 330,732	$ 535,122	$ 2,679,203	$ 5,100,643

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.

City of Delaware, Ohio
Combining Statement of Fund Net Position
Nonmajor Enterprise Funds
December 31, 2016

	Golf Course	*Parking Lots*	*Total*
Assets			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	$ 69,962	$ 28,666	$ 98,628
Materials and Supplies Inventory	728	0	728
Prepaid Items	1,700	0	1,700
Total Current Assets	72,390	28,666	101,056
Noncurrent Assets:			
Capital Assets:			
Nondepreciable Capital Assets	8,500	202,254	210,754
Depreciable Capital Assets, Net	190,537	0	190,537
Total Noncurrent Assets	199,037	202,254	401,291
Total Assets	271,427	230,920	502,347
Deferred Outflows of Resources			
Pensions -- OPERS	49,151	0	49,151
Total Deferred Outflows of Resources	49,151	0	49,151
Liabilities			
Current Liabilities:			
Accrued Wages & Benefits	4,032	0	4,032
Due to Other Governments	413	0	413
Compensated Absences Payable	5,754	0	5,754
Total Current Liabilities	10,199	0	10,199
Noncurrent Liabilities:			
Compensated Absences Payable	4,571	0	4,571
Net Pension Liability	123,344	0	123,344
Total Noncurrent Liabilities	127,915	0	127,915
Total Liabilities	138,114	0	138,114
Deferred Inflows of Resources			
Pensions -- OPERS	2,384	0	2,384
Total Deferred Inflows of Resources	2,384	0	2,384
Net Position			
Net Investment in Capital Assets	199,037	202,254	401,291
Unrestricted	(18,957)	28,666	9,709
Total Net Position	$ 180,080	$ 230,920	$ 411,000

City of Delaware, Ohio

Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Nonmajor Enterprise Funds
For the Year Ended December 31, 2016

	Golf Course	*Parking Lots*	*Total*
Operating Revenues			
Charges for Services	$ 161,334	$ 50,509	$ 211,843
Other Revenue	7,641	0	7,641
Total Operating Revenues	168,975	50,509	219,484
Operating Expenses			
Personal Services	149,892	0	149,892
Cost of Services	0	10,000	10,000
Services and Charges	29,636	45,715	75,351
Materials and Supplies	17,778	0	17,778
Depreciation	1,898	0	1,898
Total Operating Expenses	199,204	55,715	254,919
Change in Net Position	(30,229)	(5,206)	(35,435)
Net Position Beginning of Year	210,309	236,126	446,435
Net Position End of Year	$ 180,080	$ 230,920	$ 411,000

City of Delaware, Ohio

Combining Statement of Cash Flows

Nonmajor Enterprise Funds
For the Year Ended December 31, 2016

	Enterprise Funds		
	Golf Course	*Parking Lots*	*Total*
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	$ 159,634	$ 50,509	$ 210,143
Cash Payments for Personal Services	(135,561)	0	(135,561)
Cash Payments for Materials and Supplies	(18,121)	0	(18,121)
Cash Payments for Services and Charges	(28,772)	(55,715)	(84,487)
Other Cash Receipts or Payments	7,641	0	7,641
Net Cash Provided by (Used in) Operating Activities	(15,179)	(5,206)	(20,385)
Net Increase (Decrease) in Cash and Cash Equivalents	(15,179)	(5,206)	(20,385)
Cash and Cash Equivalents Beginning of Year	85,141	33,872	119,013
Cash and Cash Equivalents End of Year	$ 69,962	$ 28,666	$ 98,628
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities			
Operating Income (Loss)	$ (30,229)	$ (5,206)	$ (35,435)
Adjustments:			
Depreciation	1,898	0	1,898
(Increase) Decrease in Assets:			
Prepaid Items	(795)	0	(795)
Materials and Supplies Inventory	(343)	0	(343)
Deferred Outflows of Resources - Pension	(28,986)	0	(28,986)
Increase (Decrease) in Liabilities:			
Accounts Payable	(41)	0	(41)
Accrued Wages and Benefits	718	0	718
Due to Other Governments	413		413
Compensated Absences Payable	2,789	0	2,789
Net Pension Liability	38,590	0	38,590
Deferred Inflows of Resources - Pension	807	0	807
Net Cash Provided by (Used in) Operating Activities	$ (15,179)	$ (5,206)	$ (20,385)

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, 2016

	Garage Rotary	*Info Tech Rotary*	*Self-Insurance*	*Workers Compensation*	*Total*
Assets					
Current Assets:					
Equity in Pooled Cash and Cash Equivalents	$ 273,429	$ 561,103	$ 2,216,317	$ 1,973,888	$ 5,024,737
Prepaid Items	0	5,587	0	187,139	192,726
Total Current Assets	273,429	566,690	2,216,317	2,161,027	5,217,463
Noncurrent Assets:					
Capital Assets:					
Depreciable Capital Assets, Net	16,091	2,150	0	0	18,241
Total Noncurrent Assets	16,091	2,150	0	0	18,241
Total Assets	289,520	568,840	2,216,317	2,161,027	5,235,704
Deferred Outflows of Resources					
Pensions -- OPERS	103,574	160,266	0	0	263,840
Total Deferred Outflows of Resources	103,574	160,266	0	0	263,840
Liabilities					
Current Liabilities:					
Accounts Payable	8,612	47,729	0	4,761	61,102
Accrued Wages & Benefits	14,146	19,543	0	0	33,689
Due to Other Governments	1,485	1,935	0	0	3,420
Compensated Absences Payable	12,158	25,210	0	0	37,368
Claims Payable	0	0	367,885	0	367,885
Total Current Liabilities	36,401	94,417	367,885	4,761	503,464
Noncurrent Liabilities:					
Compensated Absences Payable	29,673	65,730	0	0	95,403
Claims Payable	0	0	13,341	722,317	735,658
Net Pension Liability	263,487	400,421	0	0	663,908
Total Noncurrent Liabilities	293,160	466,151	13,341	722,317	1,494,969
Total Liabilities	329,561	560,568	381,226	727,078	1,998,433
Deferred Inflows of Resources					
Pensions -- OPERS	5,058	7,896	0	0	12,954
Total Deferred Inflows of Resources	5,058	7,896	0	0	12,954
Net Position					
Net Investment in Capital Assets	16,091	2,150	0	0	18,241
Unrestricted	42,384	158,492	1,835,091	1,433,949	3,469,916
Total Net Position	$ 58,475	$ 160,642	$ 1,835,091	$ 1,433,949	$ 3,488,157

City of Delaware, Ohio

Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2016

	Garage Rotary	*Info Tech Rotary*	*Self-Insurance*	*Workers Compensation*	*Total*
Operating Revenues					
Charges for Services	$ 603,107	$ 936,531	$ 4,394,502	$ 548,974	$ 6,483,114
Other Revenue	0	199	0	0	199
Reimbursements	0	0	508,833	1,986	510,819
Total Operating Revenues	603,107	936,730	4,903,335	550,960	6,994,132
Operating Expenses					
Personal Services	337,761	493,750	0	0	831,511
Services and Charges	29,298	383,696	830,138	12,761	1,255,893
Materials and Supplies	226,149	2,727	0	12,000	240,876
Depreciation	1,965	1,673	0	0	3,638
Claims	0	0	4,091,634	317,766	4,409,400
Total Operating Expenses	595,173	881,846	4,921,772	342,527	6,741,318
Operating Income/(Loss)	7,934	54,884	(18,437)	208,433	252,814
Non-Operating Expenses					
Other Expenses	0	0	(27,340)	0	(27,340)
Total Non-Operating Expenses	0	0	(27,340)	0	(27,340)
Change in Net Position	7,934	54,884	(45,777)	208,433	225,474
Net Position Beginning of Year	50,541	105,758	1,880,868	1,225,516	3,262,683
Net Position End of Year	$ 58,475	$ 160,642	$ 1,835,091	$ 1,433,949	$ 3,488,157

City of Delaware, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2016

	Internal Service Funds				
	Garage Rotary	*Info Tech Rotary*	*Self-Insurance*	*Workers Compensation*	*Total*
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities					
Cash Received from Customers	$ 603,107	$ 936,531	$ 0	$ 0	$ 1,539,638
Cash Received for Premiums	0	0	4,394,502	548,974	4,943,476
Cash Payments for Personal Services	(304,988)	(444,112)	0	0	(749,100)
Cash Payments for Materials and Supplies	(224,441)	(2,625)	0	(12,000)	(239,066)
Cash Payments for Services and Charges	(29,003)	(344,349)	(830,138)	(8,000)	(1,211,490)
Cash Payments for Claims	0	0	(4,236,342)	(502,358)	(4,738,700)
Other Cash Receipts or Payments	0	199	508,833	1,986	511,018
Net Cash Provided by (Used in) Operating Activities	44,675	145,644	(163,145)	28,602	55,776
Cash Flows from Noncapital Financing Activities					
Cash Payments for Reimbursements	0	0	(27,340)	0	(27,340)
Net Cash Used in Noncapital Financing Activities	0	0	(27,340)	0	(27,340)
Cash Flows from Capital and Related Financing Activities					
Acquisition and Construction of Capital Assets	(10,775)	0	0	0	(10,775)
Net Cash Used in Capital and Related Financing Activities	(10,775)	0	0	0	(10,775)
Net Increase (Decrease) in Cash and Cash Equivalents	33,900	145,644	(190,485)	28,602	17,661
Cash and Cash Equivalents Beginning of Year	239,529	415,459	2,406,802	1,945,286	5,007,076
Cash and Cash Equivalents End of Year	$ 273,429	$ 561,103	$ 2,216,317	$ 1,973,888	$ 5,024,737
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities					
Operating Income (Loss)	$ 7,934	$ 54,884	$ (18,437)	$ 208,433	$ 252,814
Adjustments:					
Depreciation	1,965	1,673	0	0	3,638
(Increase) Decrease in Assets:					
Prepaid Items	0	3,616	0	(187,139)	(183,523)
Deferred Outflows of Resources - Pension	(59,814)	(99,959)	0	0	(159,773)
Increase (Decrease) in Liabilities:					
Accounts Payable	2,036	35,833	0	4,761	42,630
Accrued Wages and Benefits	7,109	7,524	0	0	14,633
Due to Other Governments	1,485	1,935			3,420
Compensated Absences Payable	1,462	7,697	0	0	9,159
Net Pension Liability	80,838	129,583			210,421
Deferred Inflows of Resources - Pension	1,660	2,858	0	0	4,518
Claims Payable	0	0	(144,708)	2,547	(142,161)
Net Cash Provided by (Used in) Operating Activities	$ 44,675	$ 145,644	$ (163,145)	$ 28,602	$ 55,776

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.

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

Berkshire JEDD – To account for income taxes levied and collected within the Berkshire Township/City of Delaware Joint Economic Development District by the City and distributed accordingly.

Performance Bonds – To account for funds on deposit from developers unable to issue a surety performance bonds and for funds on deposit for fire damaged dwellings prior to either razing and disposing of the building or reparations are made.

City of Delaware, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2016

	Balance at January 1, 2016	Additions	Reductions	Balance at December 31, 2016
Highway Patrol Transfer				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 0	$ 252	$ 0	$ 252
Due from Other Governments	5,858	67,425	69,792	3,491
Total Assets	$ 5,858	$ 67,677	$ 69,792	$ 3,743
Liabilities				
Due to Other Governments	$ 5,858	$ 67,677	$ 69,792	$ 3,743
Total Liabilities	$ 5,858	$ 67,677	$ 69,792	$ 3,743
State Building Permit Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 981	$ 10,833	$ 11,340	$ 474
Total Assets	$ 981	$ 10,833	$ 11,340	$ 474
Liabilities				
Due to Other Governments	$ 981	$ 10,833	$ 11,340	$ 474
Total Liabilities	$ 981	$ 10,833	$ 11,340	$ 474
Municipal Court				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 486,075	$ 5,625,362	$ 5,893,888	$ 217,549
Total Assets	$ 486,075	$ 5,625,362	$ 5,893,888	$ 217,549
Liabilities				
Undistributed Assets	$ 486,075	$ 5,625,362	$ 5,893,888	$ 217,549
Total Liabilities	$ 486,075	$ 5,625,362	$ 5,893,888	$ 217,549
Berkshire JEDD				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 2,151	$ 145,085	$ 114,809	$ 32,427
Due from Other Governments	26,433	23,516	26,433	23,516
Total Assets	$ 28,584	$ 168,601	$ 141,242	$ 55,943
Liabilities				
Due to Other Governments	$ 13,477	$ 32,447	$ 13,477	$ 32,447
Undistributed Assets	9,759	23,496	9,759	23,496
Deferred Inflows; Unavailable	5,348	0	5,348	0
Total Liabilities	$ 28,584	$ 55,943	$ 28,584	$ 55,943
Performance Bonds				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 0	$ 164,146	$ 0	$ 164,146
Total Assets	$ 0	$ 164,146	$ 0	$ 164,146
Liabilities				
Undistributed Assets	$ 0	$ 164,146	$ 0	$ 164,146
Total Liabilities	$ 0	$ 164,146	$ 0	$ 164,146
Totals				
Assets				
Equity in Pooled Cash and Cash Equivalents	$ 489,207	$ 5,945,678	$ 6,020,037	$ 414,848
Due from Other Governments	32,291	90,941	96,225	27,007
Total Assets	$ 521,498	$ 6,036,619	$ 6,116,262	$ 441,855
Liabilities				
Due to Other Governments	$ 20,316	$ 110,957	$ 94,609	$ 36,664
Undistributed Assets	495,834	5,813,004	5,903,647	405,191
Deferred Inflows; Unavailable	5,348	0	5,348	0
Total Liabilities	$ 521,498	$ 5,923,961	$ 6,003,604	$ 441,855

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual--(Budget Basis)
For the Year Ended December 31, 2016

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	$ 12,700,000	$ 12,685,000	$ 13,150,720	$ 465,720
Property & Other Taxes	1,322,000	1,322,000	1,310,551	(11,449)
Intergovernmental	923,000	923,000	826,200	(96,800)
Charges For Service	766,000	766,000	1,448,834	682,834
Fines & Court Fees	150,000	150,000	139,971	(10,029)
Licenses & Permits	932,000	932,000	1,267,821	335,821
Interest	150,000	150,000	144,144	(5,856)
Special Assessment	0	0	13,241	13,241
Reimbursements	125,000	125,000	89,522	(35,478)
Other	150,000	150,000	90,478	(59,522)
Total Revenues	17,218,000	17,203,000	18,481,482	1,278,482
Expenditures:				
Current:				
Public Safety				
Police				
Personal Services	6,828,221	6,828,221	6,665,597	162,624
Materials & Supplies	212,278	212,278	168,405	43,873
Services & Charges	448,288	448,288	428,908	19,380
Refunds	0	0	186	(186)
Capital Outlay	37,385	37,385	35,535	1,850
General Admin. - Street Lighting				
Services & Charges	272,000	272,000	272,350	(350)
Total Public Safety	7,798,172	7,798,172	7,570,981	227,191
General Government				
Council				
Personal Services	59,901	59,901	59,461	440
Materials & Supplies	200	200	36	164
Services & Charges	16,926	16,926	7,708	9,218
Capital Outlay	850	850	0	850
City Manager's Office				
Personal Services	388,568	388,568	386,845	1,723
Materials & Supplies	1,400	1,400	1,075	325
Services & Charges	82,985	82,985	70,333	12,652
Capital Outlay	0	0	600	(600)
Administrative Services				
Personal Services	122,428	122,428	118,617	3,811
Materials & Supplies	1,500	1,500	1,494	6
Services & Charges	63,356	63,356	55,934	7,422
Capital Outlay	0	0	495	(495)

(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, 2016

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Economic Development				
Personal Services	90,469	90,469	78,171	12,298
Materials & Supplies	200	200	0	200
Services & Charges	48,091	48,091	45,047	3,044
Reimbursements	110,000	110,000	93,011	16,989
Legal Affairs				
Personal Services	669,490	669,490	645,729	23,761
Materials & Supplies	9,450	9,450	6,239	3,211
Services & Charges	46,211	71,211	49,909	21,302
Capital Outlay	1,000	1,000	0	1,000
Finance				
Personal Services	712,482	712,482	682,167	30,315
Materials & Supplies	25,140	25,140	17,887	7,253
Services & Charges	256,078	256,078	256,082	(4)
Capital Outlay	3,500	3,500	935	2,565
General Administration				
Services & Charges	231,957	241,457	219,293	22,164
Refunds	115,760	115,760	121,769	(6,009)
Capital Outlay	8,500	8,500	6,707	1,793
Risk Management				
Services & Charges	230,985	284,985	255,004	29,981
Planning & Community Development				
Personal Services	608,009	608,009	562,509	45,500
Materials & Supplies	12,158	12,158	8,819	3,339
Services & Charges	94,693	94,693	86,788	7,905
Refunds	47,382	76,801	60,854	15,947
Engineering				
Personal Services	389,106	389,106	378,782	10,324
Materials & Supplies	14,950	14,950	10,307	4,643
Services & Charges	586,112	806,112	754,612	51,500
Capital Outlay	14,599	14,599	10,513	4,086
Municipal Building & Grounds Maintenance				
Personal Services	146,509	146,509	127,080	19,429
Materials & Supplies	19,585	19,585	19,281	304
Services & Charges	277,965	317,965	307,264	10,701
Capital Outlay	20,200	20,200	20,200	0
Total General Government	5,528,695	5,906,615	5,527,556	379,059

(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, 2016

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Total Expenditures	13,326,867	13,704,787	13,098,537	606,250
Excess of Revenues Over Expenditures	3,891,133	3,498,213	5,382,945	1,884,732
Other Financing Sources (Uses):				
Sale of Assets	0	0	25,940	25,940
Advances In	0	0	72,470	72,470
Transfers Out	(4,182,224)	(4,890,197)	(4,906,224)	(16,027)
Total Other Financing Sources (Uses)	(4,182,224)	(4,890,197)	(4,807,814)	82,383
Net Change in Fund Balance	(291,091)	(1,391,984)	575,131	1,967,115
Fund Balance at Beginning of Year:	**3,335,696**	**3,335,696**	**3,335,696**	**0**
Prior Years Encumbrances	211,994	211,994	211,994	0
Fund Balance at End of Year:	**$ 3,256,599**	**$ 2,155,706**	**$ 4,122,821**	**$ 1,967,115**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	General Fund: Parks & Recreation			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 0	$ 0	$ 80	$ 80
Other	29,000	29,000	37,667	8,667
Total Revenues	29,000	29,000	37,747	8,747
Expenditures:				
Current:				
Parks & Facilities				
Grounds & Facilities Maintenance				
Personal Services	691,643	691,643	665,163	26,480
Materials & Supplies	99,668	109,668	84,977	24,691
Services & Charges	166,204	188,204	181,734	6,470
Capital Outlay	6,000	6,000	5,100	900
Urban Forestry				
Personal Services	73,851	73,851	72,251	1,600
Materials & Supplies	2,250	2,250	1,814	436
Services & Charges	34,500	34,500	27,110	7,390
Capital Outlay	30,000	30,000	24,986	5,014
Recreational Services				
Services & Charges	242,694	254,769	253,821	948
Total Expenditures	1,346,810	1,390,885	1,316,956	73,929
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,317,810)	(1,361,885)	(1,279,209)	82,676
Other Financing Sources (Uses):				
Sale of Assets	0	0	389	389
Transfers In	1,222,500	1,222,500	1,217,500	(5,000)
Total Other Financing Sources (Uses)	1,222,500	1,222,500	1,217,889	(4,611)
Net Change in Fund Balance	(95,310)	(139,385)	(61,320)	78,065
Fund Balance at Beginning of Year:	**224,064**	**224,064**	**224,064**	**0**
Prior Years Encumbrances	52,017	52,017	52,017	0
Fund Balance at End of Year:	**$ 180,771**	**$ 136,696**	**$ 214,761**	**$ 78,065**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	General Fund: Tree Replacement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 15,000	$ 15,000	$ 146,660	$ 131,660
Other	0	0	264	264
Total Revenues	15,000	15,000	146,924	131,924
Expenditures:				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,000	15,000	146,924	131,924
Other Financing Sources (Uses):				
Transfers Out	(50,000)	(50,000)	(50,000)	0
Total Other Financing Sources (Uses)	(50,000)	(50,000)	(50,000)	0
Net Change in Fund Balance	(35,000)	(35,000)	96,924	131,924
Fund Balance at Beginning of Year:	**114,106**	**114,106**	**114,106**	**0**
Fund Balance at End of Year:	**$ 79,106**	**$ 79,106**	**$ 211,030**	**$ 131,924**

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	General Fund: Development Reserve			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Total Revenues	$ 0	$ 0	$ 0	$ 0
Expenditures:				
Current:				
Community Development				
Services & Charges	150,000	150,000	53,614	96,386
Total Expenditures	150,000	150,000	53,614	96,386
Net Change in Fund Balance	(150,000)	(150,000)	(53,614)	96,386
Fund Balance at Beginning of Year:	**861,500**	**861,500**	**861,500**	**0**
Fund Balance at End of Year:	**$ 711,500**	**$ 711,500**	**$ 807,886**	**$ 96,386**

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	General Fund: Budget Reserve			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Total Revenues	$ 0	$ 0	$ 0	$ 0
Expenditures:				
Total Expenditures	0	0	0	0
Other Financing Sources (Uses):				
Transfers In	150,000	150,000	586,452	436,452
Total Other Financing Sources (Uses)	150,000	150,000	586,452	436,452
Net Change in Fund Balance	150,000	150,000	586,452	436,452
Fund Balance at Beginning of Year:	**425,871**	**425,871**	**425,871**	**0**
Fund Balance at End of Year:	**$ 575,871**	**$ 575,871**	**$ 1,012,323**	**$ 436,452**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Fire/EMS Income Tax			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	$ 8,743,426	$ 8,743,426	$ 9,181,291	$ 437,865
Charges for Services	630,000	630,000	219,940	(410,060)
Reimbursements	1,000	1,000	6,214	5,214
Other	3,500	3,500	2,804	(696)
Total Revenues	9,377,926	9,377,926	9,410,249	32,323
Expenditures:				
Current:				
Public Safety				
Personal Services	7,885,279	7,885,279	7,048,523	836,756
Materials & Supplies	346,428	346,428	257,308	89,120
Services & Charges	674,777	674,777	581,803	92,974
Capital Outlay	6,045,914	6,045,914	2,009,222	4,036,692
Debt Service:				
Capital Lease Principal	157,783	157,783	157,783	0
Interest & Fiscal Charges	8,511	8,511	8,511	0
Total Expenditures	15,118,692	15,118,692	10,063,150	5,055,542
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,740,766)	(5,740,766)	(652,901)	5,087,865
Other Financing Sources (Uses):				
Proceeds of Bonds	4,000,000	4,000,000	0	(4,000,000)
Sale of Assets	1,000	1,000	0	(1,000)
Transfers Out	(260,584)	(260,584)	(260,584)	0
Total Other Financing Sources (Uses)	3,740,416	3,740,416	(260,584)	(4,001,000)
Net Change in Fund Balance	(2,000,350)	(2,000,350)	(913,485)	1,086,865
Fund Balance at Beginning of Year:	**5,342,783**	**5,342,783**	**5,342,783**	**0**
Prior Years Encumbrances	948,609	948,609	948,609	0
Fund Balance at End of Year:	**$ 4,291,042**	**$ 4,291,042**	**$ 5,377,907**	**$ 1,086,865**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Capital Improvements			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 815,000	$ 1,043,400	$ 895,126	$ (148,274)
Special Assessments	0	0	116,172	116,172
Reimbursements	0	0	5,000	5,000
Total Revenues	815,000	1,043,400	1,016,298	(27,102)
Expenditures:				
Current:				
General Government				
Services & Charges	0	30,000	20,000	10,000
Capital Outlay	3,970,839	4,488,544	3,628,195	860,349
Debt Service:				
Principal Retirement	450,000	450,000	450,000	0
Interest & Fiscal Charges	101,250	101,250	4,463	96,787
Total Expenditures	4,522,089	5,069,794	4,102,658	870,349
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,707,089)	(4,026,394)	(3,086,360)	940,034
Other Financing Sources (Uses):				
Issuance of Notes	750,000	750,000	450,000	(300,000)
Transfers In	1,700,000	1,750,000	2,250,000	500,000
Transfers Out	(699,865)	(699,865)	(1,066,622)	(366,757)
Total Other Financing Sources (Uses)	1,750,135	1,800,135	1,633,378	(166,757)
Net Change in Fund Balance	(1,956,954)	(2,226,259)	(1,452,982)	773,277
Fund Balance at Beginning of Year:	**1,350,667**	**1,350,667**	**1,350,667**	**0**
Prior Years Encumbrances	887,839	887,839	887,839	0
Fund Balance at End of Year:	**$ 281,552**	**$ 12,247**	**$ 785,524**	**$ 773,277**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Glenn Road South Construction			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	$ 120,000	$ 120,000	$ 140,474	$ 20,474
Charges for Services	260,000	260,000	330,942	70,942
Total Revenues	380,000	380,000	471,416	91,416
Expenditure:				
Current:				
Public Works				
Services & Charges	30,000	30,000	23,251	6,749
Debt Service:				
Principal Retirement	11,695,000	11,695,000	11,695,000	0
Interest & Fiscal Charges	115,976	115,976	115,975	1
Total Expenditures	11,840,976	11,840,976	11,834,226	6,750
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,460,976)	(11,460,976)	(11,362,810)	98,166
Other Financing Sources (Uses):				
Issuance of Notes	11,435,000	11,435,000	11,215,000	(220,000)
Premium on Note Issuance	0	0	12,000	12,000
Total Other Financing Sources (Uses)	11,435,000	11,435,000	11,227,000	(208,000)
Net Change in Fund Balance	(25,976)	(25,976)	(135,810)	(109,834)
Fund Balance at Beginning of Year:	**3,218,587**	**3,218,587**	**3,218,587**	**0**
Prior Years Encumbrances	2,951	2,951	2,951	0
Fund Balance at End of Year:	**$ 3,195,562**	**$ 3,195,562**	**$ 3,085,728**	**$ (109,834)**

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Enterprise Fund: Water			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 5,339,240	$ 5,339,240	$ 5,394,526	$ 55,286
Capacity Fees	1,200,000	1,200,000	1,620,759	420,759
Intergovernmental	0	0	16,937	16,937
Interest	13,000	13,000	46,555	33,555
Water Deposits	35,000	35,000	32,265	(2,735)
Donations	65,000	65,000	0	(65,000)
Other	21,132	21,132	112,653	91,521
Total Revenues	6,673,372	6,673,372	7,223,695	550,323
Expenses:				
Administration				
Personal Services	251,785	251,785	251,843	(58)
Materials & Supplies	51,750	59,400	59,187	213
Services & Charges	312,308	312,308	304,350	7,958
Refunds	52,897	52,897	59,758	(6,861)
Treatment				
Personal Services	781,620	781,620	742,551	39,069
Materials & Supplies	386,703	386,703	369,041	17,662
Services & Charges	1,067,327	1,067,327	995,304	72,023
Capital Outlay	53,750	53,750	53,024	726
Distribution				
Personal Services	556,655	556,655	515,974	40,681
Materials & Supplies	282,954	282,954	248,408	34,546
Services & Charges	300,896	300,896	290,925	9,971
Refunds	35,000	35,000	27,296	7,704
Capital Outlay	46,760	46,760	28,593	18,167
Capital Projects				
Services & Charges	100,000	100,000	0	100,000
Capital Outlay	2,747,520	2,747,520	2,036,599	710,921
Debt Service				
Principal Retirement	1,072,000	1,072,000	1,096,962	(24,962)
Interest & Fiscal Charges	1,259,760	1,259,760	1,228,638	31,122
Total Expenses	9,359,684	9,367,334	8,308,452	1,058,882
Excess (Deficiency) Of Revenues Over (Under) Expenses	(2,686,312)	(2,693,962)	(1,084,757)	1,609,205
Other Financing Sources (Uses):				
Sale of Assets	0	0	2,558	2,558
Total Other Financing Sources (Uses)	0	0	2,558	2,558
Net Change in Fund Equity	(2,686,312)	(2,693,962)	(1,082,199)	1,611,763
Fund Equity at Beginning of Year:	**10,995,445**	**10,995,445**	**10,995,445**	**0**
Prior Years Encumbrances	959,554	959,554	959,554	0
Fund Equity at End of Year:	**$ 9,268,687**	**$ 9,261,037**	**$ 10,872,800**	**$ 1,611,763**

City of Delaware, Ohio
Schedule of Revenues , Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Enterprise Fund: Sewer			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 6,754,263	$ 6,754,263	$ 6,848,038	$ 93,775
Capacity Fees	1,470,000	1,470,000	1,951,016	481,016
Interest	8,500	8,500	38,721	30,221
Other	5,000	5,000	7,548	2,548
Total Revenues	8,237,763	8,237,763	8,845,323	607,560
Expenses:				
Administration				
Personal Services	199,292	204,792	203,689	1,103
Materials & Supplies	1,000	1,000	887	113
Services & Charges	298,885	298,885	257,972	40,913
Refunds	49,222	49,222	47,096	2,126
Treatment				
Personal Services	838,278	838,278	800,362	37,916
Materials & Supplies	233,970	233,970	194,263	39,707
Services & Charges	1,307,094	1,307,094	1,219,555	87,539
Capital Outlay	67,581	67,581	62,852	4,729
Collection				
Personal Services	377,519	377,519	351,999	25,520
Materials & Supplies	155,956	155,956	119,325	36,631
Services & Charges	320,218	320,218	287,224	32,994
Capital Outlay	40,430	40,430	15,430	25,000
Capital Projects				
Services & Charges	348,762	348,762	348,762	0
Capital Outlay	3,164,531	3,164,531	2,502,909	661,622
Debt Service				
Principal Retirement	1,583,248	1,583,248	1,583,248	0
Interest & Fiscal Charges	655,204	655,204	558,863	96,341
Total Expenses	9,641,190	9,646,690	8,554,436	1,092,254
Excess (Deficiency) Of Revenues Over (Under) Expenses	(1,403,427)	(1,408,927)	290,887	1,699,814
Other Financing Sources (Uses):				
Sale of Assets	0	0	4,250	4,250
Transfers Out	(997,467)	(997,467)	(995,232)	2,235
Total Other Financing Sources (Uses)	(997,467)	(997,467)	(990,982)	6,485
Net Change in Fund Equity	(2,400,894)	(2,406,394)	(700,095)	1,706,299
Fund Equity at Beginning of Year:	**8,494,760**	**8,494,760**	**8,494,760**	**0**
Prior Years Encumbrances	473,859	473,859	473,859	0
Fund Equity at End of Year:	**$ 6,567,725**	**$ 6,562,225**	**$ 8,268,524**	**$ 1,706,299**

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Enterprise Fund: Storm Sewer			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 825,000	$ 825,000	$ 834,161	$ 9,161
Other	2,000	2,000	916	(1,084)
Total Revenues	827,000	827,000	835,077	8,077
Expenses:				
Operations				
Personal Services	242,506	242,506	227,258	15,248
Materials & Supplies	74,943	74,943	64,193	10,750
Services & Charges	167,978	167,978	117,181	50,797
Refunds	1,000	1,000	3,034	(2,034)
Capital Outlay	46,230	46,230	16,230	30,000
Capital Projects				
Capital Outlay	1,852,003	1,852,003	884,911	967,092
Total Expenses	2,384,660	2,384,660	1,312,807	1,071,853
Net Change in Fund Equity	(1,557,660)	(1,557,660)	(477,730)	1,079,930
Fund Equity at Beginning of Year:	**2,138,810**	**2,138,810**	**2,138,810**	**0**
Prior Years Encumbrances	90,491	90,491	90,491	0
Fund Equity at End of Year:	**$ 671,641**	**$ 671,641**	**$ 1,751,571**	**$ 1,079,930**

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Enterprise Fund: Refuse			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 3,519,095	$ 3,519,095	$ 3,449,827	$ (69,268)
Interest	3,500	3,500	9,283	5,783
Intergovernmental	0	0	22,000	22,000
Other	0	0	51	51
Total Revenues	3,522,595	3,522,595	3,481,161	(41,434)
Expenses:				
Administration				
Services & Charges	143,296	143,296	143,870	(574)
Refunds	0	0	873	(873)
Capital Outlay	1,086,563	1,086,563	240,304	846,259
Collection				
Personal Services	626,146	626,146	623,523	2,623
Materials & Supplies	204,949	204,949	163,530	41,419
Services & Charges	1,328,431	1,328,431	1,301,952	26,479
Recycling				
Personal Services	463,260	463,260	431,508	31,752
Materials & Supplies	70,921	70,921	47,916	23,005
Services & Charges	110,060	110,060	104,004	6,056
Capital Outlay	268,000	318,000	312,399	5,601
Debt Service				
Principal Retirement	132,523	132,523	132,523	0
Interest & Fiscal Charges	5,067	5,067	5,067	0
Total Expenses	4,439,216	4,489,216	3,507,469	981,747
Excess (Deficiency) Of Revenues Over (Under) Expenses	(916,621)	(966,621)	(26,308)	940,313
Other Financing Sources (Uses):				
Sale of Assets	4,500	4,500	2,007	(2,493)
Total Other Financing Sources (Uses)	4,500	4,500	2,007	(2,493)
Net Change in Fund Equity	(912,121)	(962,121)	(24,301)	937,820
Fund Equity at Beginning of Year:	**1,698,435**	**1,698,435**	**1,698,435**	**0**
Prior Years Encumbrances	370,914	370,914	370,914	0
Fund Equity at End of Year:	**$ 1,157,228**	**$ 1,107,228**	**$ 2,045,048**	**$ 937,820**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Street Maintenance & Repair			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 1,300,000	$ 1,300,000	$ 1,284,381	$ (15,619)
Reimbursements	1,000	1,000	432	(568)
Other	1,000	1,000	210	(790)
Total Revenues	1,302,000	1,302,000	1,285,023	(16,977)
Expenditures:				
Current:				
Public Works				
Administration				
Personal Services	614,485	618,485	618,102	383
Materials & Supplies	12,679	12,679	8,223	4,456
Services & Charges	160,163	160,163	138,208	21,955
Capital Outlay	3,500	3,500	340	3,160
Street Division				
Personal Services	529,437	540,747	507,494	33,253
Materials & Supplies	610,568	584,556	384,065	200,491
Services & Charges	169,608	184,310	158,642	25,668
Capital Outlay	7,500	7,500	7,500	0
Traffic Division				
Personal Services	333,182	333,182	311,825	21,357
Materials & Supplies	139,190	139,190	131,438	7,752
Services & Charges	88,559	88,559	90,239	(1,680)
Total Expenditures	2,668,871	2,672,871	2,356,076	316,795
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,366,871)	(1,370,871)	(1,071,053)	299,818
Other Financing Sources (Uses):				
Sale of Assets	7,500	7,500	12,475	4,975
Transfers In	1,253,739	1,253,739	1,255,834	2,095
Total Other Financing Sources (Uses)	1,261,239	1,261,239	1,268,309	7,070
Net Change in Fund Balance	(105,632)	(109,632)	197,256	306,888
Fund Balance at Beginning of Year:	**90,327**	**90,327**	**90,327**	**0**
Prior Years Encumbrances	73,461	73,461	73,461	0
Fund Balance at End of Year:	**$ 58,156**	**$ 54,156**	**$ 361,044**	**$ 306,888**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: State Highway Improvement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 105,200	$ 105,200	$ 104,139	$ (1,061)
Interest	125	125	450	325
Total Revenues	105,325	105,325	104,589	(736)
Expenditures:				
Current:				
Public Works				
Capital Outlay	120,255	120,255	143,855	(23,600)
Total Expenditures	120,255	120,255	143,855	(23,600)
Net Change in Fund Balance	(14,930)	(14,930)	(39,266)	(24,336)
Fund Balance at Beginning of Year:	**125,070**	**125,070**	**125,070**	**0**
Prior Years Encumbrances	20,256	20,256	20,256	0
Fund Balance at End of Year:	**$ 130,396**	**$ 130,396**	**$ 106,060**	**$ (24,336)**

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	Special Revenue Fund: License Fee			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 400,000	$ 400,000	$ 403,225	$ 3,225
Interest	0	0	1,100	1,100
Total Revenues	400,000	400,000	404,325	4,325
Expenditures:				
Current:				
Public Works				
Capital Outlay	518,541	518,541	381,800	136,741
Total Expenditures	518,541	518,541	381,800	136,741
Net Change in Fund Balance	(118,541)	(118,541)	22,525	141,066
Fund Balance at Beginning of Year:	**89,893**	**89,893**	**89,893**	**0**
Prior Years Encumbrances	98,541	98,541	98,541	0
Fund Balance at End of Year:	**$ 69,893**	**$ 69,893**	**$ 210,959**	**$ 141,066**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Cemetery			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 148,000	$ 148,000	$ 138,305	$ (9,695)
Interest	500	500	469	(31)
Other	0	0	105	105
Donations	0	0	1,625	1,625
Total Revenues	148,500	148,500	140,504	(7,996)
Expenditures:				
Current:				
Parks & Facilities				
Personal Services	178,313	178,313	164,191	14,122
Materials & Supplies	13,749	13,749	10,572	3,177
Services & Charges	48,304	48,304	38,664	9,640
Refunds & Repurchases	2,525	2,525	5,150	(2,625)
Capital Outlay	166,000	166,000	45,000	121,000
Total Expenditures	408,891	408,891	263,577	145,314
Excess (Deficiency) of Revenues Over (Under) Expenditures	(260,391)	(260,391)	(123,073)	137,318
Other Financing Sources (Uses):				
Transfers In	40,000	40,000	75,000	35,000
Total Other Financing Sources (Uses)	40,000	40,000	75,000	35,000
Net Change in Fund Balance	(220,391)	(220,391)	(48,073)	172,318
Fund Balance at Beginning of Year:	**290,238**	**290,238**	**290,238**	**0**
Prior Years Encumbrances	10,794	10,794	10,794	0
Fund Balance at End of Year:	**$ 80,641**	**$ 80,641**	**$ 252,959**	**$ 172,318**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Airport Improvement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 674,900	$ 674,900	$ 483,218	$ (191,682)
Reimbursements	37,400	37,400	38,082	682
Donations	100	100	0	(100)
Other	40	40	195	155
Total Revenues	712,440	712,440	521,495	(190,945)
Expenditures:				
Current:				
Airport				
Personal Services	170,466	170,466	154,411	16,055
Materials & Supplies	400,736	400,736	252,633	148,103
Services & Charges	194,161	194,161	162,119	32,042
Refunds	1,000	1,000	591	409
Capital Outlay	5,800	5,800	5,586	214
Total Expenditures	772,163	772,163	575,340	196,823
Excess (Deficiency) of Revenues Over (Under) Expenditures	(59,723)	(59,723)	(53,845)	5,878
Other Financing Sources (Uses):				
Transfers In	18,890	18,890	18,890	0
Total Other Financing Sources (Uses)	18,890	18,890	18,890	0
Net Change in Fund Balance	(40,833)	(40,833)	(34,955)	5,878
Fund Balance at Beginning of Year:	**230,150**	**230,150**	**230,150**	**0**
Prior Years Encumbrances	31,475	31,475	31,475	0
Fund Balance at End of Year:	**$ 220,792**	**$ 220,792**	**$ 226,670**	**$ 5,878**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Airport T-Hangars			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 85,000	$ 85,000	$ 91,465	$ 6,465
Other	750	750	0	(750)
Total Revenues	85,750	85,750	91,465	5,715
Expenditures:				
Current:				
Airport				
Services & Charges	23,500	23,500	21,142	2,358
Refunds	1,000	1,000	385	615
Total Expenditures	24,500	24,500	21,527	2,973
Excess (Deficiency) of Revenues Over (Under) Expenditures	61,250	61,250	69,938	8,688
Other Financing Sources (Uses):				
Transfers Out	(78,735)	(78,735)	(78,735)	0
Total Other Financing Sources (Uses)	(78,735)	(78,735)	(78,735)	0
Net Change in Fund Balance	(17,485)	(17,485)	(8,797)	8,688
Fund Balance at Beginning of Year:	**152,326**	**152,326**	**152,326**	**0**
Fund Balance at End of Year:	**$ 134,841**	**$ 134,841**	**$ 143,529**	**$ 8,688**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Recreation Center Income Tax			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	$ 1,986,280	$ 1,986,280	$ 1,968,278	$ (18,002)
Interest	6,000	6,000	16,568	10,568
Reimbursements	0	0	450	450
Total Revenues	1,992,280	1,992,280	1,985,296	(6,984)
Expenditures:				
Current:				
Parks & Recreation				
Capital Outlay	1,610,074	1,610,074	994,706	615,368
Total Expenditures	1,610,074	1,610,074	994,706	615,368
Excess (Deficiency) of Revenues Over (Under) Expenditures	382,206	382,206	990,590	608,384
Other Financing Sources (Uses):				
Transfers Out	(1,482,457)	(1,482,457)	(1,480,284)	2,173
Total Other Financing Sources (Uses)	(1,482,457)	(1,482,457)	(1,480,284)	2,173
Net Change in Fund Balance	(1,100,251)	(1,100,251)	(489,694)	610,557
Fund Balance at Beginning of Year:	**3,256,295**	**3,256,295**	**3,256,295**	**0**
Prior Years Encumbrances	740,639	740,639	740,639	0
Fund Balance at End of Year:	**$ 2,896,683**	**$ 2,896,683**	**$ 3,507,240**	**$ 610,557**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Airport TIF			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Payments in Lieu of Taxes	$ 25,750	$ 25,750	$ 25,147	$ (603)
Total Revenues	25,750	25,750	25,147	(603)
Expenditures:				
Current:				
Airport				
Capital Outlay	20,000	20,000	0	20,000
Total Expenditures	20,000	20,000	0	20,000
Net Change in Fund Balance	5,750	5,750	25,147	19,397
Fund Balance at Beginning of Year:	**32,268**	**32,268**	**32,268**	**0**
Fund Balance at End of Year:	**$ 38,018**	**$ 38,018**	**$ 57,415**	**$ 19,397**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Glenn Road Bridge TIF			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Payments in Lieu of Taxes	$ 500,000	$ 500,000	$ 479,573	$ (20,427)
Intergovernmental	66,000	66,000	82,508	16,508
Interest	1,500	1,500	6,468	4,968
Total Revenues	567,500	567,500	568,549	1,049
Expenditures:				
Current:				
General Government				
Services & Charges	5,000	365,000	249,500	115,500
Debt Service:				
Principal Retirement	170,000	170,000	170,000	0
Interest & Fiscal Charges	112,364	112,364	52,881	59,483
Total Expenditures	287,364	647,364	472,381	174,983
Net Change in Fund Balance	280,136	(79,864)	96,168	176,032
Fund Balance at Beginning of Year:	**1,147,772**	**1,147,772**	**1,147,772**	**0**
Fund Balance at End of Year:	**$ 1,427,908**	**$ 1,067,908**	**$ 1,243,940**	**$ 176,032**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	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	$ 30,932	$ (19,068)
Total Revenues	50,000	50,000	30,932	(19,068)
Expenditures:				
Current:				
Community Development				
Reimbursements	50,000	50,000	30,932	19,068
Total Expenditures	50,000	50,000	30,932	19,068
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance at End of Year:	**$ 0**	**$ 0**	**$ 0**	**$ 0**

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	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	$ 121,321	$ (43,679)
Total Revenues	165,000	165,000	121,321	(43,679)
Expenditures:				
Current:				
Community Development				
Reimbursements	165,000	165,000	121,321	43,679
Total Expenditures	165,000	165,000	121,321	43,679
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance at End of Year:	**$ 0**	**$ 0**	**$ 0**	**$ 0**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Municipal Court			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 1,847,500	$ 1,847,500	$ 2,070,929	$ 223,429
Charges for Service	215,000	215,000	224,761	9,761
Other	1,000	1,000	31,025	30,025
Total Revenues	2,063,500	2,063,500	2,326,715	263,215
Expenditures:				
Current:				
Public Safety				
Court Administration				
Personal Services	1,210,351	1,210,351	1,192,199	18,152
Materials & Supplies	18,463	18,463	12,483	5,980
Services & Charges	47,513	47,513	31,519	15,994
Clerk of Court				
Personal Services	1,148,491	1,148,491	1,094,894	53,597
Materials & Supplies	25,476	25,476	15,126	10,350
Services & Charges	60,744	60,744	37,864	22,880
Total Expenditures	2,511,038	2,511,038	2,384,085	126,953
Excess (Deficiency) of Revenues Over (Under) Expenditures	(447,538)	(447,538)	(57,370)	390,168
Other Financing Sources (Uses):				
Transfers In	425,000	425,000	425,000	0
Total Other Financing Sources (Uses)	425,000	425,000	425,000	0
Net Change in Fund Balance	(22,538)	(22,538)	367,630	390,168
Fund Balance at Beginning of Year:	**1,490,801**	**1,490,801**	**1,490,801**	**0**
Prior Years Encumbrances	6,971	6,971	6,971	0
Fund Balance at End of Year:	**$ 1,475,234**	**$ 1,475,234**	**$ 1,865,402**	**$ 390,168**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: IDIAM			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 11,000	$ 27,000	$ 25,103	$ (1,897)
Total Revenues	11,000	27,000	25,103	(1,897)
Expenditures:				
Current:				
Public Safety				
Services & Charges	11,475	29,475	26,058	3,417
Total Expenditures	11,475	29,475	26,058	3,417
Excess (Deficiency) of Revenues				
Deficiency of Revenues Over Expenditures	(475)	(2,475)	(955)	1,520
Other Financing Sources (Uses):				
Transfers In	0	0	11,650	11,650
Total Other Financing Sources (Uses)	0	0	11,650	11,650
Net Change in Fund Balance	(475)	(2,475)	10,695	13,170
Fund Balance at Beginning of Year:	**5,737**	**5,737**	**5,737**	**0**
Prior Years Encumbrances	475	475	475	0
Fund Balance at End of Year:	**$ 5,737**	**$ 3,737**	**$ 16,907**	**$ 13,170**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Drug Enforcement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 5,500	$ 5,500	$ 5,062	$ (438)
Total Revenues	5,500	5,500	5,062	(438)
Expenditures:				
Current:				
Public Safety				
Services & Charges	20,525	20,525	525	20,000
Capital Outlay	29,000	29,000	1,833	27,167
Total Expenditures	49,525	49,525	2,358	47,167
Net Change in Fund Balance	(44,025)	(44,025)	2,704	46,729
Fund Balance at Beginning of Year:	**50,784**	**50,784**	**50,784**	**0**
Prior Years Encumbrances	525	525	525	0
Fund Balance at End of Year:	**$ 7,284**	**$ 7,284**	**$ 54,013**	**$ 46,729**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Court Alcohol Treatment			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 44,000	$ 44,000	$ 41,152	$ (2,848)
Total Revenues	44,000	44,000	41,152	(2,848)
Expenditures:				
Current:				
Public Safety				
Services & Charges	100,000	100,000	31,118	68,882
Total Expenditures	100,000	100,000	31,118	68,882
Excess (Deficiency) of Revenues Over (Under) Expenditures	(56,000)	(56,000)	10,034	66,034
Other Financing Sources (Uses):				
Transfers Out	0	0	(11,650)	(11,650)
Total Other Financing Sources (Uses)	0	0	(11,650)	(11,650)
Net Change in Fund Balance	(56,000)	(56,000)	(1,616)	54,384
Fund Balance at Beginning of Year:	**518,135**	**518,135**	**518,135**	**0**
Fund Balance at End of Year:	**$ 462,135**	**$ 462,135**	**$ 516,519**	**$ 54,384**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: OMVI Enforcement & Education			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 1,200	$ 1,200	$ 1,471	$ 271
Total Revenues	1,200	1,200	1,471	271
Expenditures:				
Current:				
Public Safety				
Capital Outlay	1,616	1,616	0	1,616
Total Expenditures	1,616	1,616	0	1,616
Net Change in Fund Balance	(416)	(416)	1,471	1,887
Fund Balance at Beginning of Year:	**2,565**	**2,565**	**2,565**	**0**
Fund Balance at End of Year:	**$ 2,149**	**$ 2,149**	**$ 4,036**	**$ 1,887**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Police Judgment			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 7,500	$ 7,500	$ 82,622	$ 75,122
Total Revenues	7,500	7,500	82,622	75,122
Expenditures:				
Current:				
Public Safety				
Services & Charges	0	0	4,378	(4,378)
Capital Outlay	60,000	60,000	25,011	34,989
Total Expenditures	60,000	60,000	29,389	30,611
Net Change in Fund Balance	(52,500)	(52,500)	53,233	105,733
Fund Balance at Beginning of Year:	**51,274**	**51,274**	**51,274**	**0**
Prior Years Encumbrances	5,000	5,000	5,000	0
Fund Balance at End of Year:	**$ 3,774**	**$ 3,774**	**$ 109,507**	**$ 105,733**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Park Exaction Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Donations	$ 5,000	$ 5,000	$ 0	$ (5,000)
Total Revenues	5,000	5,000	0	(5,000)
Expenditures:				
Current:				
Parks & Recreation				
Capital Outlay	201,241	201,241	0	201,241
Total Expenditures	201,241	201,241	0	201,241
Net Change in Fund Balance	(196,241)	(196,241)	0	196,241
Fund Balance at Beginning of Year:	**205,177**	**205,177**	**205,177**	**0**
Fund Balance at End of Year:	**$ 8,936**	**$ 8,936**	**$ 205,177**	**$ 196,241**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Computer Legal Research			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 260,000	$ 260,000	$ 301,685	$ 41,685
Total Revenues	260,000	260,000	301,685	41,685
Expenditures:				
Current:				
Public Safety				
Services & Charges	124,551	124,551	84,354	40,197
Capital Outlay	107,924	107,924	57,332	50,592
Total Expenditures	232,475	232,475	141,686	90,789
Excess (Deficiency) of Revenues Over (Under) Expenditures	27,525	27,525	159,999	132,474
Other Financing Sources (Uses):				
Transfers Out	(100,000)	(100,000)	(100,000)	0
Total Other Financing Sources (Uses)	(100,000)	(100,000)	(100,000)	0
Net Change in Fund Balance	(72,475)	(72,475)	59,999	132,474
Fund Balance at Beginning of Year:	**368,747**	**368,747**	**368,747**	**0**
Prior Years Encumbrances	37,050	37,050	37,050	0
Fund Balance at End of Year:	**$ 333,322**	**$ 333,322**	**$ 465,796**	**$ 132,474**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Court Special Projects			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 256,000	$ 256,000	$ 298,059	$ 42,059
Intergovernmental	0	0	804	804
Total Revenues	256,000	256,000	298,863	42,863
Expenditures:				
Current:				
Public Safety				
Services & Charges	100,978	100,978	54,585	46,393
Capital Outlay	196,337	196,337	149,480	46,857
Total Expenditures	297,315	297,315	204,065	93,250
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,315)	(41,315)	94,798	136,113
Other Financing Sources (Uses):				
Transfers Out	(225,000)	(225,000)	(225,000)	0
Total Other Financing Sources (Uses)	(225,000)	(225,000)	(225,000)	0
Net Change in Fund Balance	(266,315)	(266,315)	(130,202)	136,113
Fund Balance at Beginning of Year:	**891,823**	**891,823**	**891,823**	**0**
Prior Years Encumbrances	80,539	80,539	80,539	0
Fund Balance at End of Year:	**$ 706,047**	**$ 706,047**	**$ 842,160**	**$ 136,113**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Probation Services			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	$ 290,000	$ 290,000	$ 303,204	$ 13,204
Intergovernmental	0	0	3,575	3,575
Total Revenues	290,000	290,000	306,779	16,779
Expenditures:				
Current:				
Public Safety				
Services & Charges	76,000	76,000	39,534	36,466
Capital Outlay	2,000	2,000	685	1,315
Total Expenditures	78,000	78,000	40,219	37,781
Excess (Deficiency) of Revenues Over (Under) Expenditures	212,000	212,000	266,560	54,560
Other Financing Sources (Uses):				
Transfers Out	(100,000)	(100,000)	(100,000)	0
Total Other Financing Sources (Uses)	(100,000)	(100,000)	(100,000)	0
Net Change in Fund Balance	112,000	112,000	166,560	54,560
Fund Balance at Beginning of Year:	**277,383**	**277,383**	**277,383**	**0**
Prior Years Encumbrances	1,000	1,000	1,000	0
Fund Balance at End of Year:	**$ 390,383**	**$ 390,383**	**$ 444,943**	**$ 54,560**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Police and Fire Pension			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Property and Other Taxes	$ 379,000	$ 397,000	$ 391,990	$ (5,010)
Intergovernmental	44,600	45,600	44,766	(834)
Total Revenues	423,600	442,600	436,756	(5,844)
Expenditures:				
Current:				
Public Safety				
Personal Services	423,600	437,600	436,756	844
Total Expenditures	423,600	437,600	436,756	844
Net Change in Fund Balance	0	5,000	0	(5,000)
Fund Balance at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance at End of Year:	**$ 0**	**$ 5,000**	**$ 0**	**$ (5,000)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Community Promotion			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Property and Other Taxes	$ 80,000	$ 80,000	$ 76,461	$ (3,539)
Donations	25,000	25,000	25,000	0
Total Revenues	105,000	105,000	101,461	(3,539)
Expenditures:				
Current:				
Community Development				
Services & Charges	113,075	118,075	100,455	17,620
Total Expenditures	113,075	118,075	100,455	17,620
Net Change in Fund Balance	(8,075)	(13,075)	1,006	14,081
Fund Balance at Beginning of Year:	**44,491**	**44,491**	**44,491**	**0**
Fund Balance at End of Year:	**$ 36,416**	**$ 31,416**	**$ 45,497**	**$ 14,081**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Community Development Block Grant			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 155,000	$ 155,000	$ 155,000	$ 0
Total Revenues	155,000	155,000	155,000	0
Expenditures:				
Current:				
Community Development				
Services & Charges	15,000	15,000	15,000	0
Capital Outlay	65,000	65,000	65,000	0
Total Expenditures	80,000	80,000	80,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	75,000	75,000	75,000	0
Other Financing Sources (Uses):				
Advances Out	0	0	(72,470)	(72,470)
Total Other Financing Sources (Uses)	0	0	(72,470)	(72,470)
Net Change in Fund Balance	75,000	75,000	2,530	(72,470)
Fund Deficit at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance at End of Year:	**$ 75,000**	**$ 75,000**	**$ 2,530**	**$ (72,470)**

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	Special Revenue Fund: Revolving Loan			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 184,500	$ 184,500	$ 126,852	$ (57,648)
Interest	500	500	2,396	1,896
Total Revenues	185,000	185,000	129,248	(55,752)
Expenditures:				
Current:				
Community Development				
Services & Charges	153,936	153,936	118,710	35,226
Capital Outlay	427,097	427,097	160,981	266,116
Total Expenditures	581,033	581,033	279,691	301,342
Net Change in Fund Balance	(396,033)	(396,033)	(150,443)	245,590
Fund Balance at Beginning of Year:	**123,033**	**123,033**	**123,033**	**0**
Prior Years Encumbrances	396,034	396,034	396,034	0
Fund Balance at End of Year:	**$ 123,034**	**$ 123,034**	**$ 368,624**	**$ 245,590**

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	Special Revenue Fund: Housing Program Income			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Reimbursements	$ 0	$ 12,618	$ 12,618	$ 0
Total Revenues	$ 0	$ 12,618	$ 12,618	$ 0
Expenditures:				
Current:				
Community Development				
Capital Outlay	24,878	37,496	24,878	12,618
Total Expenditures	24,878	37,496	24,878	12,618
Net Change in Fund Balance	(24,878)	(24,878)	(12,260)	12,618
Fund Balance at Beginning of Year:	**24,878**	**24,878**	**24,878**	**0**
Fund Balance at End of Year:	**$ 0**	**$ 0**	**$ 12,618**	**$ 12,618**

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	Special Revenue Fund: Community Housing Improvement Program			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 332,200	$ 332,200	$ 116,209	$ (215,991)
Total Revenues	332,200	332,200	116,209	(215,991)
Expenditures:				
Current:				
Community Development				
Services & Charges	304,200	304,200	296,406	7,794
Capital Outlay	28,000	28,000	27,600	400
Total Expenditures	332,200	332,200	324,006	8,194
Net Change in Fund Balance	0	0	(207,797)	(207,797)
Fund Balance at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance (Deficit) at End of Year:	**$ 0**	**$ 0**	**$ (207,797)**	**$ (207,797)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Fire Donations			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Donations	$ 1,500	$ 1,500	$ 1,665	$ 165
Total Revenues	1,500	1,500	1,665	165
Expenditures:				
Current:				
Public Safety				
Materials & Supplies	4,000	4,000	0	4,000
Total Expenditures	4,000	4,000	0	4,000
Net Change in Fund Balance	(2,500)	(2,500)	1,665	4,165
Fund Balance at Beginning of Year:	**4,100**	**4,100**	**4,100**	**0**
Fund Balance at End of Year:	**$ 1,600**	**$ 1,600**	**$ 5,765**	**$ 4,165**

City of Delaware, Ohio
Schedule of Revenue, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Park Donations			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Donations	$ 0	$ 0	$ 25,000	$ 25,000
Total Revenues	$ 0	$ 0	$ 25,000	$ 25,000
Expenditures:				
Current:				
Total Expenditures	0	0	0	0
Net Change in Fund Balance	0	0	25,000	25,000
Fund Balance at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance at End of Year:	**$ 0**	**$ 0**	**$ 25,000**	**$ 25,000**

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2016

	Special Revenue Fund: Police Donations			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Donations	$ 500	$ 500	$ 2,645	$ 2,145
Total Revenues	500	500	2,645	2,145
Expenditures:				
Current:				
Public Safety				
Materials & Supplies	2,000	2,000	371	1,629
Capital Outlay	5,677	5,677	1,947	3,730
Total Expenditures	7,677	7,677	2,318	5,359
Net Change in Fund Balance	(7,177)	(7,177)	327	7,504
Fund Balance at Beginning of Year:	**7,482**	**7,482**	**7,482**	**0**
Fund Balance at End of Year:	**$ 305**	**$ 305**	**$ 7,809**	**$ 7,504**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Mayor's Donations			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Donations	$ 2,400	$ 2,400	$ 1,836	$ (564)
Total Revenues	2,400	2,400	1,836	(564)
Expenditures:				
Current:				
General Government				
Services & Charges	2,800	2,800	2,256	544
Total Expenditures	2,800	2,800	2,256	544
Net Change in Fund Balance	(400)	(400)	(420)	(20)
Fund Balance at Beginning of Year:	**1,678**	**1,678**	**1,678**	**0**
Fund Balance at End of Year:	**$ 1,278**	**$ 1,278**	**$ 1,258**	**$ (20)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Special Revenue Fund: Project Trust			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Developers' Fees	$ 15,000	$ 15,000	$ 55,462	$ 40,462
Total Revenues	15,000	15,000	55,462	40,462
Expenditures:				
Current:				
Community Development				
Capital Outlay	21,500	21,500	11,500	10,000
Total Expenditures	21,500	21,500	11,500	10,000
Net Change in Fund Balance	(6,500)	(6,500)	43,962	50,462
Fund Balance at Beginning of Year:	**493,158**	**493,158**	**493,158**	**0**
Prior Years Encumbrances	11,500	11,500	11,500	0
Fund Balance at End of Year:	**$ 498,158**	**$ 498,158**	**$ 548,620**	**$ 50,462**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Debt Service Fund: General Obligation Bond Retirement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Interest	$ 0	$ 0	$ 747	$ 747
Total Revenues	0	0	747	747
Expenditures:				
General Government				
Services & Charges	10,374	10,374	3,170	7,204
Debt Service:				
Principal Retirement	1,590,001	1,590,001	1,590,000	1
Interest & Fiscal Charges	319,935	319,935	319,934	1
Total Expenditures	1,920,310	1,920,310	1,913,104	7,206
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,920,310)	(1,920,310)	(1,912,357)	7,953
Other Financing Sources (Uses):				
Issuance of Notes	350,000	350,000	450,000	100,000
Premium on Debt Issuances	0	0	482	482
Transfers In	1,566,723	1,566,723	1,469,936	(96,787)
Total Other Financing Sources (Uses)	1,916,723	1,916,723	1,920,418	3,695
Net Change in Fund Balance	(3,587)	(3,587)	8,061	11,648
Fund Balance at Beginning of Year:	**63,932**	**63,932**	**63,932**	**0**
Prior Years Encumbrances	374	374	374	0
Fund Balance at End of Year:	**$ 60,719**	**$ 60,719**	**$ 72,367**	**$ 11,648**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Debt Service Fund: Park Improvement Bond Retirement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Interest	$ 400	$ 400	$ 2,227	$ 1,827
Total Revenues	400	400	2,227	1,827
Expenditures:				
Debt Service:				
Principal Retirement	510,000	510,000	510,000	0
Interest & Fiscal Charges	768,202	768,202	768,202	0
Total Expenditures	1,278,202	1,278,202	1,278,202	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,277,802)	(1,277,802)	(1,275,975)	1,827
Other Financing Sources (Uses):				
Transfers In	1,279,427	1,279,427	1,277,254	(2,173)
Total Other Financing Sources (Uses)	1,279,427	1,279,427	1,277,254	(2,173)
Net Change in Fund Balance	1,625	1,625	1,279	(346)
Fund Balance at Beginning of Year:	**106,517**	**106,517**	**106,517**	**0**
Fund Balance at End of Year:	**$ 108,142**	**$ 108,142**	**$ 107,796**	**$ (346)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Debt Service Fund: Southeast Highland Bond Retirement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Interest	$ 400	$ 400	$ 2,276	$ 1,876
Total Revenues	400	400	2,276	1,876
Expenditures:				
Debt Service:				
Principal Retirement	395,000	395,000	395,000	0
Interest & Fiscal Charges	602,622	602,622	602,621	1
Total Expenditures	997,622	997,622	997,621	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	(997,222)	(997,222)	(995,345)	1,877
Other Financing Sources (Uses):				
Transfers In	997,467	997,467	995,232	(2,235)
Total Other Financing Sources (Uses)	997,467	997,467	995,232	(2,235)
Net Change in Fund Balance	245	245	(113)	(358)
Fund Balance at Beginning of Year:	**83,136**	**83,136**	**83,136**	**0**
Fund Balance at End of Year:	**$ 83,381**	**$ 83,381**	**$ 83,023**	**$ (358)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: FAA Airport Expansion			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 4,234,117	$ 4,234,117	$ 3,413,624	$ (820,493)
Total Revenues	4,234,117	4,234,117	3,413,624	(820,493)
Expenditures:				
Current:				
Airport	4,575,651	4,575,651	4,249,131	326,520
Total Expenditures	4,575,651	4,575,651	4,249,131	326,520
Excess (Deficiency) of Revenues Over (Under) Expenditures	(341,534)	(341,534)	(835,507)	(493,973)
Other Financing Sources (Uses):				
Transfers In	73,000	73,000	69,305	(3,695)
Total Other Financing Sources (Uses)	73,000	73,000	69,305	(3,695)
Net Change in Fund Balance	(268,534)	(268,534)	(766,202)	(497,668)
Fund Balance (Deficit) at Beginning of Year:	**(4,241,335)**	**(4,241,335)**	**(4,241,335)**	**0**
Prior Years Encumbrances	4,575,651	4,575,651	4,575,651	0
Fund Balance (Deficit) at End of Year:	**$ 65,782**	**$ 65,782**	**$ (431,886)**	**$ (497,668)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: FAA Airport Allocation/Improvement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	$ 528,004	$ 528,004	$ 34,435	$ (493,569)
Total Revenues	528,004	528,004	34,435	(493,569)
Expenditures:				
Current:				
Airport	556,215	556,215	494,016	62,199
Total Expenditures	556,215	556,215	494,016	62,199
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,211)	(28,211)	(459,581)	(431,370)
Other Financing Sources (Uses):				
Transfers In	28,211	28,211	28,211	0
Total Other Financing Sources (Uses)	28,211	28,211	28,211	0
Net Change in Fund Balance	0	0	(431,370)	(431,370)
Fund Balance at Beginning of Year:	**0**	**0**	**0**	**0**
Fund Balance (Deficit) at End of Year:	**$ 0**	**$ 0**	**$ (431,370)**	**$ (431,370)**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Equipment Replacement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Total Revenues	$ 0	$ 0	$ 0	$ 0
Expenditures:				
Current:				
Police	156,785	156,785	146,341	10,444
Parks & Facilities	105,500	105,500	90,408	15,092
Public Works	444,041	444,041	440,179	3,862
Airport	115,000	115,000	115,000	0
Total Expenditures	821,326	821,326	791,928	29,398
Excess (Deficiency) of Revenues Over (Under) Expenditures	(821,326)	(821,326)	(791,928)	29,398
Other Financing Sources (Uses):				
Transfers In	615,000	615,000	615,000	0
Total Other Financing Sources (Uses)	615,000	615,000	615,000	0
Net Change in Fund Balance	(206,326)	(206,326)	(176,928)	29,398
Fund Balance at Beginning of Year:	**116,514**	**116,514**	**116,514**	**0**
Prior Years Encumbrances	149,626	149,626	149,626	0
Fund Balance at End of Year:	**$ 59,814**	**$ 59,814**	**$ 89,212**	**$ 29,398**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Park Impact Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	$ 225,000	$ 225,000	$ 326,517	$ 101,517
Intergovernmental	0	0	320,000	320,000
Donations	55,000	55,000	208,569	153,569
Interest	250	250	3,286	3,036
Total Revenues	280,250	280,250	858,372	578,122
Expenditures:				
Current:				
Parks & Recreation				
Services & Charges	18,006	18,006	18,006	0
Capital Outlay	1,159,993	1,159,993	593,156	566,837
Total Expenditures	1,177,999	1,177,999	611,162	566,837
Excess (Deficiency) of Revenues Over (Under) Expenditures	(897,749)	(897,749)	247,210	1,144,959
Other Financing Sources (Uses):				
Issuance of Notes	250,000	250,000	0	(250,000)
Transfers Out	(118,845)	(118,845)	(118,845)	0
Total Other Financing Sources (Uses)	131,155	131,155	(118,845)	(250,000)
Net Change in Fund Balance	(766,594)	(766,594)	128,365	894,959
Fund Balance at Beginning of Year:	**235,576**	**235,576**	**235,576**	**0**
Prior Years Encumbrances	556,299	556,299	556,299	0
Fund Balance at End of Year:	**$ 25,281**	**$ 25,281**	**$ 920,240**	**$ 894,959**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Police Impact Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	$ 57,000	$ 57,000	$ 143,853	$ 86,853
Interest	150	150	1,349	1,199
Total Revenues	57,150	57,150	145,202	88,052
Expenditures:				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	57,150	57,150	145,202	88,052
Other Financing Sources (Uses):				
Transfers Out	(61,918)	(61,918)	(61,918)	0
Total Other Financing Sources (Uses)	(61,918)	(61,918)	(61,918)	0
Net Change in Fund Balance	(4,768)	(4,768)	83,284	88,052
Fund Balance at Beginning of Year:	**250,771**	**250,771**	**250,771**	**0**
Fund Balance at End of Year:	**$ 246,003**	**$ 246,003**	**$ 334,055**	**$ 88,052**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Fire Impact Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	$ 85,000	$ 85,000	$ 253,747	$ 168,747
Interest	50	50	1,190	1,140
Total Revenues	85,050	85,050	254,937	169,887
Expenditure:				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	85,050	85,050	254,937	169,887
Other Financing Sources (Uses):				
Transfers Out	(85,000)	(85,000)	(85,000)	0
Total Other Financing Sources (Uses)	(85,000)	(85,000)	(85,000)	0
Net Change in Fund Balance	50	50	169,937	169,887
Fund Balance at Beginning of Year:	**160,795**	**160,795**	**160,795**	**0**
Fund Balance at End of Year:	**$ 160,845**	**$ 160,845**	**$ 330,732**	**$ 169,887**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Municipal Impact Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	$ 100,000	$ 100,000	$ 251,399	$ 151,399
Charges for Services	65,000	65,000	65,000	0
Interest	200	200	2,015	1,815
Total Revenues	165,200	165,200	318,414	153,214
Expenditure:				
Current:				
Capital Outlay	195,000	195,000	0	195,000
Total Expenditures	195,000	195,000	0	195,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,800)	(29,800)	318,414	348,214
Other Financing Sources (Uses):				
Transfers Out	(135,707)	(135,707)	(135,707)	0
Total Other Financing Sources (Uses)	(135,707)	(135,707)	(135,707)	0
Net Change in Fund Balance	(165,507)	(165,507)	182,707	348,214
Fund Balance at Beginning of Year:	**352,415**	**352,415**	**352,415**	**0**
Fund Balance at End of Year:	**$ 186,908**	**$ 186,908**	**$ 535,122**	**$ 348,214**

City of Delaware, Ohio
Schedule of Revenues, Expenditures and Changes In Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Capital Projects Fund: Glenn Road North Construction			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges for Services	$ 80,000	$ 80,000	$ 94,464	$ 14,464
Total Revenues	80,000	80,000	94,464	14,464
Expenditure:				
Current:				
Public Works				
Services & Charges	11,950	11,950	5,202	6,748
Capital Outlay	410,264	410,264	256,161	154,103
Debt Service:				
Principal Retirement	20,000	20,000	15,000	5,000
Interest & Fiscal Charges	80,695	80,695	80,695	0
Total Expenditures	522,909	522,909	357,058	165,851
Net Change in Fund Balance	(442,909)	(442,909)	(262,594)	180,315
Fund Balance at Beginning of Year:	**248,637**	**248,637**	**248,637**	**0**
Prior Years Encumbrances	412,214	412,214	412,214	0
Fund Balance at End of Year:	**$ 217,942**	**$ 217,942**	**$ 398,257**	**$ 180,315**

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Enterprise Fund: Golf Course			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 158,800	$ 158,800	$ 159,634	$ 834
Other	8,700	8,700	7,641	(1,059)
Total Revenues	167,500	167,500	167,275	(225)
Expenses:				
Personal Services	134,415	135,915	135,561	354
Materials & Supplies	21,900	21,900	15,521	6,379
Services & Charges	34,474	34,474	29,372	5,102
Refunds	400	400	0	400
Capital Outlay	2,800	2,800	2,600	200
Total Expenses	193,989	195,489	183,054	12,435
Net Change in Fund Equity	(26,489)	(27,989)	(15,779)	12,210
Fund Equity at Beginning of Year:	**85,141**	**85,141**	**85,141**	**0**
Fund Equity at End of Year:	**$ 58,652**	**$ 57,152**	**$ 69,362**	**$ 12,210**

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2016

	Enterprise Fund: Parking Lots			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	$ 50,100	$ 50,100	$ 50,509	$ 409
Total Revenues	50,100	50,100	50,509	409
Expenses:				
Services & Charges	58,175	58,175	55,715	2,460
Total Expenses	58,175	58,175	55,715	2,460
Net Change in Fund Equity	(8,075)	(8,075)	(5,206)	2,869
Fund Equity at Beginning of Year:	**33,872**	**33,872**	**33,872**	**0**
Fund Equity at End of Year:	**$ 25,797**	**$ 25,797**	**$ 28,666**	**$ 2,869**

City of Delaware, Ohio
Schedule Of Revenues , Expenses, And Changes In Fund Equity
Budget And Actual [Budget Basis]
For The Year Ended December 31, 2016

	Internal Service Fund: Garage Rotary			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Services	$ 603,100	$ 603,100	$ 603,107	$ 7
Total Revenues	603,100	603,100	603,107	7
Expenses:				
Personal Services	310,602	310,602	304,988	5,614
Materials & Supplies	324,939	324,939	251,113	73,826
Services & Charges	40,375	40,375	30,003	10,372
Capital Outlay	20,500	20,500	10,775	9,725
Total Expenses	696,416	696,416	596,879	99,537
Net Change in Fund Equity	(93,316)	(93,316)	6,228	99,544
Fund Equity At Beginning Of Year:	**190,040**	**190,040**	**190,040**	**0**
Prior Years Encumbrances	49,489	49,489	49,489	0
Fund Equity At End Of Year:	**$ 146,213**	**$ 146,213**	**$ 245,757**	**$ 99,544**

City of Delaware, Ohio
Schedule Of Revenues , Expenses, And Changes In Fund Equity
Budget And Actual [Budget Basis]
For The Year Ended December 31, 2016

	Internal Service Fund: Information Technology Rotary			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Service	$ 936,531	$ 936,531	$ 936,531	$ 0
Other	0	0	199	199
Total Revenues	936,531	936,531	936,730	199
Expenses:				
Technology				
Personal Services	353,802	353,802	350,713	3,089
Materials & Supplies	3,100	3,100	1,130	1,970
Services & Charges	11,050	11,050	8,444	2,606
Capital Outlay	6,000	6,000	1,752	4,248
Support				
Materials & Supplies	1,717	1,717	1,572	145
Services & Charges	492,913	492,913	347,848	145,065
Capital Outlay	49,352	49,352	26,241	23,111
Geographical Information Systems				
Personal Services	94,211	94,211	93,399	812
Materials & Supplies	700	700	0	700
Services & Charges	24,399	24,399	20,582	3,817
Capital Outlay	5,000	5,000	0	5,000
Total Expenses	1,042,244	1,042,244	851,681	190,563
Net Change in Fund Equity	(105,713)	(105,713)	85,049	190,762
Fund Equity At Beginning Of Year:	**353,688**	**353,688**	**353,688**	**0**
Prior Years Encumbrances	61,771	61,771	61,771	0
Fund Equity At End Of Year:	**$ 309,746**	**$ 309,746**	**$ 500,508**	**$ 190,762**

City of Delaware, Ohio
Schedule Of Revenues , Expenses, And Changes In Fund Equity
Budget And Actual [Budget Basis]
For The Year Ended December 31, 2016

	Internal Service Fund: Self-Insurance			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Service	$ 4,305,548	$ 4,305,548	$ 4,394,502	$ 88,954
Reimbursements	300,000	300,000	508,833	208,833
Total Revenues	4,605,548	4,605,548	4,903,335	297,787
Expenses:				
Services & Charges	749,712	899,712	810,152	89,560
Claims	4,023,000	4,248,000	4,236,342	11,658
Refunds	29,500	29,500	27,340	2,160
Other	0	23,000	22,044	956
Total Expenses	4,802,212	5,200,212	5,095,878	103,378
Net Change in Fund Equity	(196,664)	(594,664)	(192,543)	402,121
Fund Equity At Beginning Of Year:	**2,396,651**	**2,396,651**	**2,396,651**	**0**
Prior Years Encumbrances	10,151	10,151	10,151	0
Fund Equity At End Of Year:	**$ 2,210,138**	**$ 1,812,138**	**$ 2,214,259**	**$ 402,121**

City of Delaware, Ohio
Schedule Of Revenues , Expenses, And Changes In Fund Equity
Budget And Actual [Budget Basis]
For The Year Ended December 31, 2016

	Internal Service Fund: Worker's Compensation			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Service	$ 549,265	$ 549,265	$ 548,974	$ (291)
Reimbursements	0	0	1,986	1,986
Total Revenues	549,265	549,265	550,960	1,695
Expenses:				
Claims	565,000	585,000	514,358	70,642
Services & Charges	12,000	12,000	12,000	0
Total Expenses	577,000	597,000	526,358	70,642
Net Change in Fund Equity	(27,735)	(47,735)	24,602	72,337
Fund Equity At Beginning Of Year:	**1,945,286**	**1,945,286**	**1,945,286**	**0**
Fund Equity At End Of Year:	**$ 1,917,551**	**$ 1,897,551**	**$ 1,969,888**	**$ 72,337**

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***

Financial Trends *190*

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

Revenue Capacity *195*

These schedules contain information to help the reader assess the government's most significant local revenue sources, Property Tax and Income Tax.

Debt Capacity *201*

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.

Demographic and Economic Information *206*

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

Operating Information *208*

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									
	2007	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
Governmental Activities										
Net Investment in Capital Assets	$ 40,627,934	$ 44,510,126	$ 42,217,131	$ 49,555,182	$ 44,178,679	$ 41,488,379	$ 42,076,683	$ 41,266,191	$ 43,677,814	$ 55,169,052
Restricted	9,577,121	8,888,379	12,481,627	27,692,345	20,355,048	24,942,137	32,442,920	39,682,493	41,521,426	37,601,264
Unrestricted	8,657,196	9,232,749	10,388,349	(5,629,421)	6,471,127	3,798,507	7,221,823	4,805,100	(18,275,450)	(15,529,509)
Total Governmental Activities Net Position	$ 58,862,251	$ 62,631,254	$ 65,087,107	$ 71,618,106	$ 71,004,854	$ 70,229,023	$ 81,741,426	$ 85,753,784	$ 66,923,790	$ 77,240,807
Business-Type Activities										
Net Investment in Capital Assets	$ 59,276,013	$ 62,280,398	$ 62,909,728	$ 64,221,470	$ 63,614,360	$ 64,265,588	$ 76,377,410	$ 67,220,887	$ 71,510,580	$ 77,602,081
Unrestricted	14,708,083	14,658,030	13,503,282	12,761,428	14,298,948	17,507,681	10,095,849	25,305,428	23,681,873	22,276,704
Total Business-Type Activities Net Position	$ 73,984,096	$ 76,938,428	$ 76,413,010	$ 76,982,898	$ 77,913,308	$ 81,773,269	$ 86,473,259	$ 92,526,315	$ 95,192,453	$ 99,878,785
Primary Government										
Net Investment in Capital Assets	$ 99,903,947	$ 106,790,524	$ 105,126,859	$ 113,776,652	$ 107,793,039	$ 105,753,967	$ 118,454,093	$ 108,487,078	$ 115,188,394	$ 132,771,133
Restricted	9,577,121	8,888,379	12,481,627	27,692,345	20,355,048	24,942,137	32,442,920	39,682,493	41,521,426	37,601,264
Unrestricted	23,365,279	23,890,779	23,891,631	7,132,007	20,770,075	21,306,188	17,317,672	30,110,528	5,406,423	6,747,195
Total Primary Government Net Position	$ 132,846,347	$ 139,569,682	$ 141,500,117	$ 148,601,004	$ 148,918,162	$ 152,002,292	$ 168,214,685	$ 178,280,099	$ 162,116,243	$ 177,119,592

Schedule 2

City of Delaware, Ohio
Changes in Net Position,
Last Ten Years
[accrual basis of accounting]

	Year									
	2007	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
Expenses[1]										
Governmental Activities:										
General Government	$ 5,597,600	$ 5,673,407	$ 4,319,605	$ 4,709,782	$ 4,381,295	$ 4,745,838	$ 5,375,292	$ 4,860,873	$ 5,143,079	$ 5,524,652
Public Safety	10,571,167	11,524,263	11,814,941	12,162,111	12,327,103	12,794,421	15,141,815	14,272,584	15,552,432	19,992,138
Municipal Court	2,636,439	3,173,354	3,167,772	3,116,508	3,005,899	2,785,258	2,841,353	3,399,596	3,680,931	3,856,097
Parks & Facilities	1,512,507	1,765,238	1,686,291	1,810,642	5,761,615	1,849,411	2,742,270	2,539,343	3,208,146	3,053,700
Community Development	427,025	445,970	78,974	290,966	705,895	673,941	1,383,226	1,907,039	743,635	1,364,230
Airport	1,082,282	1,213,569	1,125,084	1,134,052	1,187,418	1,321,930	1,773,732	1,453,063	1,115,674	1,268,107
Public Works	3,599,331	4,681,247	3,890,814	3,876,541	5,971,273	10,348,212	5,210,285	5,959,161	3,976,326	5,035,494
Interest and Charges	966,999	909,767	551,336	1,389,592	1,369,537	1,636,456	1,332,336	1,237,019	1,273,452	1,177,668
Total Governmental Activities Expenses	26,393,350	29,386,815	26,634,817	28,490,194	34,710,035	36,155,467	35,800,307	35,628,678	34,693,675	41,272,086
Business-Type Activities:										
Water	3,390,558	4,948,492	4,262,902	3,932,733	4,523,921	4,292,105	4,333,495	4,775,189	6,005,289	8,292,758
Sewer	6,436,978	7,043,539	8,200,691	7,458,354	7,449,457	7,363,967	7,176,767	7,103,077	7,268,246	7,212,472
Storm Sewer	629,824	666,681	699,321	608,410	648,000	930,359	646,183	835,863	874,420	947,710
Refuse	2,506,714	2,621,832	2,465,141	3,231,835	3,136,616	2,707,019	2,815,284	2,995,678	3,150,050	3,194,252
Other Business-Type Activities	243,723	237,816	315,875	256,076	236,782	257,826	223,873	196,828	199,689	254,919
Total Business-Type Activities	13,207,797	15,518,360	15,943,930	15,487,408	15,994,776	15,551,276	15,195,602	15,906,635	17,497,694	19,902,111
Total Primary Government Expenses	$ 39,601,147	$ 44,905,175	$ 42,578,747	$ 43,977,602	$ 50,704,811	$ 51,706,743	$ 50,995,909	$ 51,535,313	$ 52,191,369	$ 61,174,197
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	$ 1,750,636	$ 940,558	$ 848,521	$ 811,028	$ 938,452	$ 1,397,945	$ 1,200,336	$ 1,523,408	$ 1,588,573	$ 2,531,014
Public Safety	635,824	638,080	678,647	714,196	897,278	619,758	639,973	640,043	484,545	743,552
Municipal Court	2,558,368	2,371,950	3,111,673	3,114,000	3,143,978	3,108,000	3,147,494	3,229,011	3,425,539	3,692,368
Parks & Facilities	367,014	422,942	412,909	497,698	474,276	48,391	260,166	174,815	202,630	277,356
Community Development	43,761	47,056	37,733	32,709	30,613	74,930	17,475	14,114	10,710	244,798
Airport	648,524	725,862	591,902	638,253	734,904	808,333	818,506	745,394	691,363	574,989
Public Works	0	159,407	100,522	8,321	101,739	84,112	109,594	233,389	65,000	111,105
Operating Grants and Contributions	767,520	1,432,856	786,367	754,091	402,615	557,212	814,885	662,137	650,062	252,589
Capital Grants and Contributions	5,085,496	5,471,180	3,250,089	7,224,661	3,710,470	3,943,885	4,213,649	6,303,648	5,448,944	13,637,840
Total Governmental Activities Program Revenues	11,857,143	12,209,891	9,818,363	13,794,957	10,434,325	10,642,566	11,222,078	13,525,959	12,567,366	22,065,611

	Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Business-Type Activities:										
Charges for Services:										
Water	4,394,712	4,678,500	3,995,280	4,472,717	4,845,877	6,064,510	6,196,486	6,627,825	6,296,882	7,055,925
Sewer	5,547,183	6,739,840	6,416,812	6,816,959	6,994,836	7,877,850	7,734,100	8,314,613	7,830,367	8,852,192
Storm Sewer	679,704	753,136	774,379	771,881	794,557	698,034	797,580	809,553	812,464	839,798
Refuse	2,416,904	2,525,397	2,833,424	2,917,011	3,032,084	3,165,678	3,234,523	3,332,815	3,373,629	3,500,944
Other Activities	235,988	234,060	229,472	207,711	179,110	225,095	199,158	188,331	210,367	211,843
Operating Grants and Contributions	26,250	135,000	35,000	35,000	35,000	14,000	17,500	0	0	0
Capital Grants and Contributions	1,548,355	2,615,142	865,839	639,290	725,476	1,192,376	1,162,804	2,286,824	3,711,544	3,777,488
Total Business-Type Activities Program Revenues	14,849,096	17,681,075	15,150,206	15,860,569	16,606,940	19,237,543	19,342,151	21,559,961	22,235,253	24,238,190
Total Primary Government Program Revenues	$ 26,706,239	$ 29,890,966	$ 24,968,569	$ 29,655,526	$ 27,041,265	$ 29,880,109	$ 30,564,229	$ 35,085,920	$ 34,802,619	$ 46,303,801
Net (Expense)/Revenue										
Governmental Activities	$ (14,536,207)	$ (17,176,924)	$ (16,816,454)	$ (14,695,237)	$ (24,275,710)	$ (25,512,901)	$ (24,578,229)	$ (22,102,719)	$ (22,126,309)	$(19,206,475)
Business-Type Activities	1,641,299	2,162,715	(793,724)	373,161	612,164	3,686,267	4,146,549	5,653,326	4,737,559	4,337,079
Total Primary Government Net Expense	$ (12,894,908)	$ (15,014,209)	$ (17,610,178)	$ (14,322,076)	$ (23,663,546)	$ (21,826,634)	$ (20,431,680)	$ (16,449,393)	$ (17,388,750)	$(14,869,396)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Taxes	$ 1,793,182	$ 1,849,164	$ 1,825,092	$ 1,752,804	$ 1,685,641	$ 1,704,832	$ 1,544,312	$ 1,543,374	$ 1,667,969	$ 1,648,383
Income Taxes [2]	13,420,687	14,077,081	14,938,237	15,558,058	18,114,605	19,250,670	20,393,782	22,011,434	22,674,074	24,762,914
Other Taxes	57,116	64,531	62,339	54,465	51,455	70,301	62,197	74,660	81,935	76,461
Gain (Loss) on Sale of Assets	0	758,080	20,837	97,639	12,345	0	23,892	13,080	0	0
Grants and Contributions not Restricted to Specific Programs	1,906,545	2,365,978	1,599,125	2,544,655	2,021,199	1,101,219	1,240,061	941,717	905,393	892,453
Payments in Lieu of Taxes	0	947,129	243,756	581,505	669,138	227,225	581,763	719,788	779,075	1,063,670
Special Assessments	0	0	0	0	0	0	0	83,062	0	129,413
Unrestricted Contributions	0	632,655	217,878	300,975	317,683	190,697	435,939	267,451	765,495	537,294
Interest Income	1,130,374	711,891	240,559	172,788	173,744	198,615	188,031	291,240	145,878	182,410
Miscellaneous	609,766	218,147	124,484	163,347	616,648	728,605	876,322	169,271	561,557	345,269
Total Governmental Activities	18,917,670	21,624,656	19,272,307	21,226,236	23,662,458	23,472,164	25,346,299	26,115,077	27,581,376	29,638,267
Special Item										
Transfer of Cemetery net position upon dissolution	0	0	0	0	0	1,264,906	17,008	0	0	0
Business-Type Activities:										
Interest Income	889,996	619,542	31,687	14,255	11,818	13,444	12,679	16,454	31,295	96,836
Gain on Sale of Assets	0	0	14,858	0	0	0	0	0	0	0
Miscellaneous	93,211	203,529	221,761	182,472	306,428	160,250	540,762	383,276	120,468	137,642
Total Business-Type Activities	983,207	823,071	268,306	196,727	318,246	173,694	553,441	399,730	151,763	234,478
Total Primary Government	$ 19,900,877	$ 22,447,727	$ 19,540,613	$ 21,422,963	$ 23,980,704	$ 24,910,764	$ 25,916,748	$ 26,514,807	$ 27,733,139	$ 29,872,745
Change in Net Position										
Governmental Activities	$ 4,381,463	$ 4,447,732	$ 2,455,853	$ 6,530,999	$ (613,252)	$ (775,831)	$ 785,078	$ 4,012,358	$ 5,455,067	$ 10,431,792
Business-Type Activities	2,624,506	2,985,786	(525,418)	569,888	930,410	3,859,961	4,699,990	6,053,056	4,889,322	4,571,557
Total Primary Government	$ 7,005,969	$ 7,433,518	$ 1,930,435	$ 7,100,887	$ 317,158	$ 3,084,130	$ 5,485,068	$ 10,065,414	$ 10,344,389	$ 15,003,349

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

[2] 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* 2007	2008	2009	2010	2011 (1)	2012	2013	2014	2015	2016
General Fund										
Nonspendable	$ 0	$ 0	$ 0	$ 0	$ 241,848	$ 193,516	$ 186,096	$ 159,472	$ 226,255	$ 230,035
Committed	0	0	0	0	733,570	774,267	784,159	371,870	376,206	402,507
Assigned	0	0	0	0	171,094	226,167	132,700	172,773	118,431	1,408,973
Unassigned	0	0	0	0	4,868,744	5,373,025	5,931,742	5,700,232	5,962,298	5,018,573
Reserved	194,256	146,602	311,399	283,192	0	0	0	0	0	0
Unreserved	4,636,153	4,329,430	3,363,482	4,269,038	0	0	0	0	0	0
Total General Fund	$ 4,830,409	$ 4,476,032	$ 3,674,881	$ 4,552,230	$ 6,015,256	$ 6,566,975	$ 7,034,697	$ 6,404,347	$ 6,683,190	$ 7,060,088
All Other Governmental Funds										
Nonspendable	$ 0	$ 0	$ 0	$ 0	$ 1,467,320	$ 718,649	$ 239,542	$ 129,229	$ 236,416	$ 139,175
Restricted	0	0	0	0	11,029,429	12,976,541	13,948,364	31,871,720	33,047,494	29,358,116
Committed	0	0	0	0	2,163,710	1,572,458	2,576,568	3,468,974	5,565,804	7,696,501
Assigned	0	0	0	0	0	0	0	0	0	45,497
Unassigned	0	0	0	0	(14,107,013)	(15,144,652)	(9,925,636)	(18,111)	0	(82,710)
Reserved	3,148,272	3,286,888	2,260,622	12,632,020	0	0	0	0	0	0
Unreserved, Reported In:										
Special Revenue Funds	4,554,423	3,617,503	4,367,987	9,161,840	0	0	0	0	0	0
Debt Service Funds	(164,215)	(95,031)	(40,584)	65,486	0	0	0	0	0	0
Capital Project Funds	(8,441,470)	(9,670,311)	(10,265,440)	(11,336,439)	0	0	0	0	0	0
Total All Other Governmental Funds	$ (902,990)	$ (2,860,951)	$ (3,677,415)	$ 10,522,907	$ 553,446	$ 122,996	$ 6,838,838	$ 35,451,812	$ 38,849,714	$37,156,579

(1) In 2011, GASB 54 was implemented which created new classifications for fund balance restrictions. There was no restatement of fund balances for years prior to 2011 as the relevant information no longer existed and was unavailable.

Schedule 4

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

	Year									
	2007	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
Revenues										
Taxes [see Schedule 5]	$ 15,294,360	$ 15,833,459	$ 16,447,243	$ 17,360,032	$ 20,172,350	$ 20,535,799	$ 21,988,314	$ 23,270,782	$ 24,379,942	$ 25,921,183
Intergovernmental	5,498,301	4,411,719	4,420,892	8,915,679	4,566,345	4,005,737	4,992,428	4,773,815	3,981,229	8,345,560
Payments in Lieu of Taxes	0	144,180	123,249	626,716	658,991	377,639	471,345	667,480	713,560	656,973
Special Assessments	0	0	0	0	0	0	0	83,062	0	129,413
Interest	1,130,374	711,891	240,559	172,788	173,744	198,615	188,031	291,240	145,878	182,410
Fees, Licenses, and Permits	695,102	911,800	649,967	717,855	772,584	839,153	829,268	931,856	1,026,156	1,267,821
Fines and Forfeitures	2,272,295	2,170,171	2,745,278	2,718,732	2,718,941	2,700,089	2,842,024	2,882,641	2,917,509	3,104,553
Impact Fees	635,868	947,185	313,320	282,074	317,812	474,539	748,427	599,244	602,123	975,515
Charges for Services	3,066,440	2,236,182	2,262,787	2,373,599	2,949,115	2,339,600	2,594,039	3,072,065	2,453,250	3,731,316
Contributions and Donations	0	0	0	0	0	0	0	79,842	38,606	321,802
Miscellaneous Revenues	478,365	575,290	588,769	653,928	709,914	808,330	723,758	1,708,434	505,472	304,669
Total Revenues	29,071,105	27,941,877	27,792,064	33,821,403	33,039,796	32,279,501	35,377,634	38,360,461	36,763,725	44,941,215
Expenditures										
Public Safety										
Police	5,747,008	6,082,182	6,711,910	6,535,526	6,410,160	6,717,902	6,920,490	7,108,706	7,137,567	7,950,012
Fire	4,437,377	4,827,021	5,021,164	5,207,654	6,701,280	6,530,534	9,672,186	7,753,521	7,847,262	10,201,888
Municipal Court	2,116,629	2,541,708	2,774,856	2,517,600	2,419,095	2,600,349	2,567,248	2,566,389	2,657,511	2,788,535
Other	507,724	555,251	647,593	669,365	628,891	205,862	286,614	878,777	848,743	994,875
Parks & Facilities	1,342,676	1,476,899	2,454,881	8,749,976	10,769,217	2,870,507	1,696,745	1,831,678	3,633,933	2,937,310
Community Development	414,304	449,766	144,508	273,568	707,277	677,968	1,373,576	1,898,134	932,962	1,367,041
Airport	632,474	735,271	687,147	716,795	980,685	806,080	1,272,294	1,196,372	1,061,877	5,335,278
Public Works	2,337,900	3,878,769	2,797,245	6,389,734	3,764,992	4,935,056	4,572,490	5,153,101	5,148,742	4,899,953
General Government	5,374,168	5,385,890	4,145,850	4,436,391	4,555,490	4,395,764	5,044,760	4,585,133	4,658,180	5,363,259
Capital Outlay	9,842,843	3,919,563	3,217,430	917,033	2,365,391	1,011,857	276,558	0	0	0
Refunds	0	0	0	0	26,409	427,286	27,452	67,835	0	0
Debt Service										
Principal	523,889	540,976	563,915	1,063,900	895,000	1,075,246	1,704,365	1,692,120	16,734,926	14,137,783
Interest and Charges	959,636	984,232	759,014	1,538,929	1,334,689	1,382,852	1,395,968	1,271,476	1,287,743	1,233,029
Total Expenditures	34,236,628	31,377,528	29,925,513	39,016,471	41,558,576	33,637,263	36,810,746	36,003,242	51,949,446	57,208,963
Excess of Revenues Over/(Under) Expenditures	(5,165,523)	(3,435,651)	(2,133,449)	(5,195,068)	(8,518,780)	(1,357,762)	(1,433,112)	2,357,219	(15,185,721)	(12,267,748)
Other Financing Sources (Uses)										
Issuance of Bonds	0	0	0	20,120,000	0	3,395,000	8,260,000	0	6,250,000	0
Premium on Bond Issuance	0	0	0	140,775	0	65,710	280,261	0	295,956	12,482
Proceeds of Capital Lease	59,791	0	0	0	0	1,090,176	0	0	0	0
Payment to Refunding Agent	0	0	0	0	0	(3,383,489)	0	0	0	0
Discount on Bond Issuance	0	0	0	0	0	(24,058)	0	0	0	0
Sale of Long-term Notes	0	0	0	0	0	0	0	14,885,000	12,145,000	11,015,000
Sale of Assets[1]	0	1,123,313	37,085	11,964	12,345	28,786	59,407	13,080	56,735	38,804
Transfers In	5,744,361	5,671,567	5,804,230	6,121,095	5,155,407	6,804,445	9,292,264	8,332,187	9,573,938	7,048,628
Transfers Out	(5,744,361)	(5,671,567)	(5,804,230)	(6,121,095)	(5,155,407)	(6,804,445)	(9,292,264)	(8,332,187)	(9,573,938)	(7,048,628)
Total Other Financing Sources (Uses)	59,791	1,123,313	37,085	20,272,739	12,345	1,172,125	8,599,668	14,898,080	18,747,691	11,066,286
Special Item										
Transfer of Cemetery Fund Balance upon dissolution	0	0	0	0	0	306,906	17,008	0	0	0
Net Change in Fund Balances	$ (5,105,732)	$ (2,312,338)	$ (2,096,364)	$ 15,077,671	$ (8,506,435)	$ 121,269	$ 7,183,564	$ 17,255,299	$ 3,561,970	$ (1,201,462)
Debt Service as a Percentage of Noncapital Expenditures [restated][2]	8.11%	6.10%	5.27%	9.88%	7.07%	8.52%	9.48%	8.66%	39.45%	30.17%

[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]

Year	*Property*	*Income*	*Other*	*Total*
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
2014	1,561,621	21,634,501	74,660	23,270,782
2015	1,629,272	22,668,735	81,935	24,379,942
2016	1,702,541	24,142,181	76,461	25,921,183
2007 to 2016	-5.05%	80.06%	-17.93%	69.48%

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: Residential Property	Real Property: Farm Property	Real Property: Industrial Property	Real Property: Commercial Property	Real Property: Public Utility	Public Util Pers. Prop.	Tangible	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2007	$ 493,988	$ 537	$ 37,238	$ 118,750	$ 62	$ 12,743	$ 38,069	$ 701,387	2.70	$ 2,059,595	34.05 %
2008	512,224	1,219	45,441	118,208	62	12,838	20,551	710,543	2.70	2,070,223	34.32
2009	510,990	1,007	43,579	125,106	74	15,848	749	697,353	2.70	2,015,746	34.60
2010	509,294	1,001	45,495	132,514	85	16,594	367	705,350	2.70	2,040,441	34.57
2011	514,519	1,001	47,745	123,858	89	18,815	0	706,027	2.70	2,017,217	35.00
2012	481,689	1,308	45,783	120,973	98	20,058	0	669,909	2.70	1,914,024	35.00
2013	485,050	660	42,758	117,040	90	20,089	0	665,687	2.70	1,901,965	35.00
2014	493,795	661	40,480	118,438	94	20,946	0	674,414	2.70	1,926,898	35.00
2015	502,720	1,441	55,515	122,111	96	21,199	0	703,082	2.70	2,008,806	35.00
2016	520,571	2,121	47,991	131,885	90	23,357	0	726,015	2.70	2,074,329	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]

	City of Delaware			*Overlapping Rates* [1]			
Collection Year	*General Fund*	*Police & Fire Pension*	*Total Direct*	*County*	*School District*	*Other*	*Total Direct & Overlapping Rates*
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
2014	2.10	0.60	2.70	7.96	78.20	4.90	93.76
2015	2.10	0.60	2.70	7.96	78.51	4.90	94.07
2016	2.10	0.60	2.70	8.11	77.94	3.20	91.95

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

	2016			2006		
Taxpayer	*Taxable Assessed Value*	*Rank*	*Percentage of Total City Taxable Assessed Value*	*Taxable Assessed Value*	*Rank*	*Percentage of Total City Taxable Assessed Value*
Ohio [Columbus Southern] Power Co.	$ 17,196,430	1	2.45 %	$ 8,889,510	1	1.30 %
Kroger Company	8,534,240	2	1.21	6,126,310	2	0.89
HPI Troy Farms LLC	7,545,230	3	1.07	—	—	—
Willow Brook Christian	5,106,680	4	0.73	2,339,770	7	0.34
Carson Farms Investments LLC	4,975,870	5	0.71	—	—	—
Crown Group, Ltd.	4,712,110	6	0.67	1,767,980	12	0.26
Grady Memorial Hospital	4,147,500	7	0.59	—	—	—
USPG Portfolio Two, LLC	3,973,600	8	0.57	3,990,890	4	0.58
Bowtown Apartments, Inc.	3,958,290	9	0.56	4,529,210	3	0.66
SARBG Delaware, LTD	3,773,700	10	0.54	3,871,670	5	0.57
Pulte Homes of Ohio LLC	3,367,590	11	0.48	—	—	—
Columbia Gas of Ohio	3,241,960	12	0.46	—	—	—
Long Real Estate, Inc.	3,223,060	13	0.46	2,158,830	11	0.32
Byers Realty LLC	2,622,070	14	0.37	—	—	—
Pollock Venture LLC	2,468,740	15	0.35	—	—	—
Garrison Pittsburgh LLC	2,468,740	16	0.35	—	—	—
Western Auto Supply	2,187,510	17	0.31	2,563,510	6	0.37
PPG Industries	2,004,250	18	0.29	2,226,180	9	0.33
Walmart Stores East LP	1,995,000	19	0.28	—	—	—
Delaware Development Plan LTD	1,983,560	20	0.28	—	—	—
Nippert Electrical Products, Co.	—	—	—	2,256,880	8	0.33
City of Delaware	—	—	—	2,206,380	10	0.32
Olentangy Building & Development LTD	—	—	—	1,551,100	13	0.23
	$ 89,486,130		11.22 %	$ 44,478,220		6.48 %

Source: Delaware County Auditor's Office.

Schedule 9

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

Tax Year/ Collection Year	*Total Tax Levy*	*Current Tax Collections* [1]	*Percentage of Current Collections to Current Levy*	*Delinquent Tax Collections* [2]	*Total Tax Collections*	*Percentage of Total Collections to Total Tax Levy*
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
2013/2014	1,773,793	1,710,019	96.40	46,458	1,756,477	99.02
2014/2015	1,838,428	1,782,436	96.95	37,766	1,820,202	99.01
2015/2016	1,873,277	1,848,443	98.67	52,235	1,900,678	99.40

[1] State reimbursement of homestead and rollback exemptions are included.
[2] The County does not identify delinquent collections by tax year.
The presentation will be updated as new information becomes available.

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]

	Year									
	2007	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
Income Tax Rate	1.40%	1.40%	1.55%	1.55%	1.85%	1.85%	1.85%	1.85%	1.85%	1.85%
Business Accounts	$ 1,337	$ 1,794	$ 1,270	$ 1,264	$ 1,338	$ 1,516	$ 1,989	$ 1,940	$ 1,840	$ 1,807
Percentage of Total	*9.97%*	*12.89%*	*8.72%*	*8.13%*	*7.26%*	*8.01%*	*9.77%*	*8.97%*	*8.12%*	*7.48%*
Residential Accounts	2,749	2,886	3,213	3,425	3,775	3,933	4,250	4,534	5,219	5,538
Percentage of Total	*20.50%*	*20.73%*	*22.07%*	*22.02%*	*20.48%*	*20.79%*	*20.87%*	*20.96%*	*23.02%*	*22.94%*
Withholding Accounts	9,322	9,240	10,077	10,864	13,322	13,467	14,126	15,161	15,610	16,797
Percentage of Total	*69.53%*	*66.38%*	*69.21%*	*69.85%*	*72.26%*	*71.19%*	*69.36%*	*70.08%*	*68.86%*	*69.58%*
Total Income Tax Revenues	$ 13,408	$ 13,920	$ 14,560	$ 15,552	$ 18,435	$ 18,916	$ 20,365	$ 21,635	$ 22,669	$ 24,142

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]

	Governmental Activities					*Business-Type Activities*							
Year	*General Obligation Bonds*	*Income Tax Revenue Bonds*	*Special Assessment Bonds*	*BANs [Long-Term]*	*Capital Leases*	*Water Bonds*	*Sewer Bonds*	*General Obligation Bonds*	*Loans Payable*	*Capital Leases*	*Total Primary Government*	*Percentage of Personal Income* [1]	*Per Capita* [1]
2007	$ 8,093	$ 0	$ 99	$ 0	$ 60	$ 0	$ 0	$ 10,297	$ 25,222	$ 0	$ 43,771	5.34 %	$ 1,347
2008	7,608	0	62	0	41	0	0	9,647	24,251	0	41,609	4.90	1,244
2009	7,103	0	23	0	21	0	15,150	8,976	23,245	0	54,518	6.24	1,594
2010	6,583	19,620	0	0	0	0	15,020	7,982	22,202	0	71,407	7.94	2,040
2011	6,043	19,265	0	0	0	0	14,855	7,567	23,446	0	71,176	7.86	2,034
2012	5,513	18,865	0	0	980	0	14,660	6,946	25,928	0	72,892	9.97	2,056
2013	12,648	18,435	0	0	831	0	14,415	6,471	30,284	327	83,411	9.02	2,322
2014	11,858	18,083	0	14,885	678	0	14,117	6,009	48,793	253	114,676	11.65	3,145
2015	17,156	17,592	0	12,145	524	0	13,732	5,508	50,091	176	116,924	11.52	3,160
2016	15,797	17,076	0	11,015	366	0	13,337	5,008	47,796	99	110,495	10.60	2,908

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.
[1] 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]

Year	*General Obligation Bonds*	*Less: Amounts Available in Debt Service Fund*	*Total*	*Percentage of Estimated Actual Taxable Value of Property* [1]	*Per Capita* [2]
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
2014	17,867	56	17,811	0.92	489
2015	22,665	64	22,601	1.13	611
2016	20,805	72	20,733	1.00	546

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, 2016

Governmental Unit	*Debt Outstanding*	*Estimated Percentage Applicable* [1]	*Estimated Share of Overlapping Debt*
Outstanding General Obligation Debt			
Delaware County	$ 122,901,047	10.41%	$ 12,793,999
Delaware City School District	73,062,222	98.20%	71,747,102
Subtotal, Overlapping Debt	$ 195,963,269		84,541,101
City of Delaware direct debt			44,903,688
Total Direct and Overlapping Debt			$ 129,444,789

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									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Assessed value	$ 701,387	$ 710,543	$ 697,353	$ 705,350	$ 706,027	$ 669,909	$ 665,687	$ 674,414	$ 703,082	$ 702,658
Overall Debt Limit - 10.5% of Assessed Valuation	73,646	74,607	73,222	74,062	74,133	70,340	69,897	70,813	73,824	73,779
Total Net Debt Applicable to Limit	8,192	7,670	7,126	6,583	6,054	5,566	12,957	11,573	16,612	15,288
Legal Debt Margin	65,454	66,937	66,096	67,479	68,079	64,774	56,940	59,240	57,212	58,491
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	11.12%	10.28%	9.73%	8.89%	8.17%	7.91%	18.54%	16.34%	22.50%	20.72%
Unvoted Debt Limit -- 5.5% of Assessed Valuation [General Limitation]	38,576	39,080	38,354	38,794	38,831	36,845	36,613	37,093	38,670	38,646
Total Net Debt Applicable to Limit	8,192	7,670	7,126	6,583	6,054	5,566	12,957	11,573	16,612	15,288
Legal Debt Margin	30,384	31,410	31,228	32,211	32,777	31,279	23,656	25,520	22,058	23,358
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	21.24%	19.63%	18.58%	16.97%	15.59%	15.11%	35.39%	31.20%	42.96%	39.56%

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

Schedule 15

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

	Water Revenue Bonds & Loans						*Sewer Revenue Bonds & Loans*					
Fiscal Year	*Water Charges and Other* [1]	*Less: Operating* [2]	*Net Available Revenue*	*Debt Service Principal*	*Debt Service Interest*	*Coverage*	*Sewer Charges and Other* [1]	*Less: Operating* [2]	*Net Available Revenue*	*Debt Service Principal*	*Debt Service Interest*	*Coverage*
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	3,784	2,892	1,376	1,330	1.07
2014	5,366	3,619	1,747	198	370	3.08	7,112	3,592	3,520	1,787	1,349	1.12
2015	6,277	3,646	2,631	1,061	1,259	1.13	7,309	3,756	3,553	1,924	943	1.24
2016	5,561	5,650	(89)	1,157	1,644	(0.03)	6,926	5,267	1,659	1,978	1,106	0.54

	Special Assessment Bonds				*Income Tax Bonds*			
Fiscal Year	*Special Assessments Collections*	*Debt Service Principal*	*Debt Service Interest*	*Coverage*	*Income Tax Collections*	*Debt Service Principal*	*Debt Service Interest*	*Coverage*
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
2014	N/A	N/A	N/A	—	1,748	465	791	1.39
2015	N/A	N/A	N/A	—	1,807	485	780	1.43
2016	N/A	N/A	N/A	—	1,910	510	768	1.49

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, Contributed Assets, or Interest.

[2] Operating Expenses do not include Depreciation or Debt Service.

Schedule 16

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

Year	*Population* [1]	*Personal Income [thousands of dollars]*	*Per Capita Personal Income* [1]	*School Enrollment* [2]	*Unemployment Rate* [3]
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
2014	36,459	984,101	26,992	5,556	3.30
2015	37,002	1,014,632	27,421	5,453	3.60
2016	38,643	1,059,823	27,426	5,700	3.60

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

	2016				2006			
Employer	*Taxes Paid* [1]	*Rank*	*Percentage of Total Business* [1]	*Percentage of Total City* [2]	*Taxes Paid* [1]	*Rank*	*Percentage of Total Business* [1]	*of Total City* [2]
The Kroger Company	$ 1,055,646	1	6.28 %	4.37 %	$ 388,014	2	4.71 %	3.24 %
Delaware County Auditor	737,050	2	4.39	3.05	411,701	1	4.99	3.44
Delaware City Board of Education	570,495	3	3.40	2.36	341,704	3	4.14	2.85
OhioHealth Corp [Grady Memorial Hospital]	528,416	4	3.15	2.19	307,298	5	3.73	2.57
Ohio Wesleyan University	488,309	5	2.91	2.02	316,795	4	3.84	2.64
PPG Industries Ohio, Inc.	485,594	6	2.89	2.01	278,974	6	3.38	2.33
State of Ohio	417,525	7	2.49	1.73	271,415	7	3.29	2.27
City of Delaware	367,510	8	2.19	1.52	212,428	10	2.58	1.77
Liebert North America, Inc.	344,337	9	2.05	1.43	252,431	8	3.06	2.11
Honda of America Mfg., Inc.	315,453	10	1.88	1.31	238,885	9	2.90	1.99
Grant Riverside Med Care Foundation	296,467	11	1.76	1.23	—	—	—	—
Jegs Automotive	266,142	12	1.58	1.10	132,986	13	1.61	1.11
Advance Stores Co. Inc.	240,013	13	1.43	0.99	125,487	14	1.52	1.05
Associated Hygienic Products	216,306	14	1.29	0.90	147,833	12	1.79	1.23
Olentangy Local School District	208,494	15	1.24	0.86	96,511	15	1.17	0.81
Chesrown Chevy, Buick, GMC	148,223	16	0.88	0.61	—	—	—	—
Willow Brook Christian	140,592	17	0.84	0.58	—	—	—	—
Midwest Acoust-a-Fiber	122,805	18	0.73	0.51	—	—	—	—
Geo Byers Sons Holding Inc	116,873	19	0.70	0.48	—	—	—	—
Luvata [Outokumpu Copper Nippert, Inc.]	113,093	20	0.67	0.47	152,793	11	1.85	1.28
	$ 7,179,343		42.75 %	29.71 %	$ 3,675,255		44.56 %	30.69 %

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

	Year									
Function	*2007*	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
General Government	52.5	50.5	48.5	48.5	47.5	45.5	46.5	50.0	35.5	35.5
Public Safety										
Police										
Officers	48.0	50.0	50.0	48.0	52.0	52.0	52.0	52.0	52.0	53.0
Civilians	18.0	18.0	16.7	7.5	8.5	8.5	8.5	8.5	8.5	9.0
Fire										
Firefighters and Officers	47.7	46.0	45.0	44.0	44.0	56.0	61.0	56.0	68.0	68.0
Civilians	1.0	1.0	2.7	1.5	1.5	1.5	1.5	3.0	1.0	1.0
Municipal Court	28.0	34.0	35.0	35.0	35.0	35.0	35.4	37.0	33.0	33.0
Prosecutor	5.0	5.0	5.0	5.0	5.0	6.0	6.0	7.0	7.5	7.5
Parks & Facilities	17.6	20.7	20.7	20.7	20.7	8.9	9.5	13.5	14.5	15.0
Community Development	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0
Airport	2.8	3.0	3.0	3.0	2.5	2.5	2.5	2.5	3.3	3.3
Public Works	20.0	20.0	19.0	19.0	18.0	18.0	18.0	17.0	27.4	28.0
Water	19.6	18.5	17.0	17.0	17.5	17.8	17.0	20.0	19.0	19.0
Sewer	18.0	18.5	15.5	15.9	15.9	15.9	16.0	13.0	16.0	16.0
Refuse	12.0	13.0	13.0	13.0	13.0	13.0	13.0	15.0	14.0	14.5
Storm Sewer	2.0	2.0	2.0	2.0	2.0	2.0	2.0	3.5	3.0	3.0
Golf Course	3.4	3.4	3.4	3.4	3.4	3.4	3.1	3.1	3.1	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	3.5	4.5	4.0	4.8	4.8	4.8	5.0	5.0	5.0	5.0
Total	304.1	313.1	305.5	293.3	296.3	295.8	302.0	312.1	316.8	319.9

Source: City of Delaware's annual budget reports.

Note: Beginning in 2015, Engineering [part of General Government] has merged with Public Works.

Schedule 19

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

	Year									
Function	*2007*	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
Public Safety										
Police										
Arrests	3,414	3,565	3,084	3,321	3,040	2,760	2,731	2,613	3,117	2,749
Traffic Violations	4,535	3,866	2,637	2,271	1,664	1,934	2,398	2,001	1,923	1,948
Parking Tickets	3,954	4,444	2,239	2,109	2,764	4,114	3,261	2,966	4,450	3,401
Fire										
Emergency Responses	4,282	4,795	4,674	4,470	4,761	4,928	4,831	5,173	5,380	5,890
Fires Extinguished	128	116	129	104	133	103	104	102	126	108
Inspections	1,318	1,020	1,019	1,049	1,218	817	1,222	1,461	1,365	1,345
Parks & Facilities [including Oak Grove Cemetery]										
Pool memberships	909	831	894	928	824	n/a	n/a	n/a	n/a	n/a
Burials/Interments	n/a	n/a	n/a	n/a	n/a	98	99	89	92	82
Airport										
Fuel sales 100 LL [low-lead] *[in gallons]*	62,232	47,015	41,902	45,996	44,379	45,552	39,998	34,930	28,712	39,195
Fuel sales Jet A *[in gallons]*	47,696	51,786	58,594	57,695	57,959	66,611	71,814	65,852	72,568	54,222
Public Works										
Lane miles of roads built/donated	1.1	1.1	2.0	0.43	0.35	0.89	2.10	1.67	1.76	2.74
Street lights installed/donated	247	247	111	13	11	25	34	63	68	96
Water										
Average daily consumption *[thousands of gallons]*	3,500	3,450	3,473	3,648	3,774	3,661	3,889	3,774	3,134	3,287
Miles of lines donated	1.5	1.5	1.1	0.57	0.08	0.92	0.83	1.89	1.72	2.27
Sewer										
Miles of lines donated	1.7	1.7	1.0	0.84	0.03	0.74	1.22	2.27	2.29	2.39
Refuse										
Average monthly tonnage-collected recyclable materials	88	91	101	122	107	122	115	116	120	126
Average monthly tonnage-collected solid waste materials	1,239	1,281	1,194	1,209	1,248	1,198	1,210	1,225	1,268	1,310
Average monthly tonnage-collected yard waste materials	123	147	131	120	145	124	134	139	153	150
Golf Course										
Memberships sold	76	72	60	57	52	61	60	77	54	58
Rounds sold [Members]	n/a	n/a	n/a	n/a	n/a	3,423	4,482	5,149	5,394	4,663
Rounds sold [Non-Members]	n/a	n/a	n/a	n/a	n/a	12,103	10,659	9,329	9,891	9,148

Source: City of Delaware Staff/Department Heads

Schedule 20

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

	Year									
Function	*2007*	*2008*	*2009*	*2010*	*2011*	*2012*	*2013*	*2014*	*2015*	*2016*
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Cruisers	13	13	13	13	13	13	13	13	13	13
SRO Cars		2	2	2	2	2	2	2	2	2
Fire										
Stations	2	2	2	2	2	2	3	3	3	3
Fire Trucks	8	8	8	8	8	8	8	8	8	8
Ambulances	4	4	4	4	4	4	4	4	4	4
Parks & Facilities										
Parks	19	19	22	22	23	24	24	24	24	24
Acreage	300	300	352	352	366	368	368	368	368	368
Cemeteries	0	0	0	0	0	1	1	1	1	1
Public Works										
Lane Miles of Streets	297	299	301	303	303	305	306	308	311	312
Street Lights	1,455	1,505	1,616	1,629	1,629	1,678	1,754	1,817	1,817	1,913
Dump Trucks/ Snow Plows	12	12	14	14	14	14	14	14	14	14
Water										
Miles of Water Distribution	166	168	169	170	174	175	178	180	182	185
Sewer										
Miles of Sanitary Sewerline	138	152	153	154	156	157	159	161	163	166
Refuse										
Solid Waste Removal Trucks	9	9	8	8	8	8	8	9	9	9
Recycling Trucks	3	4	6	6	6	6	6	5	5	5

Source: City of Delaware Staff/Department Heads