

**CITY OF BARBERTON, OHIO**  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2015

PREPARED BY:

RAYMOND E. FLICKINGER, JR., DIRECTOR OF FINANCE - C.P.F.A

*104 THIRD STREET  
BARBERTON, OHIO 44203*



# **INTRODUCTORY SECTION**

**THIS PAGE IS INTENTIONALLY LEFT BLANK**

**CITY OF BARBERTON, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

TABLE OF CONTENTS

**I. INTRODUCTORY SECTION**

Title Page	i-iv
Table of Contents .....	v-ix
Letter of Transmittal .....	x
List of Principal City Officials .....	xi
Organizational Chart .....	xii
Certificate of Achievement for Excellence in Financial Reporting.....	

**II. FINANCIAL SECTION**

INDEPENDENT AUDITOR’S REPORT .....	1-2
MANAGEMENT’S DISCUSSION AND ANALYSIS .....	3-13
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Position .....	15
Statement of Activities .....	16-17
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	18
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities .....	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds .....	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	21
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis): General Fund.....	22
Statement of Fund Net Position - Proprietary Funds .....	23
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds.....	24-25
Statement of Cash Flows - Proprietary Funds .....	26-29
Statement of Fiduciary Assets and Liabilities - Fiduciary Funds .....	30
Notes to the Basic Financial Statements .....	31-75

BASIC FINANCIAL STATEMENTS (CONTINUED):

Required Supplementary Information:

Schedule of the City's Proportionate Share of the Net Pension Liability/Asset:	
Ohio Public Employees Retirement System (OPERS).....	78
Ohio Police and Fire (OP&F) Pension Fund.....	79
Schedule of City Contributions:	
Ohio Public Employees Retirement System (OPERS).....	80-81
Ohio Police and Fire (OP&F) Pension Fund.....	82-83
Notes to Required Supplementary Information .....	84

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Combining Statements and Individual Fund Schedules - Governmental Funds:

Fund Descriptions - Governmental Funds .....	86-89
Schedule of Revenues, Expenditures and Changes in Fund	
Balance - Budget and Actual (Non-GAAP Budgetary Basis)	
General Fund .....	90-92
Income Tax Fund .....	93
General Liability Loss Fund.....	94
Emergency Reserve Fund.....	95
Fire Prevention and Education Fund .....	96
Combining Balance Sheet - Nonmajor Governmental Funds.....	97
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances - Nonmajor Governmental Funds .....	98
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	100-106
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances - Nonmajor Special Revenue Funds .....	108-115
Schedules of Revenues, Expenditures and Changes in Fund Balance -	
Budget and Actual (Non-GAAP Budgetary Basis):	
Street Construction, Maintenance and Repair Fund.....	116
State Highway Improvement Fund.....	117
Permissive License Tax Fund.....	118
Residential Street Fund .....	119
Fire Capital Levy Fund .....	120
Animal Control Fund.....	121
Probation Services Fund.....	122
Court Computer Fund.....	123
Court Special Projects Capital Fund.....	124
Indigent Drivers Alcohol Treatment Fund .....	125
Sports Complex Operating Fund .....	126
Parks Recreation Improvement Fund .....	127
Gas and Oil Royalty Fund.....	128
D.A.R.E. Program Fund .....	129
Mandatory Drug Fines Fund .....	130
Local Law Enforcement Trust Fund.....	131
Parks Revolving Loan Fund .....	132
Sidewalk Improvement Program Fund.....	133
City Grant Fund .....	134
Federal Emergency Management Agency Fund.....	135
Rental Registration Program Fund .....	136
Neighborhood Stabilization Program Fund.....	137
Community Development Block Grant Fund.....	138

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES (CONTINUED):

Rental Rehabilitation Fund.....	139
Tax Increment Financing Fund .....	140
Lake Cinema Complex Maintenance Fund .....	141
Project Impact Fund .....	142
Beautification Fund .....	143
Senior Center Trust Fund .....	144
Fire Pension Fund.....	145
Police Pension Fund .....	146
Court Special Projects Operating Fund .....	147
Computer Legal Research Fund .....	148
Business Incentive Program Fund.....	149
Vacant Property Registration Fund.....	150
Combining Balance Sheet - Nonmajor Debt Service Funds.....	151
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds .....	152
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
General Obligation Bond Retirement Fund.....	153
Special Assessment Bond Retirement Fund .....	154
Combining Balance Sheet - Nonmajor Capital Projects Funds .....	155
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	156
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Senior Center Construction Fund .....	157
Infrastructure Improvement Reserve Fund .....	158
Street Capital Improvements Fund .....	159
Combining Statements and Individual Fund Schedules - Proprietary Funds:	
Fund Descriptions - Proprietary Funds.....	160
Schedules of Revenues, Expenses and Changes in Fund Equity - Budget and Actual (Non-GAAP Budgetary Basis):	
Water Fund.....	161
Sewer Fund.....	162
Solid Waste Fund .....	163
Storm Water Fund .....	164
Combining Statement of Net Position - Internal Service Funds .....	165
Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds .....	166
Combining Statement of Cash Flows - Internal Service Funds .....	167
Schedules of Revenues, Expenses and Changes in Fund Equity - Budget and Actual (Non-GAAP Budgetary Basis):	
Health Insurance Fund.....	168
Internal Allocation Fund.....	169
Fund Descriptions - Agency Funds .....	170

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES (CONTINUED):

Combining Statement of Changes in Assets and Liabilities - Agency Funds.....	171
--	-----

**III. STATISTICAL SECTION**

Statistical Section Table of Contents .....	173
Net Position by Component - Last Ten Years.....	174-175
Changes in Net Position - Last Ten Years.....	176-179
Fund Balances, Governmental Funds - Last Ten Years .....	180-181
Changes in Fund Balances, Governmental Funds - Last Ten Years .....	182-183
Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Years.....	184-185
Direct and Overlapping Property Tax Rates - Last Ten Years.....	186
Principal Taxpayers - Real Property Tax - Current Year and Nine Years Ago .....	187
Principal Taxpayers - Public Utility Property Tax - Current Year and Nine Years Ago.....	188
Real and Public Utility Property Tax Levies and Collections - Last Ten Years .....	189
Income Tax Revenue Base and Collections - Last Ten Years .....	190-191
Ratios of Outstanding Debt by Type - Last Ten Years .....	192-193
Ratio of General Bonded Debt to Assessed Value and Bonded Debt Per Capita - Last Ten Years .....	194
Direct and Overlapping Governmental Activities Debt as of December 31, 2015.....	195
Computation of Legal Debt Margin - Last Ten Years.....	196-197
Pledged Revenue Bond Coverage - Sewer Fund - Last Ten Years .....	198
Pledged Revenue Bond Coverage - Water Fund - Last Ten Years .....	199
Demographic and Economic Statistics - Last Ten Years .....	200
Principal Employers - Current and Nine Years Ago .....	201
Full-Time-Equivalent City Employees by Function /Program - Last Ten Years.....	202-203
Operating Indicators by Function - Last Ten Years .....	204-205
Capital Assets Statistics by Function - Last Ten Years.....	206-207



# City of Barberton

Finance Department

---

June 28, 2016

To the Citizens of Barberton,  
Honorable Mayor and Members of City Council,  
City of Barberton, Ohio

The Comprehensive Annual Financial Report (CAFR) of the City of Barberton, Ohio (City) is hereby presented. This CAFR represents the official report of the City of Barberton's operations and financial position for the year ended December 31, 2015, and has been developed to accurately detail the status of the City finances to Barberton residents and elected officials, investment banks and underwriters and all other interested parties. This report is presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments". It is intended to provide all pertinent and necessary information to the citizens of Barberton.

Responsibility for the accuracy of the data contained herein, for the completeness and fairness of the presentation and for all disclosure rests with the City's management. To the best of the City's knowledge, the financial and other data contained in this report fairly present the financial position and results of operations of the City. All necessary disclosures to enable the citizens and other readers to understand the City's financial activities are included in this report.

The City is responsible for establishing and maintaining an internal control structure designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

The City is required by state law to have an annual financial and compliance audit performed by the Auditor of State's Office or his/her designee. The City continues to receive an unqualified opinion. The Independent Accountants' Report on the City's financial statements is included in the Financial Section of this report.

As a part of the City's independent audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's independent audit for the year ended December 31, 2015 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the City, as well as compliment the required Management's Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The City's MD&A, which focuses on the government-wide statements, can be found immediately following the Independent Accountants' Report.

*Finance Department*

*104 Third Street, N.W. • Barberton, Ohio 44203 • Office: (330) 848-6775 • Fax: (330) 848-6725*

*www.cityofbarberton.com*

## Community Profile

The City of Barberton is located in northeast Ohio, adjacent to the City of Akron and approximately 75 miles south of Cleveland. Incorporated in 1891, Barberton operates under a charter form of government which was adopted by its voters in 1973. The City is governed by an elected Mayor and a nine-member City Council. Founded by industrialist Ohio Columbus Barber, Barberton earned the nickname of the Magic City because of its early rapid growth. Today, Barberton covers an area of approximately nine square miles and is the fourth largest city in Summit County with a population of approximately 26,800.

The City provides a full range of municipal services mandated by statute or charter, including police and fire protection, parks, recreation, street maintenance, planning, zoning and other general government services. Health services are provided by the Summit County Health Department. In addition, water, sanitary sewer, storm water management and solid waste disposal services are provided under the enterprise fund concept with user charges set to ensure adequate coverage of operating expenses, payments on outstanding debt and adequate infrastructure maintenance, repair and replacement and expansion.

## Economic Condition and Outlook

### *Local Economy*

The City's economy has historically been associated with the manufacturing industry. Major industries with headquarters or divisions within Barberton's boundaries include manufacturers of fossil fuel and nuclear power generating equipment, automobile components, energy products management systems and producers of chemical products. The City's largest employer accounts for approximately 15 percent of the City's total income tax collections.

Employment in the City has been relatively steady over the last several years. Employment levels have remained between 11,800 and 12,100 over the last six years after falling from a high of 12,900 in 2006 and 2007.

#### Civilian Labor Force Estimates

December 2015 <u>Area Name</u>	Civilian <u>Labor Force</u>	<u>Employment</u>	<u>Unemployment</u>	Unemployment <u>Rate</u>
Barberton	12,800	12,100	700	5.5
Summit County	274,700	261,600	13,000	4.7
Ohio Seasonally Adjusted	5,694,000	5,421,000	273,000	4.8
U.S. Seasonally Adjusted	157,833,000	149,929,000	7,904,000	5.0

Source: Ohio Department of Jobs and Family Services

Due to the continuing slow economic recovery throughout Ohio and the nation, the City will continue to have difficulty balancing its budget for the near future. Income tax, the City's largest source of General Fund operating revenue, continued to remain stagnant, though showing signs of slight recovery. State of Ohio budget reductions have resulted in cuts to local government support such as the local government fund subsidy. Personal services costs (wages and benefits) are driven by bargaining unit contracts and health care costs. Operating costs, such as fuel, electric and gas power costs continue to be a growing burden. Infrastructure (streets, waterlines, sewer lines and storm water construction), vehicles (police cruisers and snow plows, for example), and other capital replacement requirements are ongoing.

Real property assessed values have begun to recover after dropping off from \$396.7 million in tax year 2008 to \$336.2 million in tax year 2014. General Fund real property tax cash collections have fallen from \$1.021 million in 2008 to \$836,130 in 2015.

Despite the budgetary challenges over the last several years, there are development projects taking place that are intended to help restore Barberton's long-term economic stability. The Barberton Community Development Corporation (BCDC) is a tax exempt, non-political agency founded for the purpose of enhancing the City's tax base by providing opportunities to create or retain jobs in the City of Barberton. The BCDC, through business financing, gap loans, construction of infrastructure and redevelopment projects have assisted over 250 businesses, facilitating over \$100 million in private sector investment. The Barberton Community Foundation invests up to \$4 million in a revolving loan fund administered by BCDC. The BCDC, in collaboration with the City and the Barberton Community Foundation (BCF) have retained or created more than 3,000 jobs generating more than \$1.5 million annually in income and property taxes.

In October of 2011, the BCDC was awarded \$1,000,000 from the Small Business Administration to assist businesses in the City of Barberton. Within a two-year period of time, the BCDC had loaned almost the full \$1,000,000 of the available SBA funds.

The City Planning Department with Clean Ohio Assistance Fund ("COAF") assistance conducted asbestos abatement and other clean-up along with an environmental assessment of the former Seiberling Industrial property. The City and the Barberton Land Improvement Company (BLIC) are partnering to redevelop the property into commercial or industrial end uses. The BLIC, a wholly owned subsidiary of the BCDC acquired the former Seiberling Tire and Rubber Company property in February 2012. Since the acquisition, the BLIC has started renovations to the 400,000 plus square foot facility and has successfully executed six leases. Once fully renovated, the City of Barberton will have ample office and manufacturing space available to accommodate the needs of area businesses as they expand. To date, approximately \$2.5 million has been invested in the facility. Through the BCDC business attraction efforts, there are 9 leases at the property and additional space is available for future growth.

In September of 2011, the BCDC launched the Barberton Growth Fund in partnership with JumpStart Inc. (a national economic development non-profit). The fund is designed to assist start-up companies in new and emerging technologies. To date, three companies have utilized the funds and have begun operations within the city. A second round of funding has been launched and has generated interest from six new companies.

In 2013, the BLIC acquired the former Shamrock motel and nightclub. Both structures have been razed and the land is being held for future development.

In 2014, Mayor William Judge proposed and City Council approved a new "Business Incentive Program". The program offers monetary incentives to businesses occupying new and or existing industrial, commercial, or retail buildings where such occupancy creates new jobs and or eliminates blight from the community to enhance economic development and saves or creates new jobs. Funding comes from income tax revenues and may include Barberton Community Foundation grants.

### ***Long-Term Financial Planning***

The City had been able to begin rebuilding its Emergency Reserve Fund monies despite the loss of revenues the last few years with a number of one-time or unexpected revenues as well as various cost-cutting measures. Although the City continues to pursue grants and low-interest loans for capital improvements, with reduced operating reserves the City has been required to raise user charges, license and permit fees as well as cutting expenses. An example of this effort is that the full-time staffing levels have been reduced from 247 full-time employees in 2006 to 206 at the end of 2015. The result of the staffing reductions and other cuts has helped minimize expenditure growth in the General Fund, the City's major (non-utility) operating fund.

### ***Major Initiatives***

At the November 2013 general election the Citizens of Barberton approved a one-quarter of a percent increase in the city income tax. The additional revenue (11.00% of total income tax receipts) is restricted to paving and reconstructing streets. The increase raised approximately \$1.115 million in 2014 and \$1.413 million in 2015 for street improvements.

A major reconstruction of 31<sup>st</sup> Street between Wooster Road West and City of Norton Corporation limit has been under way including an Ohio Public Works Commission (OPWC) no interest loan to help finance the waterline portion. At December 31, 2014 the waterline portion, estimated at \$2.164 million, was substantially completed. The roadway reconstruction portion continued through 2015. Roadway funding includes an OPWC grant and ODOT reimbursements for engineering costs, right-of-way and easement expenses and direct construction contractor payments. The project is estimated at \$4.38 million with a completion date of March 2016.

The City applied for and was awarded an Ohio EPA Water Supply Revolving Loan Account (WSRLA) loan in an amount not to exceed \$4,000,000 for replacing two water storage tanks and painting another. The loan approved included a 20% principal forgiveness. Construction began in 2012 and was substantially completed in 2014.

Construction began on the Snyder Avenue (sewage) Pump Station financed by a low interest loan by Ohio EPA and the Ohio Water Development Authority (OWDA) through the Ohio Water Pollution Control Fund. Costs are estimated at \$2.4 million.

Design work has also been completed on additional sewage plant improvements financed with a 20-year, low interest loan, also through OWDA. This project is estimated at approximately \$2.8 million.

OWDA and the EPA are also funding with a low interest loan the improvements to the water intake structure and equipment at the Wolf Creek Reservoir. The project is expected to cost approximately \$3.24 million with \$790,000 in loan forgiveness (an EPA grant). The balance of \$2.45 million will be repaid by the City with water user charges over a 30-year period beginning July of 2015.

On November 25, 2013 the City of Barberton, Copley Township and the City of Norton entered into an agreement for the purpose of creating a shared dispatch safety service center. The Southwest Summit Council of Governments was created to share in the costs of operating and maintaining the dispatch center with the expectation that sharing the services will result in lower dispatch costs and improved service for each member community. Operation of the center began January 2014. Dispatch employees of each organization were hired by the Southwest Summit Communications Center (SWSCOM). Each organization contributed equally to equip and start up the center. Since operational, each member is billed quarterly for their share of the budgeted expenditures. The City of Barberton's share was \$819,293 for 2015 operations.

Construction began on Highlands Development in 2015. Built on the site of the former Highland Junior High School, the development covers one block. 10 homes are under construction. Houses are expected to be priced in the \$130,000 to \$140,000 range.

The City absorbed the City of Norton Building Department in 2015. This process not only eliminates duplication but allows for expanded services to businesses and residents.

In January of 2016, the City has agreed to purchase the City of Norton's sanitary sewer system from Summit County. The City has agreed to pay Summit County \$175,000 per year for ten years. The City of Barberton will own, operate and maintain the system. City of Norton customers will be billed and pay for costs of the sewer system.

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

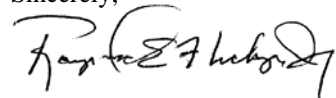
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Barberton, Ohio for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2014. The Certificate 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 comprehensive annual financial report, whose contents conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City of Barberton, Ohio, has received Certificates of Achievement for the last 25 consecutive years (1990-2014). We believe our current report continues to conform to the Certificate of Achievement program requirements and are submitting it to GFOA for award consideration.

### **Acknowledgements**

The publication of this report could not have been accomplished without the efforts of the Finance Department staff. I would also like to express my appreciation to the other city departments directly involved in the preparation of the report and every City employee and manager for their dedicated service to the Citizens of Barberton throughout the year.

Sincerely,

A handwritten signature in black ink, appearing to read "Raymond E. Flickinger, Jr.", written in a cursive style.

Raymond E. Flickinger, Jr., CPFA  
Director of Finance

**CITY OF BARBERTON, OHIO  
LIST OF PRINCIPAL CITY OFFICIALS  
AS OF DECEMBER 31, 2015**

**Elected Officials (Four-year terms):**

**ADMINISTRATION AND MUNICIPAL COURT:**

<b>Mayor</b>	<b>William B. Judge</b>	Term Expires 12/31/2015
<b>Director of Finance</b>	<b>Raymond E. Flickinger, Jr.</b>	Term Expires 12/31/2015
<b>Director of Law</b>	<b>Lisa Okolish Miller</b>	Term Expires 12/31/2015
<b>Municipal Court Judge (Presiding)</b>	<b>David Fish</b>	Term Expires 12/31/2019
<b>Municipal Court Judge</b>	<b>Jill Flagg Lanzinger</b>	Term Expires 12/31/2017
<b>Clerk of Municipal Court</b>	<b>Diana Stevenson</b>	Term Expires 12/31/2015

**CITY COUNCIL:**

<b>President</b>	<b>Frederick S. Maurer</b>	Term Expires 12/31/2017
------------------	----------------------------	-------------------------

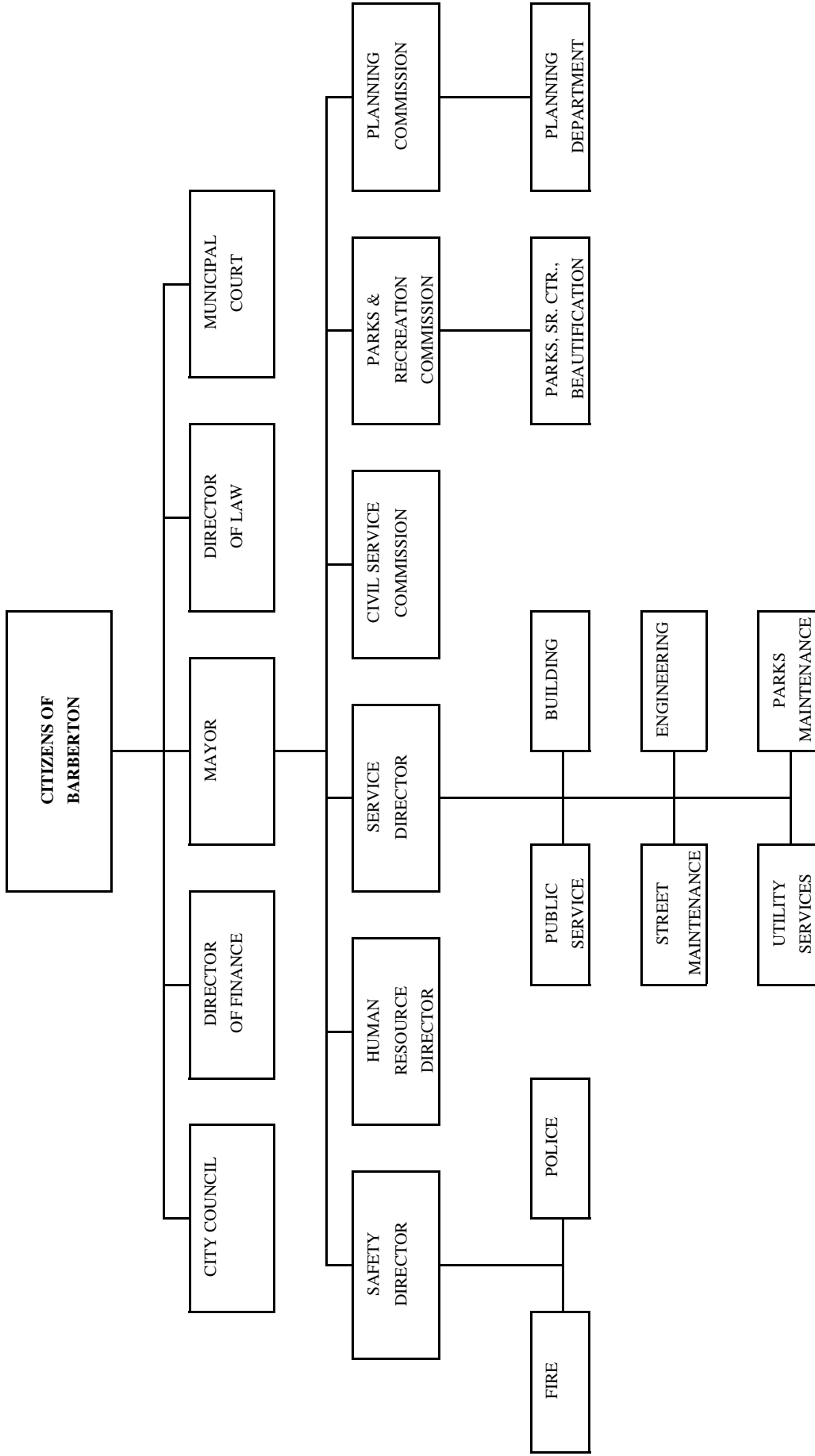
**Members:**

<b>At-Large</b>	<b>Michael R. Soyars</b>	Term Expires 12/31/2017
<b>At-Large</b>	<b>Carla S. Debevec</b>	Term Expires 12/31/2017
<b>Ward 1</b>	<b>Gary L. Endres</b>	Term Expires 12/31/2015
<b>Ward 2</b>	<b>John Lysenko</b>	Term Expires 12/31/2015
<b>Ward 3</b>	<b>John D. Wagner</b>	Term Expires 12/31/2015
<b>Ward 4</b>	<b>Craig Megyes</b>	Term Expires 12/31/2015
<b>Ward 5</b>	<b>Terry L. Avant</b>	Term Expires 12/31/2015
<b>Ward 6</b>	<b>Carol A. Frey</b>	Term Expires 12/31/2015

**Mayor's Staff (Appointed):**

Service Director	Michael Vinay
Safety/Human Resources Director	Elizabeth Daugherty
Utilities Director	Denny Weaver (Interim)
Building Commissioner	Russ Arters
<b>Department Heads:</b>	
Police Chief	Vince Morber
Fire Chief	Kim Baldwin
City Engineer	Vacant
Planning Director	Joseph Stefan
Parks Director	Shane McAvinew

**CITY OF BARBERTON, OHIO**  
**ORGANIZATIONAL CHART**  
 December 31, 2015





Government Finance Officers Association

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

Presented to

**City of Barberton  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO



# **FINANCIAL SECTION**

**THIS PAGE IS INTENTIONALLY LEFT BLANK**



**Julian & Grube, Inc.**  
*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

City of Barberton  
Summit County  
576 West Park Avenue, Room 106  
Barberton, Ohio 44203

To the Members of Council and Mayor:

***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Barberton, Summit County, Ohio, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City of Barberton'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 of Barberton'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 of Barberton'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 Barberton, Summit County, Ohio, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and budgetary comparison for the General thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 3 to the financial statements, during the year ended December 31, 2015, the City of Barberton adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and also GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*. We did not modify our opinion regarding this matter.

### ***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/net pension assets 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 of Barberton'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 28, 2016, on our consideration of the City of Barberton'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 of Barberton's internal control over financial reporting and compliance.



Julian & Grube, Inc.  
June 28, 2016

## CITY OF BARBERTON, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

The management's discussion and analysis for the City of Barberton's financial statements provides an overview of the City's financial activities as of December 31, 2015. The intent of this discussion is to provide a narrative that helps to explain and describe the City's financial performance as a whole. To obtain a more detailed understanding, please review the transmittal letter, the notes to the basic financial statements and the basic financial statements in conjunction with this analysis. The Statistical Section can also provide valuable current and historical information.

#### Financial Summary

The financial summary for 2015 follows:

- The total assets and deferred outflows of the City of Barberton exceeded its liabilities and deferred inflows of resources at December 31, 2015 by \$66,256,404 (net position). Of this amount, \$5,804,061 is considered restricted for various purposes such as capital projects, debt service and other restrictions. Another \$61,833,682 is invested in capital assets and the remaining unrestricted net position is a deficit of \$1,381,339.
- Total net position increased \$3,425,804 as a result of this year's operations. Net position of business-type activities increased \$1,023,830, or 2.28 percent, while the net position of governmental activities increased \$2,401,974, or 13.40 percent.
- The total cost of the City's service programs was \$36,362,773, while the total revenues were \$39,788,577. Of these amounts the governmental activities represented \$23,054,643 (63.40%) of the expenses and \$25,456,617 (63.98%) of the revenues. The business-type activities represented the remaining \$13,308,130 (36.60%) of expenses and \$14,331,960 (36.02%) of revenues.
- At the end of 2015, the fund balance for the general fund was \$4,483,089 on a modified accrual basis. This balance provides the City with the equivalent of 104 working days of expenditures.

#### Using this Comprehensive Annual Financial Report

This report consists of a series of financial statements and explanatory notes to those statements. These statements are prepared and organized in a manner that allows the reader to look at the financial activities of the City of Barberton as a whole and also allows the reader to obtain a more detailed view of specific city operations, if they prefer.

The statement of net position and the statement of activities provide information from a summary perspective showing the results of the operations for the year 2015 and how they impacted the financial condition of the City as a whole.

Fund financial statements provide the next level of detail. For governmental funds, these statements show how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

#### Reporting the City of Barberton as a Whole

##### *Statement of Net Position and Statement of Activities*

The statement of net position and the statement of activities provide summary information concerning the financial position and operations of the City as an entity. They provide a good resource for an overall evaluation of the City's financial performance "on one page." These statements include all non-fiduciary assets, liabilities and deferred inflows and outflows of resources using the accrual basis of accounting. This method takes into account all revenues when they are earned and all expenses when they are incurred. These transactions are booked when they occur and not when the actual cash is received for revenues or when invoices are paid for expenses.

## CITY OF BARBERTON, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

From the statement of net position, you can determine what the City's current financial position is by subtracting total liabilities and deferred inflows of resources (what the City owes) from total assets and deferred outflows of resources (what the City owns). Over time, increases or decreases in the City's net position are one indicator of whether the City's financial health is improving or deteriorating. From the statement of activities, the reader can determine the cost of various government services and how much of that cost is financed by taxpayers, where the City gets its money from and how it is used, whether the City is better or worse off financially and why, and will the City be able to finance services in the future. Other non-financial factors such as changes in the City's property tax base, income tax base and the condition of the City's capital assets should also be considered when assessing the overall financial health of the City.

#### **Reporting on the Most Significant Funds of the City of Barberton**

##### *Fund Financial Statements*

The analysis of the City's major funds begins on page 10. Fund financial reports give a detailed accounting of the activities within the funds. The City currently has 55 funds, as presented in this report. These funds are in existence to provide a multitude of services to the citizens of Barberton. For example, some funds provide for police and fire protection, street repair and maintenance as well as water, sewer, storm water and solid waste disposal services. In addition, a number of funds serve a variety of other purposes ranging from accounting for the City's construction of capital and infrastructure assets to providing health care benefits to the City's employees. Each fund is in some ways an entity unto itself. Each fund has a designated revenue stream and specific uses for the monies within the fund.

In this report, the focus is on five major funds, the general fund, the street capital improvement fund, the water fund, the sewer fund and the solid waste fund.

##### *Governmental Funds*

All of the City's major activities (excluding the utilities) are reported in the governmental funds, which focus on how money flows into and out of these funds and also depicts the balances available for future expenditures. These funds are reported using an accounting method called modified accrual accounting. This method reports cash and like-cash items and shows the level of financial resources that are available to provide general government services in the near future. Examples of these services include police and fire protection, operations of the Municipal Court and street and park maintenance. The relationship (or difference) between governmental activities (reported in the statement of net position and the statement of activities) and the governmental funds is reconciled in the financial statements.

##### *Proprietary Funds*

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match, except for any internal service fund allocations.

##### *Fiduciary Funds*

Agency funds are used to account for resources held for the benefit of parties outside the City. Agency funds are not reflected on the government-wide financial statements because the resources from those funds are not available to support the City's programs. The accounting method used for fiduciary funds is much like that used for the proprietary funds.

**CITY OF BARBERTON, OHIO**

*MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2015  
(UNAUDITED)*

**Statement of Net Position**

As noted earlier, the statement of net position looks at the City as a whole and therefore, can be a useful indicator of the City's financial position. The table below provides a summary of the City's net position for 2015 compared to 2014. The 2014 net position has been restated as detailed in Note 3.A in the notes to the basic financial statements.

	Governmental Activities		Business-Type Activities		Total	
	2015	Restated 2014	2015	Restated 2014	2015	Restated 2014
<b><u>Assets</u></b>						
Other assets	\$ 16,329,048	\$ 14,854,560	\$ 14,196,400	\$ 12,722,611	\$ 30,525,448	\$ 27,577,171
Capital assets, net	31,986,850	28,507,170	56,007,286	53,751,390	87,994,136	82,258,560
Total assets	48,315,898	43,361,730	70,203,686	66,474,001	118,519,584	109,835,731
<b><u>Deferred outflows of resources</u></b>						
Unamortized deferred charges	-	-	79,189	269,241	79,189	269,241
Pension	2,509,346	1,659,571	506,897	374,421	3,016,243	2,033,992
Total deferred outflows of resources	2,509,346	1,659,571	586,086	643,662	3,095,432	2,303,233
<b><u>Liabilities</u></b>						
Current liabilities	1,523,352	1,095,918	1,065,616	610,666	2,588,968	1,706,584
Long-term liabilities:						
Due within one year	4,950,534	3,247,114	1,337,586	1,187,843	6,288,120	4,434,957
Net pension liability	18,344,587	17,377,635	2,894,156	2,828,788	21,238,743	20,206,423
Other amounts	4,388,959	4,103,882	19,508,829	17,586,771	23,897,788	21,690,653
Total liabilities	29,207,432	25,824,549	24,806,187	22,214,068	54,013,619	48,038,617
<b><u>Deferred inflows of resources</u></b>						
Property taxes	1,220,549	1,269,747	-	-	1,220,549	1,269,747
Pension	68,284	-	56,160	-	124,444	-
Total deferred inflows of resources	1,288,833	1,269,747	56,160	-	1,344,993	1,269,747
<b><u>Net Position</u></b>						
Net investment in capital assets	26,141,902	24,516,073	35,691,780	35,824,961	61,833,682	60,341,034
Restricted	5,482,098	5,149,762	321,963	321,963	5,804,061	5,471,725
Unrestricted	(11,295,021)	(11,738,830)	9,913,682	8,756,671	(1,381,339)	(2,982,159)
Total net position	\$ 20,328,979	\$ 17,927,005	\$ 45,927,425	\$ 44,903,595	\$ 66,256,404	\$ 62,830,600

During 2015, the City adopted Governmental Accounting Standards Board (GASB) Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27" and GASB Statement 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68" which significantly revises accounting for pension costs, liabilities and assets. 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 and subtracting deferred outflows related to pension and the net pension asset.

## CITY OF BARBERTON, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

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

Under the new standards required by GASB 68, the net pension 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 government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

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

In accordance with GASB 68, 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 not accounted for as deferred inflows/outflows.

As a result of implementing GASB 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014, for governmental activities from \$33,639,297 to \$17,927,005 and business-type activities from \$47,353,215 to \$44,903,595.

Total assets increased in 2015 by \$8,683,853 (7.91%). This increase is comprised of a \$2,948,277 (10.69%) increase in current assets and an increase of \$5,735,576 (6.97%) in capital assets. The increase in current assets is primarily related to increased cash as revenues exceeded expenses for the year. In addition, receivables, especially income taxes receivable, increased slightly compared to the prior year. The increase in net capital assets is mostly due to additions to the City's streets infrastructure and construction in progress for waterlines and a wastewater treatment plant.



**CITY OF BARBERTON, OHIO**

*MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2015  
(UNAUDITED)*

Total liabilities increased \$5,975,002 (12.44%) in 2015. Most of this increase is reflected in the long-term liabilities as the City issued long-term debt obligations to help finance various capital improvements. The City's net pension liability also increased, which is mostly due to an increase in the Ohio Police & Fire Pension Fund's net pension liability.

Total net position increased \$3,425,804 or 5.45%. The net investment in capital assets of \$61,833,682 represents the City's net capital assets, less any outstanding borrowings used to acquire those assets. Another \$5,804,061 represents net position that is restricted in use. The remaining balance of unrestricted net position is a deficit of \$1,381,339. The deficit is a result of reporting the City's share of the pension systems' net pension liability as a liability of the City. The City was able to decrease this deficit by \$1,600,820 or 53.68% in 2015.

**Statement of Activities**

The table below shows the changes in net position for fiscal years 2015 and 2014. The 2014 net position has been restated as described in Note 3.A.

	<b>Change in Net Position</b>					
	Governmental Activities		Business-type Activities		Total	
	(Restated)		(Restated)		(Restated)	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 4,199,847	\$ 3,739,487	\$ 13,339,202	\$ 12,876,563	\$ 17,539,049	\$ 16,616,050
Operating grants and contributions	2,618,738	2,650,831	-	-	2,618,738	2,650,831
Capital grants and contributions	2,620,245	1,268,540	890,093	363,719	3,510,338	1,632,259
Total program revenues	<u>9,438,830</u>	<u>7,658,858</u>	<u>14,229,295</u>	<u>13,240,282</u>	<u>23,668,125</u>	<u>20,899,140</u>
General revenues:						
Property taxes	1,226,460	1,204,419	-	-	1,226,460	1,204,419
Income taxes	13,228,726	12,421,233	-	-	13,228,726	12,421,233
Grants and entitlements	1,327,145	1,396,374	21,962	18,686	1,349,107	1,415,060
Investment earnings	85,109	55,658	18,155	6,808	103,264	62,466
Other	150,347	287,063	62,548	56,373	212,895	343,436
Total general revenues	<u>16,017,787</u>	<u>15,364,747</u>	<u>102,665</u>	<u>81,867</u>	<u>16,120,452</u>	<u>15,446,614</u>
Total revenues	<u>25,456,617</u>	<u>23,023,605</u>	<u>14,331,960</u>	<u>13,322,149</u>	<u>39,788,577</u>	<u>36,345,754</u>

--Continued

**CITY OF BARBERTON, OHIO**

*MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2015  
(UNAUDITED)*

**Change in Net Position (Continued)**

	Governmental Activities		Business-type Activities		Total	
		(Restated)		(Restated)		(Restated)
	2015	2014	2015	2014	2015	2014
<b>Expenses</b>						
Program expenses:						
General government	5,960,722	4,529,680	-	-	5,960,722	4,529,680
Public safety	11,042,798	10,867,615	-	-	11,042,798	10,867,615
Transportation	3,144,466	1,997,575	-	-	3,144,466	1,997,575
Community environment	1,478,578	1,106,684	-	-	1,478,578	1,106,684
Leisure time activity	1,353,380	1,380,232	-	-	1,353,380	1,380,232
Interest and fiscal charges	74,699	134,565	-	-	74,699	134,565
Water	-	-	5,152,707	4,500,198	5,152,707	4,500,198
Sewer	-	-	5,559,234	5,241,551	5,559,234	5,241,551
Solid waste	-	-	1,649,099	1,475,887	1,649,099	1,475,887
Storm water	-	-	947,090	807,629	947,090	807,629
Total expenses	<u>23,054,643</u>	<u>20,016,351</u>	<u>13,308,130</u>	<u>12,025,265</u>	<u>36,362,773</u>	<u>32,041,616</u>
Change in net position	2,401,974	3,007,254	1,023,830	1,296,884	3,425,804	4,304,138
Net position at beginning of year	<u>17,927,005</u>	<u>N/A</u>	<u>44,903,595</u>	<u>N/A</u>	<u>62,830,600</u>	<u>N/A</u>
Net position at end of year	<u>\$ 20,328,979</u>	<u>\$ 17,927,005</u>	<u>\$ 45,927,425</u>	<u>\$ 44,903,595</u>	<u>\$ 66,256,404</u>	<u>\$ 4,304,138</u>

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$2,033,992 computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$2,171,502. Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

	Governmental Activities	Business-Type Activities
Total 2015 program expenses under GASB 68	\$ 23,054,643	\$ 13,308,130
Pension expense under GASB 68	(1,844,769)	(326,733)
2015 contractually required contributions	<u>1,674,716</u>	<u>350,352</u>
Adjusted 2015 program expenses	22,884,590	13,331,749
Total 2014 program expenses under GASB 27	<u>20,016,351</u>	<u>12,025,265</u>
Increase in program expenses not related to pension	<u>\$ 2,868,239</u>	<u>\$ 1,306,484</u>

*Governmental Activities*

The City's funding for governmental activities comes from a variety of sources, the most significant being the municipal income tax. The City levies an income tax of 2 and ¼ percent on all income earned within the City as well as on the income of residents earned outside of the City. In the latter case, the City allows a credit of 100 percent on the income taxes paid to another municipality by residents of Barberton, up to 2 and ¼ percent of the income. On a full accrual basis, the City received \$13,228,726 in income taxes revenue, or 51.97 percent of the total governmental revenues in 2015, compared to \$12,421,233 (53.95%) in 2014. City voters approved an additional ¼ of one percent levy for road improvements which became effective January 1, 2014.

## CITY OF BARBERTON, OHIO

### *MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)*

Intergovernmental revenue (i.e., state shared support) represents the City's second largest source of general revenue for the governmental activities. In 2015, the City received \$1,327,145 in unrestricted intergovernmental revenue or 5.21 percent of total revenues. The other main source of general revenue is property taxes, which accounted for 4.82 percent of total revenues in 2015.

Program revenues include charges for services and operating and capital grants and contributions that are restricted for specific purposes. Program revenues increased \$1,779,972 in 2015 compared to the prior year, mostly in the charges for services and capital grants and contributions categories. The increase in charges for services is primarily a result of fees received from the City's new vacant property registration program and also an increase in EMS transport fees. Capital grants and contributions increased significantly due to additional grant funding from various sources, mostly from the Ohio Department of Transportation, which the City is using to help finance streets infrastructure improvements.

The City's governmental activity expenses totaled \$23,054,643 in 2015, which represents an increase of \$3,038,292 or 15.18 percent from 2014. Public safety (police and fire protection) and general government (city council, mayor, finance, service director, etc.) represent the largest portion of governmental activities expenses at 47.90 percent and 25.85 percent, respectively. The majority of the increased expenses is reflected in the City's general government and transportation programs. Most of the increase in these expenses is a result of losses on the sale of land and streets infrastructure projects that are no longer being pursued by the City. The City began making payments on the new contract with the Southwest Summit Council of Governments to provide dispatch services, which also contributed to the increased general government expenses.

Public safety expenses totaled \$11,042,798 compared to \$10,867,615 in 2014, an increase of 1.61 percent. The public safety classification consists of the Police Department and the Fire Department. As of December 31, 2015, the City employed 38 full-time police officers and 43 full-time firefighters.

Expenses for community environment include those related to the community development block grant program and the State clean Ohio and neighborhood stabilization programs. These operations are primarily financed by direct charges to users and operating grants and contributions. In 2015, community environment expenses accounted for 6.41% of total governmental activities expenses, up slightly from 5.53% in 2014.

Transportation accounted for 13.64 percent of total governmental activities expenses. The transportation classification consists of the City's Street Department and the Paint and Signal Division. In addition, the City has several funds established that are used to pay private contractors for road resurfacing and general street maintenance. As of December 31, 2015, the City employed 10 full-time employees in the Street Department and one full-time employee in the Signal Division.

Leisure time activities expenses make up 5.87% of governmental activities expenses. These expenses include the City's recreation programs, parks maintenance, and the operations of the sports complex.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**CITY OF BARBERTON, OHIO**

*MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2015  
(UNAUDITED)*

	Total Cost of Services <u>2015</u>	Net Cost of Services <u>2015</u>	Total Cost of Services <u>2014</u>	Net Cost of Services <u>2014</u>
Program Expenses:				
General government	\$ 5,960,722	\$ 3,323,580	\$ 4,529,680	\$ 1,234,023
Public safety	11,042,798	10,080,004	10,867,615	9,308,275
Transportation	3,144,466	(977,095)	1,997,575	428,979
Community environment	1,478,578	85,733	1,106,684	168,287
Leisure time activities	1,353,380	1,028,892	1,380,232	1,083,364
Interest and fiscal charges	<u>74,699</u>	<u>74,699</u>	<u>134,565</u>	<u>134,565</u>
Total Expenses	<u>\$ 23,054,643</u>	<u>\$ 13,615,813</u>	<u>\$ 20,016,351</u>	<u>\$ 12,357,493</u>

The dependence upon general revenues for governmental activities is apparent, with 73.29 percent of expenses supported through taxes and other general revenues in 2015 and 61.74 percent in 2014.

*Business-Type Activities*

The City of Barberton Utility Department provides water, sewer, storm water and solid waste disposal (garbage collection) services. Sanitary sewer services are provided to approximately 10,709 customers in and around the Barberton area. Sewer billing rates are set by City Council based on the recommendation of the Service and Utilities Directors. In 2015, the rates were established at \$4.57 per thousand gallons of metered water for residential and commercial users. The sewer treatment plant was originally constructed in 1960 and then completely overhauled in 1988. The City has made several improvements to the plant since 1988 with additional upgrades in 2002 and 2012, and current improvement underway which are expected to be completed in 2016.

Water distribution and treatment services are provided to approximately 11,424 customers in and around the Barberton area. Water billing rates are set by the Service Director. In 2015, the rates were established at \$6.73 per thousand gallons for residential and commercial users. Over the past year, improvements and upgrades to the water treatment plant, distribution infrastructure and treatment process equipment have continued.

The City established a storm water management fund to account for storm drainage run-off maintenance, repair and replacement costs. Rates were established at and remain \$5.00 per parcel per month for residential properties. The City Engineer's office establishes rates for commercial and industrial users based on run-off surface areas.

The City also contracts for solid waste disposal (garbage collection). The City, in addition to billing and collecting garbage user fees, acts as an agent between the successful competitive bidder for pickup service and City customers. In 2015, the monthly rate charged was \$16.25.

Revenues for the business-type activities are derived primarily from user charges. In 2015, charges for services revenue of \$13,339,202 represents an increase of 3.59% from 2014. Total expenses for all the business-type activities were \$13,308,130 during 2015, compared to \$12,025,265 in 2014. Net position of the business-type activities increased \$1,023,830 or 2.28%.

**The City's Funds**

The City's governmental fund financial statements begin on page 18. Governmental funds are accounted for using the modified accrual method of accounting. All governmental funds had revenues and other financing sources of \$29,657,964 and expenditures and other financing uses of \$28,487,589.

## CITY OF BARBERTON, OHIO

### MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

The general fund is the chief operating fund of the City of Barberton. During 2015, the City's general fund's fund balance increased \$282,552. General fund revenues in 2015 decreased \$618,752 or about 3.64% compared to 2014. The general fund's primary source of revenue is the municipal income tax, comprising 69.51 percent of total general fund revenues. Income tax revenues decreased slightly in 2015, by \$58,187 or 0.51%. The most significant decrease for the general fund was in intergovernmental revenues, which were down \$420,466 or 23.36% compared to 2014. This decrease is largely due to grants received in 2014 for construction of a connector bridge on the Ohio Erie Canal Towpath, a project which was completed in 2014. An increase in charges for services revenue of \$113,498 (8.41%) helped to offset the decline in other revenues for the general fund. This increase is primarily a result of increased EMS transport fees received.

In total, general fund expenditures in 2015 were essentially identical to 2014, decreasing only \$2,084. There were, however, some significant variances in the different expenditure categories, most notably in the general government, public safety and community environment programs. The decrease in public safety and the similar increase in general government is primarily a result of the City reclassifying how its dispatch services expenditures are reported. These expenditures were previously reported in the public safety function and are now reported as general government expenditures. Another significant change in general fund expenditures is a decrease in the community environment category. This is primarily due to the spending of additional grant monies in 2014 for the aforementioned towpath project.

The City's proprietary fund financial statements start on page 23. These funds are accounted for on an accrual basis. All enterprise funds had operating revenues of \$13,401,750 and operating expenses of \$12,490,044, resulting in operating income of \$911,706. This represents 6.80 percent of the total operating revenues compared to 13.98 percent in 2014. Operating revenues for both the water and solid waste funds were sufficient to meet the operating expenses in 2015, while the sewer and storm water funds experienced an operating loss. The water fund also received capital contributions of \$890,093 in 2015; these revenues are grants from the Ohio Water Development Authority and U.S. Army Corps of Engineers for water station improvements.

#### *Budgeting Highlights*

The City's budget is prepared according to the laws of the State of Ohio and is based on accounting for certain transactions on a cash basis for receipts, expenditures and encumbrances. The most significant budgeted fund is the general fund. The legal level of control is established by City Council at the personal services, operating and capital expenditure level for each department within the general fund and at the personal services, operating, and capital expenditures level for all other funds. Any budget modifications at these levels may only be made through an ordinance of City Council. City policy permits fund transfers within management control levels with the approval of the department head and the Director of Finance. During the course of 2015, City Council amended appropriations and department managers' adjusted budgets several times as needed to provide timely services.

In addition to monitoring fund balances on a daily basis, the Finance Department closely examines the budget through the preparation of monthly financial statements and budgetary analysis reports. Furthermore, line-item reports are reviewed on a regular basis by the Finance Director and the department heads to ensure the entire operation of the City is within the approved budget levels.

For the general fund, the 2015 original budgeted revenues were \$15,635,784. This was decreased slightly to \$15,280,335 in the final budget. The actual revenue collections were \$15,799,314. The variances between final budgeted and actual revenues is a function of the City's conservative budgeting process which is undertaken in an effort to keep operating costs at a minimum.

During 2015, the City increased general fund appropriations from \$16,525,054 in the original budget to \$16,993,835 in the final budget. The majority of this increase came as a result of additional budgeted capital outlays for fire department equipment and vehicles.

**CITY OF BARBERTON, OHIO**

*MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2015  
(UNAUDITED)*

Actual expenditures and other financing uses of \$15,934,592 were \$1,059,243 less than the final budget. Most general fund departments came in below budget in both personal services and operating costs which contributed to the positive variance in expenditures. The most notable variances were for the safety director department (\$234,477) and fire department (\$136,552).

**Capital Assets and Debt Administration**

**Capital Assets at December 31  
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2015</u>
Land	\$ 5,789,784	\$ 6,254,210	\$ 1,043,728	\$ 1,043,728	\$ 6,833,512	\$ 7,297,938
Construction in progress	3,958,626	2,181,680	22,136,091	19,955,748	26,094,717	22,137,428
Buildings	2,918,266	3,345,855	14,623,658	15,540,637	17,541,924	18,886,492
Vehicles and equipment	3,744,151	3,704,278	1,116,625	1,234,129	4,860,776	4,938,407
Infrastructure						
Street subsystem	14,439,082	11,825,320	-	-	14,439,082	11,825,320
Storm sewer subsystem	-	-	2,669,399	2,723,456	2,669,399	2,723,456
Traffic signals subsystem	1,136,941	1,195,827	-	-	1,136,941	1,195,827
Water lines	-	-	8,685,993	6,919,338	8,685,993	6,919,338
Sewer lines	-	-	5,731,792	6,334,354	5,731,792	6,334,354
<b>Totals</b>	<b><u>\$ 31,986,850</u></b>	<b><u>\$ 28,507,170</u></b>	<b><u>\$ 56,007,286</u></b>	<b><u>\$ 53,751,390</u></b>	<b><u>\$ 87,994,136</u></b>	<b><u>\$ 82,258,560</u></b>

Total capital assets for the year ended December 31, 2015 were \$87,994,136, which is an increase of \$5,735,576 or 6.97% from 2014. Total new asset additions were \$10,327,752, depreciation expense was \$3,945,793, and disposals, net of accumulated depreciation, were \$646,383. Please see Note 7 in the notes to the basic financial statements for more information regarding the City's capital assets.

*Debt*

Outstanding debt as of December 31, 2015 was \$26,048,036. This balance reflects an increase of \$3,932,848 from the prior year. New debt issues, mostly bond anticipation notes in the governmental activities and OWDA loans for the business-type activities, totaled \$7,212,554 in 2015 and debt retirements were \$3,279,706. Moody's Investors Service, Inc. has given the City a bond rating of Aa3.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
General obligation bonds	\$ 1,762,835	\$ 1,855,747	\$ 870,000	\$ 915,854	\$ 2,632,835	\$ 2,771,601
Revenue bonds	-	-	6,350,000	6,850,000	6,350,000	6,850,000
Capital leases	582,113	121,883	143,172	236,514	725,285	358,397
Special assessment bonds	-	13,467	-	-	-	13,467
Notes payable	3,500,000	2,000,000	-	-	3,500,000	2,000,000
Other debt	40,803	67,010	12,799,113	10,054,713	12,839,916	10,121,723
<b>Total long-term obligations</b>	<b><u>\$ 5,885,751</u></b>	<b><u>\$ 4,058,107</u></b>	<b><u>\$ 20,162,285</u></b>	<b><u>\$ 18,057,081</u></b>	<b><u>\$ 26,048,036</u></b>	<b><u>\$ 22,115,188</u></b>

## CITY OF BARBERTON, OHIO

### *MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)*

Please see Notes 8 and 9 in the notes to the basic financial statements for more information regarding the City's debt.

#### **Economic Factors and the 2016 General Fund Budget**

Some of the economic trends impacting Barberton that were considered in developing the 2016 budget include the following:

- Barberton's seasonally adjusted unemployment rate for December 2015 was 5.5 percent, compared to 4.7 percent for Summit County and 4.8 percent for the State of Ohio.
- 2015 income tax revenue amounted to approximately \$13.23 million compared with \$12.42 million in 2014. Income tax receipts through March 2016 are 0.02 percent above April 2015 year to date collections.
- Barberton's assessed real property values have decreased approximately \$70.4 million, or about 17.8% since 2006. Real property values increased annually through 2008; however, since 2008 the assessed values have declined approximately \$72.6 million or 18.3%. The latest reappraisal occurred in 2014 and resulted in a decrease in real property values of approximately \$5.6 million or 1.6%.
- General fund budgeted revenues for 2016 are \$15,688,351 and budgeted expenditures are \$16,732,088.

Despite the City's cost cutting efforts over the last few years, balancing the budget for the foreseeable future will continue to be difficult. Other revenues such as shared support from the State are estimated to decline while personal services and operating costs such as fuel, electric and gas power continue to increase. Capital replacement continues to be difficult as federal and state grants are reduced or eliminated. As an alternative, the City has pursued and been awarded several no or low-interest state agency loans to assist in improving and maintaining its utility and some roadway infrastructure. It is anticipated that further cost containment efforts, service reductions, and/or revenue enhancement actions may be necessary through the remainder of 2016 and into 2017 and beyond.

#### **Request for Information**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate accountability for the resources it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 104 Third Street NW, Barberton, Ohio 44203 or you may call us at 330-848-6775.

**THIS PAGE IS INTENTIONALLY LEFT BLANK**



**CITY OF BARBERTON, OHIO**

*STATEMENT OF NET POSITION  
DECEMBER 31, 2015*

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents . . . . .	\$ 11,070,156	\$ 7,643,317	\$ 18,713,473
Cash and cash equivalents in segregated accounts . .	217,757	-	217,757
Investments . . . . .	-	5,024,252	5,024,252
Receivables:			
Property taxes . . . . .	1,331,067	-	1,331,067
Income taxes . . . . .	2,190,782	-	2,190,782
Accounts . . . . .	257,264	1,141,249	1,398,513
Intergovernmental . . . . .	1,007,577	61,595	1,069,172
Accrued interest . . . . .	13,081	26,105	39,186
Internal balance . . . . .	136,658	(136,658)	-
Notes receivable . . . . .	1,787	-	1,787
Prepayments . . . . .	81,739	78,221	159,960
Materials and supplies inventory . . . . .	-	340,900	340,900
Net pension asset . . . . .	21,180	17,419	38,599
Capital assets:			
Nondepreciable capital assets . . . . .	9,748,410	23,179,819	32,928,229
Depreciable capital assets, net . . . . .	22,238,440	32,827,467	55,065,907
Total capital assets, net . . . . .	<u>31,986,850</u>	<u>56,007,286</u>	<u>87,994,136</u>
Total assets . . . . .	<u>48,315,898</u>	<u>70,203,686</u>	<u>118,519,584</u>
<b>Deferred outflows of resources:</b>			
Unamortized deferred charges on debt refunding . . .	-	79,189	79,189
Pension - Ohio Police & Fire . . . . .	1,893,014	-	1,893,014
Pension - OPERS . . . . .	616,332	506,897	1,123,229
Total deferred outflows of resources . . . . .	<u>2,509,346</u>	<u>586,086</u>	<u>3,095,432</u>
<b>Liabilities:</b>			
Accounts payable . . . . .	368,508	527,766	896,274
Contracts payable . . . . .	421,847	354,392	776,239
Accrued wages and benefits payable . . . . .	183,551	107,289	290,840
Intergovernmental payable . . . . .	362,193	57,988	420,181
Accrued interest payable . . . . .	28,297	18,181	46,478
Claims payable . . . . .	158,956	-	158,956
Long-term liabilities:			
Due within one year . . . . .	4,950,534	1,337,586	6,288,120
Due in more than one year:			
Net pension liability . . . . .	18,344,587	2,894,156	21,238,743
Other amounts due in more than one year . . . . .	4,388,959	19,508,829	23,897,788
Total liabilities . . . . .	<u>29,207,432</u>	<u>24,806,187</u>	<u>54,013,619</u>
<b>Deferred inflows of resources:</b>			
Property taxes levied for the next fiscal year . . . . .	1,220,549	-	1,220,549
Pension OPERS . . . . .	68,284	56,160	124,444
Total deferred inflows of resources . . . . .	<u>1,288,833</u>	<u>56,160</u>	<u>1,344,993</u>
<b>Net position:</b>			
Net investment in capital assets . . . . .	26,141,902	35,691,780	61,833,682
Restricted for:			
Capital projects . . . . .	1,667,101	-	1,667,101
Special assessments debt service . . . . .	371,073	-	371,073
Street construction, maintenance and repair . . . . .	156,342	-	156,342
Court . . . . .	2,593,307	-	2,593,307
Recreation . . . . .	1,738	-	1,738
Community development and improvements . . . . .	103,851	-	103,851
Law enforcement . . . . .	483,149	-	483,149
Fire capital . . . . .	74,318	-	74,318
Miscellaneous grants . . . . .	31,219	-	31,219
Sewer replacement and improvement . . . . .	-	321,963	321,963
Unrestricted (deficit) . . . . .	<u>(11,295,021)</u>	<u>9,913,682</u>	<u>(1,381,339)</u>
Total net position . . . . .	<u>\$ 20,328,979</u>	<u>\$ 45,927,425</u>	<u>\$ 66,256,404</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF BARBERTON, OHIO**

*STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services and Sales</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Governmental activities:</b>				
General government . . . . .	\$ 5,960,722	\$ 2,612,322	\$ 24,820	\$ -
Public safety . . . . .	11,042,798	801,105	161,689	-
Transportation . . . . .	3,144,466	88,894	1,412,422	2,620,245
Community environment . . . . .	1,478,578	578,647	814,198	-
Leisure time activities . . . . .	1,353,380	118,879	205,609	-
Interest and fiscal charges . . . . .	74,699	-	-	-
Total governmental activities . . . . .	<u>23,054,643</u>	<u>4,199,847</u>	<u>2,618,738</u>	<u>2,620,245</u>
<b>Business-type activities:</b>				
Water . . . . .	5,152,707	6,274,503	-	890,093
Sewer . . . . .	5,559,234	4,381,027	-	-
Storm water . . . . .	947,090	774,231	-	-
Solid waste . . . . .	1,649,099	1,909,441	-	-
Total business-type activities . . . . .	<u>13,308,130</u>	<u>13,339,202</u>	<u>-</u>	<u>890,093</u>
Total primary government . . . . .	<u>\$ 36,362,773</u>	<u>\$ 17,539,049</u>	<u>\$ 2,618,738</u>	<u>\$ 3,510,338</u>

**General revenues:**

- Property taxes levied for:
  - General purposes . . . . .
  - Fire capital levy . . . . .
  - Police pension . . . . .
  - Fire pension . . . . .
- Municipal income taxes levied for:
  - General purposes . . . . .
  - Capital outlay . . . . .
- Grants and entitlements not restricted to specific programs . . . . .
- Investment earnings . . . . .
- Other . . . . .

Total general revenues . . . . .

Change in net position . . . . .

**Net position at beginning of year (restated) . .**

**Net position at end of year . . . . .**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue  
and Changes in Net Position**

<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
\$ (3,323,580)	\$ -	\$ (3,323,580)
(10,080,004)	-	(10,080,004)
977,095	-	977,095
(85,733)	-	(85,733)
(1,028,892)	-	(1,028,892)
(74,699)	-	(74,699)
<u>(13,615,813)</u>	<u>-</u>	<u>(13,615,813)</u>
-	2,011,889	2,011,889
-	(1,178,207)	(1,178,207)
-	(172,859)	(172,859)
-	260,342	260,342
<u>-</u>	<u>921,165</u>	<u>921,165</u>
<u>(13,615,813)</u>	<u>921,165</u>	<u>(12,694,648)</u>
838,174	-	838,174
214,886	-	214,886
86,700	-	86,700
86,700	-	86,700
11,777,925	-	11,777,925
1,450,801	-	1,450,801
1,327,145	21,962	1,349,107
85,109	18,155	103,264
150,347	62,548	212,895
<u>16,017,787</u>	<u>102,665</u>	<u>16,120,452</u>
2,401,974	1,023,830	3,425,804
17,927,005	44,903,595	62,830,600
<u>\$ 20,328,979</u>	<u>\$ 45,927,425</u>	<u>\$ 66,256,404</u>

**CITY OF BARBERTON, OHIO**

*BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2015*

	<u>General</u>	<u>Street Capital Improvement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . .	\$ 3,434,035	\$ 1,538,402	\$ 5,138,907	\$ 10,111,344
Cash and cash equivalents in segregated accounts .	217,757	-	-	217,757
Receivables:				
Property taxes . . . . .	909,567	-	421,500	1,331,067
Income taxes . . . . .	1,952,381	238,401	-	2,190,782
Accounts . . . . .	126,600	-	124,926	251,526
Intergovernmental . . . . .	529,911	-	477,666	1,007,577
Accrued interest . . . . .	13,081	-	-	13,081
Due from other funds . . . . .	84,399	-	-	84,399
Notes receivable . . . . .	-	-	1,787	1,787
Prepayments . . . . .	71,604	-	10,135	81,739
Total assets . . . . .	<u>\$ 7,339,335</u>	<u>\$ 1,776,803</u>	<u>\$ 6,174,921</u>	<u>\$ 15,291,059</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 31,605	\$ -	\$ 284,960	\$ 316,565
Contracts payable . . . . .	259,669	108,588	53,590	421,847
Accrued wages and benefits payable . . . . .	161,637	-	21,914	183,551
Intergovernmental payable . . . . .	349,306	-	12,887	362,193
Due to other funds . . . . .	-	-	84,399	84,399
Total liabilities . . . . .	<u>802,217</u>	<u>108,588</u>	<u>457,750</u>	<u>1,368,555</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year. . . .	834,154	-	386,395	1,220,549
Delinquent property tax revenue not available. . .	75,413	-	35,105	110,518
Accrued interest not available . . . . .	9,443	-	-	9,443
Income tax revenue not available . . . . .	846,288	100,169	-	946,457
Intergovernmental revenue not available . . . . .	288,731	-	302,976	591,707
Total deferred inflows of resources . . . . .	<u>2,054,029</u>	<u>100,169</u>	<u>724,476</u>	<u>2,878,674</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	71,604	-	10,135	81,739
Restricted . . . . .	-	1,568,046	4,175,277	5,743,323
Committed . . . . .	21,851	-	922,078	943,929
Assigned . . . . .	1,597,877	-	-	1,597,877
Unassigned (deficit) . . . . .	2,791,757	-	(114,795)	2,676,962
Total fund balances . . . . .	<u>4,483,089</u>	<u>1,568,046</u>	<u>4,992,695</u>	<u>11,043,830</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 7,339,335</u>	<u>\$ 1,776,803</u>	<u>\$ 6,174,921</u>	<u>\$ 15,291,059</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF BARBERTON, OHIO**

*RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2015*

<b>Total governmental fund balances</b>		\$ 11,043,830
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		31,986,850
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows of resources in the funds.		
Delinquent property taxes receivable	\$ 110,518	
Municipal income taxes receivable	946,457	
Intergovernmental receivable	591,707	
Accrued interest receivable	9,443	
Total	<hr/>	1,658,125
The net pension asset and net pension liability are not available to pay for current period expenditures and are not due and payable in the current period, respectively; therefore, the asset, liability and related deferred inflows/outflows are not reported in governmental funds.		
Net pension asset	21,180	
Deferred outflows of resources	2,509,346	
Deferred inflows of resources	(68,284)	
Net pension liability	(18,344,587)	
Total	<hr/>	(15,882,345)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(3,453,742)	
General obligation bonds payable	(1,762,835)	
Notes payable	(3,500,000)	
State infrastructure bank loan payable	(40,803)	
Capital lease obligation	(582,113)	
Total	<hr/>	(9,339,493)
On the statement of net position interest is accrued on outstanding bonds and loans payable, whereas in governmental funds interest is accrued when due.		(28,297)
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities on the statement of net position.		753,651
An internal balance is recorded in governmental activities to reflect underpayments to the internal service funds by the business-type activities.		<hr/> 136,658
<b>Net position of governmental activities</b>		<hr/> <b>\$ 20,328,979</b> <hr/>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF BARBERTON, OHIO**

*STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>General</u>	<u>Street Capital Improvement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 837,321	\$ -	\$ 387,890	\$ 1,225,211
Municipal income taxes . . . . .	11,383,127	1,407,068	-	12,790,195
Charges for services . . . . .	1,463,556	-	450,669	1,914,225
Licenses and permits . . . . .	490,637	-	-	490,637
Fines and forfeitures . . . . .	81,762	-	1,075,244	1,157,006
Intergovernmental . . . . .	1,379,644	363,768	4,678,463	6,421,875
Special assessments . . . . .	79,208	-	27,504	106,712
Investment income . . . . .	75,418	-	3,260	78,678
Other . . . . .	585,882	-	288,677	874,559
Total revenues . . . . .	<u>16,376,555</u>	<u>1,770,836</u>	<u>6,911,707</u>	<u>25,059,098</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	4,585,955	-	536,247	5,122,202
Public safety . . . . .	9,615,498	-	288,121	9,903,619
Transportation . . . . .	87,247	-	1,329,972	1,417,219
Community environment . . . . .	442,487	-	984,849	1,427,336
Leisure time activities . . . . .	769,676	-	356,698	1,126,374
Capital outlay . . . . .	125,453	2,894,313	3,623,654	6,643,420
Debt service:				
Principal retirement . . . . .	16,117	2,000,000	175,866	2,191,983
Interest and fiscal charges . . . . .	1,210	10,200	83,443	94,853
Note issuance costs . . . . .	-	-	4,962	4,962
Total expenditures . . . . .	<u>15,643,643</u>	<u>4,904,513</u>	<u>7,383,812</u>	<u>27,931,968</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>732,912</u>	<u>(3,133,677)</u>	<u>(472,105)</u>	<u>(2,872,870)</u>
<b>Other financing sources (uses):</b>				
Note issuance . . . . .	-	3,500,000	-	3,500,000
Sale of capital assets . . . . .	1	-	24,174	24,175
Capital lease transaction . . . . .	101,944	-	416,856	518,800
Transfers in . . . . .	-	-	555,621	555,621
Transfers (out) . . . . .	(552,305)	-	(3,316)	(555,621)
Total other financing sources (uses) . . . . .	<u>(450,360)</u>	<u>3,500,000</u>	<u>993,335</u>	<u>4,042,975</u>
Net change in fund balances . . . . .	282,552	366,323	521,230	1,170,105
<b>Fund balances at beginning of year . . . . .</b>	<u>4,200,537</u>	<u>1,201,723</u>	<u>4,471,465</u>	<u>9,873,725</u>
<b>Fund balances at end of year . . . . .</b>	<u>\$ 4,483,089</u>	<u>\$ 1,568,046</u>	<u>\$ 4,992,695</u>	<u>\$ 11,043,830</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF BARBERTON, 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, 2015*

**Net change in fund balances - total governmental funds** \$ 1,170,105

*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 expense in the current period.

Capital asset additions	\$ 6,467,888	
Current year depreciation	<u>(1,661,158)</u>	
Total		4,806,730

Governmental activities only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (1,327,050)

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

Delinquent property taxes	1,249	
Municipal income taxes	438,531	
Intergovernmental revenues	(59,399)	
Special assessments	(13,468)	
Investment income	<u>6,431</u>	
Total		373,344

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position. 2,191,983

In the statement of activities, interest is accrued on outstanding bonds, loans and capital leases, whereas in governmental funds, an interest expenditure is reported when due. Higher interest expense is reported in the statement of activities due to the following:

Decrease in accrued interest payable	25,943	
Amortization of bond discounts	<u>(827)</u>	
Total		25,116

Proceeds from capital lease transactions and the issuance of notes is recorded as an other financing source in the governmental funds; however, in the statement of activities it is not reported as revenue as it increases liabilities on the statement of net position. (4,018,800)

Contractually required pension contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 1,674,716

Except for amounts reported as deferred inflows/outflows, changes in the net pension asset/liability are reported as pension expense in the statement of activities. (1,844,769)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (160,853)

Internal service funds used by management to charge the cost of insurance, postage and gasoline to individual funds are not reported in the statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenues (expenses) of the internal service funds are allocated among the governmental activities. (488,548)

**Change in net position of governmental activities** \$ 2,401,974

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF BARBERTON, OHIO**

*STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 808,790	\$ 746,777	\$ 837,321	\$ 90,544
Municipal income taxes . . . . .	11,000,000	11,000,000	11,000,000	-
Charges for services . . . . .	1,410,402	1,302,259	1,460,154	157,895
Licenses and permits . . . . .	472,545	436,312	489,214	52,902
Fines and forfeitures . . . . .	77,954	71,977	80,704	8,727
Intergovernmental . . . . .	1,118,745	1,032,965	1,158,209	125,244
Special assessments . . . . .	83,287	76,901	86,225	9,324
Investment income . . . . .	76,509	70,643	79,208	8,565
Other . . . . .	587,552	542,501	608,278	65,777
<b>Total revenues . . . . .</b>	<u>15,635,784</u>	<u>15,280,335</u>	<u>15,799,313</u>	<u>518,978</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	4,699,320	4,794,322	4,181,666	612,656
Public safety . . . . .	10,233,492	10,233,491	9,929,088	304,403
Transportation . . . . .	98,265	99,465	92,687	6,778
Community environment . . . . .	582,815	544,815	464,858	79,957
Leisure time activities . . . . .	842,950	850,075	794,402	55,673
Capital outlay . . . . .	68,212	433,667	433,891	(224)
<b>Total expenditures . . . . .</b>	<u>16,525,054</u>	<u>16,955,835</u>	<u>15,896,592</u>	<u>1,059,243</u>
Excess of expenditures over revenues . . . . .	<u>(889,270)</u>	<u>(1,675,500)</u>	<u>(97,279)</u>	<u>1,578,221</u>
<b>Other financing sources (uses):</b>				
Transfers out . . . . .	-	(38,000)	(38,000)	-
Sale of capital assets . . . . .	-	-	1	1
<b>Total other financing uses . . . . .</b>	<u>-</u>	<u>(38,000)</u>	<u>(37,999)</u>	<u>1</u>
Net change in fund balances . . . . .	(889,270)	(1,713,500)	(135,278)	1,578,222
<b>Fund balance at beginning of year . . . . .</b>	2,202,841	2,202,841	2,202,841	-
<b>Prior year encumbrances appropriated . . . . .</b>	360,507	360,507	360,507	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 1,674,078</u>	<u>\$ 849,848</u>	<u>\$ 2,428,070</u>	<u>\$ 1,578,222</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**CITY OF BARBERTON, OHIO**

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

DECEMBER 31, 2015

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water	Sewer	Solid Waste	Nonmajor Fund	Total	
<b>Assets:</b>						
Current assets:						
Equity in pooled cash and cash equivalents . . . . .	\$ 2,382,156	\$ 2,279,786	\$ 1,976,792	\$ 682,620	\$ 7,321,354	\$ 958,812
Investments . . . . .	5,024,252	-	-	-	5,024,252	-
Receivables:						
Accounts . . . . .	588,780	393,377	82,103	76,989	1,141,249	5,738
Accrued interest . . . . .	26,105	-	-	-	26,105	-
Intergovernmental . . . . .	29,995	9,638	-	21,962	61,595	-
Prepayments . . . . .	26,414	49,892	47	1,868	78,221	-
Materials and supplies inventory . . . . .	237,926	102,974	-	-	340,900	-
Total current assets . . . . .	<u>8,315,628</u>	<u>2,835,667</u>	<u>2,058,942</u>	<u>783,439</u>	<u>13,993,676</u>	<u>964,550</u>
Noncurrent assets:						
Net pension asset . . . . .	9,528	6,142	430	1,319	17,419	-
Restricted assets:						
Equity in pooled cash and cash equivalents . . . . .	-	321,963	-	-	321,963	-
Capital assets:						
Nondepreciable capital assets . . . . .	18,050,251	4,757,598	-	371,970	23,179,819	-
Depreciable capital assets, net . . . . .	9,615,919	20,350,666	-	2,860,882	32,827,467	-
Total noncurrent assets . . . . .	<u>27,675,698</u>	<u>25,436,369</u>	<u>430</u>	<u>3,234,171</u>	<u>56,346,668</u>	<u>-</u>
Total assets . . . . .	<u>35,991,326</u>	<u>28,272,036</u>	<u>2,059,372</u>	<u>4,017,610</u>	<u>70,340,344</u>	<u>964,550</u>
<b>Deferred outflows of resources:</b>						
Unamortized deferred charges on debt refunding . . . . .	79,189	-	-	-	79,189	-
Pension - OPERS . . . . .	277,278	178,732	12,509	38,378	506,897	-
Total deferred outflows of resources . . . . .	<u>356,467</u>	<u>178,732</u>	<u>12,509</u>	<u>38,378</u>	<u>586,086</u>	<u>-</u>
<b>Liabilities:</b>						
Current liabilities:						
Accounts payable . . . . .	176,652	340,764	1,153	9,197	527,766	51,943
Contracts payable . . . . .	187,562	40,614	126,216	-	354,392	-
Accrued wages and benefits payable . . . . .	57,753	44,119	1,707	3,710	107,289	-
Intergovernmental payable . . . . .	29,018	24,456	1,157	3,357	57,988	-
Accrued interest payable . . . . .	15,534	1,108	-	1,539	18,181	-
Claims payable . . . . .	-	-	-	-	-	158,956
Current portion of general obligation bonds . . . . .	45,020	4,545	-	-	49,565	-
Current portion of revenue bonds . . . . .	515,000	-	-	-	515,000	-
Current portion of compensated absences . . . . .	76,081	72,400	1,736	1,197	151,414	-
Current portion of OWDA loans . . . . .	199,908	296,872	-	-	496,780	-
Current portion of OPWC loans . . . . .	29,189	-	-	-	29,189	-
Current portion of capital lease obligations . . . . .	2,250	53,230	-	40,158	95,638	-
Total current liabilities . . . . .	<u>1,333,967</u>	<u>878,108</u>	<u>131,969</u>	<u>59,158</u>	<u>2,403,202</u>	<u>210,899</u>
Long-term liabilities:						
General obligation bonds . . . . .	745,205	75,230	-	-	820,435	-
Revenue bonds . . . . .	5,835,000	-	-	-	5,835,000	-
Compensated absences . . . . .	267,670	254,729	6,107	4,210	532,716	-
OWDA loans . . . . .	4,023,558	6,056,745	-	-	10,080,303	-
OPWC loans . . . . .	2,192,841	-	-	-	2,192,841	-
Capital lease obligations . . . . .	384	274	-	46,876	47,534	-
Net pension liability . . . . .	1,583,132	1,020,482	71,420	219,122	2,894,156	-
Total long-term liabilities . . . . .	<u>14,647,790</u>	<u>7,407,460</u>	<u>77,527</u>	<u>270,208</u>	<u>22,402,985</u>	<u>-</u>
Total liabilities . . . . .	<u>15,981,757</u>	<u>8,285,568</u>	<u>209,496</u>	<u>329,366</u>	<u>24,806,187</u>	<u>210,899</u>
<b>Deferred inflows of resources:</b>						
Pension - OPERS . . . . .	30,720	19,802	1,386	4,252	56,160	-
Total deferred inflows of resources . . . . .	<u>30,720</u>	<u>19,802</u>	<u>1,386</u>	<u>4,252</u>	<u>56,160</u>	<u>-</u>
<b>Net position:</b>						
Net investment in capital assets . . . . .	13,976,681	18,569,281	-	3,145,818	35,691,780	-
Restricted for replacement and improvement . . . . .	-	321,963	-	-	321,963	-
Unrestricted . . . . .	6,358,635	1,254,154	1,860,999	576,552	10,050,340	753,651
Total net position . . . . .	<u>\$ 20,335,316</u>	<u>\$ 20,145,398</u>	<u>\$ 1,860,999</u>	<u>\$ 3,722,370</u>	<u>46,064,083</u>	<u>\$ 753,651</u>
Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds.					(136,658)	
Net position of business-type activities					<u>\$ 45,927,425</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF BARBERTON, OHIO**

*STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

**Business-type Activities - Enterprise Funds**

	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Nonmajor Fund</u>	<u>Total</u>
<b>Operating revenues:</b>					
Charges for services . . . . .	\$ 6,274,503	\$ 4,381,027	\$ 1,909,441	\$ 774,231	\$ 13,339,202
Other . . . . .	23,157	13,505	656	25,230	62,548
Total operating revenues. . . . .	<u>6,297,660</u>	<u>4,394,532</u>	<u>1,910,097</u>	<u>799,461</u>	<u>13,401,750</u>
<b>Operating expenses:</b>					
Personal services . . . . .	2,252,715	1,922,058	99,963	298,328	4,573,064
Contract services. . . . .	229,194	606,351	1,519,588	34,916	2,390,049
Materials and supplies. . . . .	1,539,466	1,386,716	27,437	244,795	3,198,414
Claims . . . . .	-	-	-	-	-
Other. . . . .	27,293	15,879	522	188	43,882
Depreciation . . . . .	613,564	1,376,406	-	294,665	2,284,635
Total operating expenses. . . . .	<u>4,662,232</u>	<u>5,307,410</u>	<u>1,647,510</u>	<u>872,892</u>	<u>12,490,044</u>
Operating income (loss) . . . . .	<u>1,635,428</u>	<u>(912,878)</u>	<u>262,587</u>	<u>(73,431)</u>	<u>911,706</u>
<b>Nonoperating revenues (expenses):</b>					
Interest revenue . . . . .	18,155	-	-	-	18,155
Interest and fiscal charges . . . . .	(492,359)	(125,810)	-	(2,461)	(620,630)
Loss on disposal of capital assets . . . . .	(7,300)	(136,160)	-	(75,077)	(218,537)
Intergovernmental . . . . .	-	-	-	21,962	21,962
Total nonoperating revenues (expenses) . . . . .	<u>(481,504)</u>	<u>(261,970)</u>	<u>-</u>	<u>(55,576)</u>	<u>(799,050)</u>
Income (loss) before capital contributions . . . . .	1,153,924	(1,174,848)	262,587	(129,007)	112,656
Capital contributions . . . . .	890,093	-	-	-	890,093
Change in net position . . . . .	2,044,017	(1,174,848)	262,587	(129,007)	1,002,749
<b>Net position at beginning of year (restated) . . . . .</b>	<u>18,291,299</u>	<u>21,320,246</u>	<u>1,598,412</u>	<u>3,851,377</u>	
<b>Net position at end of year. . . . .</b>	<u>\$ 20,335,316</u>	<u>\$ 20,145,398</u>	<u>\$ 1,860,999</u>	<u>\$ 3,722,370</u>	
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds.					<u>21,081</u>
Change in net position of business-type activities.					<u>\$ 1,023,830</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Governmental  
Activities -  
Internal  
Service Funds**

\$ 2,956,946
7,854
<hr/>
2,964,800
<hr/>
-
35,603
383,428
3,011,961
1,275
-
<hr/>
3,432,267
<hr/>
(467,467)
<hr/>
-
-
-
-
<hr/>
-
<hr/>
(467,467)
<hr/>
-
(467,467)
<hr/>
1,221,118
<hr/>
\$ 753,651
<hr/>

**CITY OF BARBERTON, OHIO**

*STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2015*

**Business-type Activities - Enterprise Funds**

	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Nonmajor Fund</u>	<u>Total</u>
<b>Cash flows from operating activities:</b>					
Cash received from customers . . . . .	\$ 6,243,114	\$ 4,375,797	\$ 1,898,998	\$ 770,468	\$ 13,288,377
Cash received from other operations . . . . .	23,157	13,505	656	25,230	62,548
Cash payments for personal services . . . . .	(2,276,975)	(1,977,718)	(98,228)	(304,825)	(4,657,746)
Cash payments for contract services. . . . .	(194,847)	(366,549)	(1,518,574)	(34,571)	(2,114,541)
Cash payments for materials and supplies. . . . .	(1,412,144)	(1,449,886)	(26,273)	(244,007)	(3,132,310)
Cash payments for claims . . . . .	-	-	-	-	-
Cash payments for other expenses. . . . .	<u>(25,724)</u>	<u>(14,874)</u>	<u>-</u>	<u>-</u>	<u>(40,598)</u>
Net cash provided by (used in) operating activities . . . . .	<u>2,356,581</u>	<u>580,275</u>	<u>256,579</u>	<u>212,295</u>	<u>3,405,730</u>
<b>Cash flows from noncapital financing activities:</b>					
Intergovernmental grants . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,686</u>	<u>18,686</u>
Net cash provided by noncapital financing activities . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,686</u>	<u>18,686</u>
<b>Cash flows from capital and related financing activities:</b>					
Acquisition of capital assets . . . . .	(3,403,701)	(1,013,173)	-	(247,254)	(4,664,128)
Capital contributions. . . . .	860,098	-	-	-	860,098
Principal retirement . . . . .	(773,272)	(276,487)	-	(39,198)	(1,088,957)
Loan issuance . . . . .	2,230,747	963,007	-	-	3,193,754
Interest and fiscal charges . . . . .	<u>(302,966)</u>	<u>(136,220)</u>	<u>-</u>	<u>(3,133)</u>	<u>(442,319)</u>
Net cash used in capital and related financing activities . . . . .	<u>(1,389,094)</u>	<u>(462,873)</u>	<u>-</u>	<u>(289,585)</u>	<u>(2,141,552)</u>
<b>Cash flows from investing activities:</b>					
Interest received . . . . .	5,755	-	-	-	5,755
Purchase of investments . . . . .	<u>(3,222,675)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,222,675)</u>
Net cash used in investing activities. . . . .	<u>(3,216,920)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,216,920)</u>
Net increase (decrease) in cash and cash equivalents. . . . .	(2,249,433)	117,402	256,579	(58,604)	(1,934,056)
<b>Cash and cash equivalents at beginning of year . .</b>	4,631,589	2,484,347	1,720,213	741,224	9,577,373
<b>Cash and cash equivalents at end of year. . . . .</b>	<u>\$ 2,382,156</u>	<u>\$ 2,601,749</u>	<u>\$ 1,976,792</u>	<u>\$ 682,620</u>	<u>\$ 7,643,317</u>

**Governmental  
Activities -  
Internal  
Service Funds**

\$ 2,958,423  
15,384  
-  
(35,603)  
(346,647)  
(2,962,871)  
(1,275)

(372,589)

-

-

-  
-  
-  
-  
-

-

-  
-

-

(372,589)

1,331,401

\$ 958,812

- - Continued

**CITY OF BARBERTON, OHIO**

*STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2015*

**Business-type Activities - Enterprise Funds**

	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Nonmajor Fund</u>	<u>Total</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>					
Operating income (loss) . . . . .	\$ 1,635,428	\$ (912,878)	\$ 262,587	\$ (73,431)	\$ 911,706
Adjustments:					
Depreciation . . . . .	613,564	1,376,406	-	294,665	2,284,635
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:					
Decrease (increase) in materials and supplies inventory. . . . .	5,662	(72,189)	-	-	(66,527)
(Increase) in accounts receivable. . . . .	(29,820)	(4,225)	(9,921)	(3,575)	(47,541)
Decrease in prepayments . . . . .	5,115	12,521	11	313	17,960
(Increase) in net pension asset . . . . .	(6,931)	(4,468)	(313)	(960)	(12,672)
(Increase) in deferred outflows - pension - OPERS . . . . .	(72,466)	(46,711)	(3,269)	(10,030)	(132,476)
Increase in accounts payable . . . . .	150,601	233,162	1,153	820	385,736
Increase in contracts payable . . . . .	291	3,138	1,014	-	4,443
Increase (decrease) in accrued wages and benefits . . . . .	15,101	3,725	1,272	(2,207)	17,891
(Decrease) in due to other governments . . . . .	(20,092)	(20,561)	(39)	(4,858)	(45,550)
Increase (decrease) in compensated absences payable . . . . .	(6,349)	(30,496)	1,085	2,357	(33,403)
Increase in claims payable . . . . .	-	-	-	-	-
Increase in net pension liability. . . . .	35,757	23,049	1,613	4,949	65,368
Increase in deferred inflows - pension - OPERS . . . . .	30,720	19,802	1,386	4,252	56,160
Net cash provided by (used in ) operating activities . . . . .	<u>\$ 2,356,581</u>	<u>\$ 580,275</u>	<u>\$ 256,579</u>	<u>\$ 212,295</u>	<u>\$ 3,405,730</u>
<b>Reconciliation of cash and cash equivalents:</b>					
Equity in pooled cash and cash equivalents . . . . .	\$ 2,382,156	\$ 2,279,786	\$ 1,976,792	\$ 682,620	\$ 7,321,354
Restricted equity in pooled cash and cash equivalents. . . . .	-	321,963	-	-	321,963
Total cash and cash equivalents . . . . .	<u>\$ 2,382,156</u>	<u>\$ 2,601,749</u>	<u>\$ 1,976,792</u>	<u>\$ 682,620</u>	<u>\$ 7,643,317</u>

At December 31, 2015, the Water fund purchased \$188,232 in capital assets on account, consisting of \$12,265 in accounts payable and \$175,967 in contracts payable. At December 31, 2014, the Water fund purchased \$155,294 in capital assets on account, consisting of \$24,886 in accounts payable and \$130,408 in contracts payable.

The fair value adjustment for Water fund investments was \$(10,920) at December 31, 2015 and \$388 at December 31, 2014.

At December 31, 2015, the Sewer fund purchased \$70,012 in capital assets on account, consisting of \$57,995 in accounts payable and \$12,017 in contracts payable.

At December 31, 2015, the Storm Water nonmajor enterprise fund purchased \$8,377 in capital assets on account, all of which was recorded as accounts payable. At December 31, 2014, the Storm Water nonmajor enterprise fund purchased \$16,387 in capital assets on account, all of which was recorded as contracts payable.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Governmental  
Activities -  
Internal  
Service Funds**

\$ (467,467)

-

-

9,007

-

-

36,781

-

-

-

49,090

-

-

\$ (372,589)

\$ 958,812

-

\$ 958,812

**CITY OF BARBERTON, OHIO**

*STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
FIDUCIARY FUND  
DECEMBER 31, 2015*

	<u>Agency</u>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents . . . . .	\$ 54,002
<b>Liabilities:</b>	
Deposits held and due to others . . . . .	\$ 54,002

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



## CITY OF BARBERTON, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

#### NOTE 1 - DESCRIPTION OF THE CITY

The City of Barberton, Ohio (the "City") was incorporated in 1891 under the laws of the State of Ohio. The City operates under a "Mayor-Council" form of government as provided by its charter adopted on November 6, 1973. Elected officials include nine Council members, Director of Finance, a Director of Law and a Mayor.

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

##### A. Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Barberton this includes police, fire, municipal court, park and recreation department, water, sewage and sanitary services, street and sewer maintenance and any other departments or funds for which the nature and significance of their relationship with the City are such that exclusion would cause the financial statements to be misleading or incomplete.

Included as part of the City's primary government in the determination of the City's reporting entity is the Barberton Municipal Court (the "Court"). Although the Court's territorial jurisdiction extends beyond the boundaries of the City and the Judges of the Court are separately elected, the Court's operations are not legally separate from the City. In addition, the City is responsible for budgeting and appropriating funds for the operation of the Court and is ultimately responsible for any operating deficits sustained by the Court. The City's share of the fines collected by the Court, along with its shares of the Court's administrative and operating costs, is recorded in the City's general fund.

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; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the financial statements incomplete or misleading. The City has no component units.

The City participates in two related organizations, the Barberton Community Development Corporation and the Barberton Community Foundation. These organizations are described in Note 15 to the basic financial statements. The City participates in one jointly governed organization, the Southwest Summit Council of Governments. This organization is described in Note 16 to the basic financial statements.

## CITY OF BARBERTON, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

##### **B. Basis of Presentation - Fund Accounting**

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

***Government-wide Financial Statements*** - The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activities of the internal service funds are eliminated to avoid "doubling up" revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the City's proprietary funds are charges for services. Operating expenses for the enterprise funds include personnel and other expenses related to sewer, water, storm water and solid waste operations and operating expenses for the internal service fund include claims and administrative expenses. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The agency funds do not report a measurement focus as they do not report operations.

##### **C. Fund Accounting**

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

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

*General fund* - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City of Barberton and/or the general laws of Ohio.

*Street capital improvement fund* - This fund accounts for revenue from a 0.25% income tax levy which is restricted for road and street improvements.

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

***Proprietary funds*** - Proprietary fund reporting focuses on changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

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

*Water fund* - This fund accounts for revenues generated from the charges for the treatment and provisions of water to the residents and commercial users of the City.

*Sewer fund* - This fund accounts for the sanitary sewer services provided to the residents and commercial users of the City. The costs of providing these services are financed primarily through user charges.

*Solid waste fund* - This fund accounts for refuse and recycling collection services provided to residential users of the City.

The City's nonmajor enterprise fund accounts for storm drainage runoff services to City residents.

*Internal service funds* - The internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service funds account for a self-insurance program for employee medical and surgical claims and the purchasing of central supplies such as gasoline and postage.

## CITY OF BARBERTON, OHIO

### NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

#### **D. Measurement Focus**

***Government-wide Financial Statements*** - The government-wide financial statements are prepared using the economic resources measurement focus. All non-fiduciary assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

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

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses, and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

#### **E. Basis of Accounting**

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

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

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

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

*Deferred Outflows of Resources and Deferred Inflows of Resources* - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents 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 have been reported for the following items related to the City's net pension liability: (1) the net difference between projected and actual investment earnings on pension plan assets, (2) the City's contributions to the pension systems subsequent to the measurement date and (3) differences between employer's contributions and the employer's proportional share of contributions.

In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance 2016 operations. These amounts have been recorded as a deferred inflow of resources 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, but is not limited to, delinquent property taxes, income taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

The City also reports deferred inflow of resources for the following items related to the City's net pension liability: (1) differences between expected and actual experience and (2) differences between employer's contributions and the employer's proportional share of contributions. These deferred inflows of resources are only reported on the government-wide statement of net position.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

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

**F. Budgetary Process**

All funds, except agency funds, are legally required to be budgeted and appropriated. Annual budgets were adopted for all City funds during 2015.

The major documents prepared are the alternative tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the personal services, operating, and capital expenditure level for all funds of the City. Any budget modifications at these levels may only be made through an ordinance of Council. Budgetary statements are presented beyond that legal level of control for information purposes only.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Director of Finance. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time final appropriations were passed by Council.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

**G. Cash, Cash Equivalents and Investments**

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" and "investments" on the financial statements.

The City has segregated bank accounts for monies held separate from the City's central bank account. These interest bearing depository accounts are presented as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the City treasury.

During 2015, investments were limited to federal agency securities, U.S. Treasury notes, U.S. Treasury money market accounts, negotiable certificates of deposit, a repurchase agreement and the State Treasury Asset Reserve of Ohio (STAR Ohio).

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements are reported at cost.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares price which is the price the investment could be sold for on December 31, 2015.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2015 amounted to \$75,418 which includes \$61,728 assigned from other City funds.

Investments with an original maturity of three months or less and investments of the cash management pool are presented on the financial statements as cash equivalents.

An analysis of the City's investment account at year end is provided in Note 4.

**H. Materials and Supplies Inventory**

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption.

**I. Restricted Assets**

Certain cash and cash equivalents are classified as restricted cash on the financial statements because these funds are being held by a trustee as designated by the bond indenture.

Restricted assets at December 31, 2015, were as follows:

Restricted assets held by the City	
Replacement and improvement	\$321,963

**J. Capital Assets**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

The City maintains a capitalization threshold of \$5,000. All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized for business-type activities.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

<u>Description</u>	<u>Years</u>
Infrastructure	25 - 80
Buildings	10 - 40
Vehicles and equipment	3 - 25

The City's infrastructure consists of street subsystems, traffic signal subsystems, storm sewer lines, water lines and sewer lines. The City reports all infrastructure, including that acquired prior to 1980.

**K. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees wage rates at year end, taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for employees as soon as they are hired to work with the City.

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**L. Prepayments**

Payments made to vendors for services that will benefit periods beyond December 31, 2015, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

**M. Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.



**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

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

**N. Unamortized Bond Premiums and Discounts/Accounting Gain or Loss/Bond Issuance Costs**

Bond premiums and discounts are amortized over the term of the bonds using the straight-line method. Bond premiums are presented as an addition to the face amount of the bonds. Bond discounts are presented as a reduction to the face amount of the bonds.

For advance refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred inflow or outflow of resources on the statement of net position.

Bond premiums and discounts and gains/losses from refunding are recognized in the current period on the governmental fund financial statements. Bond issuance costs are expended/expensed when they occur.

**O. Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans to cover deficit cash balances are classified as “due to/from other funds”. These amounts are eliminated on the statement of net position, except for the net residual amount due between governmental and business-type activities which is presented as an internal balance.

**P. Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**Q. Fund Balance**

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

*Nonspendable* - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of notes receivable in the general fund.

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

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

*Assigned* - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as committed. City Council has by ordinance authorized the Director of Finance to assign fund balance. The Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget.

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

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

**R. Estimates**

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

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**S. Net Position**

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

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

**T. Contributions of Capital**

Contributions of capital in proprietary fund financial statements arise from contributions of capital assets, or from grants or contributions of resources restricted to capital acquisition and construction.

**U. 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 position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles/Restatement of Net Position**

For 2015, the City implemented GASB Statement No. 68, "Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68".

GASB Statement No. 68 improves the accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The implementation of GASB Statement No. 68 affected the City's pension plan disclosures, as presented in Note 11 to the financial statements, and added required supplementary information which is presented after the notes to the basic financial statements.

GASB Statement No. 71 improves the accounting and financial reporting by addressing an issue in GASB Statement No. 68, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

A net position restatement is required in order to implement GASB Statement No 68 and 71. The governmental activities and business-type activities at January 1, 2015 have been restated as follows:

	<u>Governmental Activities</u>
Net position as previously reported	\$ 33,639,297
Net pension asset	5,772
Deferred outflows - payments subsequent to measurement date	1,659,571
Net pension liability	<u>(17,377,635)</u>
Restated net position at January 1, 2015	<u>\$ 17,927,005</u>

	<u>Business-Type Activities</u>	<u>Water</u>	<u>Sewer</u>	<u>Solid Waste</u>	<u>Nonmajor Enterprise Fund</u>
Net position as previously reported	\$ 47,353,215	\$ 19,631,265	\$ 22,183,984	\$ 1,658,862	\$ 4,036,843
Net pension asset	4,747	2,597	1,674	117	359
Deferred outflows - payments subsequent to measurement date	374,421	204,812	132,021	9,240	28,348
Net pension liability	<u>(2,828,788)</u>	<u>(1,547,375)</u>	<u>(997,433)</u>	<u>(69,807)</u>	<u>(214,173)</u>
Restated net position at January 1, 2015	<u>\$ 44,903,595</u>	<u>\$ 18,291,299</u>	<u>\$ 21,320,246</u>	<u>\$ 1,598,412</u>	<u>\$ 3,851,377</u>

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available. The restatement had no effect on governmental fund balances.

**B. Deficit Fund Balances**

Fund balances at December 31, 2015 included the following individual fund deficits:

<u>Nonmajor governmental funds</u>	<u>Deficit</u>
City grant	\$ 14,539
Community development block grant	100,256

These funds did not comply with Ohio State law, which does not permit a cash basis deficit at year end. The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from advance spending of approved grant monies and adjustments for accrued liabilities.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items 1 or 2 above, and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. High grade commercial paper for a period not to exceed 180 days in an amount not to exceed twenty-five percent of the City's interim monies available for investment; and,
8. Bankers acceptances for a period not to exceed 180 days and in an amount not to exceed twenty-five percent of the City's interim monies available for investment.

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 subdivision of this State, as to which there is no default of principal, interest or coupons; and,

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

3. Obligations of the City.

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

**A. Deposits with Financial Institutions**

At December 31, 2015, the carrying amount of all City deposits was \$11,663,124. As of December 31, 2015, \$3,380,157 of the City's bank balance of \$12,216,241 was exposed to custodial risk as discussed below, while \$8,836,084 was covered by the FDIC.

Custodial credit risk is the risk that, in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. 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, is held in collateral pools at Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the depository bank and pledged as a pool of collateral against all public deposits held by the depository. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

**B. Investments**

As of December 31, 2015, the City had the following investments and maturities:

Investment type	Fair Value	Investment Maturities				
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months
FHLB	\$ 1,195,154	\$ 239,922	\$ 104,802	\$ -	\$ 352,735	\$ 497,695
FHLMC	4,352,838	400,036	-	124,969	523,556	3,304,277
FNMA	1,687,609	-	450,023	99,716	-	1,137,870
U.S. Treasury Notes	778,305	65,003	339,743	199,656	173,903	-
Negotiable CDs	2,839,103	1,239,943	-	619,787	-	979,373
STAR Ohio	259,524	259,524	-	-	-	-
Repurchase agreement	1,210,000	1,210,000	-	-	-	-
U.S. Treasury money market	23,827	23,827	-	-	-	-
<b>Total</b>	<b>\$ 12,346,360</b>	<b>\$ 3,438,255</b>	<b>\$ 894,568</b>	<b>\$ 1,044,128</b>	<b>\$ 1,050,194</b>	<b>\$ 5,919,215</b>

The weighted average maturity of investments is 2.08 years.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Interest Rate Risk:* The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

*Credit Risk:* STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City's investments in federal agency securities and the federal agency securities that underlie the repurchase agreement were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment policy does not specifically address credit risk beyond requiring the City to only invest in securities authorized by State statute.

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

*Concentration of Credit Risk:* The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities.

The following table includes the percentage of each investment type held by the City at December 31, 2015:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 1,195,154	9.68
FHLMC	4,352,838	35.26
FNMA	1,687,609	13.67
U.S. Treasury Notes	778,305	6.30
Negotiable CDs	2,839,103	23.00
STAR Ohio	259,524	2.10
Repurchase agreement	1,210,000	9.80
U.S. Treasury money market	23,827	0.19
Total	<u>\$ 12,346,360</u>	<u>100.00</u>

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**C. Reconciliation of Cash and Investments to the Statement of Net Position**

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of December 31, 2015:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 11,663,124
Investments	<u>12,346,360</u>
Total	<u>\$ 24,009,484</u>
 <u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 11,287,913
Business type activities	12,667,569
Agency funds	<u>54,002</u>
Total	<u>\$ 24,009,484</u>

**NOTE 5 - INTERFUND TRANSACTIONS**

**A.** Interfund transfers for the year ended December 31, 2015, consisted of the following:

<u>Transfer to</u>	Transfers from	
	General	Nonmajor Governmental Funds
Nonmajor governmental funds	\$ 552,305	\$ 3,316

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; to move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to provide additional resources for current operations or debt service; reclassification of prior year distributed monies, to segregate money for anticipated capital projects; and to return money to the fund from which it was originally provided once a project is completed. Transfers between nonmajor governmental funds were made in order to transfer unused grant monies once the grant program had fulfilled its purpose.

Transfers between governmental funds and transfers between enterprise funds are eliminated on the government-wide financial statements. All transfers were in compliance with Ohio Revised Code Sections 5705.14, 5705.15, and 5705.16.

**B.** Interfund balances at December 31, 2015 as reported on the fund financial statements consist of \$84,399 due to the general fund from nonmajor governmental funds. The purpose of the due to/from other funds is to cover the negative cash balances at year end in various special revenue funds. The interfund balances will be repaid once the anticipated revenues are received.



**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 6 - RECEIVABLES**

Receivables at December 31, 2015, consisted primarily of municipal income taxes, property and other taxes, accounts, interest and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are deemed collectible in full and are expected to be received within one year.

**A. Property Taxes**

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

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

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the County, including the City of Barberton. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes, tangible personal property taxes and outstanding delinquencies which are measurable as of December 31, 2015 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow since the current taxes were not levied to finance 2015 operations. The collection of delinquent taxes has also been offset by a deferred inflow since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is reported as a deferred inflow of resources.

The full tax rate for all City operations for the year ended December 31, 2015 was \$4.25 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2015 property tax receipts were based are as follows:

Real property	\$ 324,056,350
Public utility property	<u>12,178,690</u>
Total assessed value	<u>\$ 336,235,040</u>

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 6 - RECEIVABLES - (Continued)**

**B. Municipal Income Taxes**

The City levies a municipal income tax of 2 and ¼ percent on all income earned within the City as well as on income of residents earned outside of the City. In the latter case, the City allows a credit of 100 percent on income earned outside of the City and paid to another municipality. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually.

Ohio law requires all City income tax rates above 1% to be voted by residents of the City. Additional increases in the income tax rate would require voter approval.

**C. Intergovernmental Receivables**

A summary of the intergovernmental receivables follows:

<u>Governmental activities:</u>	<u>Amounts</u>
Local government State support	\$ 390,800
Motor vehicle and gas tax	370,918
Community development and improvement grants	74,791
Homestead and rollback	100,263
Joint Economic Development Zone reimbursements	70,805
 <u>Business-type activities:</u>	
OWDA grants and reimbursements	39,633
Recycle grant	<u>21,962</u>
Total	<u>\$ 1,069,172</u>

**D. Notes Receivable**

Notes receivable represent no-interest to low-interest loans made to eligible local businesses for industrial development and exterior improvements to businesses. The outstanding balance of the notes at December 31, 2015 is \$1,787 in the nonmajor special revenue funds, all of which is expected to be received in 2016.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 7 - CAPITAL ASSETS**

A. Capital asset activity for the year ended December 31, 2015, was as follows:

<b><u>Governmental activities:</u></b>	<u>Balance</u> <u>12/31/14</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/15</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 6,254,210	\$ -	\$ (464,426)	\$ 5,789,784
Construction in progress	<u>2,181,680</u>	<u>2,486,818</u>	<u>(709,872)</u>	<u>3,958,626</u>
Total capital assets, not being depreciated	<u>8,435,890</u>	<u>2,486,818</u>	<u>(1,174,298)</u>	<u>9,748,410</u>
<i>Capital assets, being depreciated:</i>				
Buildings	8,091,401	44,096	(537,104)	7,598,393
Vehicles and equipment	13,075,568	609,048	(147,405)	13,537,211
Infrastructure:				
Street subsystem	22,568,256	3,357,131	-	25,925,387
Traffic signals subsystem	<u>1,777,402</u>	<u>-</u>	<u>-</u>	<u>1,777,402</u>
Total capital assets, being depreciated	<u>45,512,627</u>	<u>4,010,275</u>	<u>(684,509)</u>	<u>48,838,393</u>
Less: accumulated depreciation:				
Buildings	(4,745,546)	(289,728)	355,147	(4,680,127)
Vehicles and equipment	(9,371,290)	(569,175)	147,405	(9,793,060)
Infrastructure:				
Street subsystem	(10,742,936)	(743,369)	-	(11,486,305)
Traffic signal subsystem	<u>(581,575)</u>	<u>(58,886)</u>	<u>-</u>	<u>(640,461)</u>
Total accumulated depreciation	<u>(25,441,347)</u>	<u>(1,661,158)</u>	<u>502,552</u>	<u>(26,599,953)</u>
Total capital assets being depreciated, net	<u>20,071,280</u>	<u>2,349,117</u>	<u>(181,957)</u>	<u>22,238,440</u>
Governmental activities capital assets, net	<u>\$ 28,507,170</u>	<u>\$ 4,835,935</u>	<u>\$ (1,356,255)</u>	<u>\$ 31,986,850</u>

Construction in progress disposals include \$680,667 in projects that were written off in 2015.

Depreciation expense was charged to governmental activities as follows:

General government	\$ 81,833
Public safety	501,369
Transportation	848,604
Community environment	23,018
Leisure time activities	<u>206,334</u>
Total depreciation expense	<u>\$ 1,661,158</u>

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 7 - CAPITAL ASSETS - (Continued)**

**B.** Capital asset activity for the year ended December 31, 2015 was as follows:

<b><u>Business-type activities:</u></b>	<u>Balance</u> 12/31/14	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> 12/31/15
<i>Capital assets, not being depreciated:</i>				
Land	\$ 1,043,728	\$ -	\$ -	\$ 1,043,728
Construction in progress	<u>19,955,748</u>	<u>4,376,053</u>	<u>(2,195,710)</u>	<u>22,136,091</u>
Total capital assets, not being depreciated	<u>20,999,476</u>	<u>4,376,053</u>	<u>(2,195,710)</u>	<u>23,179,819</u>
<i>Capital assets, being depreciated:</i>				
Buildings	37,337,436	-	-	37,337,436
Vehicles and equipment	4,761,326	93,691	-	4,855,017
Infrastructure				
Water lines	13,173,691	2,089,373	-	15,263,064
Sewer lines	17,828,336	-	-	17,828,336
Storm sewer lines	<u>6,964,034</u>	<u>177,124</u>	<u>-</u>	<u>7,141,158</u>
Total capital assets, being depreciated	<u>80,064,823</u>	<u>2,360,188</u>	<u>-</u>	<u>82,425,011</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(21,796,799)	(916,979)	-	(22,713,778)
Vehicles and equipment	(3,527,197)	(211,195)	-	(3,738,392)
Infrastructure				
Water lines	(6,254,353)	(322,718)	-	(6,577,071)
Sewer lines	(11,493,982)	(602,562)	-	(12,096,544)
Storm sewer lines	<u>(4,240,578)</u>	<u>(231,181)</u>	<u>-</u>	<u>(4,471,759)</u>
Total accumulated depreciation	<u>(47,312,909)</u>	<u>(2,284,635)</u>	<u>-</u>	<u>(49,597,544)</u>
Total capital assets, being depreciated, net	<u>32,751,914</u>	<u>75,553</u>	<u>-</u>	<u>32,827,467</u>
Business-type activities capital assets, net	<u>\$ 53,751,390</u>	<u>\$ 4,451,606</u>	<u>\$ (2,195,710)</u>	<u>\$ 56,007,286</u>

Construction in progress disposals include \$218,537 in projects that were written off in 2015.

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

Water	\$ 613,564
Sewer	1,376,406
Storm water	<u>294,665</u>
Total depreciation expense	<u>\$ 2,284,635</u>

**NOTE 8 - CAPITAL LEASES**

During 2015 and in prior years, the City entered into capital lease agreements for various equipment and vehicles. The lease payments are paid from the general fund, sewer fund, water fund, storm water fund (a nonmajor enterprise fund) and the following nonmajor governmental funds: street construction, maintenance and repair fund, fire capital levy fund and the community development block grant fund.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 8 - CAPITAL LEASES - (Continued)**

The lease agreements meet the criteria of a capital lease as defined by GASB Statement No. 62, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments in governmental funds have been reclassified and are reflected as debt service expenditures in the combined BFS and are reported as function expenditures on the budgetary statements. In enterprise funds a liability has been recorded.

Capital assets consisting of vehicles and equipment have been capitalized in the statement of net position in the amount of \$1,203,812 in governmental activities. A liability of \$582,113 is reported on the statement of net position at year end, which represents the remaining amount of principal payments outstanding on the leases. The governmental funds made \$58,570 and \$3,237 in principal and interest payments, respectively, during 2015.

For the business-type activities, capital assets consisting of vehicles and equipment have been capitalized in the statement of net position in the amount of \$581,788. A liability of \$143,172 is reported on the statement of net position at year end, which represents the remaining amount of principal payments outstanding on the leases. The enterprise funds made \$93,242 in principal payments during 2015.

The net capital assets acquired through the capital leases are as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Asset:		
Equipment and vehicles	\$ 1,203,812	\$ 581,788
Less: accumulated depreciation	<u>(411,680)</u>	<u>(183,151)</u>
Total	<u>\$ 792,132</u>	<u>\$ 398,637</u>

The lease agreements provide for minimum, annual payments as follows:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2016	\$ 230,855	\$ 99,132
2017	172,101	24,997
2018	169,048	24,335
2019	<u>36,738</u>	<u>-</u>
Total	608,742	148,464
Less: amount representing interest	<u>(26,629)</u>	<u>(5,292)</u>
Present value of net minimum lease payments	<u>\$ 582,113</u>	<u>\$ 143,172</u>

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 9 - LONG-TERM OBLIGATIONS**

The original issue date, interest rate, original issue amount and date of maturity of each of the City's debt issues follows:

<u>Debt issue</u>	<u>Year Issued</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Year of Maturity</u>
<b>Governmental Activities</b>				
<u>General Obligation Bonds:</u>				
Various Purpose Improvement	2009	2.00-4.70%	\$ 2,310,000	2029
<u>Special Assessment Bonds with Government Commitment:</u>				
Street Improvement	2005	4.00%	112,450	2015
<u>Bond Anticipation Notes</u>				
Street Improvement	2015	0.99%	3,500,000	2016
<u>Other Debt:</u>				
State Infrastructure Bank Loan	2007	3.00%	193,342	2017
<b>Business-Type Activities</b>				
<u>General Obligation Bonds:</u>				
Various Purpose Improvement	2009	2.00-4.70%	\$ 1,140,000	2029
<u>Revenue Bonds:</u>				
Waterworks System Revenue, Refunding	2014	2.34%	6,850,000	2026
<u>OWDA Loans:</u>				
Wastewater Treatment Plant Improvements	2011	2.16%	2,388,322	2030
Elevated Water Storage Tank	2012	2.00%	3,260,439	2032
Wastewater Treatment Plant Improvements	2014	3.37%	2,819,428	2035
Snyder Avenue Pump Station Improvements	2014	3.37%	2,390,246	2035
Wolf Creek Dam Intake Extension	2014	2.00%	2,454,501	2044
<u>OPWC Loans:</u>				
Summit Road Water Main Project	2011	0.00%	875,664	2044
31st Street Waterline Replacement	2013	0.00%	1,514,561	2033

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

The following table presents the changes in long-term obligations during the year. Long-term obligations have been restated as described in Note 3.

<b>Governmental activities:</b>	Restated Balance <u>12/31/14</u>	<u>Increase</u>	<u>Decrease</u>	Balance <u>12/31/15</u>	Amounts Due in One Year
<b><u>General Obligation Bonds:</u></b>					
Various Purpose Improvement Bonds	\$ 1,868,094	\$ -	\$ (93,739)	\$ 1,774,355	100,435
Discount on Various Purpose Improvement Bonds	<u>(12,347)</u>	<u>-</u>	<u>827</u>	<u>(11,520)</u>	<u>-</u>
Total General Obligation Bonds	<u>1,855,747</u>	<u>-</u>	<u>(92,912)</u>	<u>1,762,835</u>	<u>100,435</u>
<b><u>Special Assessment Bonds with Government Commitment:</u></b>					
Street Improvement	<u>13,467</u>	<u>-</u>	<u>(13,467)</u>	<u>-</u>	<u>-</u>
Total Special Assessment Bonds	<u>13,467</u>	<u>-</u>	<u>(13,467)</u>	<u>-</u>	<u>-</u>
<b><u>Bond Anticipation Notes</u></b>					
Street Improvement	<u>2,000,000</u>	<u>3,500,000</u>	<u>(2,000,000)</u>	<u>3,500,000</u>	<u>3,500,000</u>
Total Special Assessment Bonds	<u>2,000,000</u>	<u>3,500,000</u>	<u>(2,000,000)</u>	<u>3,500,000</u>	<u>3,500,000</u>
<b><u>Other Obligations:</u></b>					
State Infrastructure Bank Loan	67,010	-	(26,207)	40,803	26,999
Capital Lease	121,883	518,800	(58,570)	582,113	218,595
Compensated Absences	3,292,889	1,052,879	(892,026)	3,453,742	1,104,505
Net Pension Liability	<u>17,377,635</u>	<u>966,952</u>	<u>-</u>	<u>18,344,587</u>	<u>-</u>
Total Other Obligations	<u>20,859,417</u>	<u>2,538,631</u>	<u>(976,803)</u>	<u>22,421,245</u>	<u>1,350,099</u>
Total Governmental Activities	<u>\$ 24,728,631</u>	<u>\$ 6,038,631</u>	<u>\$ (3,083,182)</u>	<u>\$ 27,684,080</u>	<u>\$ 4,950,534</u>

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

<b>Business-type activities:</b>	Restated Balance <u>12/31/14</u>	<u>Increase</u>	<u>Decrease</u>	Balance <u>12/31/15</u>	Amounts Due in <u>One Year</u>
<b>General Obligation Bonds:</b>					
Various Purpose - Series 2009	\$ 921,911	\$ -	\$ (46,261)	\$ 875,650	\$ 49,565
Discount on Various Purpose - Series 2009	(6,057)	-	407	(5,650)	-
<b>Total General Obligation Bonds</b>	<u>915,854</u>	<u>-</u>	<u>(45,854)</u>	<u>870,000</u>	<u>49,565</u>
<b>Revenue Bonds:</b>					
Waterworks System Revenue Bonds, Refunding	6,850,000	-	(500,000)	6,350,000	515,000
<b>Total Revenue Bonds</b>	<u>6,850,000</u>	<u>-</u>	<u>(500,000)</u>	<u>6,350,000</u>	<u>515,000</u>
OWDA Loans	7,919,968	3,077,280	(420,165)	10,577,083	496,780
OPWC Loans	2,134,745	116,474	(29,189)	2,222,030	29,189
Capital Leases	236,514	-	(93,342)	143,172	95,638
Compensated Absences	717,533	97,882	(131,285)	684,130	151,414
Net Pension Liability	2,828,788	65,368	-	2,894,156	-
<b>Total Business-Type Activities</b>	<u>\$ 21,603,402</u>	<u>\$ 3,357,004</u>	<u>\$ (1,219,835)</u>	<u>\$ 23,740,571</u>	<u>\$ 1,337,586</u>

***General Obligation and Special Assessment Bonds***

All bonds are secured by the full faith and credit of the City. General obligation bonds will be paid from the general obligation bond retirement fund. The business-type activities revenue bonds and general obligation bonds will be paid from charges for services revenues in the enterprise funds. The special assessment bonds will be paid from proceeds of special assessments levied against benefitted property owners. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

***Bond Anticipation Notes***

These notes are general obligation notes which are secured by the full faith and credit of the City. The notes were issued in anticipation of the issuance of bonds, for the purpose of paying the costs of road and street improvements. Prior to the issuance of the financial statements, the 2015 note issue was refinanced and replaced by debt with a maturity that extends at least one year beyond the date of the balance sheet (see Note 20); therefore, the notes are reported in the government-wide statements as a long-term liability.

***Loans***

Other long-term debt includes a loan from the State Infrastructure Bank (SIB) for the City's share of the cost for a street resurfacing project. The SIB Loan is to be repaid over a ten-year period with revenues from motor vehicle license fees.



**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

***Compensated Absences***

The compensated absences liability for governmental activities will be paid out of the general fund and the following nonmajor funds: street construction, maintenance and repair, community development block grant and beautification funds. For business-type activities, the liability will be paid from the water, sewer, solid waste and storm water enterprise funds.

***Net Pension Liability***

See Note 11 for more detail.

***Revenue Bonds***

On April 1, 2006, the City issued \$9,305,000 in Waterworks System Improvement Revenue Bonds. The City issued refunding revenue bonds in 2014 to advance refund the outstanding 2006 revenue bond issue. The City used the proceeds from the refunding issue to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunding debt. The refunded debt is considered defeased and the applicable liability has been removed from the financial statements. At December 31, 2015, \$5,960,000 of defeased bonds are outstanding.

The City has pledged future water customer revenues, net of specified operating expenses, to finance water system improvements. The water revenue bonds are payable solely from water customer net revenues and are payable through 2026. Annual principal and interest payments on the bonds are expected to require less than 29.34% of net revenues. The total principal and interest remaining to be paid on the water revenue bonds is \$7,275,353. Principal and interest paid for the current year and total customer net revenues were \$659,845 and \$2,248,992, respectively.

***OWDA Loans***

The City has entered into debt financing arrangements through the Ohio Water Development Authority (OWDA) to fund capital improvements to the City's wastewater treatment plant, a water storage tank and a dam intake extension. The amount due to the OWDA is payable solely from sewer and water fund revenues. The loan agreements function similar to a line-of-credit agreement. At December 31, 2015, the City has outstanding borrowings of \$10,577,083. The loan agreements require semi-annual payments based on the permissible borrowings rather than the actual amount loaned.

The City has pledged future sewer and water customer revenues to repay the loans. The loans are payable solely from sewer and water fund revenues and are payable through 2044. Annual principal and interest payments on the loan for the sewer fund and water fund are expected to require less than 75.60% and 19.37%, respectively, of available net revenues. The total principal and interest remaining to be paid on the loans is approximately \$8,936,922 and \$6,542,355 for the sewer and water funds, respectively. Four of the five loans, having an outstanding balance of \$8,693,338, have not been closed out as of December 31, 2015, therefore the future annual debt service principal and interest requirements are not available. Principal and interest paid for the current year totaled \$350,438 for the sewer fund and \$307,796 for the water fund.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

***OPWC Loans***

The City has obtained loans from the Ohio Public Works Commission (OPWC) to help fund water main improvements and a waterline replacement project. The interest-free loans will be payable in semi-annual installments over a twenty to thirty year period. As of December 31, 2015, the loan proceeds for the waterline replacement project, which has an outstanding balance of \$1,375,555, have not been completely disbursed, therefore the future annual debt requirement is not available.

Principal and interest requirements to retire the outstanding debt at December 31, 2015, are as follows:

Year Ending December 31,	Governmental Activities					
	General Obligation Bonds			State Infrastructure Bank Loan		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 100,435	\$ 75,429	\$ 175,864	\$ 26,999	\$ 1,844	\$ 28,843
2017	100,435	72,165	172,600	13,804	618	14,422
2018	103,783	68,650	172,433	-	-	-
2019	110,478	64,914	175,392	-	-	-
2020	110,478	60,715	171,193	-	-	-
2021 - 2025	629,391	230,449	859,840	-	-	-
2026 - 2029	619,355	74,426	693,781	-	-	-
Total	<u>\$ 1,774,355</u>	<u>\$ 646,748</u>	<u>\$ 2,421,103</u>	<u>\$ 40,803</u>	<u>\$ 2,462</u>	<u>\$ 43,265</u>

Year Ending December 31,	Business-Type Activities					
	General Obligation Bonds			Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 49,565	\$ 37,225	\$ 86,790	\$ 515,000	\$ 148,590	\$ 663,590
2017	49,565	35,614	85,179	525,000	136,539	661,539
2018	51,217	33,879	85,096	535,000	124,254	659,254
2019	54,522	32,035	86,557	550,000	111,735	661,735
2020	54,522	29,963	84,485	565,000	98,865	663,865
2021 - 2025	310,609	113,728	424,337	3,015,000	290,277	3,305,277
2026 - 2029	305,650	36,730	342,380	645,000	15,093	660,093
Total	<u>\$ 875,650</u>	<u>\$ 319,174</u>	<u>\$ 1,194,824</u>	<u>\$ 6,350,000</u>	<u>\$ 925,353</u>	<u>\$ 7,275,353</u>

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

Year Ending December 31,	Business-Type Activities					
	OWDA Loan			OPWC Loan		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 107,584	\$ 40,111	\$ 147,695	\$ 29,189	-	\$ 29,189
2017	109,921	37,775	147,696	29,189	-	29,189
2018	112,308	35,388	147,696	29,189	-	29,189
2019	114,747	32,949	147,696	29,189	-	29,189
2020	117,239	30,457	147,696	29,189	-	29,189
2021 - 2025	625,507	112,969	738,476	145,944	-	145,944
2026 - 2030	696,439	42,035	738,474	145,944	-	145,944
2031 - 2035	-	-	-	145,944	-	145,944
2036 - 2040	-	-	-	145,944	-	145,944
2041 - 2044	-	-	-	116,754	-	116,754
Total	<u>\$ 1,883,745</u>	<u>\$ 331,684</u>	<u>\$ 2,215,429</u>	<u>\$ 846,475</u>	<u>\$ -</u>	<u>\$ 846,475</u>

***Legal Debt Margin***

The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City's legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. 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, 2015, the City's total debt margin was \$32,687,339 and the unvoted debt margin was \$15,842,922.

**NOTE 10 - 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; injuries to employees and natural disasters. The City purchases fire and extended coverage insurance on all buildings and contents to \$90,665,707 with a variety of deductibles beginning at \$10,000. Coverage is purchased on City vehicles for a combined single limit liability of \$1,000,000. The City purchases general liability insurance coverage with a \$1,000,000 limit per occurrence. The City also has an umbrella policy which provides an additional \$10,000,000 in coverage over and above listed policies.

No settlements exceeded the insurance coverage in the last three years. There has been no significant reduction in coverage from the prior year.

The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. The rate for 2015 payroll (payable in 2016) is 2.642%.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 10 - RISK MANAGEMENT - (Continued)**

The City has elected to provide employee medical, dental, prescription drug and vision benefits through a self-insurance program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risks for loss in this program. The plan provides a medical/surgical plan with a \$100 single and \$300 family deductible. The City uses a third party administrator to review, process, and pay all claims, on behalf of the City.

The City purchases stop-loss coverage for claims in excess of \$100,000 per employee with an aggregate of \$1,000,000 per year. The City pays into the self-insurance internal service fund \$1,015 for family coverage or \$582 for individual coverage per employee per month which represents the entire premium required for the non-bargaining, dispatch, police and fire employees. For AFSCME employees the City pays \$481 for single coverage and \$1,040 for family coverage. The City also pays \$208 for both single and family coverage for AFSCME employees for prescription, vision, hearing and dental benefits. These premiums are paid by the fund that pays the wage or salary of the employee and is based on historical cost information. AFSCME participating employees contribute 5% of total cost for single (\$44) and family (\$80) coverage per month. All other covered employees paid 15% of the total cost for single (\$110) and family (\$199) coverage per month.

The claims liability of \$158,956 reported in the internal service fund at December 31, 2015 is estimated by a third party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. The claims liability is expected to be paid within one year. Changes in the fund's claims liability amounts in 2014 and 2015 are:

	<u>Balance at Beginning of Year</u>	<u>Current Claims</u>	<u>Claims Payment</u>	<u>Balance at End of Year</u>
2014	\$ 106,667	\$ 2,936,751	\$ (2,933,552)	\$ 109,866
2015	109,866	3,011,961	(2,962,871)	158,956

**NOTE 11 - DEFINED BENEFIT PENSION PLANS**

*Net Pension Liability/Asset*

The net pension liability/asset 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/asset 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/asset 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.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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* or *net pension asset*, respectively, on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included as an *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

***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):

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll.

The City's contractually required contribution for both the Traditional Pension Plan and the Combined Plan was \$776,341 for 2015. Of this amount, \$23,941 is reported as an intergovernmental payable.

***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](http://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.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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:

	<u>Police</u>	<u>Firefighters</u>
<b>2015 Statutory Maximum Contribution Rates</b>		
Employer	19.50 %	24.00 %
Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %
 <b>2015 Actual Contribution Rates</b>		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	<u>0.50 %</u>	<u>0.50 %</u>
 Total Employer	<u>19.50 %</u>	<u>24.00 %</u>
 Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$1,248,727 for 2015. Of this amount \$16,775 is reported as an intergovernmental payable.



**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

The net pension liability and net pension asset for the OPERS Traditional Pension Plan and Combined Plan, respectively, were measured as of December 31, 2014, and the total pension liability or asset used to calculate the net pension liability or asset was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The City's proportion of the net pension liability or asset 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:

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
Proportionate share of the net pension liability	\$ 6,413,136	\$ 14,825,607	\$ 21,238,743
Proportionate share of the net pension asset	38,599	-	38,599
Proportion of the net pension liability	0.05317200%	0.28618560%	
Proportion of the net pension asset	0.10025100%	n/a	
Pension expense	\$ 724,004	\$ 1,447,498	\$ 2,171,502

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

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
<b>Deferred outflows of resources</b>			
Net difference between projected and actual earnings on pension plan investments	\$ 344,542	\$ 638,969	\$ 983,511
Difference between employer contributions and proportionate share of contributions	2,346	5,318	7,664
City contributions subsequent to the measurement date	776,341	1,248,727	2,025,068
Total deferred outflows of resources	<u>\$ 1,123,229</u>	<u>\$ 1,893,014</u>	<u>\$ 3,016,243</u>
<b>Deferred inflows of resources</b>			
Differences between expected and actual experience	<u>\$ 124,444</u>	<u>\$ -</u>	<u>\$ 124,444</u>

\$2,025,068 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/asset in the year ending December 31, 2016.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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:	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
2016	\$ 33,834	\$ 161,072	\$ 194,906
2017	33,834	161,072	194,906
2018	76,218	161,072	237,290
2019	84,735	161,071	245,806
2020	(1,401)	-	(1,401)
Thereafter	(4,776)	-	(4,776)
<b>Total</b>	<u>\$ 222,444</u>	<u>\$ 644,287</u>	<u>\$ 866,731</u>

***Actuarial Assumptions - OPERS***

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

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/asset in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage inflation	3.75 percent
Future salary increases, 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.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed income	23.00 %	2.31 %
Domestic equities	19.90	5.84
Real estate	10.00	4.25
Private equity	10.00	9.25
International equities	19.10	7.40
Other investments	18.00	4.59
Total	<u>100.00 %</u>	<u>5.28 %</u>

**Discount Rate** - The discount rate used to measure the total pension liability/asset was 8 percent for both the Traditional Pension Plan and the Combined Plan. 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 (Asset) to Changes in the Discount Rate** - The following table presents the City’s proportionate share of the net pension liability/asset 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/asset 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:

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 11,798,335	\$ 6,413,136	\$ 1,877,503
Combined Plan	\$ 5,013	\$ (38,599)	\$ (73,183)

**Actuarial Assumptions – OP&F**

OP&F's total pension liability as of December 31, 2014 is based on the results of an actuarial valuation date of January 1, 2014, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F'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, 2014, 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 percent to 11 percent
Payroll increases	3.75 percent
Inflation assumptions	3.25 percent
Cost of living adjustments	2.60 percent 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.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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, 2014 are summarized below:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Cash and Cash Equivalents	- %	(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
<b>Total</b>	<b>120.00 %</b>	

\* levered 2x

OPF's Board of Trustees has incorporated the "risk parity" concept into OP&F'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	\$ 20,506,058	\$ 14,825,607	\$ 10,015,993

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 12 - POSTEMPLOYMENT BENEFIT PLANS**

**A. Ohio Public Employees Retirement System**

Plan Description - OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension 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 2015, 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 2015 was 2.00%.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. 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, 2015, 2014, and 2013 were \$138,280, \$137,413, and \$71,881, respectively; 97.36% has been contributed for 2015 and 100% has been contributed for 2014 and 2013. The remaining 2015 post-employment health care benefits liability has been reported as an intergovernmental payable on the basic financial statements.

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.

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 12 - POSTEMPLOYMENT BENEFIT PLANS - (Continued)**

**B. Ohio Police and Fire Pension Fund**

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

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

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

OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OPF, 140 East Town Street, Columbus, Ohio 43215-5164 or by visiting the website at [www.op-f.org](http://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, 19.50% and 24.00% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2015, the portion of employer contributions allocated to health care was 0.50% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 12 - POSTEMPLOYMENT BENEFIT PLANS - (Continued)**

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$14,184 and \$15,402 for the year ended December 31, 2015, \$12,918 and \$15,091 for the year ended December 31, 2014, and \$82,934 and \$89,595, for the year ended December 31, 2013. 100% has been contributed for 2014 and 2013. 98.44% has been contributed for police and 98.87% has been contributed for firefighters for 2015. The remaining 2015 post-employment health care benefits liability has been reported as an intergovernmental payable on the basic financial statements.

**NOTE 13 - OTHER POSTEMPLOYMENT BENEFITS**

**A. Compensated Absences**

Vacation leave is earned at rates which vary depending upon length of service. Current policy credits vacation leave on January 1 of each year for all full time employees. Vacation accumulation may not exceed one week at year end except for 1) firefighters who can carry-over two weeks, and 2) special approval by the department head for additional time to be carried over. Any unused excess is eliminated from the employee's leave balance. In case of death, termination, lay-off, or retirement, an employee (or their estate) is paid for his unused vacation to a maximum of the one week carry-over from the previous year plus any current year accrual which depends on number of years of service. Employees with a minimum of 12 to 15 years of service (depending on the bargaining unit) may "bank" any amount of unused vacation leave, up to a maximum accumulation of 108 to 120 days to be paid upon retirement except for 1) firefighters with more than 10 years can bank up to 912 hours at retirement, 2) non-bargaining workers who can bank up to 90 days at retirement and 3) AFSCME workers who can bank up to 75 days at retirement.

Sick leave is earned for all full time employees at the rate of 4.6 hours per 80 hours, except for firefighters working 24 hour shifts earn 8.3 hours per 80 hours. Employees, at the time of retirement, are paid for up to 480-900 hours of unused sick leave (depending on bargaining unit).

Employees also receive a tenure payment of 14.4 hours (or 1.8 days) - 17.3 hours (depending on bargaining unit) for each year of service with the City.

**B. Life Insurance**

The City provides a life insurance benefit for retired employees based on the negotiated rate in force at the time of their retirement. There is no retiree life insurance coverage provided for any police or fire personnel who retire on or after December 31, 2013, nor ASFCME employees who retire on or after December 31, 2014. The cost of retirees' life insurance is recognized as an expenditure/expense when the insurance premiums are paid.

**NOTE 14 - BUDGETARY BASIS OF ACCOUNTING**

While the City is reporting financial position, results of operations and changes in fund balance 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. The statement of revenues, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:



**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 14 - BUDGETARY BASIS OF ACCOUNTING - (Continued)**

1. Revenues and other sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
2. Expenditures and other uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
3. In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
4. Investments are reported at fair value (GAAP basis) rather than cost (budget basis);
5. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement; and,
6. Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for the general fund.

**Net Change in Fund Balance**

		<u>General</u>
Budget basis	\$	(135,278)
Net adjustment for revenue accruals		(70,533)
Net adjustment for expenditure accruals		(63,088)
Net adjustment for other financing sources (uses)		101,944
Funds budgeted elsewhere		(130,807)
Adjustment for encumbrances		<u>580,314</u>
GAAP basis	\$	<u>282,552</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the fire prevention and education fund, income tax fund, general liability loss fund and emergency reserve fund.

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 15 - RELATED ORGANIZATIONS**

**A. Barberton Community Development Corporation**

The City participates in the Barberton Community Development Corporation (the "Corporation"). The City appoints a voting majority of the governing board of the Corporation; however the City cannot influence the Corporation's operation nor does the Corporation represent a potential financial benefit for or burden to the City.

**B. Barberton Community Foundation**

The City participates in the Barberton Community Foundation (the "Foundation"). The City initially appointed a voting majority of the Foundation. The City Council has limited veto abilities over subsequent nominees to the Foundation Board and therefore has limited influence on the Foundation's operation. In 2015, the City received \$19,945 in grants from the Foundation.

**NOTE 16 - JOINTLY GOVERNED ORGANIZATION**

The Southwest Summit Council of Governments (the "Council") was formed to share services, promote cooperative arrangements and coordinate action among its members in matters relating to public safety dispatch operations. The Council may also, at its discretion, promote cooperative agreements and contracts among its members or other governmental agencies and private persons, corporations, or agencies. Member entities include the City of Barberton, City of Norton and Copley Township. The Council's affairs are managed by a governing board which consists of one representative from each member entity.

**NOTE 17 - CONTINGENCIES**

**A. Grants**

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2015.

**B. Litigation**

The City of Barberton is a party to legal proceedings. The City management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

**NOTE 18 - FUND BALANCE**

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources in the governmental funds. The constraints placed on fund balance for the major governmental fund and all other governmental funds are presented on the following table.

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 18 - FUND BALANCE - (Continued)**

Fund balance	General	Street Capital Improvement	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Prepayments	\$ 71,604	\$ -	\$ 10,135	\$ 81,739
Total nonspendable	<u>71,604</u>	<u>-</u>	<u>10,135</u>	<u>81,739</u>
Restricted:				
Capital projects	-	1,568,046	14,074	1,582,120
Special assessments debt service	-	-	371,073	371,073
Street construction, maintenance and repair	-	-	408,975	408,975
Court	-	-	2,655,996	2,655,996
Recreation	-	-	1,738	1,738
Community development and improvement	-	-	175,202	175,202
Law enforcement	-	-	470,389	470,389
Police and fire pension	-	-	2,658	2,658
Fire capital	-	-	43,953	43,953
Miscellaneous grants	-	-	31,219	31,219
Total restricted	<u>-</u>	<u>1,568,046</u>	<u>4,175,277</u>	<u>5,743,323</u>
Committed:				
Insurance premiums	21,851	-	-	21,851
Street construction, maintenance and repair	-	-	57,484	57,484
Recreation	-	-	54,948	54,948
Law enforcement	-	-	12,760	12,760
Community development and improvement	-	-	369,176	369,176
Animal control	-	-	5,413	5,413
Capital projects	-	-	389,632	389,632
General obligation debt service	-	-	32,665	32,665
Total committed	<u>21,851</u>	<u>-</u>	<u>922,078</u>	<u>943,929</u>

-Continued

**CITY OF BARBERTON, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015

**NOTE 18 - FUND BALANCE - (Continued)**

Fund balance (continued)	General	Street Capital Improvement	Nonmajor Governmental Funds	Total Governmental Funds
Assigned:				
Subsequent year appropriations	1,043,737	-	-	1,043,737
Police operations	43,297	-	-	43,297
Fire operations	14,227	-	-	14,227
Street construction, maintenance and repair	4,372	-	-	4,372
Parks and recreation	6,353	-	-	6,353
Community development and improvement	25,094	-	-	25,094
Capital expenditures	410,382	-	-	410,382
Other purposes	50,415	-	-	50,415
Total assigned	<u>1,597,877</u>	<u>-</u>	<u>-</u>	<u>1,597,877</u>
Unassigned (deficit)	<u>2,791,757</u>	<u>-</u>	<u>(114,795)</u>	<u>2,676,962</u>
Total fund balances	<u>\$ 4,483,089</u>	<u>\$ 1,568,046</u>	<u>\$ 4,992,695</u>	<u>\$ 11,043,830</u>

**NOTE 19 - OTHER COMMITMENTS**

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

<u>Fund</u>	Year-End <u>Encumbrances</u>
General fund	\$ 555,175
Street capital improvement fund	187,795
Nonmajor governmental funds	<u>693,288</u>
Total	<u>\$ 1,436,258</u>

**NOTE 20 - SUBSEQUENT EVENTS**

On January 6, 2016, the City entered into an agreement with Summit County to purchase the County-owned sanitary sewer facilities within the City of Norton. The purchase price of \$1,750,000 is payable in ten annual installments of \$175,000 on January 8 of the years 2016 through 2025.

On April 21, 2016, the City issued bond anticipation notes in the amount of \$1,715,000 for the purpose of paying costs of road repairs and improvements. The notes mature on April 20, 2017 with interest at 1.19%.

On May 16, 2016, the City entered into a lease agreement in the amount of \$109,340 to acquire four vehicles. The lease requires annual payments with interest at 2.75% and final payment date of May 27, 2016.

On June 9, 2016, the City issued general obligation refunding bonds in the amount of \$2,480,000 in order to advance refund the outstanding 2009 Various Purpose Improvement general obligation bonds at a lower interest rate. The refunding bonds bear an interest rate of 1.95% and mature on December 1, 2029.

**CITY OF BARBERTON, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2015**

**NOTE 20 - SUBSEQUENT EVENTS - (Continued)**

On June 9, 2016, the City general obligation bonds in the amount of \$2,745,000 for the purpose of retiring the bond anticipation notes outstanding at December 31, 2015. The bonds bear an interest rate of 1.85% and mature on December 1, 2026.

**THIS PAGE IS INTENTIONALLY LEFT BLANK**

**REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF BARBERTON, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF  
THE NET PENSION LIABILITY/NET PENSION ASSET  
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TWO YEARS

	<u>2014</u>	<u>2013</u>
<i>Traditional Plan:</i>		
City's proportion of the net pension liability	0.053172%	0.053172%
City's proportionate share of the net pension liability	\$ 6,413,136	\$ 6,268,286
City's covered-employee payroll	\$ 6,547,517	\$ 6,862,777
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	97.95%	91.34%
Plan fiduciary net position as a percentage of the total pension liability	86.45%	86.36%
 <i>Combined Plan:</i>		
City's proportion of the net pension asset	0.100251%	0.100251%
City's proportionate share of the net pension asset	\$ 38,599	\$ 10,519
City's covered-employee payroll	\$ 366,458	\$ 325,369
City's proportionate share of the net pension asset as a percentage of its covered-employee payroll	10.53%	3.23%
Plan fiduciary net position as a percentage of the total pension asset	114.83%	104.56%

Note: Information prior to 2013 was unavailable.

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION



**CITY OF BARBERTON, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF  
THE NET PENSION LIABILITY  
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TWO YEARS

	<u>2014</u>	<u>2013</u>
City's proportion of the net pension liability	0.28618560%	0.28618560%
City's proportionate share of the net pension liability	\$ 14,825,607	\$ 13,938,137
City's covered-employee payroll	\$ 5,619,508	\$ 5,515,942
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	263.82%	252.69%
Plan fiduciary net position as a percentage of the total pension liability	72.20%	73.00%

Note: Information prior to 2013 was unavailable.

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF BARBERTON, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY CONTRIBUTIONS  
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<i>Traditional Plan:</i>				
Contractually required contribution	\$ 733,980	\$ 785,702	\$ 892,161	\$ 674,967
Contributions in relation to the contractually required contribution	<u>(733,980)</u>	<u>(785,702)</u>	<u>(892,161)</u>	<u>(674,967)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 6,116,500	\$ 6,547,517	\$ 6,862,777	\$ 6,749,670
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	13.00%	10.00%
<i>Combined Plan:</i>				
Contractually required contribution	\$ 42,361	\$ 43,975	\$ 42,298	\$ 23,378
Contributions in relation to the contractually required contribution	<u>(42,361)</u>	<u>(43,975)</u>	<u>(42,298)</u>	<u>(23,378)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 353,008	\$ 366,458	\$ 325,369	\$ 294,063
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	13.00%	7.95%

Note: Information prior to 2010 for the Combined Plan was unavailable.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 670,020	\$ 682,128	\$ 673,853	\$ 576,754	\$ 717,781	\$ 703,525
<u>(670,020)</u>	<u>(682,128)</u>	<u>(673,853)</u>	<u>(576,754)</u>	<u>(717,781)</u>	<u>(703,525)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,700,200	\$ 7,650,034	\$ 8,293,575	\$ 8,239,343	\$ 8,596,180	\$ 7,647,011
10.00%	8.92%	8.13%	7.00%	8.35%	9.20%
\$ 19,127	\$ 23,677				
<u>(19,127)</u>	<u>(23,677)</u>				
<u>\$ -</u>	<u>\$ -</u>				
\$ 240,591	\$ 244,429				
7.95%	9.69%				

**CITY OF BARBERTON, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY CONTRIBUTIONS  
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TEN YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<i>Police:</i>				
Contractually required contribution	\$ 524,819	\$ 490,915	\$ 421,155	\$ 316,159
Contributions in relation to the contractually required contribution	<u>(524,819)</u>	<u>(490,915)</u>	<u>(421,155)</u>	<u>(316,159)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 2,762,205	\$ 2,583,763	\$ 2,651,553	\$ 2,479,678
Contributions as a percentage of covered-employee payroll	19.00%	19.00%	15.88%	12.75%
<i>Fire:</i>				
Contractually required contribution	\$ 723,908	\$ 713,400	\$ 583,858	\$ 496,300
Contributions in relation to the contractually required contribution	<u>(723,908)</u>	<u>(713,400)</u>	<u>(583,858)</u>	<u>(496,300)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 3,080,460	\$ 3,035,745	\$ 2,864,389	\$ 2,877,101
Contributions as a percentage of covered-employee payroll	23.50%	23.50%	20.38%	17.25%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 313,634	\$ 340,343	\$ 360,242	\$ 345,852	\$ 339,810	\$ 306,008
<u>(313,634)</u>	<u>(340,343)</u>	<u>(360,242)</u>	<u>(345,852)</u>	<u>(339,810)</u>	<u>(306,008)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,459,875	\$ 2,669,357	\$ 2,825,427	\$ 2,712,565	\$ 2,665,176	\$ 2,604,323
12.75%	12.75%	12.75%	12.75%	12.75%	11.75%
\$ 478,711	\$ 511,488	\$ 518,567	\$ 517,757	\$ 492,796	\$ 450,800
<u>(478,711)</u>	<u>(511,488)</u>	<u>(518,567)</u>	<u>(517,757)</u>	<u>(492,796)</u>	<u>(450,800)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,775,136	\$ 2,965,148	\$ 3,006,186	\$ 3,001,490	\$ 2,856,788	\$ 2,691,343
17.25%	17.25%	17.25%	17.25%	17.25%	16.75%

**CITY OF BARBERTON, OHIO**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2015

*OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)*

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for 2014 and 2015.

*Changes in assumptions* : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014 and 2015. See the notes to the basic financial statements for the methods and assumptions in this calculation.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for 2014 and 2015.

*Changes in assumptions* : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014 and 2015. See the notes to the basic financial statements for the methods and assumptions in this calculation.

**COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES**

**CITY OF BARBERTON, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS*

**GENERAL FUND**

The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and/or the general laws of Ohio.

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

***Income Tax Fund***

This fund accounts for the collection of and fees associated with the 2.25% municipal income tax.

***General Liability Loss Fund***

This fund accounts for monies received from the income tax fund for the purpose of paying the costs of public liability claims.

***Emergency Reserve Fund***

This fund accounts for monies received from the income tax fund for the purpose of providing for the consistent delivery of public services in the case of a downturn in the City's economy.

***Fire Prevention and Education Fund***

This fund accounts for donations and other revenues that are expected to be used for special projects for the fire department.

**NONMAJOR SPECIAL REVENUE FUNDS**

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

***Street Construction, Maintenance and Repair Fund***

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

***State Highway Improvement Fund***

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

***Permissive License Tax Fund***

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

***Residential Street Fund***

This fund was established by City Council to ensure that monies are being allocated for street resurfacing needs throughout the City.

***Fire Capital Levy Fund***

This fund accounts for property tax collections received through a tax levy. Expenditures are for operations and capital expenditures of the fire department.

***Animal Control Fund***

This fund accounts for fines assessed to animal owners for failing to keep their animals properly constrained. Expenditures are devoted solely to furthering animal control purposes within the City.

***Probation Services Fund***

This fund accounts for probation fees and expenditures related to placing offenders under a community control sanction.

***Court Computer Fund***

This fund accounts for additional court fees designated for the computerization of the municipal court.

***Court Special Projects Capital Fund***

This fund accounts for revenues collected from the municipal court to be used on various capital improvement projects of the municipal court.



**CITY OF BARBERTON, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS*

**NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)**

***9-1-1 Phone System Fund***

This fund accounts for revenues that are designated for the replacement of the 911 phone system and computer aided dispatch records. This fund did not have any activity on cash-basis during 2015; therefore a budget and actual (non-GAAP budgetary basis) schedule has not been presented.

***Indigent Drivers Alcohol Treatment Fund***

This fund accounts for fees and fines to be used as payment of the cost of attendance at an alcohol and drug addiction treatment program.

***Sports Complex Operating Fund***

This fund accounts for the revenue and expenditures associated with operating and maintaining a sports complex along with managing the various athletic leagues that use the facility.

***Parks Recreation Improvement Fund***

This fund accounts for proceeds from the sale of park land in Tuscora Park to Barberton Citizens Hospital. These monies are required to be used in making improvements to the parks throughout the City.

***Gas and Oil Royalty Fund***

This fund accounts for royalty money received from gas wells located on City property. These revenues are used for economic development within the City.

***D.A.R.E. Program Fund***

This fund accounts for monies received from various sources to be used for the continuance of the Drug Abuse Resistance Education Program in the City's schools.

***Mandatory Drug Fines Fund***

This fund accounts for fines received by the City that are restricted under the Ohio Revised Code to subsidize law enforcement efforts that pertain to drug offenses.

***Local Law Enforcement Trust Fund***

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

***Parks Revolving Loan Fund***

This fund accounts for parks and recreation user fees utilized for parks and recreation activities.

***Sidewalk Improvement Program Fund***

This fund accounts for the monies used to subsidize the cost of replacing existing sidewalks for homeowners within the City.

***City Grant Fund***

This fund was established by City Council to account for various grant receipts.

***Federal Emergency Management Agency Fund***

This fund accounts for the federal portion of grant monies received from the Federal Emergency Management Agency through the State of Ohio Emergency Management Agency Public Assistance Disaster Recovery Grant Program.

***Rental Registration Program Fund***

This fund accounts for the registration and license fees collected from the Rental Registration Program to be used exclusively for the improvement of the housing infrastructure and administration within the City.

***Neighborhood Stabilization Program Fund***

This fund accounts for monies received from the Neighborhood Stabilization Program for the purpose of stabilizing communities that have suffered from foreclosures and abandonment.

**CITY OF BARBERTON, OHIO**  
*INDIVIDUAL FUND SCHEDULES*  
*FUND DESCRIPTIONS - GOVERNMENTAL FUNDS*

**NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)**

***Community Development Block Grant Fund (CDBG)***

This fund accounts for monies received from the federal government under the Community Development Block Grant Program which are restricted for City-wide development projects such as the Neighborhood Conservation Services and Barberton Community Development Corporation.

***Rental Rehabilitation Fund***

This fund accounts for grant monies received from the Ohio Department of Development for the rehabilitation of rental property.

***Tax Increment Financing Fund***

This fund accounts for the annual collection of service payments in lieu of taxes distributed to the City with respect to improvements on downtown property which are declared to be a public purpose.

***Lake Cinema Complex Maintenance Fund***

This fund accounts for the cost of maintaining a City-owned theater complex.

***Project Impact Fund***

This fund accounts for grant monies and donations received from the Barberton Community Foundation to raze hazardous structures.

***Beautification Fund***

This fund accounts for donations restricted for floral beautification projects within the City.

***Senior Center Trust Fund***

This fund accounts for the monies received and expended for Senior Center Operations.

***Fire Pension Fund***

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

***Police Pension Fund***

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

***Court Special Projects Operating Fund***

This fund accounts for revenues collected from the municipal court to be used on various special projects of the municipal court.

***Computer Legal Research Fund***

This fund accounts for court fees used to make available computerized legal research services for the municipal court.

***Business Incentive Program Fund***

This fund accounts for monies used to assist in economic development; attracting new businesses to the City and the expansion of current businesses.

***Vacant Property Registration Fund***

This fund accounts for monies from fees and charges to property owners used for the regulation and maintenance of properties which are in the foreclosure process, abandoned or vacant.

**NONMAJOR DEBT SERVICE FUNDS**

The debt service funds are used to account for the accumulation of resources and the payments of general obligation and special assessment principal, interest, and related costs.

***General Obligation Bond Retirement Fund***

This fund accounts for the resources that are used for the payment of principal, interest, and other fiscal charges on general obligation debt.

***Special Assessment Bond Retirement Fund***

This fund accounts for the retirement of debt issued to finance public improvements deemed to benefit the properties against which special assessments are levied.

**CITY OF BARBERTON, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS*

**NONMAJOR CAPITAL PROJECTS FUNDS**

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

***Senior Center Construction Fund***

This fund accounts for the revenues and expenditures associated with the construction of the new Senior Center.

***Infrastructure Improvement Reserve Fund***

This fund accounts for monies received from the income tax fund which are restricted for the purpose of funding infrastructure improvements identified in the City's Five-Year Capital Improvements Plan.

**MAJOR CAPITAL PROJECTS FUND**

***Street Capital Improvement Fund***

This fund accounts for revenue from a 0.25% income tax levy which is restricted for road and street improvements.

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive
				(Negative)
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 808,790	\$ 746,777	\$ 837,321	\$ 90,544
Municipal income taxes. . . . .	11,000,000	11,000,000	11,000,000	-
Charges for services. . . . .	1,410,402	1,302,259	1,460,154	157,895
Licenses and permits . . . . .	472,545	436,312	489,214	52,902
Fines and forfeitures . . . . .	77,954	71,977	80,704	8,727
Intergovernmental . . . . .	1,118,745	1,032,965	1,158,209	125,244
Investment income . . . . .	83,287	76,901	86,225	9,324
Special assessments. . . . .	76,509	70,643	79,208	8,565
Other . . . . .	587,552	542,501	608,278	65,777
<b>Total revenues. . . . .</b>	<b>15,635,784</b>	<b>15,280,335</b>	<b>15,799,313</b>	<b>518,978</b>
<b>Expenditures:</b>				
Current:				
General government				
City council				
Personal services. . . . .	199,105	199,105	195,828	3,277
Operating. . . . .	11,777	11,777	6,426	5,351
Municipal court judges				
Personal services. . . . .	496,109	496,109	423,801	72,308
Operating. . . . .	18,792	18,792	16,665	2,127
Clerk of court				
Personal services. . . . .	732,010	732,010	692,144	39,866
Operating. . . . .	87,584	87,584	79,795	7,789
Mayor				
Personal services. . . . .	64,315	64,315	50,091	14,224
Operating. . . . .	21,365	21,365	20,149	1,216
Service director				
Personal services. . . . .	19,670	38,340	37,814	526
Operating. . . . .	281,601	281,601	271,862	9,739
Civil service commission				
Personal services. . . . .	9,197	9,197	7,724	1,473
Operating. . . . .	18,340	18,340	9,440	8,900
Finance department				
Personal services. . . . .	287,920	287,920	285,824	2,096
Operating. . . . .	97,000	103,650	90,751	12,899
Law department				
Personal services. . . . .	328,200	330,580	329,768	812
Operating. . . . .	148,103	169,545	136,755	32,790
Safety director				
Personal services. . . . .	32,310	33,170	32,274	896
Operating. . . . .	870,910	870,910	637,329	233,581
Human resources				
Personal services. . . . .	15,317	15,317	8,422	6,895
Operating. . . . .	51,417	96,417	65,269	31,148
Information systems				
Personal services. . . . .	65,705	65,705	50,600	15,105
Operating. . . . .	89,692	89,692	59,062	30,630

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Municipal buildings				
Personal services. . . . .	\$ 73,924	\$ 73,924	\$ 71,072	\$ 2,852
Operating. . . . .	186,535	186,535	164,487	22,048
Probation				
Personal services. . . . .	180,800	180,800	136,372	44,428
Operating. . . . .	6,229	6,229	4,434	1,795
Other				
Personal services. . . . .	10,000	10,000	8,655	1,345
Operating. . . . .	295,393	295,393	288,853	6,540
Total general government. . . . .	<u>4,699,320</u>	<u>4,794,322</u>	<u>4,181,666</u>	<u>612,656</u>
Public safety				
Police department				
Personal services. . . . .	4,447,219	4,443,469	4,354,620	88,849
Operating. . . . .	533,194	536,944	459,941	77,003
Dispatch service				
Operating. . . . .	197,185	197,185	195,186	1,999
Fire department				
Personal services. . . . .	4,722,928	4,722,928	4,604,099	118,829
Operating. . . . .	332,966	332,965	315,242	17,723
Total public safety . . . . .	<u>10,233,492</u>	<u>10,233,491</u>	<u>9,929,088</u>	<u>304,403</u>
Transportation				
Paint/signal				
Personal services. . . . .	77,372	77,372	75,503	1,869
Operating. . . . .	20,893	22,093	17,184	4,909
Total transportation. . . . .	<u>98,265</u>	<u>99,465</u>	<u>92,687</u>	<u>6,778</u>
Leisure time activities				
Parks administration				
Personal services. . . . .	187,913	187,913	184,723	3,190
Operating. . . . .	23,337	24,837	25,093	(256)
Senior center				
Personal services. . . . .	52,948	56,788	56,701	87
Operating. . . . .	34,289	34,289	35,235	(946)
Recreation programs				
Personal services. . . . .	15,659	17,439	17,284	155
Operating. . . . .	6,690	6,695	6,652	43
Parks maintenance				
Personal services. . . . .	432,459	402,459	381,186	21,273
Operating. . . . .	89,655	119,655	87,528	32,127
Total leisure time activities . . . . .	<u>842,950</u>	<u>850,075</u>	<u>794,402</u>	<u>55,673</u>

Continued

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Community environment				
Building inspection				
Personal services. . . . .	\$ 297,145	\$ 251,405	\$ 212,700	\$ 38,705
Operating. . . . .	69,310	77,050	76,310	740
Planning				
Personal services. . . . .	148,540	148,540	140,667	7,873
Operating. . . . .	67,820	67,820	35,181	32,639
Total community environment . . . . .	<u>582,815</u>	<u>544,815</u>	<u>464,858</u>	<u>79,957</u>
Capital outlay				
Finance department. . . . .	42,850	42,850	38,316	4,534
Information systems . . . . .	362	362	-	362
Fire department. . . . .	-	345,455	345,455	-
Parks maintenance . . . . .	-	-	30,000	(30,000)
Senior center . . . . .	-	20,000	20,000	-
Planning . . . . .	15,000	15,000	120	14,880
Transportation . . . . .	10,000	10,000	-	10,000
Total capital outlay. . . . .	<u>68,212</u>	<u>433,667</u>	<u>433,891</u>	<u>(224)</u>
Total expenditures. . . . .	<u>16,525,054</u>	<u>16,955,835</u>	<u>15,896,592</u>	<u>1,059,243</u>
Excess of expenditures over revenues. . . . .	<u>(889,270)</u>	<u>(1,675,500)</u>	<u>(97,279)</u>	<u>1,578,221</u>
<b>Other financing sources (uses):</b>				
Transfers out . . . . .	-	(38,000)	(38,000)	-
Sale of assets . . . . .	-	-	1	1
Total other financing sources (uses). . . . .	<u>-</u>	<u>(38,000)</u>	<u>(37,999)</u>	<u>1</u>
Net change in fund balance . . . . .	(889,270)	(1,713,500)	(135,278)	1,578,222
<b>Fund balance at beginning of year. . . . .</b>	<b>2,202,841</b>	<b>2,202,841</b>	<b>2,202,841</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>360,507</b>	<b>360,507</b>	<b>360,507</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b><u>\$ 1,674,078</u></b>	<b><u>\$ 849,848</u></b>	<b><u>\$ 2,428,070</u></b>	<b><u>\$ 1,578,222</u></b>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
INCOME TAX FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Municipal income taxes . . . . .	\$ 233,994	\$ 441,753	\$ 433,172	\$ (8,581)
Intergovernmental . . . . .	96,006	181,247	177,726	(3,521)
Total revenues. . . . .	<u>330,000</u>	<u>623,000</u>	<u>610,898</u>	<u>(12,102)</u>
<b>Expenditures:</b>				
Current:				
General government				
Operating . . . . .	<u>300,000</u>	<u>300,000</u>	<u>258,500</u>	<u>41,500</u>
Total expenditures. . . . .	<u>300,000</u>	<u>300,000</u>	<u>258,500</u>	<u>41,500</u>
Excess of revenues over expenditures . . . . .	<u>30,000</u>	<u>323,000</u>	<u>352,398</u>	<u>29,398</u>
<b>Other financing uses:</b>				
Transfers out . . . . .	<u>(455,000)</u>	<u>(579,305)</u>	<u>(579,305)</u>	<u>-</u>
Total other financing uses . . . . .	<u>(455,000)</u>	<u>(579,305)</u>	<u>(579,305)</u>	<u>-</u>
Net change in fund balance. . . . .	(425,000)	(256,305)	(226,907)	29,398
<b>Fund balance at beginning of year . . . . .</b>	<u>337,770</u>	<u>337,770</u>	<u>337,770</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (87,230)</u>	<u>\$ 81,465</u>	<u>\$ 110,863</u>	<u>\$ 29,398</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL LIABILITY LOSS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
General government				
Operating . . . . .	\$ 49,288	\$ 49,288	\$ 29,535	\$ 19,753
Total expenditures . . . . .	<u>49,288</u>	<u>49,288</u>	<u>29,535</u>	<u>19,753</u>
Excess of expenditures over revenues . . . . .	<u>(49,288)</u>	<u>(49,288)</u>	<u>(29,535)</u>	<u>19,753</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	<u>25,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Total other financing sources. . . . .	<u>25,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Net change in fund balance. . . . .	(24,288)	(9,288)	10,465	19,753
<b>Fund balance at beginning of year . . . . .</b>	6,063	6,063	6,063	-
<b>Prior year encumbrances appropriated . . .</b>	<u>4,288</u>	<u>4,288</u>	<u>4,288</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (13,937)</u>	<u>\$ 1,063</u>	<u>\$ 20,816</u>	<u>\$ 19,753</u>



**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
EMERGENCY RESERVE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Investment income . . . . .	\$ -	\$ 51,000	\$ 2,194	\$ (48,806)
Total revenues . . . . .	-	51,000	2,194	(48,806)
<b>Expenditures:</b>				
Current:				
Community environment				
Operating . . . . .	160	160	182	(22)
Total expenditures . . . . .	160	160	182	(22)
Excess (deficiency) of revenues over (under) expenditures . . . . .	(160)	50,840	2,012	(48,828)
<b>Other financing sources:</b>				
Transfers in . . . . .	-	-	25,000	25,000
Total other financing sources . . . . .	-	-	25,000	25,000
Net change in fund balance . . . . .	(160)	50,840	27,012	(23,828)
<b>Fund balance at beginning of year . . . . .</b>	<u>552,752</u>	<u>552,752</u>	<u>552,752</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 552,592</u>	<u>\$ 603,592</u>	<u>\$ 579,764</u>	<u>\$ (23,828)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**FIRE PREVENTION AND EDUCATION FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ -	\$ 1,900	\$ 4,529	\$ 2,629
Total revenues . . . . .	-	1,900	4,529	2,629
<b>Expenditures:</b>				
Current:				
Public safety				
Operating . . . . .	-	2,100	2,095	5
Total expenditures . . . . .	-	2,100	2,095	5
Net change in fund balance . . . . .	-	(200)	2,434	2,634
<b>Fund balance at beginning of year . . . . .</b>	<u>200</u>	<u>200</u>	<u>200</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 200</u>	<u>\$ -</u>	<u>\$ 2,634</u>	<u>\$ 2,634</u>

**CITY OF BARBERTON, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2015*

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . .	\$ 4,277,873	\$ 403,738	\$ 457,296	\$ 5,138,907
Receivables:				
Property taxes . . . . .	421,500	-	-	421,500
Accounts . . . . .	124,926	-	-	124,926
Intergovernmental . . . . .	477,666	-	-	477,666
Notes receivable . . . . .	1,787	-	-	1,787
Prepayments . . . . .	10,135	-	-	10,135
Total assets . . . . .	<u>\$ 5,313,887</u>	<u>\$ 403,738</u>	<u>\$ 457,296</u>	<u>\$ 6,174,921</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 284,960	\$ -	\$ -	\$ 284,960
Contracts payable . . . . .	-	-	53,590	53,590
Accrued wages and benefits payable. . . . .	21,914	-	-	21,914
Intergovernmental payable. . . . .	12,887	-	-	12,887
Due to other funds . . . . .	84,399	-	-	84,399
Total liabilities . . . . .	<u>404,160</u>	<u>-</u>	<u>53,590</u>	<u>457,750</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year. . . . .	386,395	-	-	386,395
Delinquent property tax revenue not available. . . . .	35,105	-	-	35,105
Intergovernmental revenue not available . . . . .	302,976	-	-	302,976
Total deferred inflows of resources . . . . .	<u>724,476</u>	<u>-</u>	<u>-</u>	<u>724,476</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	10,135	-	-	10,135
Restricted. . . . .	3,790,130	371,073	14,074	4,175,277
Committed . . . . .	499,781	32,665	389,632	922,078
Unassigned (deficit) . . . . .	(114,795)	-	-	(114,795)
Total fund balances . . . . .	<u>4,185,251</u>	<u>403,738</u>	<u>403,706</u>	<u>4,992,695</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 5,313,887</u>	<u>\$ 403,738</u>	<u>\$ 457,296</u>	<u>\$ 6,174,921</u>

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 387,890	\$ -	\$ -	\$ 387,890
Charges for services . . . . .	450,669	-	-	450,669
Fines and forfeitures . . . . .	1,075,244	-	-	1,075,244
Intergovernmental . . . . .	2,421,986	-	2,256,477	4,678,463
Special assessments . . . . .	13,278	14,226	-	27,504
Investment income . . . . .	763	-	2,497	3,260
Other . . . . .	288,677	-	-	288,677
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues . . . . .	4,638,507	14,226	2,258,974	6,911,707
<b>Expenditures:</b>				
Current:				
General government . . . . .	536,247	-	-	536,247
Public safety . . . . .	288,121	-	-	288,121
Transportation . . . . .	1,329,972	-	-	1,329,972
Community environment. . . . .	984,849	-	-	984,849
Leisure time activities . . . . .	356,698	-	-	356,698
Capital outlay. . . . .	1,072,280	-	2,551,374	3,623,654
Debt service:				
Principal retirement. . . . .	162,399	13,467	-	175,866
Interest and fiscal charges . . . . .	82,903	540	-	83,443
Note issuance costs. . . . .	-	4,962	-	4,962
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures . . . . .	4,813,469	18,969	2,551,374	7,383,812
Excess (deficiency) of revenues over (under) expenditures . . . . .	(174,962)	(4,743)	(292,400)	(472,105)
<b>Other financing sources:</b>				
Sale of assets. . . . .	24,174	-	-	24,174
Capital lease transaction . . . . .	416,856	-	-	416,856
Transfers in . . . . .	552,305	-	3,316	555,621
Transfers out . . . . .	(3,316)	-	-	(3,316)
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources. . . . .	990,019	-	3,316	993,335
Net change in fund balances . . . . .	815,057	(4,743)	(289,084)	521,230
<b>Fund balances at beginning of year . . . . .</b>	<hr/> <b>3,370,194</b>	<hr/> <b>408,481</b>	<hr/> <b>692,790</b>	<hr/> <b>4,471,465</b>
<b>Fund balances at end of year . . . . .</b>	<hr/> <b>\$ 4,185,251</b>	<hr/> <b>\$ 403,738</b>	<hr/> <b>\$ 403,706</b>	<hr/> <b>\$ 4,992,695</b>

**THIS PAGE IS INTENTIONALLY LEFT BLANK**

**CITY OF BARBERTON, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2015*

	<b>Street Construction Maintenance and Repair</b>	<b>State Highway Improvement</b>	<b>Permissive License Tax</b>	<b>Residential Street</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 261,859	\$ 9,640	\$ 88,049	\$ 57,484
Receivables (net of allowances for uncollectibles):				
Property taxes . . . . .	-	-	-	-
Accounts . . . . .	-	-	-	-
Intergovernmental . . . . .	343,099	27,819	-	-
Notes receivable . . . . .	-	-	-	-
Prepayments . . . . .	9,992	-	-	-
Total assets . . . . .	<u>\$ 614,950</u>	<u>\$ 37,459</u>	<u>\$ 88,049</u>	<u>\$ 57,484</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 92,195	\$ -	\$ -	\$ -
Accrued wages and benefits payable . . . . .	17,094	-	-	-
Intergovernmental payable . . . . .	9,241	572	-	-
Due to other funds . . . . .	-	-	-	-
Total liabilities . . . . .	<u>118,530</u>	<u>572</u>	<u>-</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Intergovernmental revenue not available . . . . .	250,692	20,327	-	-
Total deferred inflows of resources . . . . .	<u>250,692</u>	<u>20,327</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	9,992	-	-	-
Restricted . . . . .	235,736	16,560	88,049	-
Committed . . . . .	-	-	-	57,484
Unassigned (deficit) . . . . .	-	-	-	-
Total fund balances (deficits) . . . . .	<u>245,728</u>	<u>16,560</u>	<u>88,049</u>	<u>57,484</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 614,950</u>	<u>\$ 37,459</u>	<u>\$ 88,049</u>	<u>\$ 57,484</u>

<b>Fire Capital Levy</b>	<b>Animal Control</b>	<b>Probation Services</b>	<b>Court Special Projects Operating</b>	<b>Court Computer</b>	<b>Court Special Project</b>
\$ 49,035	\$ 5,413	\$ 211,727	\$ 427,355	\$ 283,753	\$ 1,589,268
233,312	-	-	-	-	-
-	-	8,528	45,690	8,044	16,446
17,665	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 300,012</u>	<u>\$ 5,413</u>	<u>\$ 220,255</u>	<u>\$ 473,045</u>	<u>\$ 291,797</u>	<u>\$ 1,605,714</u>
\$ 5,082	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	395	646	-	-
-	-	437	522	136	-
-	-	-	-	-	-
<u>5,082</u>	<u>-</u>	<u>832</u>	<u>1,168</u>	<u>136</u>	<u>-</u>
213,809	-	-	-	-	-
19,503	-	-	-	-	-
17,665	-	-	-	-	-
<u>250,977</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
43,953	-	219,423	471,877	291,661	1,605,714
-	5,413	-	-	-	-
-	-	-	-	-	-
<u>43,953</u>	<u>5,413</u>	<u>219,423</u>	<u>471,877</u>	<u>291,661</u>	<u>1,605,714</u>
<u>\$ 300,012</u>	<u>\$ 5,413</u>	<u>\$ 220,255</u>	<u>\$ 473,045</u>	<u>\$ 291,797</u>	<u>\$ 1,605,714</u>

- - Continued

**CITY OF BARBERTON, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)  
DECEMBER 31, 2015*

	<b>Computer Legal Research</b>	<b>Indigent Drivers Alcohol Treatment</b>	<b>Sports Complex Operating</b>	<b>Parks Recreation Improvement</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 64,989	\$ 412,115	\$ 7,569	\$ 1,738
Receivables (net of allowances for uncollectibles):				
Property taxes . . . . .	-	-	-	-
Accounts . . . . .	2,332	2,986	-	-
Intergovernmental . . . . .	-	-	-	-
Notes receivable . . . . .	-	-	-	-
Prepayments . . . . .	-	-	-	-
Total assets . . . . .	<u>\$ 67,321</u>	<u>\$ 415,101</u>	<u>\$ 7,569</u>	<u>\$ 1,738</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits payable . . . . .	-	-	173	-
Intergovernmental payable . . . . .	-	-	175	-
Due to other funds . . . . .	-	-	-	-
Total liabilities . . . . .	<u>-</u>	<u>-</u>	<u>348</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Intergovernmental revenue not available . . . . .	-	-	-	-
Total deferred inflows of resources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	-	-	-	-
Restricted . . . . .	67,321	415,101	-	1,738
Committed . . . . .	-	-	7,221	-
Unassigned (deficit) . . . . .	-	-	-	-
Total fund balances (deficits) . . . . .	<u>67,321</u>	<u>415,101</u>	<u>7,221</u>	<u>1,738</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 67,321</u>	<u>\$ 415,101</u>	<u>\$ 7,569</u>	<u>\$ 1,738</u>



<b>Gas and Oil Royalty</b>	<b>D.A.R.E. Program</b>	<b>Mandatory Drug Fines</b>	<b>Local Law Enforcement Trust</b>	<b>Parks Revolving Loan</b>	<b>Sidewalk Improvement Program</b>
\$ 12,760	\$ 2,780	\$ 11,665	\$ 40,643	\$ 14,934	\$ 68,630
-	-	-	-	-	-
-	-	200	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,760</u>	<u>2,780</u>	<u>11,865</u>	<u>40,643</u>	<u>14,934</u>	<u>68,630</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	1,185	-
-	-	-	-	634	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,819</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	2,780	11,865	40,643	-	68,630
12,760	-	-	-	13,115	-
-	-	-	-	-	-
<u>12,760</u>	<u>2,780</u>	<u>11,865</u>	<u>40,643</u>	<u>13,115</u>	<u>68,630</u>
\$ 12,760	\$ 2,780	\$ 11,865	\$ 40,643	\$ 14,934	\$ 68,630

-- Continued

**CITY OF BARBERTON, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)  
DECEMBER 31, 2015*

	<u>City Grant</u>	<u>FEMA</u>	<u>Rental Registration Program</u>	<u>Community Development Block Grant</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ -	\$ 47,316	\$ 74,866	\$ 2,036
Receivables (net of allowances for uncollectibles):				
Property taxes . . . . .	-	-	-	-
Accounts . . . . .	-	-	-	-
Intergovernmental . . . . .	-	-	-	74,791
Notes receivable . . . . .	-	-	-	1,787
Prepayments . . . . .	-	-	-	-
Total assets . . . . .	<u>\$ -</u>	<u>\$ 47,316</u>	<u>\$ 74,866</u>	<u>\$ 78,614</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ 16,097	\$ -	\$ 107,071
Accrued wages and benefits payable . . . . .	-	-	247	1,680
Intergovernmental payable . . . . .	-	-	243	259
Due to other funds . . . . .	<u>14,539</u>	<u>-</u>	<u>-</u>	<u>69,860</u>
Total liabilities . . . . .	<u>14,539</u>	<u>16,097</u>	<u>490</u>	<u>178,870</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Intergovernmental revenue not available . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	-	-	-	-
Restricted . . . . .	-	31,219	-	-
Committed . . . . .	-	-	74,376	-
Unassigned (deficit) . . . . .	<u>(14,539)</u>	<u>-</u>	<u>-</u>	<u>(100,256)</u>
Total fund balances (deficits) . . . . .	<u>(14,539)</u>	<u>31,219</u>	<u>74,376</u>	<u>(100,256)</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ -</u>	<u>\$ 47,316</u>	<u>\$ 74,866</u>	<u>\$ 78,614</u>

<b>Business Incentive Program</b>	<b>Tax Increment Financing</b>	<b>Vacation Property Registration</b>	<b>Lake Cinema Complex Maintenance</b>	<b>Project Impact</b>	<b>Beautification</b>
\$ 25,000	\$ 137,314	\$ 229,100	\$ 2,474	\$ 31,052	\$ 72,293
-	-	-	-	-	-
-	-	40,700	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 25,000</u>	<u>\$ 137,314</u>	<u>\$ 269,800</u>	<u>\$ 2,474</u>	<u>\$ 31,052</u>	<u>\$ 72,293</u>
\$ -	\$ 62,120	\$ -	\$ -	\$ 2,395	\$ -
-	-	-	-	-	382
-	-	-	-	-	560
-	-	-	-	-	-
<u>-</u>	<u>62,120</u>	<u>-</u>	<u>-</u>	<u>2,395</u>	<u>942</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	75,194	-	-	-	-
25,000	-	269,800	2,474	28,657	71,351
-	-	-	-	-	-
<u>25,000</u>	<u>75,194</u>	<u>269,800</u>	<u>2,474</u>	<u>28,657</u>	<u>71,351</u>
<u>\$ 25,000</u>	<u>\$ 137,314</u>	<u>\$ 269,800</u>	<u>\$ 2,474</u>	<u>\$ 31,052</u>	<u>\$ 72,293</u>

-- Continued

**CITY OF BARBERTON, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)  
DECEMBER 31, 2015*

	<u>Senior Center Trust</u>	<u>Fire Pension</u>	<u>Police Pension</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 32,358	\$ 1,179	\$ 1,479	\$ 4,277,873
Receivables (net of allowances for uncollectibles):				
Property taxes . . . . .	-	94,094	94,094	421,500
Accounts . . . . .	-	-	-	124,926
Intergovernmental . . . . .	-	7,146	7,146	477,666
Notes receivable . . . . .	-	-	-	1,787
Prepayments . . . . .	143	-	-	10,135
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets . . . . .	<u>\$ 32,501</u>	<u>\$ 102,419</u>	<u>\$ 102,719</u>	<u>\$ 5,313,887</u>
 <b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ -	\$ -	\$ 284,960
Accrued wages and benefits payable . . . . .	112	-	-	21,914
Intergovernmental payable . . . . .	108	-	-	12,887
Due to other funds . . . . .	-	-	-	84,399
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities . . . . .	<u>220</u>	<u>-</u>	<u>-</u>	<u>404,160</u>
 <b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	86,293	86,293	386,395
Delinquent property tax revenue not available . . . . .	-	7,801	7,801	35,105
Intergovernmental revenue not available . . . . .	-	7,146	7,146	302,976
	<hr/>	<hr/>	<hr/>	<hr/>
Total deferred inflows of resources . . . . .	<u>-</u>	<u>101,240</u>	<u>101,240</u>	<u>724,476</u>
 <b>Fund balances:</b>				
Nonspendable . . . . .	143	-	-	10,135
Restricted . . . . .	-	1,179	1,479	3,790,130
Committed . . . . .	32,138	-	-	499,781
Unassigned (deficit) . . . . .	-	-	-	(114,795)
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits) . . . . .	<u>32,281</u>	<u>1,179</u>	<u>1,479</u>	<u>4,185,251</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 32,501</u>	<u>\$ 102,419</u>	<u>\$ 102,719</u>	<u>\$ 5,313,887</u>

**THIS PAGE IS INTENTIONALLY LEFT BLANK**

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Street Construction Maintenance and Repair</b>	<b>State Highway Improvement</b>	<b>Permissive License Tax</b>	<b>Residential Street</b>
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Charges for services . . . . .	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	878,758	57,987	484,978	-
Special assessments . . . . .	-	-	-	9,426
Investment income . . . . .	38	556	25	-
Other . . . . .	19,324	-	-	-
Total revenues . . . . .	<u>898,120</u>	<u>58,543</u>	<u>485,003</u>	<u>9,426</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	-	-	-	-
Public safety . . . . .	-	-	-	-
Transportation . . . . .	1,270,214	55,809	2	3,947
Community environment. . . . .	-	-	-	-
Leisure time activities . . . . .	-	-	-	-
Capital outlay. . . . .	284,336	-	434,574	49,808
Debt service:				
Principal retirement. . . . .	41,534	-	26,207	-
Interest and fiscal charges. . . . .	1,958	-	2,636	-
Total expenditures . . . . .	<u>1,598,042</u>	<u>55,809</u>	<u>463,419</u>	<u>53,755</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(699,922)</u>	<u>2,734</u>	<u>21,584</u>	<u>(44,329)</u>
<b>Other financing sources:</b>				
Capital lease transaction . . . . .	278,056	-	-	-
Sale of assets. . . . .	-	-	-	-
Transfers in . . . . .	528,000	-	-	-
Transfers out. . . . .	-	-	-	-
Total other financing sources . . . . .	<u>806,056</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances. . . . .	106,134	2,734	21,584	(44,329)
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<u>139,594</u>	<u>13,826</u>	<u>66,465</u>	<u>101,813</u>
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ 245,728</u>	<u>\$ 16,560</u>	<u>\$ 88,049</u>	<u>\$ 57,484</u>

<b>Fire Capital Levy</b>	<b>Animal Control</b>	<b>Probation Services</b>	<b>Court Special Projects Operating</b>	<b>Court Computer</b>	<b>Court Special Project</b>
\$ 214,666	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	589	101,652	553,462	110,516	219,422
36,143	-	17,250	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>250,809</u>	<u>589</u>	<u>118,902</u>	<u>553,462</u>	<u>110,516</u>	<u>219,422</u>
-	-	44,582	386,225	37,526	-
12,586	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
200,024	-	-	15,485	-	-
93,739	-	-	-	-	-
78,240	-	-	-	-	-
<u>384,589</u>	<u>-</u>	<u>44,582</u>	<u>401,710</u>	<u>37,526</u>	<u>-</u>
<u>(133,780)</u>	<u>589</u>	<u>74,320</u>	<u>151,752</u>	<u>72,990</u>	<u>219,422</u>
138,800	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>138,800</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
5,020	589	74,320	151,752	72,990	219,422
38,933	4,824	145,103	320,125	218,671	1,386,292
<u>\$ 43,953</u>	<u>\$ 5,413</u>	<u>\$ 219,423</u>	<u>\$ 471,877</u>	<u>\$ 291,661</u>	<u>\$ 1,605,714</u>

-- Continued

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>9-1-1 Phone System</u>	<u>Computer Legal Research</u>	<u>Indigent Drivers Alcohol Treatment</u>	<u>Sports Complex Operating</u>
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Charges for services . . . . .	-	-	-	56,478
Fines and forfeitures . . . . .	-	30,403	58,135	-
Intergovernmental . . . . .	-	-	-	-
Special assessments . . . . .	-	-	-	-
Investment income . . . . .	-	-	-	-
Other . . . . .	-	-	-	7,500
Total revenues . . . . .	<u>-</u>	<u>30,403</u>	<u>58,135</u>	<u>63,978</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	148	5,469	57,383	-
Public safety . . . . .	-	-	-	-
Transportation . . . . .	-	-	-	-
Community environment. . . . .	-	-	-	-
Leisure time activities . . . . .	-	-	-	60,669
Capital outlay. . . . .	-	-	-	-
Debt service:				
Principal retirement. . . . .	-	-	-	-
Interest and fiscal charges. . . . .	-	-	-	-
Total expenditures . . . . .	<u>148</u>	<u>5,469</u>	<u>57,383</u>	<u>60,669</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(148)</u>	<u>24,934</u>	<u>752</u>	<u>3,309</u>
<b>Other financing sources:</b>				
Capital lease transaction . . . . .	-	-	-	-
Sale of assets. . . . .	-	-	-	-
Transfers in . . . . .	-	-	-	4,305
Transfers out. . . . .	-	-	-	-
Total other financing sources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,305</u>
Net change in fund balances. . . . .	(148)	24,934	752	7,614
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<u>148</u>	<u>42,387</u>	<u>414,349</u>	<u>(393)</u>
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ 67,321</u>	<u>\$ 415,101</u>	<u>\$ 7,221</u>



<b>Parks Recreation Improvement</b>	<b>Gas and Oil Royalty</b>	<b>D.A.R.E. Program</b>	<b>Mandatory Drug Fines</b>	<b>Local Law Enforcement Trust</b>	<b>Parks Revolving Loan</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	35,414
-	-	-	1,065	-	-
-	-	-	-	-	9,798
-	-	-	-	-	-
8	-	-	-	-	-
5,304	1,500	2,200	-	-	58,205
5,312	1,500	2,200	1,065	-	103,417
-	-	-	-	-	-
-	-	-	-	2,000	-
-	-	-	-	-	-
-	-	-	-	-	-
2,287	-	-	-	-	118,346
3,370	-	-	-	62,921	-
-	-	-	-	-	-
-	-	-	-	-	-
5,657	-	-	-	64,921	118,346
(345)	1,500	2,200	1,065	(64,921)	(14,929)
-	-	-	-	-	-
-	-	-	-	24,174	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	24,174	-
(345)	1,500	2,200	1,065	(40,747)	(14,929)
2,083	11,260	580	10,800	81,390	28,044
\$ 1,738	\$ 12,760	\$ 2,780	\$ 11,865	\$ 40,643	\$ 13,115

-- Continued

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Sidewalk Improvement Program</b>	<b>City Grant</b>	<b>FEMA</b>	<b>Rental Registration Program</b>
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Charges for services . . . . .	-	-	-	61,990
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	-	23,327	47,555	-
Special assessments . . . . .	3,852	-	-	-
Investment income . . . . .	-	-	-	-
Other . . . . .	5,191	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues . . . . .	9,043	23,327	47,555	61,990
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>				
Current:				
General government . . . . .	-	-	-	-
Public safety . . . . .	-	22,199	16,336	-
Transportation . . . . .	-	-	-	-
Community environment. . . . .	-	-	-	28,905
Leisure time activities . . . . .	-	-	-	-
Capital outlay. . . . .	18,085	3,677	-	-
Debt service:				
Principal retirement. . . . .	-	-	-	-
Interest and fiscal charges. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures . . . . .	18,085	25,876	16,336	28,905
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures . . . . .	(9,042)	(2,549)	31,219	33,085
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Other financing sources:</b>				
Capital lease transaction . . . . .	-	-	-	-
Sale of assets. . . . .	-	-	-	-
Transfers in . . . . .	-	-	-	-
Transfers out. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources . . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances. . . . .	(9,042)	(2,549)	31,219	33,085
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<b>77,672</b>	<b>(11,990)</b>	<b>-</b>	<b>41,291</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at end of year . . . . .</b>	<b>\$ 68,630</b>	<b>\$ (14,539)</b>	<b>\$ 31,219</b>	<b>\$ 74,376</b>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

<b>Neighborhood Stabilization Program</b>	<b>Community Development Block Grant</b>	<b>Rental Rehabilitation</b>	<b>Business Incentive Program</b>	<b>Tax Increment Financing</b>	<b>Vacant Property Registration</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	269,800
-	-	-	-	-	-
-	777,791	-	-	54,178	-
-	-	-	-	-	-
-	-	-	-	-	-
-	18,647	-	-	-	-
-	796,438	-	-	54,178	269,800
-	-	143	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	770,469	-	-	119,555	-
-	-	-	-	-	-
-	-	-	-	-	-
-	919	-	-	-	-
-	69	-	-	-	-
-	771,457	143	-	119,555	-
-	24,981	(143)	-	(65,377)	269,800
-	-	-	-	-	-
-	-	-	-	-	-
(3,316)	-	-	15,000	-	-
(3,316)	-	-	15,000	-	-
(3,316)	24,981	(143)	15,000	(65,377)	269,800
3,316	(125,237)	143	10,000	140,571	-
\$ -	\$ (100,256)	\$ -	\$ 25,000	\$ 75,194	\$ 269,800

-- Continued

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Lake Cinema Complex Maintenance</b>	<b>Project Impact</b>	<b>Beautification</b>	<b>Senior Center Trust</b>
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Charges for services . . . . .	-	-	-	26,987
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	-	-	1,050	-
Special assessments . . . . .	-	-	-	-
Investment income . . . . .	-	-	-	136
Other . . . . .	-	21,882	131,877	17,047
<b>Total revenues . . . . .</b>	<b>-</b>	<b>21,882</b>	<b>132,927</b>	<b>44,170</b>
<b>Expenditures:</b>				
Current:				
General government . . . . .	-	-	-	-
Public safety . . . . .	-	-	-	-
Transportation . . . . .	-	-	-	-
Community environment. . . . .	-	65,920	-	-
Leisure time activities . . . . .	4,680	-	127,552	43,164
Capital outlay. . . . .	-	-	-	-
Debt service:				
Principal retirement. . . . .	-	-	-	-
Interest and fiscal charges. . . . .	-	-	-	-
<b>Total expenditures . . . . .</b>	<b>4,680</b>	<b>65,920</b>	<b>127,552</b>	<b>43,164</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	(4,680)	(44,038)	5,375	1,006
<b>Other financing sources:</b>				
Capital lease transaction . . . . .	-	-	-	-
Sale of assets. . . . .	-	-	-	-
Transfers in . . . . .	-	-	5,000	-
Transfers out. . . . .	-	-	-	-
<b>Total other financing sources . . . . .</b>	<b>-</b>	<b>-</b>	<b>5,000</b>	<b>-</b>
<b>Net change in fund balances. . . . .</b>	<b>(4,680)</b>	<b>(44,038)</b>	<b>10,375</b>	<b>1,006</b>
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<b>7,154</b>	<b>72,695</b>	<b>60,976</b>	<b>31,275</b>
<b>Fund balances (deficit) at end of year . . . . .</b>	<b>\$ 2,474</b>	<b>\$ 28,657</b>	<b>\$ 71,351</b>	<b>\$ 32,281</b>

<b>Fire Pension</b>	<b>Police Pension</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ 86,612	\$ 86,612	\$ 387,890
-	-	450,669
-	-	1,075,244
16,585	16,586	2,421,986
-	-	13,278
-	-	763
-	-	288,677
<u>103,197</u>	<u>103,198</u>	<u>4,638,507</u>
2,385	2,386	536,247
117,000	118,000	288,121
-	-	1,329,972
-	-	984,849
-	-	356,698
-	-	1,072,280
-	-	162,399
-	-	82,903
<u>119,385</u>	<u>120,386</u>	<u>4,813,469</u>
<u>(16,188)</u>	<u>(17,188)</u>	<u>(174,962)</u>
-	-	416,856
-	-	24,174
-	-	552,305
-	-	(3,316)
-	-	990,019
<u>(16,188)</u>	<u>(17,188)</u>	<u>815,057</u>
<u>17,367</u>	<u>18,667</u>	<u>3,370,194</u>
<u>\$ 1,179</u>	<u>\$ 1,479</u>	<u>\$ 4,185,251</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 850,956	\$ 701,402	\$ 865,145	\$ 163,743
Investment income . . . . .	37	31	38	7
Other . . . . .	19,007	15,667	19,324	3,657
Total revenues. . . . .	<u>870,000</u>	<u>717,100</u>	<u>884,507</u>	<u>167,407</u>
<b>Expenditures:</b>				
Current:				
Transportation				
Personal services . . . . .	783,899	783,899	763,103	20,796
Operating . . . . .	490,493	490,493	460,170	30,323
Capital outlay. . . . .	-	-	33,000	(33,000)
Debt service:				
Principal retirement . . . . .	41,750	41,750	41,534	216
Interest and fiscal charges . . . . .	1,965	1,965	1,958	7
Total expenditures . . . . .	<u>1,318,107</u>	<u>1,318,107</u>	<u>1,299,765</u>	<u>18,342</u>
Excess of expenditures over revenues . . . . .	<u>(448,107)</u>	<u>(601,007)</u>	<u>(415,258)</u>	<u>185,749</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	<u>370,000</u>	<u>528,000</u>	<u>528,000</u>	<u>-</u>
Total other financing sources. . . . .	<u>370,000</u>	<u>528,000</u>	<u>528,000</u>	<u>-</u>
Net change in fund balance. . . . .	(78,107)	(73,007)	112,742	185,749
<b>Fund balance at beginning of year . . . . .</b>	68,280	68,280	68,280	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>8,745</u>	<u>8,745</u>	<u>8,745</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (1,082)</u>	<u>\$ 4,018</u>	<u>\$ 189,767</u>	<u>\$ 185,749</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
STATE HIGHWAY IMPROVEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 54,468	\$ 57,488	\$ 56,884	\$ (604)
Investment income . . . . .	532	562	556	(6)
Total revenues. . . . .	<u>55,000</u>	<u>58,050</u>	<u>57,440</u>	<u>(610)</u>
<b>Expenditures:</b>				
Current:				
Transportation				
Personal services. . . . .	57,000	57,000	57,000	-
Operating. . . . .	<u>15</u>	<u>15</u>	<u>8</u>	<u>7</u>
Total expenditures. . . . .	<u>57,015</u>	<u>57,015</u>	<u>57,008</u>	<u>7</u>
Net change in fund balance . . . . .	(2,015)	1,035	432	(603)
<b>Fund balance at beginning of year. . . . .</b>	<u>8,346</u>	<u>8,346</u>	<u>8,346</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 6,331</u>	<u>\$ 9,381</u>	<u>\$ 8,778</u>	<u>\$ (603)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
PERMISSIVE LICENSE TAX FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 214,964	\$ 253,057	\$ 147,881	\$ (105,176)
Other . . . . .	36	43	25	(18)
Total revenues. . . . .	215,000	253,100	147,906	(105,194)
<b>Expenditures:</b>				
Current:				
Transportation				
Operating . . . . .	18,159	18,159	8,061	10,098
Capital outlay . . . . .	192,000	192,000	97,476	94,524
Debt service:				
Principal retirement. . . . .	26,210	26,210	26,207	3
Interest and fiscal charges. . . . .	2,640	2,640	2,636	4
Total expenditures. . . . .	239,009	239,009	134,380	104,629
Net change in fund balance . . . . .	(24,009)	14,091	13,526	(565)
<b>Fund balance at beginning of year. . . . .</b>	58,406	58,406	58,406	-
<b>Prior year encumbrances appropriated . . . . .</b>	8,059	8,059	8,059	-
<b>Fund balance at end of year . . . . .</b>	\$ 42,456	\$ 80,556	\$ 79,991	\$ (565)



**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
RESIDENTIAL STREET FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Special assessments . . . . .	\$ 8,000	\$ 8,000	\$ 9,426	\$ 1,426
Total revenues . . . . .	8,000	8,000	9,426	1,426
<b>Expenditures:</b>				
Current:				
Transportation				
Operating . . . . .	37,998	37,998	29,303	8,695
Capital outlay . . . . .	59,773	59,773	49,808	9,965
Total expenditures . . . . .	97,771	97,771	79,111	18,660
Excess of expenditures over revenues . . . . .	(89,771)	(89,771)	(69,685)	20,086
<b>Other financing sources:</b>				
Transfers in . . . . .	75,000	-	-	-
Total other financing sources . . . . .	75,000	-	-	-
Net change in fund balance . . . . .	(14,771)	(89,771)	(69,685)	20,086
<b>Fund balance at beginning of year . . . . .</b>	89,042	89,042	89,042	-
<b>Prior year encumbrances appropriated . . .</b>	12,771	12,771	12,771	-
<b>Fund balance at end of year . . . . .</b>	\$ 87,042	\$ 12,042	\$ 32,128	\$ 20,086

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**FIRE CAPITAL LEVY FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 198,950	\$ 214,666	\$ 214,666	\$ -
Intergovernmental. . . . .	62,608	67,553	67,553	-
Total revenues . . . . .	<u>261,558</u>	<u>282,219</u>	<u>282,219</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Public safety				
Operating . . . . .	40,300	71,230	71,230	-
Capital outlay . . . . .	61,344	61,224	61,224	-
Debt service:				
Principal retirement . . . . .	93,750	93,739	93,739	-
Interest and fiscal charges . . . . .	<u>78,250</u>	<u>78,240</u>	<u>78,240</u>	<u>-</u>
Total expenditures. . . . .	<u>273,644</u>	<u>304,433</u>	<u>304,433</u>	<u>-</u>
Net change in fund balance . . . . .	(12,086)	(22,214)	(22,214)	-
<b>Fund balance at beginning of year. . . . .</b>	7,523	7,523	7,523	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>19,344</u>	<u>19,344</u>	<u>19,344</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 14,781</u>	<u>\$ 4,653</u>	<u>\$ 4,653</u>	<u>\$ -</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ANIMAL CONTROL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 750	\$ 1,200	\$ 589	\$ (611)
Total revenues . . . . .	<u>750</u>	<u>1,200</u>	<u>589</u>	<u>(611)</u>
Net change in fund balance . . . . .	750	1,200	589	(611)
<b>Fund balance at beginning of year. . . . .</b>	<u>4,824</u>	<u>4,824</u>	<u>4,824</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 5,574</u>	<u>\$ 6,024</u>	<u>\$ 5,413</u>	<u>\$ (611)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**PROBATION SERVICES FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 113,317	\$ 120,602	\$ 102,001	\$ (18,601)
Intergovernmental. . . . .	26,683	28,398	24,018	(4,380)
Total revenues . . . . .	<u>140,000</u>	<u>149,000</u>	<u>126,019</u>	<u>(22,981)</u>
<b>Expenditures:</b>				
Current:				
General government				
Personal services. . . . .	31,578	46,113	42,311	3,802
Operating. . . . .	<u>42,393</u>	<u>42,393</u>	<u>4,150</u>	<u>38,243</u>
Total expenditures. . . . .	<u>73,971</u>	<u>88,506</u>	<u>46,461</u>	<u>42,045</u>
Net change in fund balance . . . . .	66,029	60,494	79,558	19,064
<b>Fund balance at beginning of year. . . . .</b>	128,960	128,960	128,960	-
<b>Prior year encumbrances appropriated . . .</b>	<u>1,393</u>	<u>1,393</u>	<u>1,393</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 196,382</u>	<u>\$ 190,847</u>	<u>\$ 209,911</u>	<u>\$ 19,064</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**COURT COMPUTER FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 115,000	\$ 84,875	\$ 109,997	\$ 25,122
Total revenues . . . . .	<u>115,000</u>	<u>84,875</u>	<u>109,997</u>	<u>25,122</u>
<b>Expenditures:</b>				
Current:				
General government				
Personal services. . . . .	24,507	24,507	13,205	11,302
Operating. . . . .	<u>106,562</u>	<u>106,562</u>	<u>25,618</u>	<u>80,944</u>
Total expenditures. . . . .	<u>131,069</u>	<u>131,069</u>	<u>38,823</u>	<u>92,246</u>
Net change in fund balance . . . . .	(16,069)	(46,194)	71,174	117,368
<b>Fund balance at beginning of year. . . . .</b>	200,730	200,730	200,730	-
<b>Prior year encumbrances appropriated . . .</b>	<u>11,562</u>	<u>11,562</u>	<u>11,562</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 196,223</u>	<u>\$ 166,098</u>	<u>\$ 283,466</u>	<u>\$ 117,368</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**COURT SPECIAL PROJECTS CAPITAL FUND**  
 FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 215,000	\$ 215,000	\$ 218,366	\$ 3,366
Total revenues . . . . .	<u>215,000</u>	<u>215,000</u>	<u>218,366</u>	<u>3,366</u>
Net change in fund balance . . . . .	215,000	215,000	218,366	3,366
<b>Fund balance at beginning of year. . . . .</b>	<u>1,370,902</u>	<u>1,370,902</u>	<u>1,370,902</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 1,585,902</u>	<u>\$ 1,585,902</u>	<u>\$ 1,589,268</u>	<u>\$ 3,366</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**INDIGENT DRIVERS ALCOHOL TREATMENT FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 97,000	\$ 75,150	\$ 57,904	\$ (17,246)
Total revenues . . . . .	97,000	75,150	57,904	(17,246)
<b>Expenditures:</b>				
Current:				
General government				
Operating . . . . .	140,900	140,900	65,543	75,357
Total expenditures . . . . .	140,900	140,900	65,543	75,357
Net change in fund balance. . . . .	(43,900)	(65,750)	(7,639)	58,111
<b>Fund balance at beginning of year . . . . .</b>	410,694	410,694	410,694	-
<b>Prior year encumbrances appropriated . .</b>	900	900	900	-
<b>Fund balance at end of year . . . . .</b>	\$ 367,694	\$ 345,844	\$ 403,955	\$ 58,111

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SPORTS COMPLEX OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services . . . . .	\$ 60,000	\$ 60,000	\$ 56,478	\$ (3,522)
Other . . . . .	-	5,500	7,500	2,000
Total revenues . . . . .	<u>60,000</u>	<u>65,500</u>	<u>63,978</u>	<u>(1,522)</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Personal services. . . . .	17,572	15,572	14,067	1,505
Operating. . . . .	45,500	47,500	46,909	591
Total expenditures . . . . .	<u>63,072</u>	<u>63,072</u>	<u>60,976</u>	<u>2,096</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(3,072)</u>	<u>2,428</u>	<u>3,002</u>	<u>574</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	-	4,305	4,305	-
Total other financing sources . . . . .	<u>-</u>	<u>4,305</u>	<u>4,305</u>	<u>-</u>
Net change in fund balance . . . . .	(3,072)	6,733	7,307	574
<b>Fund balance (deficit) at beginning of year. .</b>	<u>(86)</u>	<u>(86)</u>	<u>(86)</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (3,158)</u>	<u>\$ 6,647</u>	<u>\$ 7,221</u>	<u>\$ 574</u>



**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**PARKS RECREATION IMPROVEMENT FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Investment income . . . . .	\$ -	\$ 24	\$ 8	\$ (16)
Other . . . . .	-	16,026	5,304	(10,722)
Total revenues . . . . .	-	16,050	5,312	(10,738)
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Operating . . . . .	3,100	3,100	3,287	(187)
Capital outlay . . . . .	15,000	15,000	3,370	11,630
Total expenditures . . . . .	18,100	18,100	6,657	11,443
Net change in fund balance . . . . .	(18,100)	(2,050)	(1,345)	705
<b>Fund balance at beginning of year . . . . .</b>	<u>2,083</u>	<u>2,083</u>	<u>2,083</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (16,017)</u>	<u>\$ 33</u>	<u>\$ 738</u>	<u>\$ 705</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GAS AND OIL ROYALTY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other. . . . .	\$ 1,750	\$ 1,500	\$ 1,500	\$ -
Total revenues . . . . .	<u>1,750</u>	<u>1,500</u>	<u>1,500</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Community environment				
Operating. . . . .	11,000	11,000	-	11,000
Total expenditures . . . . .	<u>11,000</u>	<u>11,000</u>	<u>-</u>	<u>11,000</u>
Net change in fund balance. . . . .	(9,250)	(9,500)	1,500	11,000
<b>Fund balance at beginning of year . . . . .</b>	<u>11,260</u>	<u>11,260</u>	<u>11,260</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 2,010</u>	<u>\$ 1,760</u>	<u>\$ 12,760</u>	<u>\$ 11,000</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
D.A.R.E. PROGRAM FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other. . . . .	\$ 100	\$ -	\$ 2,200	\$ 2,200
Total revenues . . . . .	<u>100</u>	<u>-</u>	<u>2,200</u>	<u>2,200</u>
<b>Expenditures:</b>				
Current:				
Public safety				
Operating. . . . .	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>
Total expenditures . . . . .	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>
Net change in fund balance. . . . .	(400)	(500)	2,200	2,700
<b>Fund balance at beginning of year . . . . .</b>	<u>580</u>	<u>580</u>	<u>580</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 180</u>	<u>\$ 80</u>	<u>\$ 2,780</u>	<u>\$ 2,700</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
MANDATORY DRUG FINES FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 1,100	\$ 750	\$ 1,140	\$ 390
Total revenues . . . . .	<u>1,100</u>	<u>750</u>	<u>1,140</u>	<u>390</u>
<b>Expenditures:</b>				
Current:				
Public safety				
Operating . . . . .	10,000	10,000	-	10,000
Total expenditures . . . . .	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Net change in fund balance. . . . .	(8,900)	(9,250)	1,140	10,390
<b>Fund balance at beginning of year . . . . .</b>	<u>10,525</u>	<u>10,525</u>	<u>10,525</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 1,625</u>	<u>\$ 1,275</u>	<u>\$ 11,665</u>	<u>\$ 10,390</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**LOCAL LAW ENFORCEMENT TRUST FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
Public safety				
Operating . . . . .	\$ 4,500	\$ 4,500	\$ 2,000	\$ 2,500
Capital outlay . . . . .	75,000	75,000	73,160	1,840
Total expenditures . . . . .	<u>79,500</u>	<u>79,500</u>	<u>75,160</u>	<u>4,340</u>
Excess of expenditures over revenues . . . . .	<u>(79,500)</u>	<u>(79,500)</u>	<u>(75,160)</u>	<u>4,340</u>
<b>Other financing sources:</b>				
Sale of assets . . . . .	10,000	10,000	24,174	14,174
Total other financing sources . . . . .	<u>10,000</u>	<u>10,000</u>	<u>24,174</u>	<u>14,174</u>
Net change in fund balance . . . . .	(69,500)	(69,500)	(50,986)	18,514
<b>Fund balance at beginning of year . . . . .</b>	<u>81,390</u>	<u>81,390</u>	<u>81,390</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 11,890</u>	<u>\$ 11,890</u>	<u>\$ 30,404</u>	<u>\$ 18,514</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**PARKS REVOLVING LOAN FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services. . . . .	\$ 41,093	\$ 37,925	\$ 35,414	\$ (2,511)
Intergovernmental. . . . .	11,369	10,493	9,798	(695)
Other . . . . .	67,538	62,332	58,205	(4,127)
Total revenues. . . . .	<u>120,000</u>	<u>110,750</u>	<u>103,417</u>	<u>(7,333)</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Personal services . . . . .	44,158	42,423	42,650	(227)
Operating . . . . .	64,824	77,324	76,904	420
Total expenditures. . . . .	<u>108,982</u>	<u>119,747</u>	<u>119,554</u>	<u>193</u>
Net change in fund balance . . . . .	11,018	(8,997)	(16,137)	(7,140)
<b>Fund balance at beginning of year. . . . .</b>	27,780	27,780	27,780	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,574	1,574	1,574	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 40,372</u>	<u>\$ 20,357</u>	<u>\$ 13,217</u>	<u>\$ (7,140)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SIDEWALK IMPROVEMENT PROGRAM FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Special assessment . . . . .	\$ 2,982	\$ 2,130	\$ 3,852	\$ 1,722
Other . . . . .	4,018	2,870	5,191	2,321
Total revenues . . . . .	<u>7,000</u>	<u>5,000</u>	<u>9,043</u>	<u>4,043</u>
<b>Expenditures:</b>				
Capital outlay. . . . .	<u>25,000</u>	<u>25,000</u>	<u>22,595</u>	<u>2,405</u>
Total expenditures . . . . .	<u>25,000</u>	<u>25,000</u>	<u>22,595</u>	<u>2,405</u>
Net change in fund balance. . . . .	(18,000)	(20,000)	(13,552)	6,448
<b>Fund balance at beginning of year . . . . .</b>	<u>77,672</u>	<u>77,672</u>	<u>77,672</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 59,672</u>	<u>\$ 57,672</u>	<u>\$ 64,120</u>	<u>\$ 6,448</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
CITY GRANT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 100,000	\$ 104,377	\$ 23,327	\$ (81,050)
Total revenues. . . . .	<u>100,000</u>	<u>104,377</u>	<u>23,327</u>	<u>(81,050)</u>
<b>Expenditures:</b>				
Current:				
Public safety				
Operating . . . . .	21,350	22,350	22,199	151
Community environment				
Operating . . . . .	66,064	66,064	66,064	-
Capital outlay . . . . .	-	22,277	22,277	-
Total expenditures . . . . .	<u>87,414</u>	<u>110,691</u>	<u>110,540</u>	<u>151</u>
Net change in fund balance. . . . .	12,586	(6,314)	(87,213)	(80,899)
<b>Fund balance (deficit) at beginning of year. .</b>	(80,804)	(80,804)	(80,804)	-
<b>Prior year encumbrances appropriated . . .</b>	<u>87,414</u>	<u>87,414</u>	<u>87,414</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ 19,196</u>	<u>\$ 296</u>	<u>\$ (80,603)</u>	<u>\$ (80,899)</u>



**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FEDERAL EMERGENCY MANAGEMENT AGENCY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ -	\$ 47,555	\$ 47,555	\$ -
Total revenues . . . . .	-	47,555	47,555	-
<b>Expenditures:</b>				
Current:				
Public safety				
Operating . . . . .	-	47,555	47,555	-
Total expenditures . . . . .	-	47,555	47,555	-
Net change in fund balance . . . . .	-	-	-	-
<b>Fund balance at beginning of year . . . . .</b>	-	-	-	-
<b>Fund balance at end of year . . . . .</b>	\$ -	\$ -	\$ -	\$ -

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**RENTAL REGISTRATION PROGRAM FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services . . . . .	\$ 70,000	\$ 65,000	\$ 61,990	\$ (3,010)
Total revenues . . . . .	<u>70,000</u>	<u>65,000</u>	<u>61,990</u>	<u>(3,010)</u>
<b>Expenditures:</b>				
Current:				
Community environment				
Personal services . . . . .	62,226	62,226	29,050	33,176
Operating . . . . .	<u>17,200</u>	<u>17,200</u>	<u>461</u>	<u>16,739</u>
Total expenditures . . . . .	<u>79,426</u>	<u>79,426</u>	<u>29,511</u>	<u>49,915</u>
Net change in fund balance . . . . .	(9,426)	(14,426)	32,479	46,905
<b>Fund balance at beginning of year . . . . .</b>	<u>42,080</u>	<u>42,080</u>	<u>42,080</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 32,654</u>	<u>\$ 27,654</u>	<u>\$ 74,559</u>	<u>\$ 46,905</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
NEIGHBORHOOD STABILIZATION PROGRAM FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Other financing sources (uses):</b>				
Transfers out . . . . .	(3,316)	(3,316)	(3,316)	-
Total other financing sources (uses) . . . . .	<u>(3,316)</u>	<u>(3,316)</u>	<u>(3,316)</u>	<u>-</u>
Net change in fund balance . . . . .	(3,316)	(3,316)	(3,316)	-
<b>Fund balance at beginning of year . . . . .</b>	<u>\$ 3,316</u>	<u>\$ 3,316</u>	<u>\$ 3,316</u>	<u>\$ -</u>
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND (CDBG)  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 583,357	\$ 1,600,129	\$ 771,974	\$ (828,155)
Other . . . . .	16,643	45,651	22,024	(23,627)
Total revenues . . . . .	<u>600,000</u>	<u>1,645,780</u>	<u>793,998</u>	<u>(851,782)</u>
<b>Expenditures:</b>				
Current:				
Community environment				
Operating . . . . .	<u>333,012</u>	<u>1,510,430</u>	<u>1,021,266</u>	<u>489,164</u>
Total expenditures . . . . .	<u>333,012</u>	<u>1,510,430</u>	<u>1,021,266</u>	<u>489,164</u>
Net change in fund balance. . . . .	266,988	135,350	(227,268)	(362,618)
<b>Fund balance (deficit) at beginning of year. .</b>	(489,632)	(489,632)	(489,632)	-
<b>Prior year encumbrances appropriated . . .</b>	<u>333,012</u>	<u>333,012</u>	<u>333,012</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ 110,368</u>	<u>\$ (21,270)</u>	<u>\$ (383,888)</u>	<u>\$ (362,618)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**RENTAL REHABILITATION FUND**  
 FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
General government				
Operating . . . . .	\$ 143	\$ 143	\$ 143	\$ -
Total expenditures . . . . .	<u>143</u>	<u>143</u>	<u>143</u>	<u>-</u>
Net change in fund balance. . . . .	(143)	(143)	(143)	-
<b>Fund balance at beginning of year . . . . .</b>	<u>\$ 143</u>	<u>\$ 143</u>	<u>\$ 143</u>	<u>\$ -</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
TAX INCREMENT FINANCING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 95,000	\$ 107,000	\$ 54,178	\$ (52,822)
Total revenues. . . . .	<u>95,000</u>	<u>107,000</u>	<u>54,178</u>	<u>(52,822)</u>
<b>Expenditures:</b>				
Current:				
Community environment				
Operating . . . . .	<u>162,000</u>	<u>162,000</u>	<u>57,435</u>	<u>104,565</u>
Total expenditures . . . . .	<u>162,000</u>	<u>162,000</u>	<u>57,435</u>	<u>104,565</u>
Net change in fund balance . . . . .	(67,000)	(55,000)	(3,257)	51,743
<b>Fund balance at beginning of year . . . . .</b>	<u>140,571</u>	<u>140,571</u>	<u>140,571</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 73,571</u>	<u>\$ 85,571</u>	<u>\$ 137,314</u>	<u>\$ 51,743</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**LAKE CINEMA COMPLEX MAINTENANCE FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
Leisure time activity				
Operating . . . . .	\$ 7,154	\$ 7,154	\$ 4,680	\$ 2,474
Total expenditures . . . . .	<u>7,154</u>	<u>7,154</u>	<u>4,680</u>	<u>2,474</u>
Net change in fund balance . . . . .	(7,154)	(7,154)	(4,680)	2,474
<b>Fund balance at beginning of year . . . . .</b>	<u>7,154</u>	<u>7,154</u>	<u>7,154</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,474</u>	<u>\$ 2,474</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**PROJECT IMPACT FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ -	\$ -	\$ 21,882	\$ 21,882
Total revenues . . . . .	-	-	21,882	21,882
<b>Expenditures:</b>				
Current:				
Community environment				
Operating . . . . .	72,695	72,695	74,042	(1,347)
Total expenditures . . . . .	72,695	72,695	74,042	(1,347)
Net change in fund balance. . . . .	(72,695)	(72,695)	(52,160)	20,535
<b>Fund balance at beginning of year . . . . .</b>	<u>72,695</u>	<u>72,695</u>	<u>72,695</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,535</u>	<u>\$ 20,535</u>



**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
BEAUTIFICATION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 711	\$ 904	\$ 1,050	\$ 146
Other. . . . .	89,289	113,521	131,877	18,356
Total revenues. . . . .	<u>90,000</u>	<u>114,425</u>	<u>132,927</u>	<u>18,502</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Personal services . . . . .	35,430	54,340	53,312	1,028
Operating . . . . .	<u>83,796</u>	<u>83,796</u>	<u>78,804</u>	<u>4,992</u>
Total expenditures . . . . .	<u>119,226</u>	<u>138,136</u>	<u>132,116</u>	<u>6,020</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>(29,226)</u>	<u>(23,711)</u>	<u>811</u>	<u>24,522</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	-	5,000	5,000	-
Total other financing sources. . . . .	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balance. . . . .	(29,226)	(18,711)	5,811	24,522
<b>Fund balance at beginning of year . . . . .</b>	57,397	57,397	57,397	-
<b>Prior year encumbrances appropriated . . .</b>	<u>5,227</u>	<u>5,227</u>	<u>5,227</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 33,398</u>	<u>\$ 43,913</u>	<u>\$ 68,435</u>	<u>\$ 24,522</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SENIOR CENTER TRUST FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services . . . . .	\$ 24,438	\$ 21,964	\$ 26,987	\$ 5,023
Investment income . . . . .	124	111	136	25
Other . . . . .	15,438	13,875	17,047	3,172
Total revenues. . . . .	<u>40,000</u>	<u>35,950</u>	<u>44,170</u>	<u>8,220</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Personal services . . . . .	10,239	10,239	8,225	2,014
Operating . . . . .	27,629	28,629	26,405	2,224
Capital outlay . . . . .	-	10,000	9,660	340
Total expenditures . . . . .	<u>37,868</u>	<u>48,868</u>	<u>44,290</u>	<u>4,578</u>
Net change in fund balance. . . . .	2,132	(12,918)	(120)	12,798
<b>Fund balance at beginning of year . . . . .</b>	29,723	29,723	29,723	-
<b>Prior year encumbrances appropriated . . .</b>	<u>1,882</u>	<u>1,882</u>	<u>1,882</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 33,737</u>	<u>\$ 18,687</u>	<u>\$ 31,485</u>	<u>\$ 12,798</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**FIRE PENSION FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 87,824	\$ 86,814	\$ 86,613	\$ (201)
Intergovernmental . . . . .	16,817	16,623	16,585	(38)
Total revenues . . . . .	<u>104,641</u>	<u>103,437</u>	<u>103,198</u>	<u>(239)</u>
<b>Expenditures:</b>				
Current:				
General government				
Operating . . . . .	2,500	2,500	2,386	114
Public safety				
Personal services . . . . .	<u>117,000</u>	<u>117,000</u>	<u>117,000</u>	<u>-</u>
Total expenditures . . . . .	<u>119,500</u>	<u>119,500</u>	<u>119,386</u>	<u>114</u>
Net change in fund balance. . . . .	(14,859)	(16,063)	(16,188)	(125)
<b>Fund balance at beginning of year . . . . .</b>	<u>17,367</u>	<u>17,367</u>	<u>17,367</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 2,508</u>	<u>\$ 1,304</u>	<u>\$ 1,179</u>	<u>\$ (125)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**POLICE PENSION FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 87,824	\$ 86,562	\$ 86,613	\$ 51
Intergovernmental . . . . .	16,817	16,575	16,585	10
Total revenues . . . . .	<u>104,641</u>	<u>103,137</u>	<u>103,198</u>	<u>61</u>
<b>Expenditures:</b>				
Current:				
General government				
Operating . . . . .	2,500	2,500	2,386	114
Public safety				
Personal services . . . . .	<u>118,000</u>	<u>118,000</u>	<u>118,000</u>	<u>-</u>
Total expenditures . . . . .	<u>120,500</u>	<u>120,500</u>	<u>120,386</u>	<u>114</u>
Net change in fund balance. . . . .	(15,859)	(17,363)	(17,188)	175
<b>Fund balance at beginning of year . . . . .</b>	<u>18,667</u>	<u>18,667</u>	<u>18,667</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 2,808</u>	<u>\$ 1,304</u>	<u>\$ 1,479</u>	<u>\$ 175</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COURT SPECIAL PROJECTS OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 500,000	\$ 422,000	\$ 548,717	\$ 126,717
Total revenues . . . . .	<u>500,000</u>	<u>422,000</u>	<u>548,717</u>	<u>126,717</u>
<b>Expenditures:</b>				
Current:				
General government				
Personal services. . . . .	57,212	57,212	53,444	3,768
Operating. . . . .	510,000	510,000	332,857	177,143
Capital outlay . . . . .	<u>20,000</u>	<u>20,000</u>	<u>15,485</u>	<u>4,515</u>
Total expenditures. . . . .	<u>587,212</u>	<u>587,212</u>	<u>401,786</u>	<u>185,426</u>
Net change in fund balance . . . . .	(87,212)	(165,212)	146,931	312,143
<b>Fund balance at beginning of year. . . . .</b>	<u>279,355</u>	<u>279,355</u>	<u>279,355</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 192,143</u>	<u>\$ 114,143</u>	<u>\$ 426,286</u>	<u>\$ 312,143</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMPUTER LEGAL RESEARCH FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 28,500	\$ 25,000	\$ 30,230	\$ 5,230
Total revenues . . . . .	<u>28,500</u>	<u>25,000</u>	<u>30,230</u>	<u>5,230</u>
<b>Expenditures:</b>				
Current:				
General government				
Operating. . . . .	10,000	10,000	5,544	4,456
Total expenditures. . . . .	<u>10,000</u>	<u>10,000</u>	<u>5,544</u>	<u>4,456</u>
Net change in fund balance . . . . .	18,500	15,000	24,686	9,686
<b>Fund balance at beginning of year. . . . .</b>	<u>40,228</u>	<u>40,228</u>	<u>40,228</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 58,728</u>	<u>\$ 55,228</u>	<u>\$ 64,914</u>	<u>\$ 9,686</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**BUSINESS INCENTIVE PROGRAM FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
Community environment				
Operating. . . . .	\$ 10,500	\$ 10,500	\$ -	\$ 10,500
Total expenditures. . . . .	<u>10,500</u>	<u>10,500</u>	<u>-</u>	<u>10,500</u>
Excess of revenues over expenditures. . . . .	<u>(10,500)</u>	<u>(10,500)</u>	<u>-</u>	<u>10,500</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	<u>-</u>	<u>60,000</u>	<u>15,000</u>	<u>(45,000)</u>
Total other financing sources . . . . .	<u>-</u>	<u>60,000</u>	<u>15,000</u>	<u>(45,000)</u>
Net change in fund balance . . . . .	(10,500)	49,500	15,000	(34,500)
<b>Fund balance at beginning of year. . . . .</b>	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
<b>Fund balance (deficit) at end of year. . . . .</b>	<u>\$ (500)</u>	<u>\$ 59,500</u>	<u>\$ 25,000</u>	<u>\$ (34,500)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**VACANT PROPERTY REGISTRATION FUND**  
 FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services . . . . .	\$ -	\$ -	\$ 229,100	\$ 229,100
Total revenues . . . . .	-	-	229,100	229,100
Net change in fund balance . . . . .	-	-	229,100	229,100
<b>Fund balance at beginning of year. . . . .</b>	-	-	-	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 229,100</u>	<u>\$ 229,100</u>



**CITY OF BARBERTON, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
DECEMBER 31, 2015*

	<b>General Obligation Bond Retirement</b>	<b>Special Assesment Bond Retirement</b>	<b>Total Nonmajor Debt Service Funds</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents . . . . .	\$ 32,665	\$ 371,073	\$ 403,738
Total assets . . . . .	<u>\$ 32,665</u>	<u>\$ 371,073</u>	<u>\$ 403,738</u>
 <b>Fund balances:</b>			
Restricted. . . . .	-	371,073	371,073
Committed . . . . .	<u>32,665</u>	-	<u>32,665</u>
Total fund balances . . . . .	<u>32,665</u>	<u>371,073</u>	<u>403,738</u>
Total deferred inflows of resources and fund balance .	<u>\$ 32,665</u>	<u>\$ 371,073</u>	<u>\$ 403,738</u>

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>General Obligation Bond Retirement</b>	<b>Special Assesment Bond Retirement</b>	<b>Total Nonmajor Debt Service Funds</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Revenues:</b>			
Special assessments. . . . .	\$ -	\$ 14,226	\$ 14,226
Total revenues. . . . .	<u>-</u>	<u>14,226</u>	<u>14,226</u>
<b>Expenditures:</b>			
Debt service:			
Principal retirement . . . . .	-	13,467	13,467
Interest and fiscal charges. . . . .	-	540	540
Note issuance costs . . . . .	<u>4,962</u>	<u>-</u>	<u>4,962</u>
Total expenditures . . . . .	<u>4,962</u>	<u>14,007</u>	<u>18,969</u>
Net change in fund balances. . . . .	(4,962)	219	(4,743)
<b>Fund balances at beginning of year . . . . .</b>	<u>37,627</u>	<u>370,854</u>	<u>408,481</u>
<b>Fund balances at end of year . . . . .</b>	<u><u>\$ 32,665</u></u>	<u><u>\$ 371,073</u></u>	<u><u>\$ 403,738</u></u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL OBLIGATION BOND RETIREMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Debt service:				
Note issuance costs . . . . .	\$ 2,500	\$ 5,500	\$ 4,962	\$ 538
Total expenditures . . . . .	<u>2,500</u>	<u>5,500</u>	<u>4,962</u>	<u>538</u>
Net change in fund balance . . . . .	(2,500)	(5,500)	(4,962)	538
<b>Fund balance at beginning of year . . . . .</b>	<u>37,627</u>	<u>37,627</u>	<u>37,627</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 35,127</u>	<u>\$ 32,127</u>	<u>\$ 32,665</u>	<u>\$ 538</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SPECIAL ASSESSMENT BOND RETIREMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Special assessments. . . . .	\$ 63,000	\$ 50,200	\$ 14,226	\$ (35,974)
Total revenues. . . . .	<u>63,000</u>	<u>50,200</u>	<u>14,226</u>	<u>(35,974)</u>
<b>Expenditures:</b>				
Debt service:				
Principal retirement. . . . .	13,470	13,470	13,468	2
Interest and fiscal charges. . . . .	545	545	539	6
Total expenditures. . . . .	<u>14,015</u>	<u>14,015</u>	<u>14,007</u>	<u>8</u>
Net change in fund balance . . . . .	48,985	36,185	219	(35,966)
<b>Fund balance at beginning of year. . . . .</b>	<u>370,854</u>	<u>370,854</u>	<u>370,854</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 419,839</u>	<u>\$ 407,039</u>	<u>\$ 371,073</u>	<u>\$ (35,966)</u>

**CITY OF BARBERTON, OHIO**  
*COMBINING BALANCE SHEET*  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
*DECEMBER 31, 2015*

	<b>Senior Center Construction</b>	<b>Infrastructure Improvement Reserve</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 14,074	\$ 443,222	\$ 457,296
Total assets . . . . .	\$ 14,074	\$ 443,222	\$ 457,296
<b>Liabilities:</b>			
Contracts payable . . . . .	\$ -	\$ 53,590	\$ 53,590
Total liabilities . . . . .	-	53,590	53,590
<b>Fund balances:</b>			
Restricted. . . . .	14,074	-	14,074
Committed . . . . .	-	389,632	389,632
Total fund balances . . . . .	14,074	389,632	403,706
Total liabilities, deferred inflows of resources and fund balances . . . . .	\$ 14,074	\$ 443,222	\$ 457,296

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Senior Center Construction</b>	<b>Infrastructure Improvement Reserve</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Revenues:</b>			
Intergovernmental . . . . .	\$ -	\$ 2,256,477	\$ 2,256,477
Investment income . . . . .	53	2,444	2,497
	<hr/>	<hr/>	<hr/>
Total revenues . . . . .	53	2,258,921	2,258,974
	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>			
Capital outlay . . . . .	4	2,551,370	2,551,374
	<hr/>	<hr/>	<hr/>
Total expenditures . . . . .	4	2,551,370	2,551,374
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures . . . . .	49	(292,449)	(292,400)
	<hr/>	<hr/>	<hr/>
<b>Other financing sources:</b>			
Transfers in . . . . .	-	3,316	3,316
	<hr/>	<hr/>	<hr/>
Total other financing sources . . . . .	-	3,316	3,316
	<hr/>	<hr/>	<hr/>
Net change in fund balances . . . . .	49	(289,133)	(289,084)
	<hr/>	<hr/>	<hr/>
<b>Fund balances at beginning of year . . . . .</b>	14,025	678,765	692,790
	<hr/>	<hr/>	<hr/>
<b>Fund balances at end of year . . . . .</b>	\$ 14,074	\$ 389,632	\$ 403,706
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SENIOR CENTER CONSTRUCTION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Investment income . . . . .	\$ -	\$ 20	\$ 53	\$ 33
Total revenues. . . . .	-	20	53	33
<b>Expenditures:</b>				
Capital outlay:				
Operating . . . . .	10	10	4	6
Total expenditures. . . . .	10	10	4	6
Net change in fund balance . . . . .	(10)	10	49	39
<b>Fund balance at beginning of year. . . . .</b>	<u>14,025</u>	<u>14,025</u>	<u>14,025</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 14,015</u>	<u>\$ 14,035</u>	<u>\$ 14,074</u>	<u>\$ 39</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
INFRASTRUCTURE IMPROVEMENT RESERVE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 344,627	\$ 3,370,070	\$ 2,256,477	\$ (1,113,593)
Investment income . . . . .	373	3,650	2,444	(1,206)
Total revenues. . . . .	<u>345,000</u>	<u>3,373,720</u>	<u>2,258,921</u>	<u>(1,114,799)</u>
<b>Expenditures:</b>				
Capital outlay:				
Operating . . . . .	200	200	198	2
Capital outlay . . . . .	<u>3,012,948</u>	<u>3,187,948</u>	<u>2,612,641</u>	<u>575,307</u>
Total expenditures. . . . .	<u>3,013,148</u>	<u>3,188,148</u>	<u>2,612,839</u>	<u>575,309</u>
Excess of expenditures over revenues . . . . .	<u>(2,668,148)</u>	<u>185,572</u>	<u>(353,918)</u>	<u>(539,490)</u>
<b>Other financing sources (uses):</b>				
Transfers in. . . . .	-	3,316	3,316	-
Total other financing sources (uses) . . . . .	<u>-</u>	<u>3,316</u>	<u>3,316</u>	<u>-</u>
Net change in fund balance. . . . .	(2,668,148)	188,888	(350,602)	(539,490)
<b>Fund balance at beginning of year . . . . .</b>	560,353	560,353	560,353	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>118,412</u>	<u>118,412</u>	<u>118,412</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ (1,989,383)</u>	<u>\$ 867,653</u>	<u>\$ 328,163</u>	<u>\$ (539,490)</u>



**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
STREET CAPITAL IMPROVEMENTS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Municipal income taxes . . . . .	\$ 1,100,000	\$ 1,096,100	\$ 1,413,354	\$ 317,254
Total revenues. . . . .	<u>1,100,000</u>	<u>1,096,100</u>	<u>1,413,354</u>	<u>317,254</u>
<b>Expenditures:</b>				
Capital outlay:				
Operating . . . . .	35,000	35,000	31,534	3,466
Capital outlay . . . . .	2,440,314	2,990,391	2,703,715	286,676
Debt service:				
Principal retirement. . . . .	2,000,000	2,000,000	2,000,000	-
Interest and fiscal charges. . . . .	102,000	102,000	10,200	91,800
Total expenditures. . . . .	<u>4,577,314</u>	<u>5,127,391</u>	<u>4,745,449</u>	<u>381,942</u>
Excess of expenditures over revenues . . . . .	<u>(3,477,314)</u>	<u>(4,031,291)</u>	<u>(3,332,095)</u>	<u>699,196</u>
<b>Other financing sources (uses):</b>				
Notes issued. . . . .	2,000,000	3,500,000	3,500,000	-
Total other financing sources (uses) . . . . .	<u>2,000,000</u>	<u>3,500,000</u>	<u>3,500,000</u>	<u>-</u>
Net change in fund balance. . . . .	(1,477,314)	(531,291)	167,905	699,196
<b>Fund balance at beginning of year . . . . .</b>	973,800	973,800	973,800	-
<b>Prior year encumbrances appropriated . . .</b>	<u>100,314</u>	<u>100,314</u>	<u>100,314</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u><u>\$ (403,200)</u></u>	<u><u>\$ 542,823</u></u>	<u><u>\$ 1,242,019</u></u>	<u><u>\$ 699,196</u></u>

**CITY OF BARBERTON, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - PROPRIETARY FUNDS*

**ENTERPRISE FUNDS**

To account for the financing of costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis that are financed or recovered primarily through user charges.

**Major Enterprise Funds**

***Water Fund***

This fund accounts for revenues generated from the charges for the treatment and provision of water to the residents and commercial users of the City.

***Sewer Fund***

This fund accounts for the sanitary sewer services provided to the residents and commercial users of the City. The costs of providing these services are financed primarily through user charges.

***Solid Waste Fund***

This fund accounts for refuse and recycling collection services provided to residential users within the City.

**Nonmajor Enterprise Fund**

***Storm Water Fund***

This fund accounts for the storm drainage runoff services provided to the residents and commercial users of the City. The costs of providing these services are financed primarily through user charges.

**INTERNAL SERVICE FUNDS**

To account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

***Health Insurance Fund***

This fund accounts for the costs of medical benefits provided to the City's employees.

***Internal Allocation Fund***

This fund accounts for the cost of postage and gasoline used by City departments and outside sources.

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
WATER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 4,234,908	\$ 7,904,786	\$ 6,243,114	\$ (1,661,672)
Other . . . . .	15,708	29,320	23,157	(6,163)
Total revenues . . . . .	<u>4,250,616</u>	<u>7,934,106</u>	<u>6,266,271</u>	<u>(1,667,835)</u>
<b>Operating expenses:</b>				
Personal services . . . . .	2,468,681	2,468,681	2,298,745	169,936
Contractual services . . . . .	494,439	541,029	418,075	122,954
Materials and supplies . . . . .	1,568,627	1,753,627	1,495,997	257,630
Other . . . . .	28,150	28,150	25,724	2,426
Capital outlay . . . . .	<u>6,428,545</u>	<u>8,787,555</u>	<u>8,055,866</u>	<u>731,689</u>
Total expenses . . . . .	<u>10,988,442</u>	<u>13,579,042</u>	<u>12,294,407</u>	<u>1,284,635</u>
Operating loss . . . . .	<u>(6,737,826)</u>	<u>(5,644,936)</u>	<u>(6,028,136)</u>	<u>(383,200)</u>
<b>Nonoperating revenues (expenses):</b>				
Investment income . . . . .	3,904	7,287	5,755	(1,532)
Loans issued . . . . .	1,307,497	2,440,545	1,927,516	(513,029)
Debt service:				
Principal retirement . . . . .	(729,970)	(824,970)	(771,116)	53,854
Interest and fiscal charges . . . . .	<u>(427,035)</u>	<u>(332,035)</u>	<u>(302,804)</u>	<u>29,231</u>
Total nonoperating revenues (expenses) . . . . .	<u>154,396</u>	<u>1,290,827</u>	<u>859,351</u>	<u>(431,476)</u>
Net income (loss) before capital contributions . . . . .	(6,583,430)	(4,354,109)	(5,168,785)	(814,676)
Capital contributions . . . . .	<u>422,983</u>	<u>789,530</u>	<u>623,562</u>	<u>(165,968)</u>
Net change in fund equity . . . . .	(6,160,447)	(3,564,579)	(4,545,223)	(980,644)
<b>Fund equity at beginning of year . . . . .</b>	664,714	664,714	664,714	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>5,408,591</u>	<u>5,408,591</u>	<u>5,408,591</u>	-
<b>Fund equity at end of year . . . . .</b>	<u>\$ (87,142)</u>	<u>\$ 2,508,726</u>	<u>\$ 1,528,082</u>	<u>\$ (980,644)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SEWER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 4,386,463	\$ 5,369,464	\$ 4,375,797	\$ (993,667)
Other . . . . .	13,537	16,571	13,504	(3,067)
Total revenues . . . . .	4,400,000	5,386,035	4,389,301	(996,734)
<b>Operating expenses:</b>				
Personal services . . . . .	2,267,543	2,267,543	1,996,135	271,408
Contractual services . . . . .	478,418	792,918	715,803	77,115
Materials and supplies . . . . .	1,322,422	1,439,422	1,257,598	181,824
Other . . . . .	21,700	21,700	14,874	6,826
Capital outlay . . . . .	2,468,716	2,468,716	1,470,160	998,556
Total expenses . . . . .	6,558,799	6,990,299	5,454,570	1,535,729
Operating loss . . . . .	(2,158,799)	(1,604,264)	(1,065,269)	538,995
<b>Nonoperating revenues (expenses):</b>				
Loans issued . . . . .	-	963,007	963,007	-
Debt service:				
Principal retirement . . . . .	(301,445)	(301,445)	(274,949)	26,496
Interest and fiscal charges . . . . .	(179,880)	(179,880)	(136,105)	43,775
Total nonoperating revenues (expenses) . . .	(481,325)	481,682	551,953	70,271
Net change in fund equity . . . . .	(2,640,124)	(1,122,582)	(513,316)	609,266
<b>Fund equity at beginning of year . . . . .</b>	2,156,360	2,156,360	2,156,360	-
<b>Prior year encumbrances appropriated . . .</b>	317,954	317,954	317,954	-
<b>Fund equity at end of year . . . . .</b>	\$ (165,810)	\$ 1,351,732	\$ 1,960,998	\$ 609,266

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SOLID WASTE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 1,925,000	\$ 1,915,000	\$ 1,898,998	\$ (16,002)
Other. . . . .	-	-	656	656
Total revenues . . . . .	<u>1,925,000</u>	<u>1,915,000</u>	<u>1,899,654</u>	<u>(15,346)</u>
<b>Operating expenses:</b>				
Personal services. . . . .	100,530	100,530	99,340	1,190
Contractual services . . . . .	2,057,242	2,057,242	1,644,186	413,056
Materials and supplies . . . . .	36,225	36,225	26,273	9,952
Total expenses . . . . .	<u>2,193,997</u>	<u>2,193,997</u>	<u>1,769,799</u>	<u>424,198</u>
Net change in fund equity . . . . .	(268,997)	(278,997)	129,855	408,852
<b>Fund equity at beginning of year. . . . .</b>	1,592,295	1,592,295	1,592,295	-
<b>Prior year encumbrances appropriated . . .</b>	<u>127,640</u>	<u>127,640</u>	<u>127,640</u>	-
<b>Fund equity at end of year . . . . .</b>	<u>\$ 1,450,938</u>	<u>\$ 1,440,938</u>	<u>\$ 1,849,790</u>	<u>\$ 408,852</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
STORM WATER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 742,667	\$ 738,883	\$ 770,468	\$ 31,585
Other. . . . .	24,320	24,196	25,230	1,034
Total revenues . . . . .	<u>766,987</u>	<u>763,079</u>	<u>795,698</u>	<u>32,619</u>
<b>Operating expenses:</b>				
Personal services. . . . .	379,809	379,809	307,232	72,577
Contractual services . . . . .	71,445	71,445	55,011	16,434
Materials and supplies . . . . .	221,820	221,820	159,019	62,801
Capital outlay . . . . .	590,546	727,546	391,961	335,585
Total expenses . . . . .	<u>1,263,620</u>	<u>1,400,620</u>	<u>913,223</u>	<u>487,397</u>
Operating loss . . . . .	<u>(496,633)</u>	<u>(637,541)</u>	<u>(117,525)</u>	<u>520,016</u>
<b>Nonoperating revenues (expenses):</b>				
Intergovernmental . . . . .	18,012	17,920	18,686	766
Debt service:				
Principal retirement . . . . .	(39,205)	(39,205)	(39,199)	6
Interest and fiscal charges . . . . .	(3,140)	(3,140)	(3,133)	7
Total nonoperating revenues (expenses) . . . . .	<u>(24,333)</u>	<u>(24,425)</u>	<u>(23,646)</u>	<u>779</u>
Net change in fund equity . . . . .	(520,966)	(661,966)	(141,171)	520,795
<b>Fund equity at beginning of year. . . . .</b>	505,001	505,001	505,001	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>234,381</u>	<u>234,381</u>	<u>234,381</u>	<u>-</u>
<b>Fund equity at end of year . . . . .</b>	<u>\$ 218,416</u>	<u>\$ 77,416</u>	<u>\$ 598,211</u>	<u>\$ 520,795</u>

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
DECEMBER 31, 2015*

	<b>Health Insurance</b>	<b>Internal Allocation</b>	<b>Total Internal Service Funds</b>
<b>Assets:</b>			
Current assets:			
Equity in pooled cash and cash equivalents . . .	\$ 912,514	\$ 46,298	\$ 958,812
Receivables:			
Accounts . . . . .	-	5,738	5,738
Total assets . . . . .	<u>912,514</u>	<u>52,036</u>	<u>964,550</u>
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable . . . . .	-	51,943	51,943
Claims payable. . . . .	158,956	-	158,956
Total liabilities . . . . .	<u>158,956</u>	<u>51,943</u>	<u>210,899</u>
<b>Net position:</b>			
Unrestricted . . . . .	753,558	93	753,651
Total net position . . . . .	<u><u>\$ 753,558</u></u>	<u><u>\$ 93</u></u>	<u><u>\$ 753,651</u></u>

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Health Insurance</b>	<b>Internal Allocation</b>	<b>Total Internal Service Funds</b>
<b>Operating revenues:</b>			
Charges for services . . . . .	\$ 2,602,038	\$ 354,908	\$ 2,956,946
Other . . . . .	7,854	-	7,854
Total operating revenues. . . . .	<u>2,609,892</u>	<u>354,908</u>	<u>2,964,800</u>
<b>Operating expenses:</b>			
Contract services. . . . .	35,603	-	35,603
Materials and supplies . . . . .	-	383,428	383,428
Claims . . . . .	3,011,961	-	3,011,961
Other . . . . .	<u>1,275</u>	<u>-</u>	<u>1,275</u>
Total operating expenses. . . . .	<u>3,048,839</u>	<u>383,428</u>	<u>3,432,267</u>
Changes in net position. . . . .	(438,947)	(28,520)	(467,467)
<b>Net position at beginning of year . . . . .</b>	<u>1,192,505</u>	<u>28,613</u>	<u>1,221,118</u>
<b>Net position at end of year. . . . .</b>	<u>\$ 753,558</u>	<u>\$ 93</u>	<u>\$ 753,651</u>



**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Health Insurance</b>	<b>Internal Allocation</b>	<b>Total Internal Service Funds</b>
<b>Cash flows from operating activities:</b>			
Cash received from customers . . . . .	\$ 2,602,038	\$ 356,385	\$ 2,958,423
Cash received from other operations. . . . .	15,384	-	15,384
Cash payments for contract services . . . . .	(35,603)	-	(35,603)
Cash payments for materials and supplies . . . . .	-	(346,647)	(346,647)
Cash payments for claims . . . . .	(2,962,871)	-	(2,962,871)
Cash payments for other expenses . . . . .	<u>(1,275)</u>	<u>-</u>	<u>(1,275)</u>
 Net increase (decrease) in cash and cash equivalents . . . . .	 (382,327)	 9,738	 (372,589)
 <b>Cash and cash equivalents at beginning of year</b>	 <u>1,294,841</u>	 <u>36,560</u>	 <u>1,331,401</u>
<b>Cash and cash equivalents at end of year . . . . .</b>	<b><u>\$ 912,514</u></b>	<b><u>\$ 46,298</u></b>	<b><u>\$ 958,812</u></b>
 <b>Reconciliation of operating loss to net cash provided by (used in) operating activities:</b>			
Operating loss . . . . .	\$ (438,947)	\$ (28,520)	\$ (467,467)
 Changes in assets and liabilities:			
Decrease in accounts receivable. . . . .	7,530	1,477	9,007
Increase in accounts payable. . . . .	-	36,781	36,781
Increase in claims payable. . . . .	<u>49,090</u>	<u>-</u>	<u>49,090</u>
 Net cash provided by (used in) operating activities . . . . .	 <u>\$ (382,327)</u>	 <u>\$ 9,738</u>	 <u>\$ (372,589)</u>

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
HEALTH INSURANCE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 2,833,249	\$ 2,478,347	\$ 2,602,038	\$ 123,691
Other. . . . .	16,751	14,653	15,384	731
Total revenues . . . . .	2,850,000	2,493,000	2,617,422	124,422
<b>Operating expenses:</b>				
Contractual services . . . . .	3,179,900	3,268,650	2,962,871	305,779
Claims . . . . .	38,000	46,000	35,603	10,397
Other. . . . .	5,000	5,000	3,000	2,000
Total expenses . . . . .	3,222,900	3,319,650	3,001,474	318,176
Net change in fund equity . . . . .	(372,900)	(826,650)	(384,052)	442,598
<b>Fund equity at beginning of year. . . . .</b>	1,294,841	1,294,841	1,294,841	-
<b>Fund equity at end of year . . . . .</b>	\$ 921,941	\$ 468,191	\$ 910,789	\$ 442,598

**CITY OF BARBERTON, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
INTERNAL ALLOCATION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 540,000	\$ 517,500	\$ 356,385	\$ (161,115)
Total revenues . . . . .	<u>540,000</u>	<u>517,500</u>	<u>356,385</u>	<u>(161,115)</u>
<b>Operating expenses:</b>				
Materials and supplies . . . . .	551,289	551,289	368,592	182,697
Total expenses . . . . .	<u>551,289</u>	<u>551,289</u>	<u>368,592</u>	<u>182,697</u>
Net change in fund equity . . . . .	(11,289)	(33,789)	(12,207)	21,582
<b>Fund equity at beginning of year. . . . .</b>	32,771	32,771	32,771	-
<b>Prior year encumbrances appropriated . . .</b>	<u>3,789</u>	<u>3,789</u>	<u>3,789</u>	<u>-</u>
<b>Fund equity at end of year . . . . .</b>	<u>\$ 25,271</u>	<u>\$ 2,771</u>	<u>\$ 24,353</u>	<u>\$ 21,582</u>

**CITY OF BARBERTON, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTION - AGENCY FUNDS*

**Agency Funds**

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

***Deposit Fund***

To account for monies put on deposit with the City in accordance with various City ordinances.

***New Haven/Forest City Fund***

This fund accounts for monies received by the City that are required to be distributed to various entities for use in constructing the New Haven development and making the associated debt payments.

**CITY OF BARBERTON, OHIO**

*COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2015*

	<b>Beginning Balance 12/31/2014</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance 12/31/2015</b>
<b>Deposit</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 15,722	\$ 16,280	\$ -	\$ 32,002
Total assets. . . . .	<u>\$ 15,722</u>	<u>\$ 16,280</u>	<u>\$ -</u>	<u>\$ 32,002</u>
<b>Liabilities:</b>				
Deposits held and due to others . . . . .	\$ 15,722	\$ 16,280	\$ -	\$ 32,002
Total liabilities . . . . .	<u>\$ 15,722</u>	<u>\$ 16,280</u>	<u>\$ -</u>	<u>\$ 32,002</u>
 <b>New Haven/Forest City</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 22,000	\$ -	\$ -	\$ 22,000
Total assets. . . . .	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>
<b>Liabilities:</b>				
Deposits held and due to others . . . . .	\$ 22,000	\$ -	\$ -	\$ 22,000
Total liabilities . . . . .	<u>\$ 22,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,000</u>
 <b>Total Agency Funds</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 37,722	\$ 16,280	\$ -	\$ 54,002
Total assets. . . . .	<u>\$ 37,722</u>	<u>\$ 16,280</u>	<u>\$ -</u>	<u>\$ 54,002</u>
<b>Liabilities:</b>				
Deposits held and due to others . . . . .	\$ 37,722	\$ 16,280	\$ -	\$ 54,002
Total liabilities . . . . .	<u>\$ 37,722</u>	<u>\$ 16,280</u>	<u>\$ -</u>	<u>\$ 54,002</u>

**THIS PAGE IS INTENTIONALLY LEFT BLANK**

# **STATISTICAL SECTION**

**THIS PAGE IS INTENTIONALLY LEFT BLANK**



**CITY OF BARBERTON, OHIO**  
*STATISTICAL SECTION*  
*TABLE OF CONTENTS*

This part of the City of Barberton's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>174-183</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources; income and property taxes.	<b>184-191</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	<b>192-199</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>200-201</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	<b>202-207</b>

**Sources:** Sources are noted on the individual schedules.

**CITY OF BARBERTON, OHIO**

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 26,141,902	\$ 24,516,073	\$ 23,611,193	\$ 20,259,877
Restricted for:				
Capital projects	1,667,101	1,272,184	13,989	13,978
Debt service	371,073	384,276	387,469	388,438
Transportation projects	156,342	487,752	325,916	673,038
Community development projects	103,851	232,228	156,812	90,316
Other projects	3,183,731	2,773,322	2,051,785	1,667,946
Unrestricted	<u>(11,295,021)</u>	<u>(11,738,830)</u>	<u>4,084,879</u>	<u>4,196,682</u>
Total governmental activities net position	<u>\$ 20,328,979</u>	<u>\$ 17,927,005</u>	<u>\$ 30,632,043</u>	<u>\$ 27,290,275</u>
<b>Business-type Activities</b>				
Net investment in capital assets	\$ 35,691,780	\$ 35,824,961	\$ 36,308,495	\$ 36,273,472
Restricted for:				
Debt service	-	-	-	-
Other projects	321,963	321,963	321,963	345,427
Unrestricted	<u>9,913,682</u>	<u>8,756,671</u>	<u>9,425,873</u>	<u>8,676,308</u>
Total business-type activities net position	<u>\$ 45,927,425</u>	<u>\$ 44,903,595</u>	<u>\$ 46,056,331</u>	<u>\$ 45,295,207</u>
<b>Total Primary Government</b>				
Net investment in capital assets	\$ 61,833,682	\$ 60,341,034	\$ 59,919,688	\$ 56,533,349
Restricted for:				
Capital projects	1,667,101	1,272,184	13,989	13,978
Debt service	371,073	384,276	387,469	388,438
Transportation projects	156,342	487,752	325,916	673,038
Community development projects	103,851	232,228	156,812	90,316
Other projects	3,505,694	3,095,285	2,373,748	2,013,373
Unrestricted	<u>(1,381,339)</u>	<u>(2,982,159)</u>	<u>13,510,752</u>	<u>12,872,990</u>
Total primary government net position	<u>\$ 66,256,404</u>	<u>\$ 62,830,600</u>	<u>\$ 76,688,374</u>	<u>\$ 72,585,482</u>

Note: 2014 amounts have been restated to account for the implementation of GASB Statements 68 and 71.

<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
\$ 19,800,292	\$ 19,684,621	\$ 18,536,399	\$ 17,207,130	\$ 17,895,365	\$ 15,884,161
13,961	17,514	1,142,832	633,917	779,845	2,337,727
391,077	388,275	415,866	299,259	506,371	516,125
863,555	865,379	881,165	1,204,290	1,221,355	1,095,324
151,125	617,997	588,994	1,028,741	997,544	862,668
1,437,828	1,390,848	1,223,244	1,269,994	1,050,941	1,269,116
4,662,644	2,131,736	401,450	3,298,794	2,914,075	3,191,576
<u>\$ 27,320,482</u>	<u>\$ 25,096,370</u>	<u>\$ 23,189,950</u>	<u>\$ 24,942,125</u>	<u>\$ 25,365,496</u>	<u>\$ 25,156,697</u>
\$ 34,551,830	\$ 33,376,864	\$ 30,422,322	\$ 31,995,482	\$ 31,383,963	\$ 30,704,621
-	-	-	-	-	31,821
419,483	566,545	801,222	1,039,101	1,008,948	1,237,596
8,781,726	8,881,635	8,211,503	6,806,972	6,485,673	5,975,596
<u>\$ 43,753,039</u>	<u>\$ 42,825,044</u>	<u>\$ 39,435,047</u>	<u>\$ 39,841,555</u>	<u>\$ 38,878,584</u>	<u>\$ 37,949,634</u>
\$ 54,352,122	\$ 53,061,485	\$ 48,958,721	\$ 49,202,612	\$ 49,279,328	\$ 46,588,782
13,961	17,514	1,142,832	633,917	779,845	2,337,727
391,077	388,275	415,866	299,259	506,371	547,946
863,555	865,379	881,165	1,204,290	1,221,355	1,095,324
151,125	617,997	588,994	1,028,741	997,544	862,668
1,857,311	1,957,393	2,024,466	2,309,095	2,059,889	2,506,712
13,444,370	11,013,371	8,612,953	10,105,766	9,399,748	9,167,172
<u>\$ 71,073,521</u>	<u>\$ 67,921,414</u>	<u>\$ 62,624,997</u>	<u>\$ 64,783,680</u>	<u>\$ 64,244,080</u>	<u>\$ 63,106,331</u>

**CITY OF BARBERTON, OHIO**

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>Program Revenues:</b>				
Governmental activities:				
Charges for services:				
General government	\$ 2,612,322	\$ 2,643,878	\$ 2,574,433	\$ 2,133,191
Public safety	801,105	654,036	703,890	743,319
Health and welfare	-	-	-	-
Transportation	88,894	82,032	90,413	85,187
Community environment	578,647	242,385	306,094	316,971
Leisure time activities	118,879	117,156	95,759	103,380
Operating grants and contributions	2,618,738	2,650,831	4,402,420	4,081,718
Capital grants and contributions	2,620,245	1,268,540	3,016,298	250,412
Total governmental activities program revenues	<u>9,438,830</u>	<u>7,658,858</u>	<u>11,189,307</u>	<u>7,714,178</u>
Business-type activities:				
Charges for services:				
Water	6,274,503	5,841,318	5,751,556	5,651,426
Sewer	4,381,027	4,372,354	3,991,723	4,115,822
Storm Water	774,231	769,099	784,719	772,796
Solid Waste	1,909,441	1,893,792	1,926,288	2,031,897
Community Center	-	-	-	-
Lake Cinema	-	-	-	-
Capital grants and contributions	890,093	363,719	270,164	953,470
Total business-type activities program revenues	<u>14,229,295</u>	<u>13,240,282</u>	<u>12,724,450</u>	<u>13,525,411</u>
Total primary government	<u>\$ 23,668,125</u>	<u>\$ 20,899,140</u>	<u>\$ 23,913,757</u>	<u>\$ 21,239,589</u>
<b>Expenses:</b>				
Governmental activities:				
General government	\$ 5,960,722	\$ 4,529,680	\$ 4,485,947	\$ 4,150,178
Public safety	11,042,798	10,867,615	10,692,505	10,221,486
Health and welfare	-	-	-	-
Transportation	3,144,466	1,997,575	2,227,248	2,725,173
Community environment	1,478,578	1,106,684	3,108,590	2,109,074
Leisure time activities	1,353,380	1,380,232	1,468,383	1,334,529
Intergovernmental	-	-	-	-
Interest and fiscal charges	74,699	134,565	129,056	188,459
Total governmental activities expenses	<u>23,054,643</u>	<u>20,016,351</u>	<u>22,111,729</u>	<u>20,728,899</u>
Business-type activities:				
Water	5,152,707	4,500,198	4,389,879	4,335,601
Sewer	5,559,234	5,241,551	5,004,111	4,987,464
Solid Waste	1,649,099	1,475,887	1,786,391	1,894,645
Storm Water	947,090	807,629	892,421	817,705
Community Center	-	-	-	-
Lake Cinema	-	-	-	-
Total business-type activities expenses	<u>13,308,130</u>	<u>12,025,265</u>	<u>12,072,802</u>	<u>12,035,415</u>
Total primary government	<u>\$ 36,362,773</u>	<u>\$ 32,041,616</u>	<u>\$ 34,184,531</u>	<u>\$ 32,764,314</u>
Governmental activities	\$ (13,615,813)	\$ (12,357,493)	\$ (10,922,422)	\$ (13,014,721)
Business-type activities	921,165	1,215,017	651,648	1,489,996
Total primary government net expense	<u>\$ (12,694,648)</u>	<u>\$ (11,142,476)</u>	<u>\$ (10,270,774)</u>	<u>\$ (11,524,725)</u>

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 2,148,444	\$ 1,824,354	\$ 1,892,083	\$ 1,786,759	\$ 1,547,954	\$ 1,600,236
677,035	777,898	603,223	621,327	523,684	463,696
20	296,202	616,814	798,884	973,909	854,293
41,657	42,851	46,636	79,507	4,520	48,592
334,881	120,405	167,840	172,991	179,663	233,326
106,764	91,785	130,748	94,240	138,278	80,098
3,863,176	5,092,156	4,164,877	3,855,139	3,521,558	3,702,419
459,731	67,564	145,229	147,321	152,821	160,183
<u>7,631,708</u>	<u>8,313,215</u>	<u>7,767,450</u>	<u>7,556,168</u>	<u>7,042,387</u>	<u>7,142,843</u>
5,063,541	5,100,123	4,594,956	4,574,609	4,242,131	4,202,919
4,066,329	4,163,396	4,096,518	4,289,991	4,347,404	4,091,632
782,248	770,433	743,787	796,332	775,680	498,372
2,023,183	2,002,081	1,939,373	1,835,994	1,839,605	1,467,339
-	-	-	-	80,666	292,976
-	-	-	-	-	257
547,789	2,547,429	-	-	-	-
<u>12,483,090</u>	<u>14,583,462</u>	<u>11,374,634</u>	<u>11,496,926</u>	<u>11,285,486</u>	<u>10,553,495</u>
<u>\$ 20,114,798</u>	<u>\$ 22,896,677</u>	<u>\$ 19,142,084</u>	<u>\$ 19,053,094</u>	<u>\$ 18,327,873</u>	<u>\$ 17,696,338</u>
\$ 4,408,029	\$ 4,259,141	\$ 4,554,994	\$ 4,619,097	\$ 3,883,172	\$ 4,097,563
10,096,123	10,082,932	11,207,888	11,339,496	10,049,252	9,745,177
28,342	847,498	1,511,973	1,889,854	2,343,579	2,384,744
2,730,584	1,866,192	2,340,290	2,265,378	2,025,147	2,218,732
2,741,517	3,321,424	2,292,939	1,855,258	1,535,323	1,303,440
1,328,524	1,314,014	1,294,285	1,636,664	1,240,444	1,742,270
-	-	-	-	1,578,763	1,328,572
233,974	268,040	289,245	253,275	265,787	283,305
<u>21,567,093</u>	<u>21,959,241</u>	<u>23,491,614</u>	<u>23,859,022</u>	<u>22,921,467</u>	<u>23,103,803</u>
4,058,731	4,364,080	4,158,746	3,778,649	4,241,689	4,295,926
4,598,025	4,277,917	4,497,443	4,542,875	4,284,959	4,017,338
1,872,929	1,868,090	1,760,928	1,773,299	1,785,145	1,500,928
786,687	703,295	684,083	650,516	648,268	292,441
-	-	-	131,104	362,163	547,635
-	-	-	-	2,005	2,005
<u>11,316,372</u>	<u>11,213,382</u>	<u>11,101,200</u>	<u>10,876,443</u>	<u>11,324,229</u>	<u>10,656,273</u>
<u>\$ 32,883,465</u>	<u>\$ 33,172,623</u>	<u>\$ 34,592,814</u>	<u>\$ 34,735,465</u>	<u>\$ 34,245,696</u>	<u>\$ 33,760,076</u>
\$ (13,935,385)	\$ (13,646,026)	\$ (15,724,164)	\$ (16,302,854)	\$ (15,879,080)	\$ (15,960,960)
1,166,718	3,370,080	273,434	620,483	(38,743)	(102,778)
<u>\$ (12,768,667)</u>	<u>\$ (10,275,946)</u>	<u>\$ (15,450,730)</u>	<u>\$ (15,682,371)</u>	<u>\$ (15,917,823)</u>	<u>\$ (16,063,738)</u>

**CITY OF BARBERTON, OHIO**

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b>General Revenues and Other Changes in Net Position:</b>				
Governmental activities				
Taxes:				
Property taxes levied for:				
General purposes	\$ 838,174	\$ 821,891	\$ 819,091	\$ 637,608
Fire capital levy	214,886	212,496	211,786	211,858
Police pension	86,700	85,016	84,714	84,744
Fire pension	86,700	85,016	84,714	84,744
Municipal income taxes levied for:				
General purposes	11,777,925	11,105,638	11,304,650	9,913,010
Capital outlay	1,450,801	1,315,595	-	-
Grants and entitlements				
not restricted to specific programs	1,327,145	1,396,374	1,574,050	1,965,699
Investment earnings	85,109	55,658	17,499	31,249
Other	150,347	287,063	167,686	86,748
Special item	-	-	-	-
Transfers	-	-	-	(31,146)
Total governmental activities	<u>16,017,787</u>	<u>15,364,747</u>	<u>14,264,190</u>	<u>12,984,514</u>
Business-type activities				
Grants and entitlements				
not restricted to specific programs	21,962	18,686	-	-
Investment earnings	18,155	6,808	35,066	6,071
Other	62,548	56,373	74,410	14,955
Transfers	-	-	-	31,146
Special item - disposal of community center	-	-	-	-
Total business-type activities	<u>102,665</u>	<u>81,867</u>	<u>109,476</u>	<u>52,172</u>
Total primary government	<u>\$ 16,120,452</u>	<u>\$ 15,446,614</u>	<u>\$ 14,373,666</u>	<u>\$ 13,036,686</u>
<b>Change in Net Position:</b>				
Governmental activities	\$ 2,401,974	\$ 3,007,254	\$ 3,341,768	\$ (30,207)
Business-type activities	1,023,830	1,296,884	761,124	1,542,168
Total primary government	<u>\$ 3,425,804</u>	<u>\$ 4,304,138</u>	<u>\$ 4,102,892</u>	<u>\$ 1,511,961</u>

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 1,023,447	\$ 1,272,525	\$ 1,188,981	\$ 1,209,964	\$ 1,334,131	\$ 1,248,270
264,636	259,904	239,362	288,602	-	-
105,855	103,960	95,772	104,512	116,625	104,339
105,855	103,960	95,772	104,512	116,911	104,053
12,086,007	10,849,848	10,320,696	10,859,015	11,254,122	11,391,350
-	-	-	-	-	-
2,322,927	2,571,074	2,159,444	2,821,199	2,885,135	2,552,742
39,742	40,544	72,965	398,822	681,251	762,314
304,492	350,631	141,724	199,199	109,704	746,914
-	-	-	-	-	(1,856,330)
-	-	(149,385)	(106,342)	(410,000)	(3,770,845)
<u>16,252,961</u>	<u>15,552,446</u>	<u>14,165,331</u>	<u>15,879,483</u>	<u>16,087,879</u>	<u>11,282,807</u>
-	-	-	-	-	-
11,031	4,516	10,580	163,851	505,193	416,614
4,960	15,401	8,716	72,295	52,500	56,524
-	-	149,385	106,342	410,000	3,770,845
-	-	(848,623)	-	-	-
<u>15,991</u>	<u>19,917</u>	<u>(679,942)</u>	<u>342,488</u>	<u>967,693</u>	<u>4,243,983</u>
<u>\$ 16,268,952</u>	<u>\$ 15,572,363</u>	<u>\$ 13,485,389</u>	<u>\$ 16,221,971</u>	<u>\$ 17,055,572</u>	<u>\$ 15,526,790</u>
\$ 2,317,576	\$ 1,906,420	\$ (1,558,833)	\$ (423,371)	\$ 208,799	\$ (4,678,153)
1,182,709	3,389,997	(406,508)	962,971	928,950	4,141,205
<u>\$ 3,500,285</u>	<u>\$ 5,296,417</u>	<u>\$ (1,965,341)</u>	<u>\$ 539,600</u>	<u>\$ 1,137,749</u>	<u>\$ (536,948)</u>

**CITY OF BARBERTON, OHIO**

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>General Fund:</b>						
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 549,557
Unreserved	-	-	-	-	-	3,050,628
Nonspendable	71,604	80,673	68,219	60,328	56,998	-
Committed	21,851	-	11,840	21,271	8,533	-
Assigned	1,597,877	835,457	742,993	1,257,550	236,644	-
Unassigned	<u>2,791,757</u>	<u>3,284,407</u>	<u>2,697,128</u>	<u>2,901,883</u>	<u>4,383,296</u>	<u>-</u>
Total general fund	<u>\$ 4,483,089</u>	<u>\$ 4,200,537</u>	<u>\$ 3,520,180</u>	<u>\$ 4,241,032</u>	<u>\$ 4,685,471</u>	<u>\$ 3,600,185</u>
<b>All Other Governmental Funds:</b>						
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,502,925
Unreserved, reported in:						
Special revenue funds	-	-	-	-	-	225,878
Capital projects funds	-	-	-	-	-	472,837
Nonspendable	10,135	12,059	9,473	8,202	8,200	-
Restricted	5,743,323	4,846,873	2,798,672	2,640,966	2,503,349	-
Committed	922,078	951,876	1,168,115	1,412,462	1,259,417	-
Unassigned (deficit), reported in:						
Special revenue funds	(114,795)	(137,620)	(35,005)	(930,972)	(483,537)	-
Capital projects funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>(83,737)</u>	<u>(203,358)</u>	<u>-</u>
Total all other governmental funds	<u>\$ 6,560,741</u>	<u>\$ 5,673,188</u>	<u>\$ 3,941,255</u>	<u>\$ 3,046,921</u>	<u>\$ 3,084,071</u>	<u>\$ 3,201,640</u>

Note: the City implemented GASB Statement No. 54 in 2011 which changed the fund balance classifications in governmental funds.



<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 355,293	\$ 323,073	\$ 272,616	\$ 220,343
1,779,411	3,053,359	3,713,078	3,391,929
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 2,134,704</u>	<u>\$ 3,376,432</u>	<u>\$ 3,985,694</u>	<u>\$ 3,612,272</u>
\$ 2,017,577	\$ 2,037,009	\$ 1,477,235	\$ 2,592,065
661,851	1,757,970	1,992,357	1,819,428
619,490	(1,793,737)	(84,211)	532,399
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 3,298,918</u>	<u>\$ 2,001,242</u>	<u>\$ 3,385,381</u>	<u>\$ 4,943,892</u>

**CITY OF BARBERTON, OHIO**

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Revenues</b>					
Taxes	\$ 14,015,406	\$ 13,951,825	\$ 12,368,144	\$ 11,293,820	\$ 12,592,379
Charges for services	1,914,225	1,529,314	1,795,854	2,111,961	2,061,212
Licenses and permits	490,637	408,808	482,369	494,997	556,560
Fines and forfeitures	1,157,006	1,254,398	846,510	502,636	414,678
Intergovernmental	6,421,875	4,006,819	8,606,417	5,180,429	6,284,638
Special assessments	106,712	192,030	94,334	110,140	154,792
Investment income	78,678	55,559	18,825	33,874	37,271
Contributions and donations	-	-	548,013	547,490	555,990
Other	874,559	1,183,255	1,200,321	580,194	458,214
Total revenues	<u>25,059,098</u>	<u>22,582,008</u>	<u>25,960,787</u>	<u>20,855,541</u>	<u>23,115,734</u>
<b>Expenditures</b>					
Current:					
General government	5,122,202	4,349,902	4,381,217	4,075,595	4,345,238
Public safety	9,903,619	10,292,503	10,511,629	9,856,203	9,773,245
Health and welfare	-	-	-	-	9,531
Transportation	1,417,219	1,260,053	1,529,068	1,336,031	1,398,722
Community environment	1,427,336	1,497,352	3,120,414	2,040,029	2,676,716
Leisure time activity	1,126,374	1,193,344	1,281,488	1,126,958	1,066,909
Capital outlay	6,643,420	3,209,208	4,057,346	1,809,875	1,556,168
Intergovernmental	-	-	-	-	-
Debt service:					
Principal retirement	2,191,983	275,445	1,390,388	1,135,496	1,120,994
Interest and fiscal charges	94,853	93,688	148,048	182,083	224,929
Bond issuance cost	-	-	-	-	-
Note issuance cost	4,962	-	-	-	-
Total expenditures	<u>27,931,968</u>	<u>22,171,495</u>	<u>26,419,598</u>	<u>21,562,270</u>	<u>22,172,452</u>
Excess of revenues over (under) expenditures	<u>(2,872,870)</u>	<u>410,513</u>	<u>(458,811)</u>	<u>(706,729)</u>	<u>943,282</u>
<b>Other Financing Sources (Uses)</b>					
Notes issued	3,500,000	2,000,000	-	-	-
Bonds issued	-	-	-	-	-
Discount on bond issuance	-	-	-	-	-
Premium on notes	-	-	-	-	-
Capital lease transaction	518,800	-	67,240	207,780	-
Sale of capital assets	24,175	1,777	565,053	16,189	24,435
Transfers in	555,621	671,000	1,037,100	1,277,944	1,434,900
Transfers (out)	(555,621)	(671,000)	(1,037,100)	(1,277,944)	(1,434,900)
Loans issued	-	-	-	3,036	-
Total other financing sources (uses)	<u>4,042,975</u>	<u>2,001,777</u>	<u>632,293</u>	<u>227,005</u>	<u>24,435</u>
Net change in fund balances	<u>\$ 1,170,105</u>	<u>\$ 2,412,290</u>	<u>\$ 173,482</u>	<u>\$ (479,724)</u>	<u>\$ 967,717</u>
Capital expenditures	6,467,888	4,329,891	4,065,048	974,169	806,628
Debt service as a percentage of noncapital expenditures.	10.65%	2.07%	6.88%	6.40%	6.30%

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ 12,521,891	\$ 12,126,149	\$ 12,601,886	\$ 12,732,465	\$ 13,279,202
2,206,082	2,335,224	2,348,503	2,146,709	2,019,348
252,107	333,555	483,615	611,907	683,398
418,311	432,347	202,586	178,769	171,796
6,712,451	5,742,603	5,646,214	5,428,350	6,482,569
157,474	161,493	187,152	129,680	159,635
38,593	76,849	434,513	669,402	736,737
627,447	623,630	981,965	177,625	144,227
703,746	814,483	568,318	1,169,287	1,086,628
<u>23,638,102</u>	<u>22,646,333</u>	<u>23,454,752</u>	<u>23,244,194</u>	<u>24,763,540</u>
4,017,338	4,396,948	4,177,189	3,864,219	4,081,556
9,223,191	10,653,804	10,273,963	9,876,927	9,832,423
971,656	1,472,491	1,793,038	2,397,461	2,513,403
1,417,513	1,471,332	1,611,276	1,328,988	1,576,717
3,202,840	2,213,192	1,680,902	1,428,273	1,841,026
1,068,312	1,217,596	1,368,699	1,084,396	922,867
1,202,654	2,122,784	3,552,712	1,557,554	2,053,974
-	-	-	1,578,763	1,328,572
1,129,672	1,045,558	932,580	856,591	883,603
258,650	278,130	253,241	252,483	280,010
-	83,445	-	-	-
-	-	10,745	10,292	-
<u>22,491,826</u>	<u>24,955,280</u>	<u>25,654,345</u>	<u>24,235,947</u>	<u>25,314,151</u>
<u>1,146,276</u>	<u>(2,308,947)</u>	<u>(2,199,593)</u>	<u>(991,753)</u>	<u>(550,611)</u>
-	-	-	20,000	40,000
-	2,310,000	-	-	-
-	(16,555)	-	-	-
-	-	17,282	-	-
112,089	-	300,000	211,276	160,621
109,838	32,213	79,843	10,388	149,224
1,779,079	1,875,327	1,771,349	1,853,518	1,955,289
(1,779,079)	(1,836,090)	(1,962,282)	(2,288,518)	(2,177,274)
-	-	-	-	-
<u>221,927</u>	<u>2,364,895</u>	<u>206,192</u>	<u>(193,336)</u>	<u>127,860</u>
<u>\$ 1,368,203</u>	<u>\$ 55,948</u>	<u>\$ (1,993,401)</u>	<u>\$ (1,185,089)</u>	<u>\$ (422,751)</u>
1,435,291	1,904,639	2,916,887	1,571,458	1,999,901
6.59%	5.74%	5.22%	4.89%	4.99%

**CITY OF BARBERTON, OHIO**

*ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS*

Year	Real Property		Public Utility Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value (a)	Assessed Value	Estimated Actual Value (b)	Assessed Value	Estimated Actual Value (c)
2015	\$ 324,056,350	\$ 925,875,286	\$ 12,178,690	\$ 13,839,420	\$ -	\$ -
2014	337,489,450	964,255,571	11,314,460	12,857,341	-	-
2013	343,096,010	980,274,314	10,470,720	11,898,545	-	-
2012	341,221,550	974,918,714	9,489,460	10,783,477	-	-
2011	389,314,830	1,112,328,086	9,200,850	10,455,511	-	-
2010	389,860,420	1,113,886,914	8,746,110	9,938,761	508,115	8,129,840
2009	391,015,700	1,117,187,714	8,516,450	9,677,784	1,089,778	17,436,448
2008	396,658,680	1,133,310,514	8,342,960	9,480,636	15,652,615	250,441,840
2007	395,700,530	1,130,572,943	11,588,150	13,168,352	27,517,101	220,136,808
2006	394,443,500	1,126,981,429	11,919,510	13,544,898	39,558,953	210,981,083

Source: Summit County, Ohio; Fiscal Officer

(a) Real property is assessed at 35% of actual value.

(b) Public utility is assessed at 88% percent of actual value.

(c) For 2005 and prior, tangible personal is assessed at 25% of true value for capital assets and 23% of true value for inventory included in tangible personal property.

For 2006, tangible personal is assessed at 18.75% of property value, including inventory.

For 2007, tangible personal is assessed at 12.50% of property value, including inventory.

For 2008, tangible personal is assessed at 6.25% of property value, including inventory.

For 2009 and subsequent years, tangible personal property tax is assessed at 0.00% of property value, including inventory, except for telephone tangible personal property which is assessed at 10% of property value, including inventory. In 2009 and 2010, telephone tangible is the only taxable tangible personal property.

<b>Total</b>			
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Total Direct Tax Rate</b>	<b>Ratio</b>
\$ 336,235,040	\$ 939,714,706	4.25	35.78%
348,803,910	977,112,912	4.25	35.70%
353,566,730	992,172,859	4.25	35.64%
350,711,010	985,702,191	4.25	35.58%
398,515,680	1,122,783,597	4.25	35.49%
399,114,645	1,131,955,516	4.25	35.26%
400,621,928	1,144,301,946	4.25	35.01%
420,654,255	1,393,232,990	4.25	30.19%
434,805,781	1,363,878,103	3.50	31.88%
445,921,963	1,351,507,410	3.50	32.99%

**CITY OF BARBERTON, OHIO**

*DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS*

Collection Year	City Direct Rates			Overlapping Rates			Total Overlapping Rates	Total Direct and Overlapping Rates	
	Operating	Police and Fire Pension	Fire Capital	Total Direct Rate	Summit County	Barberton City School District			Barberton Public Library
2015	2.90	0.60	0.75	4.25	12.70	70.21	1.37	84.28	88.53
2014	2.90	0.60	0.75	4.25	12.70	68.83	1.37	82.90	87.15
2013	2.90	0.60	0.75	4.25	14.16	59.74	1.37	75.27	79.52
2012	2.90	0.60	0.75	4.25	14.16	60.04	1.37	75.57	79.82
2011	2.90	0.60	0.75	4.25	14.16	57.95	1.37	73.48	77.73
2010	2.90	0.60	0.75	4.25	14.16	58.02	1.37	73.55	77.80
2009	2.90	0.60	0.75	4.25	14.16	58.11	1.37	73.64	77.89
2008	2.90	0.60	0.75	4.25	14.26	59.89	1.37	75.52	79.77
2007	2.90	0.60	-	3.50	14.57	58.94	1.37	74.88	78.38
2006	2.90	0.60	-	3.50	13.07	64.06	1.37	78.50	82.00

Source: Summit County, Ohio; Fiscal Officer

**CITY OF BARBERTON, OHIO**

*PRINCIPAL TAXPAYERS  
REAL PROPERTY TAX  
CURRENT YEAR AND NINE YEARS AGO*

<b>December 31, 2015</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Assessed Value</b>
Babcock & Wilcox Power Generation Group	\$ 3,247,620	1	1.00%
Summa Barberton Citizens Hospital	2,598,520	2	0.80%
DFG Barberton LLC	2,097,650	3	0.65%
LRC Magic Investors LTD	2,000,870	4	0.62%
K L Morris Family Limited Liability	1,711,340	5	0.53%
Babcock & Wilcox Nuclear Operations	1,529,070	6	0.47%
B & C Research Inc.	1,522,420	7	0.47%
WM Bernard Realty Co.	1,189,960	8	0.37%
Christian Healthcare Ministries Inc.	1,011,560	9	0.31%
Malco Products, Inc.	886,200	10	0.27%
<b>Total, Top Ten Principal Real Property Taxpayers</b>	<b>\$ 17,795,210</b>		<b>5.49%</b>
<b>Total City Real Property Tax Assessed Valuation</b>	<b>\$ 324,056,350</b>		

<b>December 31, 2006</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Assessed Value</b>
Barberton Health System LLC	\$ 9,170,520	1	2.32%
LRC Magic Investors LTD	2,158,400	2	0.55%
Kimco of Ohio, Inc.	2,061,780	3	0.52%
Babcock & Wilcox Company	1,723,870	4	0.44%
BWX Technologies, Inc.	1,663,990	5	0.42%
B&C Diversified Products Inc.	1,415,730	6	0.36%
B&C Research Inc.	1,290,890	7	0.33%
Heritage Place Limited Partnership	988,740	8	0.25%
Littman & Benedik Austin Lake Apartments	959,000	9	0.24%
Daniel L. Pohl Family Limited Partnership	955,080	10	0.24%
<b>Total, Top Ten Principal Real Property Taxpayers</b>	<b>\$ 22,388,000</b>		<b>5.67%</b>
<b>Total City Real Property Tax Assessed Valuation</b>	<b>\$ 394,443,500</b>		

Source: Summit County, Ohio; Fiscal Officer

**CITY OF BARBERTON, OHIO**

*PRINCIPAL TAXPAYERS  
PUBLIC UTILITY PROPERTY TAX  
CURRENT YEAR AND NINE YEARS AGO*

<b>December 31, 2015</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Assessed Value</b>
Ohio Edison Co.	\$ 8,069,740	1	66.3%
American Transmission	2,254,820	2	18.5%
Eash Ohio Gas Co.	1,854,130	3	15.2%
<b>Total, Top Three Principal Public Utility Property Taxpayers</b>	<b>\$ 12,178,690</b>		<b>100.0%</b>
<b>Total City Public Utility Property Tax Assessed Valuation</b>	<b>\$ 12,178,690</b>		

<b>December 31, 2006</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Assessed Value</b>
Ohio Edison Co.	\$ 4,948,550	1	41.52%
Ohio Bell Telephone	2,850,910	2	23.92%
American Transmission	1,713,310	3	14.37%
East Ohio Gas Co.	1,158,240	4	9.72%
Sprint	172,620	5	1.45%
<b>Total, Top Five Principal Public Utility Property Taxpayers</b>	<b>\$ 10,843,630</b>		<b>90.98%</b>
<b>Total City Public Utility Property Tax Assessed Valuation</b>	<b>\$ 11,919,510</b>		

Source: Summit County, Ohio; Fiscal Officer



**CITY OF BARBERTON, OHIO**

*REAL AND PUBLIC UTILITY PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS*

<b>Year</b>	<b>Total Levy</b>	<b>Current Collection (a)</b>	<b>Percent of Current Collections to Tax Levy</b>	<b>Delinquent Collections</b>	<b>Total Collections (b)</b>	<b>Percent of Total Collections to Tax Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Percentage of Delinquent Taxes to Tax Levy</b>
2015	\$ 1,427,048	\$ 1,344,319	94.20%	\$ 83,641	\$ 1,427,960	100.06%	\$ 193,248	13.54%
2014	1,482,382	1,396,588	94.21%	85,795	1,482,383	100.00%	195,064	13.16%
2013	1,502,673	1,396,737	92.95%	91,620	1,488,357	99.05%	262,138	17.44%
2012	1,491,751	1,388,023	93.05%	96,881	1,484,904	99.54%	268,189	17.98%
2011	1,693,708	1,530,462	90.36%	87,060	1,617,522	95.50%	383,565	22.65%
2010	1,696,268	1,550,759	91.42%	77,415	1,628,174	95.99%	267,786	15.79%
2009	1,702,258	1,557,894	91.52%	144,365	1,702,259	100.00%	199,692	11.73%
2008	1,776,290	1,703,215	95.89%	73,075	1,776,290	100.00%	161,862	9.11%
2007	1,535,079	1,451,556	94.56%	83,524	1,535,080	100.00%	176,270	11.48%
2006	1,570,201	1,491,083	94.96%	79,117	1,570,200	100.00%	188,607	12.01%

Source: Summit County, Ohio; Fiscal Officer

(a) Includes homestead/rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.

(b) Total collections represent the current collections plus delinquent collections for the year noted. The Summit County Fiscal Officer is unable to identify and match delinquent collections to the year such taxes were originally levied and therefore in certain years the total collections to the tax levy may exceed 100%.

**CITY OF BARBERTON, OHIO**

*INCOME TAX REVENUE BASE AND COLLECTIONS  
LAST TEN YEARS*

<b>Year</b>	<b>Tax Rate (A)</b>	<b>Total Tax Collected</b>	<b>Taxes from Withholding</b>	<b>Percentage of Taxes from Withholding</b>	<b>Taxes From Net Profits</b>	<b>Percentage of Taxes from Net Profits</b>
2015	2.25%	\$ 13,050,102	\$ 10,868,480	83.28%	\$ 953,401	7.31%
2014	2.25%	12,585,576	10,459,696	83.11%	1,171,963	9.31%
2013	2.00%	11,291,939	9,370,791	82.99%	1,051,682	9.31%
2012	2.00%	11,093,167	9,629,279	86.80%	658,530	5.94%
2011	2.00%	11,951,527	9,429,379	78.90%	1,660,548	13.89%
2010	2.00%	11,076,918	9,123,908	82.37%	999,404	9.02%
2009	2.00%	10,732,163	8,907,876	83.00%	887,140	8.27%
2008	2.00%	11,146,258	9,343,780	83.83%	737,551	6.62%
2007	2.00%	11,379,007	9,545,043	83.88%	813,468	7.15%
2006	2.00%	11,300,258	9,431,669	83.46%	997,931	8.83%

Source: The City of Barberton Income Tax Department and the City of Cleveland Central Collection Agency.

Note (A): The Citizens of Barberton approved an increase of 0.25 percent effective January 1, 2014. The whole quarter percent is required to be spent on street capital improvements.

	<b>Taxes from Individuals</b>	<b>Percentage of Taxes from Individuals</b>
\$	1,228,221	9.41%
	953,917	7.58%
	869,466	7.70%
	805,358	7.26%
	784,470	6.56%
	804,162	7.26%
	823,855	7.68%
	983,226	8.82%
	944,752	8.30%
	870,658	7.70%

**CITY OF BARBERTON, OHIO**

*RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN YEARS*

Year	Governmental Activities						Business-Type Activities	
	General Obligation Bonds	Special Assessment Bonds	HUD Section 108 Loan	State Infrastructure Bank Loan	Notes	Capital Leases	General Obligation Bonds	Revenue Bonds
2015	\$ 1,762,835	\$ -	\$ -	\$ 40,803	\$ 3,500,000	\$ 582,113	\$ 870,000	\$ 6,350,000
2014	1,855,747	13,467	-	67,010	2,000,000	121,883	915,854	6,850,000
2013	1,980,310	26,416	-	92,448	-	233,550	960,687	6,875,394
2012	2,670,376	38,868	520,000	117,139	-	310,376	1,156,242	7,259,715
2011	3,524,427	50,841	635,000	137,791	-	234,272	1,885,704	7,629,035
2010	4,347,960	91,053	750,000	160,509	-	354,696	2,590,497	7,983,356
2009	5,148,101	129,522	865,000	182,560	-	397,510	3,268,796	8,327,677
2008	3,378,254	166,466	980,000	-	-	544,771	3,002,954	8,661,998
2007	4,044,510	201,800	1,095,000	-	20,000	342,481	3,686,429	8,981,318
2006	4,684,564	235,641	1,210,000	-	40,000	160,621	4,356,108	9,290,639

Sources:

- (a) See notes to the financial statements regarding the City's outstanding debt information.
- (b) See Schedule " Demographic and Economic Statistics - Last Ten Years" for personal income and population.

**Business-Type Activities, continued**

<b>OWDA Loans</b>	<b>OPWC Loans</b>	<b>Notes</b>	<b>Capital Leases</b>	<b>(a) Total Primary Government</b>	<b>(b) Total Personal Income</b>	<b>Percentage of Personal Income</b>	<b>(b) Population</b>	<b>Per Capita</b>
\$ 10,577,083	\$ 2,222,030	\$ -	\$ 143,172	\$ 26,048,036	\$ 542,059,392	4.81%	26,824	\$ 971
7,919,968	2,134,745	-	236,514	22,115,188	550,052,944	4.02%	26,824	824
4,544,845	875,664	-	214,695	15,804,009	523,014,352	3.02%	26,824	589
4,175,034	875,664	-	267,540	17,390,954	515,584,104	3.37%	26,824	648
2,194,768	875,664	-	-	17,167,502	498,524,040	3.44%	26,824	640
-	-	-	64,073	16,342,144	509,441,408	3.21%	26,824	609
-	-	78,000	125,591	18,522,757	495,597,836	3.74%	27,899	664
-	-	1,204,000	185,617	18,124,060	495,597,836	3.66%	27,899	650
-	-	1,590,000	125,839	20,087,377	495,597,836	4.05%	27,899	720
-	-	2,066,000	154,054	22,197,627	495,597,836	4.48%	27,899	796

**CITY OF BARBERTON, OHIO**

*RATIO OF GENERAL BONDED DEBT TO ASSESSED  
VALUE AND BONDED DEBT PER CAPITA  
LAST TEN YEARS*

<b>Year</b>	<b>Population (a)</b>	<b>Estimated Actual Value of Taxable Property (b)</b>	<b>Bonded Debt (c)</b>	<b>Ratio of Bonded Debt to Estimated Actual Value of Property</b>	<b>Bonded Debt Per Capita</b>
2015	26,824	\$ 939,714,706	\$ 2,632,835	0.28%	\$ 98
2014	26,824	977,112,912	2,771,601	0.28%	103
2013	26,824	992,172,859	2,940,997	0.30%	110
2012	26,824	985,702,191	3,826,618	0.39%	143
2011	26,824	1,122,783,597	5,410,131	0.48%	202
2010	26,824	1,131,955,516	6,938,457	0.61%	259
2009	27,899	1,144,301,946	8,416,897	0.74%	302
2008	27,899	1,393,232,990	6,381,208	0.46%	229
2007	27,899	1,363,878,103	7,730,939	0.57%	277
2006	27,899	1,351,507,410	9,040,672	0.67%	324

Sources:

(a) See Schedule " Demographic and Economic Statistics - Last Ten Years" for population.

(b) Summit County, Ohio; Fiscal Officer.

(c) Includes all general obligation bonded debt with the exception of special assessment debt.

**CITY OF BARBERTON, OHIO**

*DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2015*

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Direct:</b>			
City of Barberton	\$ 5,885,751	100.00%	\$ 5,885,751
Total direct debt			<u>5,885,751</u>
<b>Overlapping debt:</b>			
Barberton City School District	24,785,000	97.67%	24,207,510
Summit County	32,420,000	2.92%	946,664
Coventry Local School District	28,303,425	2.13%	602,863
Akron-Summit County Library District	23,590,000	0.09%	21,231
Norton City School District	22,749,287	0.14%	31,849
Total overlapping debt			<u>25,810,117</u>
Total direct and overlapping debt			<u>\$ 31,695,868</u>

Source: Ohio Municipal Advisory Council

(a) The estimated percentage applicable to the City is calculated as each governmental unit's assessed valuation within the City divided by the governmental unit's total assessed valuation.

**CITY OF BARBERTON, OHIO**

*COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN YEARS*

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Assessed Value (a)	\$ 336,235,040	\$ 348,803,910	\$ 353,566,730	\$ 350,711,010
Legal debt margin:				
Debt limitation - 10.5% of Assessed Value	35,304,679	36,624,411	37,124,507	36,824,656
Outstanding Debt Obligations:				
General Obligation Bonds	2,650,005	2,790,005	2,960,005	3,845,005
Revenue Bonds	6,350,000	6,850,000	6,755,000	7,130,000
Special Assessment Bond	-	13,467	26,416	38,868
Notes	3,500,000	2,000,000	160,000	330,000
Capital Leases	725,285	358,397	448,245	577,916
OPWC/OWDA/SIB/HUD Loans	12,839,916	10,121,723	5,372,576	5,687,837
Gross Indebtedness (Total Voted and Unvoted Debt)	<u>26,065,206</u>	<u>22,133,592</u>	<u>15,722,242</u>	<u>17,609,626</u>
Less: Debt Outside Limitations				
Revenue Bonds	(6,350,000)	(6,850,000)	(6,755,000)	(7,130,000)
Special Assessment Bond	-	(13,467)	(26,416)	(38,868)
Notes	(3,500,000)	(2,000,000)	(160,000)	(330,000)
Capital Leases	(725,285)	(358,397)	(448,245)	(577,916)
OPWC/OWDA/SIB/HUD Loans	(12,839,916)	(10,121,723)	(5,372,576)	(5,687,837)
Total Debt Outside Limitations	<u>(23,415,201)</u>	<u>(19,343,587)</u>	<u>(12,762,237)</u>	<u>(13,764,621)</u>
Total Debt Applicable to 10.5% Limitation	2,650,005	2,790,005	2,960,005	3,845,005
Less: Amount Available in Debt Service Fund to pay debt applicable to limitation	<u>(32,665)</u>	<u>(37,627)</u>	<u>(37,627)</u>	<u>(1,067)</u>
Net Debt Within 10.5% Limitation	<u>2,617,340</u>	<u>2,752,378</u>	<u>2,922,378</u>	<u>3,843,938</u>
Overall Debt Margin Within 10.5% Limitation	<u>\$ 32,687,339</u>	<u>\$ 33,872,033</u>	<u>\$ 34,202,129</u>	<u>\$ 32,980,718</u>
Unvoted Debt Limitation - 5.5% of Assessed Valuation	\$ 18,492,927	\$ 19,184,215	\$ 19,446,170	\$ 19,289,106
Gross Indebtedness Authorized by Council	26,065,206	22,133,592	15,722,242	17,609,626
Less: Debt Outside Limitation:				
Total Debt Outside Limitation	<u>(23,415,201)</u>	<u>(19,343,587)</u>	<u>(12,762,237)</u>	<u>(13,764,621)</u>
Debt Within 5.5% Limitation	<u>2,650,005</u>	<u>2,790,005</u>	<u>2,960,005</u>	<u>3,845,005</u>
Unvoted Debt Margin Within 5.5% Limitation	<u>\$ 15,842,922</u>	<u>\$ 16,394,210</u>	<u>\$ 16,486,165</u>	<u>\$ 15,444,101</u>

Source: City of Barberton financial records

(a) Beginning in 2007, the debt limit excludes the assessed valuations of tangible personal property and railroad and telephone public utility personal property as required by Ohio House Bill 530.



<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
\$ 398,515,680	\$ 398,606,530	\$ 399,532,150	\$ 405,001,640	\$ 403,765,630	\$ 445,921,963
41,844,146	41,853,686	41,950,876	42,525,172	42,395,391	46,821,806
5,430,005	6,960,011	8,440,017	6,380,017	7,730,007	9,040,001
7,490,000	7,835,000	8,170,000	8,495,000	8,805,000	9,105,000
50,841	91,053	129,522	166,466	201,800	235,641
565,000	800,000	550,000	4,360,000	2,765,000	3,535,000
234,272	418,769	523,101	730,388	468,320	314,675
3,843,223	910,509	1,047,560	980,000	1,095,000	1,210,000
<u>17,613,341</u>	<u>17,015,342</u>	<u>18,860,200</u>	<u>21,111,871</u>	<u>21,065,127</u>	<u>23,440,317</u>
(7,490,000)	(7,835,000)	(8,170,000)	(8,495,000)	(8,805,000)	(9,105,000)
(50,841)	(91,053)	(129,522)	(166,466)	(201,800)	(235,641)
(565,000)	(800,000)	(550,000)	(4,360,000)	(2,765,000)	(3,535,000)
(234,272)	(418,769)	(523,101)	(730,388)	(468,320)	(314,675)
(3,843,223)	(910,509)	(1,047,560)	(980,000)	(1,095,000)	(1,210,000)
<u>(12,183,336)</u>	<u>(10,055,331)</u>	<u>(10,420,183)</u>	<u>(14,731,854)</u>	<u>(13,335,120)</u>	<u>(14,400,316)</u>
5,430,005	6,960,011	8,440,017	6,380,017	7,730,007	9,040,001
<u>(2,658)</u>	<u>(60)</u>	<u>(428)</u>	<u>(23,302)</u>	<u>(18,797)</u>	<u>(3,189)</u>
<u>5,427,347</u>	<u>6,959,951</u>	<u>8,439,589</u>	<u>6,356,715</u>	<u>7,711,210</u>	<u>9,036,812</u>
<u>\$ 36,416,799</u>	<u>\$ 34,893,735</u>	<u>\$ 33,511,287</u>	<u>\$ 36,168,457</u>	<u>\$ 34,684,181</u>	<u>\$ 37,784,994</u>
\$ 21,918,362	\$ 21,923,359	\$ 21,974,268	\$ 22,275,090	\$ 22,207,110	\$ 24,525,708
17,613,341	17,015,342	18,860,200	21,111,871	21,065,127	23,440,317
<u>(12,183,336)</u>	<u>(10,055,331)</u>	<u>(10,420,183)</u>	<u>(14,731,854)</u>	<u>(13,335,120)</u>	<u>(14,400,316)</u>
<u>5,430,005</u>	<u>6,960,011</u>	<u>8,440,017</u>	<u>6,380,017</u>	<u>7,730,007</u>	<u>9,040,001</u>
<u>\$ 16,488,357</u>	<u>\$ 14,963,348</u>	<u>\$ 13,534,251</u>	<u>\$ 15,895,073</u>	<u>\$ 14,477,103</u>	<u>\$ 15,485,707</u>

**CITY OF BARBERTON, OHIO**

*PLEDGED REVENUE BOND COVERAGE - SEWER FUND  
LAST TEN YEARS*

**SEWER OWDA LOANS:**

<u>Year</u>	<u>Operating Revenue</u>	<u>Operating Expenses (a)</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements (b)</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2015	\$ 4,394,532	\$ 3,931,004	\$ 463,528	\$ 220,257	\$ 130,181	\$ 350,438	1.32
2014	4,398,424	3,688,653	709,771	103,333	44,636	147,969	4.80
2013	4,013,972	3,572,626	441,346	149,480	50,840	200,320	2.20
2012	4,120,440	3,731,016	389,424	100,406	49,804	150,210	2.59
2011 (d)	4,066,852	3,507,421	559,431	98,272	52,193	150,465	3.72

**SEWER REVENUE BONDS:**

<u>Year</u>	<u>Operating Revenue</u>	<u>Operating Expenses (a)</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements (b)</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2006 (c)	\$ 4,096,943	\$ 2,857,302	\$ 1,239,641	\$ 630,000	\$ 28,350	\$ 658,350	1.88

- (a) Total operating expenses are exclusive of depreciation.
- (b) Includes principal and interest of the bonds and loans only.
- (c) The Sewer Revenue bonds matured during 2006; therefore information after 2006 is not presented.
- (d) The Sewer OWDA loans were issued during 2011; therefore the information prior to 2011 is not presented.

**CITY OF BARBERTON, OHIO**

*PLEDGED REVENUE BOND COVERAGE - WATER FUND  
LAST TEN YEARS*

**WATER REVENUE BONDS:**

<u>Year</u>	<u>Operating Revenue</u>	<u>Operating Expenses (a)</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements (b)</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2015	\$ 6,297,660	\$ 4,048,668	\$ 2,248,992	\$ 500,000	\$ 159,845	\$ 659,845	3.41
2014	5,867,401	3,238,984	2,628,417	390,000	300,816	690,816	3.80
2013	5,797,344	3,365,022	2,432,322	375,000	314,879	689,879	3.53
2012	5,658,203	3,439,033	2,219,170	360,000	328,379	688,379	3.22
2011	5,067,878	3,199,032	1,868,846	345,000	341,316	686,316	2.72
2010	5,108,270	3,319,653	1,788,617	335,000	353,879	688,879	2.60
2009	4,595,933	3,212,261	1,383,672	325,000	366,066	691,066	2.00
2008	4,582,696	2,631,713	1,950,983	310,000	377,691	687,691	2.84
2007	4,246,190	3,087,191	1,158,999	300,000	388,941	688,941	1.68
2006	4,220,667	3,295,618	925,049	200,000	260,990	460,990	2.01

**WATER OWDA LOANS:**

<u>Year</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Required for Revenue Bonds</u>	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements (b)</u>			<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
2015	\$ 2,248,992	\$ 659,845	\$ 1,589,147	\$ 199,908	\$ 107,888	\$ 307,796	5.16
2014	2,628,417	690,816	1,937,601	136,750	61,847	198,597	9.76
2013 (c)	2,432,322	689,879	1,742,443	134,055	64,542	198,597	8.77

(a) Total operating expenses are exclusive of depreciation.

(b) Includes principal and interest of the bonds and loans only.

(c) The Water OWDA loans were issued during 2013; therefore information prior to 2013 is not presented.

**CITY OF BARBERTON, OHIO**

*DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS*

<b>Year</b>	<b>Population (a)</b>	<b>Personal Income</b>	<b>Per Capita Personal Income (b)</b>	<b>Annual Average Unemployment Rates (c)</b>			
				<b>City of Barberton</b>	<b>Summit County</b>	<b>Ohio</b>	<b>United States</b>
2015	26,824	\$ 542,059,392	\$ 20,208	5.4%	4.9%	4.9%	5.3%
2014	26,824	550,052,944	20,506	6.2%	5.8%	5.7%	6.2%
2013	26,824	523,014,352	19,498	8.3%	7.6%	7.5%	7.4%
2012	26,824	515,584,104	19,221	8.0%	6.8%	7.2%	8.1%
2011	26,824	498,524,040	18,585	9.7%	8.5%	8.6%	8.9%
2010	26,824	509,441,408	18,992	11.6%	9.9%	10.1%	9.6%
2009	27,899	495,597,836	17,764	12.3%	9.8%	10.2%	9.3%
2008	27,899	495,597,836	17,764	7.4%	6.1%	6.5%	5.8%
2007	27,899	495,597,836	17,764	6.7%	5.4%	5.6%	4.6%
2006	27,899	495,597,836	17,764	6.2%	5.3%	5.5%	4.6%

Sources:

(a) U.S. Census Bureau 2000 & 2010.

(b) U.S. Census Bureau. Per capita personal income for 2015 is in 2014 dollars, the latest available.

(c) Ohio Job & Family Services, Ohio Labor Market Information.

**CITY OF BARBERTON, OHIO**  
*PRINCIPAL EMPLOYERS*  
*CURRENT YEAR AND TEN YEARS AGO*

<b>Employer</b>	<b>2015</b>			<b>2006</b>		
	<b>Employees (a)</b>	<b>Rank (b)</b>	<b>Percentage of Total City Employment</b>	<b>Employees (a)</b>	<b>Rank (c)</b>	<b>Percentage of Total City Employment</b>
Babcock and Wilcox Companies	1,888	1	15.87%	1,214	2	8.93%
Summa Health Systems/QHG of Barberton (2006)	1,694	2	14.24%	317	9	2.33%
Barberton Board of Education	747	3	6.28%	790	3	5.81%
B&C Companies/Industries&Research (e)	659	4	5.54%	2,491	1, 5 & 7	18.32%
City of Barberton	340	5	2.86%	411	8	3.02%
Preferred Compounding Corp Deronde Acq. Corp.	166	6	1.39%			
Malco Products Inc.	179	7	1.50%			
PPG Industries Inc	108	8	0.91%			
Wright Tool Company	121	9	1.02%			
Reiter Dairy Corp	139	10	1.17%	297	10	2.18%
BWX Technologies				666	4	4.90%
Kellou LLC				480	6	3.53%
<b>Total</b>	<b>6,041</b>		<b>50.78%</b>	<b>6,666</b>		<b>49.02%</b>
<b>Total City Employment (d)</b>	<b>11,900</b>			<b>13,600</b>		

Source: CCA Division of Taxation.

- (a) Based on W-2's reported.
- (b) Based on total withholding taxes paid.
- (c) Based on the number of employees.
- (d) Ohio Labor Market Information (OhioLMI.com).
- (e) B&C divisions reported separately in 2006

**CITY OF BARBERTON, OHIO**

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

<b>Function/Program</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>
<b>General Government</b>								
Clerk of Council	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Municipal Court - Judges	6.78	7.40	7.40	7.21	7.00	7.00	7.00	6.00
Municipal Clerk of Courts	12.22	13.23	12.23	10.58	10.34	12.34	14.31	11.28
Probation	3.00	3.38	3.24	2.74	2.00	2.00	2.00	2.00
Mayor	0.51	0.51	0.84	0.84	0.84	0.84	2.00	2.00
Service Director	0.20	0.20	0.34	0.34	0.34	0.34	0.84	0.84
Finance	2.68	4.00	4.00	4.00	4.00	5.00	5.00	5.20
Law	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Safety Director	0.34	0.34	0.34	0.34	0.34	0.34	1.00	0.50
Human Resources	0.34	0.27	0.27	0.27	0.27	0.27	1.00	1.50
Information Systems	0.50	0.50	0.50	0.89	0.89	0.89	0.91	0.93
Income Tax	-	-	-	-	-	1.00	1.00	1.00
Other	1.00	1.00	4.45	3.81	3.07	4.00	4.00	3.00
<b>Public Safety</b>								
Police/Dispatch (a)	38.00	41.00	47.00	50.00	49.00	50.00	55.00	51.00
Fire	43.00	44.00	45.00	41.00	41.00	45.00	46.00	43.00
<b>Health and Welfare</b>								
Health District (b)	-	-	-	-	-	-	18.00	20.00
<b>Transportation</b>								
Signal	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00
Streets	10.00	12.00	12.00	10.00	13.00	13.00	13.00	19.00
<b>Community Environment</b>								
Engineering/Building	4.07	3.53	6.06	5.76	6.06	7.00	7.34	6.83
Planning	3.00	2.89	3.00	3.00	3.60	3.00	3.00	3.00
<b>Leisure Time Activity</b>								
Parks Administration	2.50	2.25	2.00	2.00	2.00	2.00	5.00	5.35
Parks Maintenance	5.00	6.00	6.00	6.00	5.00	6.00	6.00	5.00
Beautification	0.50	0.50	1.00	1.00	1.00	1.00	1.00	1.00
<b>Utility Services</b>								
Water	34.82	29.25	30.32	31.65	28.15	29.15	30.50	28.65
Sewer	25.46	23.37	26.46	26.80	26.30	25.95	25.30	30.12
Storm Water	5.00	5.00	5.00	4.00	4.00	3.00	3.00	3.00
Solid Waste	1.10	1.35	0.80	0.80	0.80	0.80	0.80	0.80
Community Center	-	-	-	-	-	-	-	-
<b>Total</b>	<b>206.02</b>	<b>207.97</b>	<b>224.25</b>	<b>220.03</b>	<b>216.00</b>	<b>226.92</b>	<b>260.00</b>	<b>258.00</b>

(a) At January 1, 2014 the City formed a Council of Governments with Copley Township and the City of Norton to provide dispatch services.  
(b) The Barberton Health District was consolidated with the Summit County Health Department effective October 1, 2010.

Source: City of Barberton payroll records. Based on where employee is charged to.

<u>2007</u>	<u>2006</u>
1.00	1.00
6.00	8.00
11.28	12.30
2.00	1.00
2.00	2.00
0.84	1.30
5.20	5.20
4.00	4.00
1.00	1.00
-	-
0.93	0.90
1.00	1.00
3.00	2.00
54.00	51.00
46.00	44.00
23.00	24.00
2.00	2.00
16.00	13.00
6.59	5.60
3.50	2.00
4.00	2.00
4.00	5.00
1.00	-
28.53	29.50
21.33	26.40
3.00	-
0.80	0.80
-	2.00
<u>252.00</u>	<u>247.00</u>

**CITY OF BARBERTON, OHIO**

*OPERATING INDICATORS BY FUNCTION  
LAST TEN YEARS*

<b>Function</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
<b>General Government</b>							
Positions Filled	34	7	22	13	13	12	10
Building Permits Issued	693	742	830	805	653	916	843
Building Inspections Performed	6,876	7,196	7,792	7,880	6,777	9,660	6,924
Ordinances & Resolutions	205	179	217	232	201	204	248
<b>Public Safety</b>							
Police:							
Physical Arrests	1,571	2,101	1,885	2,128	2,154	2,123	2,154
Parking Violations	1,809	1,833	2,091	1,389	1,153	1,340	1,414
Traffic Violations	1,457	1,792	1,443	1,833	971	1,919	1,972
Fire:							
Emergency Responses	3,660	3,272	3,820	3,854	3,991	3,907	3,909
Fire Responses	1,006	1,113	621	661	594	512	505
Inspections conducted	300	368	180	280	380	940	930
<b>Leisure Time Activities</b>							
Recreation Center Attendance	9,974	12,320	8,036	7,036	6,936	6,215	6,333
Recreation Center Memberships	836	1,032	1,232	1,159	1,145	1,011	1,288
<b>Transportation</b>							
Street Resurfacing (miles)	N/A	N/A	1.91	1.80	4.37	0.41	1.13
Tons of salt used	4,965	5,436	3,404	3,206	2,203	4,352	3,100
<b>Water</b>							
New Connections	11	54	19	40	14	37	29
Water Main Breaks	111	121	67	127	126	124	125

Source: City of Barberton Departments.

N/A- Not available



<u>2008</u>	<u>2007</u>	<u>2006</u>
9	22	21
1,008	293	504
2,762	1,593	2,016
231	213	250
2,149	2,062	2,381
1,476	1,560	273
2,579	1,724	2,110
3,479	4,022	3,754
611	749	583
819	124	729
5,735	N/A	N/A
999	701	998
1.66	1.42	2.64
4,049	2,750	2,366
32	60	81
128	131	124

**CITY OF BARBERTON, OHIO**

*CAPITAL ASSETS STATISTICS BY FUNCTION  
LAST TEN YEARS*

<b>Function</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
<b>Public Safety</b>							
Police Stations	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Fire Stations	2.00	2.00	2.00	2.00	2.00	2.00	2.00
<b>Leisure Time Activities</b>							
Parks	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Park Acreage	161.00	161.00	161.00	161.00	161.00	161.00	161.00
Tennis Courts	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Baseball Diamonds	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Softball Fields	8.00	7.00	7.00	7.00	7.00	7.00	7.00
<b>Transportation</b>							
Streets (Paved Miles)	130.99	130.99	130.99	130.99	130.99	130.99	130.99
<b>Utility Services</b>							
Water Mains (miles)	130.00	130.00	137.50	137.50	137.50	137.50	137.50
Sanitary Sewers (miles)	110.00	110.00	92.50	92.50	92.50	92.50	92.50

Source: City of Barberton Departments.

<u>2008</u>	<u>2007</u>	<u>2006</u>
1.00	1.00	1.00
2.00	2.00	2.00
16.00	16.00	15.00
161.00	161.10	140.00
8.00	8.00	8.00
11.00	11.00	3.00
7.00	7.00	12.00
130.99	130.99	130.99
137.50	136.70	136.37
92.50	91.25	91.25

**THIS PAGE IS INTENTIONALLY LEFT BLANK**