

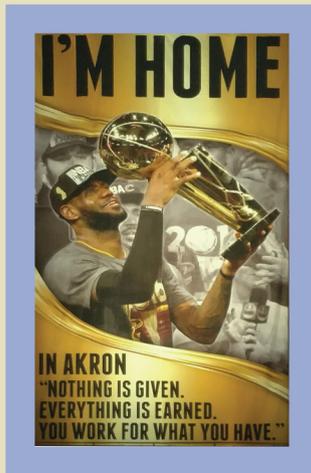
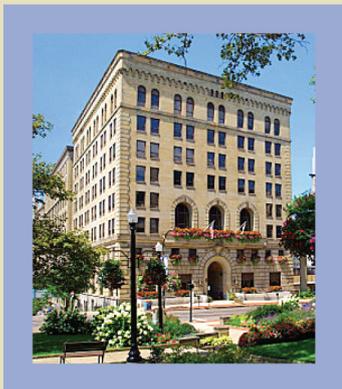
Comprehensive Annual Financial Report

City of Akron, Ohio

For the Fiscal Year Ended December 31, 2015



DANIEL HORRIGAN, MAYOR



City of Akron, Ohio
**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**



For the Fiscal Year Ended December 31, 2015

Issued by the Department of Finance

Introductory Section



ELECTED AND APPOINTED OFFICIALS

As of July, 2016

Daniel Horrigan, Mayor

COUNCIL MEMBERS

Rich Swirsky	1st Ward
Bruce Kilby	2nd Ward
Margo M. Sommerville	3rd Ward
Russel C. Neal, Jr.	4th Ward
Tara Mosley-Samples	5th Ward
Robert E. Hoch	6th Ward
Donnie J. Kammer	7th Ward
Marilyn L. Keith, Council President	8th Ward
Michael N. Freeman	9th Ward
Zack Milkovich	10th Ward
Jeff Fusco	Councilman-at-Large
Linda F. R. Omobien	Councilman-at-Large
Veronica Sims	Councilman-at-Large

CABINET OF THE MAYOR

Diane L. Miller-Dawson	Director of Finance
John O. Moore	Director of Public Service
John W. Valle	Director of Neighborhood Assistance
Eve. V. Belfance	Director of Law
Randy D. Briggs	Deputy Mayor for Labor Relations
Samuel D. DeShazior	Deputy Mayor for Economic Development
Jason Segedy	Director of Planning and Urban Development
Donald Rice	Director of Human Resources
Adele Dorfner Roth	Deputy Director of Planning and Urban Development
Steve Fricker	Deputy Director of Finance
Christopher Ludle	Deputy Director of Public Service
James Hardy	Chief of Staff
Christine Curry	Director of Communications
Dr. Teresa H. Albanese	Assistant to the Mayor for Education, Health and Families
Charles A. Brown	Deputy Mayor for Public Safety
Annie McFadden	Deputy Chief of Staff
Marco S. Sommerville	Deputy Mayor Intergovernmental Affairs and Senior Advisor

2016 CITY OF AKRON GOVERNMENT ORGANIZATION



**CITY OF AKRON, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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TINA VICK
Executive Assistant

DANIEL HORRIGAN, MAYOR

DEPARTMENT OF FINANCE

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PH: (330) 375-2316 FAX: (330) 375-2291

August 12, 2016

The Honorable Daniel Horrigan
and Members of City Council
The City of Akron, Ohio

Dear Mayor Horrigan and Council Members:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Akron for the year ended December 31, 2015. This report presents financial and operating information about the City's activities during 2015 that should be useful to citizens and taxpayers. The report, prepared by the Department of Finance, contains a comprehensive analysis of the City's financial position and activities for the year.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City of Akron. To the best of our knowledge and belief, the enclosed data is accurate in all material respects; it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of our various funds; and all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activities have been included.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. The cost of internal control should not exceed anticipated benefits; therefore, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The Audit and Budget Division prepared all of the financial statements and assisted the external independent auditors in their performance of the annual audit. The Treasurer's Office assisted in drafting the statistical section.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to

complement the MD&A and should be read in conjunction with it. The City of Akron's MD&A can be found immediately following the Independent Auditor's Report.

As background for the reader of this report, the City of Akron is a charter city. The City is the fifth largest Ohio municipality in terms of population based on the 2010 Census population of 199,110. The City's land area is approximately 62 square miles and is located in the northeastern region of the state in the County of Summit.

The City is directed by a mayor and council form of government. Legislative authority is vested in a 13-member Council, three members of which are elected at-large and ten by wards. The Council determines the compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, appropriation and borrowing of money, licensing and regulating businesses and trades, and other municipal purposes.

The Mayor is elected for a four-year term and has the responsibility as the City's chief executive and administrative officer. The Mayor may veto any legislation passed by Council. A veto may be overridden by a two-thirds vote of all members of Council. The Director of Finance is appointed by the Mayor and serves as the City's chief financial officer and chief accounting officer. The Director of Finance has comprehensive responsibility for the City's fiscal activities, including budget preparation and control, employee benefits, payroll and general accounting, investment and debt management, purchasing, local income tax administration, utility revenue collection, information processing, and financial reporting.

The City provides the full range of municipal services mandated by statute or charter, including police and fire protection, health, parks, recreation, street maintenance, planning, zoning, and other general government services. The City has management control of the following enterprise activities: water, sewer, oil and gas development, golf course, airport, and off-street parking.

Economic Conditions and Outlook

Major revenue sources for the City continue to be the City's income tax, property taxes, local fees, charges for services, and state-shared local government revenue. The City's cash income tax collections increased by approximately 1.26% in 2015. On a cash basis for 2015, property taxes in the general fund decreased by 1% and the state's local government revenue to the City increased by approximately 5.7%. Income tax receipts from the 12 largest economic sectors in the City have increased by 7.5% since 2011 and, combined, account for over 68% of total tax collections. Receipts from the 12 fastest growing economic sectors have increased by 27%. No one sector makes up more than 17% of the total collected.

Despite economic concerns in 2015, the City of Akron remains in a stable financial state. Efforts to reduce expenses and operate more efficiently have allowed the City to function at a continuously high service level at lower costs. These efforts ensure the City will be in strong position for growth as the economy continues to rebound. The revenue collected from the four Joint Economic Development Districts (JEDDs) is an additional funding source to encourage and promote economic development and to secure a solid tax base.

Long-term Financial Policies

Unassigned fund balance in the general fund is 5.9% of the general fund expenditures. The general fund of the City does not have a specified unassigned fund balance target. The recommended level of unassigned fund balance will be determined as needed and as recommended by officials and approved by Council when necessary.

The City completes a five-year capital budget that is updated annually. In this document, the City attempts to forecast its capital requirements for the next five years.

Relevant Financial Policies

The City has a charter requirement that the 2% income tax (the City's largest revenue source) used specifically for City services, be allocated so that 73% of net revenue is used for operations and the balance is used for capital needs.

Major Initiatives

Defining the major initiatives for the City of Akron can be summed up into three parts: creating and retaining jobs, energizing our neighborhoods and security and alliance with other governmental entities.

In 2015, the Akron Global Business Accelerator, an initiative of the City of Akron, started its newest program, The Bit Factory. The Bit Factory is a six-month program that works with software entrepreneurs to bring their new applications to market through customized programs, milestone development and mentoring. The clients work in a custom-fabricated space which encourages collaboration and innovation. The program received initial funding from the Burton D. Morgan Foundation for \$150,000 and was awarded an additional \$250,000 by the Ohio Third Frontier. Companies in the program include Plumpom and InCheck Services.

Also in 2015, the City of Akron and the Akron Community Foundation collaborated to give \$214,680 in grants to help local residents improve their community through the Neighborhood Partnership Program. These grants will go to 54 projects throughout Greater Akron ranging from community picnics and festivals to anti-crime initiatives and beautification projects. The funding targets neighborhoods from North Hill and Kenmore to University Park.

The City of Akron was instrumental in helping existing companies throughout the City create and retain jobs and opportunities. Akron Paint & Varnish and Main Street Gourmet entered into agreements to expand their facilities, with Akron Paint & Varnish beginning to construct a 20,000 square foot addition to its building. Vadexx opened a new 18,000 square foot facility in the Akron Square Industrial Park, creating 15 new jobs. Involta, a data storage company employing 100 people in the City, expanded by acquiring Data Recovery Systems, LLC based in Youngstown. Lastly, AAA purchased land and broke ground on a new 12,000 square foot facility on South Rosa Parks Drive, retaining 45 jobs in Akron.

The City also continued to attract businesses from outside of Akron. Whole Foods entered into an agreement for the development of a new grocery store in the Wallhaven neighborhood of the City. Berran Industrial Group, an engineering, design and manufacturing company for packaging equipment, relocated 29 jobs to Akron. Timocco, a computer software developer that creates games and learning programs for children with special needs, opened its US headquarters in Akron. Lastly, Hartville Pet Insurance brought over 100 employees and \$4 million payroll to Akron, moving into a 26,000 square foot space on the Lockheed Martin campus.

The City took its biggest step in its Akron Waterways Renewed! Initiative in 2015, breaking ground on the Ohio Canal Interceptor Tunnel. The initiative is the City's plan to remediate combined sewer overflows that occur in times of heavy water weather events. The Ohio Canal Interceptor Tunnel is the largest component of the program, beginning at the Little Cuyahoga River north of the Mustill Store on the Ohio & Erie Canal Towpath and extending to Lock 1 of the canal at West Exchange Street in Downtown Akron. It will have a diameter of 27 feet and be 6,240 feet long, controlling overflows at nine separate locations and storing over 25 million gallons of overflows. After a city-wide contest, the Tunnel Boring Machine to be used for the project was nicknamed "Rosie", after Rose May Jacob and the hundreds of other "Rosies" that worked at Akron's rubber factories during WWII.

The City also hosted events throughout the year to help connect citizens with their neighborhoods, including the Open Streets event and the Better Block event. For Open Streets, the City closed a 2.8 mile route on Main Street, encouraging residents to explore the area in fun, safe, and healthy ways like biking and jogging. The Better Block event was a temporary takeover of a block in the North Hill neighborhood, designed to give a physical form to the best visions and hopes for the area. The event included pop-up restaurants and stores, a farmers' market, local art and more, showing residents what can be accomplished in their community.

The City implemented a new software program in its 311 Call Center called CITYWORKS, replacing its 11 year old customer service system. The web-based software allows City staff to capture service requests for concerns ranging from pothole repairs and animal issues to reporting junk vehicles and requesting sanitation services. Also, CITYWORKS allows citizens to reach the 311 Call Center from their mobile phones instead of only their landline service. Plans are also being developed to implement a mobile website to use in conjunction with CITYWORKS.

The City received a grant from the U.S. Department of Justice for the Akron Police Department to fund the purchase of and deploy approximately 245 body-worn cameras for Akron police officers over the next two years. The City aims to educate and engage the public on policing issues, while collaborating with community partners to formalize a policy on the use of body-worn cameras. Akron has already partnered with Kent State University in studies to test the impact of the cameras on police complaints and crime statistics.

These are just a few of the initiatives that, when taken together, contribute to the strength and diversity of the City's economy.

Reporting Standards

The City's accounts are organized as funds. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets and deferred outflows of resources, liabilities and deferred inflows of resources, and fund balance/equity. Following are the titles of these fund types with a brief description.

Governmental funds:

General Fund – The General Fund is the general operating fund of the City and is appropriated. It is used to account for all financial resources traditionally associated with government that are not required to be accounted for in another fund.

Special Revenue Funds – The Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. City ordinances or federal or state statutes specify the uses and limitations of each Special Revenue Fund. During 2015, the City had 22 Special Revenue Funds.

Debt Service Funds – The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. During 2015, the City had ten Debt Service Funds.

Capital Projects Funds – The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds. During 2015, the City had six Capital Projects Funds.

Permanent Funds – The Permanent Funds are used for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting governments. The City does not have any Permanent Funds.

Proprietary funds:

Enterprise Funds – The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, in that the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has six Enterprise Funds.

Internal Service Funds – The Internal Service Funds are used to account for the financing of goods or services provided by one division or agency to other divisions or agencies of the government, generally on a cost-reimbursement basis. The City has seven Internal Service Funds.

Fiduciary funds:

Private Purpose Trust Funds – The Private Purpose Trust Funds are used to account for other trust arrangements which benefit individuals, private organizations, or other governments. During 2015, the City had three Private Purpose Trust Funds.

Agency Funds – The Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. During 2015, the City had three Agency Funds.

Other Fiduciary Funds – The Other Fiduciary Funds include pension trust funds and investment trust funds. The City does not utilize any such Other Fiduciary Funds.

Basis of Accounting:

Except for budgetary purposes, the basis of accounting used by the City conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units and is consistent with Governmental Accounting Standards Board (GASB) Cod. Sec. 1600, “Basis of Accounting.” All governmental funds are accounted for using a current financial resources-current assets and current liabilities measurement focus. The modified accrual basis of accounting is utilized for governmental funds. Revenues are recognized when they are susceptible to accrual (both measurable and available). Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

The measurement focus on the City’s proprietary and fiduciary funds is on the flow of total economic resources (all assets and liabilities). The accrual basis of accounting (revenues are recognized when earned and expenses when incurred) is utilized by the City in its proprietary funds.

The City’s basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received rather than when susceptible to accrual (measurable and available), and encumbrances are included as expenditures rather than as an allocation of fund balances.

Accounting policies are further explained in Note 1 to the basic financial statements.

Cash Management

Effective cash management is recognized as essential to good fiscal management. The primary objectives of the City’s investment activities are the preservation of capital and the protection of investment principal. The Treasurer’s Office within the Department of Finance invests all cash, following the City’s own investment ordinance, in various securities which consist of fixed-rate City bonds and notes, certificates of deposit, fully collateralized repurchase agreements, and U.S. government obligations. The City’s investment ordinance was modified in late 1986 to take advantage of State of Ohio investment opportunities. However, the local investment policy

continues to be conservative with the highest priority given to safeguarding assets. For 2015, investment interest income averaged a yield of 0.30% compared to a yield of 0.24% in 2014. The interest earnings are maximized by investing to projected payment dates on a competitive bid basis and by investing bank balances daily.

Risk Management

The City has been self-insured for liability coverage for non-auto-related incidents since 1985. This program was established in response to the dramatic rise in premiums in the mid-1980's and the increases in exclusions written into standard insurance policies. Additionally, the City is primarily self-insured for employee medical benefits, including major medical, dental, and vision care. This has proven to be the most cost-effective program for this type of coverage. The City also has in place reserve funds for workers' compensation and medical benefits. For other types of coverage, such as property insurance, airport liability, employee life, auto liability, and boiler and machinery coverage, the City has secured traditional insurance. The City is assisted in its insurance program by an independent consulting firm that does not underwrite insurance but has expertise in the insurance industry. The City relies on the advice offered by the consultant in securing any insurance.

Pension

The City contributes to two state-administered retirement plans covering various groups of City employees. Uniform police and fire employees participate in the statewide Ohio Police and Fire Pension Fund. Substantially, all other City employees participate in the statewide Ohio Public Employees Retirement System (OPERS). The City's total contributions to these plans were equal to 100% of the required employer contributions for the year. In accordance with GASB Statement No. 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.

Independent Annual Audit

We appreciate the cooperation of State Auditor Dave Yost and his staff in completing the City's audit in a timely and highly professional manner.

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 Akron, Ohio, for its Comprehensive Annual Financial Report 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 Akron, Ohio, has received Certificates of Achievement for the last 31 consecutive years (1984 through 2014). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments

The 2015 Comprehensive Annual Financial Report could not have been accomplished without the dedication of the professionals in the Audit and Budget Division of the Department of Finance. Special acknowledgment must go to the Audit and Budget staff for the many hours of quality service they have provided to the City in the formulation of this report. I further wish to thank you, Mayor, for continuing to provide to the department the necessary support and leadership required to enhance the City's overall fiscal position and its financial reporting practices. We trust that this timely, complete, and fully readable Comprehensive Annual Financial Report satisfies your needs and those of City Council for responsible financial planning and reporting.

Respectfully,



Diane L. Miller-Dawson
Director of Finance

DLMD/tv



Government Finance Officers Association

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

Presented to

**City of Akron
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

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Financial Section



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Akron
Summit County
166 South High Street
Akron, Ohio 44308

To the City Council:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Akron, Summit County, Ohio (the City), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Akron, Summit County, Ohio, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows 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 28 to the financial statements, during the year ended December 31, 2015, the City 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*. 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*, *Required budgetary comparison schedules* and schedules of net pension liabilities and pension contributions listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 12, 2016, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive, flowing style.

Dave Yost
Auditor of State
Columbus, Ohio

August 12, 2016

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CITY OF AKRON, OHIO MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis of the City of Akron, Ohio financial performance provides an overview of Akron's financial activities for the fiscal year ended December 31, 2015. Please read it in conjunction with the transmittal letter on page 7 and the City's financial statements, which begin on page 38.

FINANCIAL OVERVIEW

- The assets and deferred outflows of the City of Akron, Ohio exceeded its liabilities and deferred inflows at December 31, 2015 by \$661,820,959 (net position). Of this amount, \$45,961,292 is restricted for debt service.
- The City's total net position increased by \$17,207,167 during the current year. Governmental activities, total net position decreased by \$2,483,694 and the business-type activities, total net position increased by \$19,690,861.
- As of the close of the current fiscal year, the City of Akron's governmental funds reported combined ending fund balances of \$133,045,898, a decrease from the prior year which is attributed to the issuance of Bonds in the prior year. The proceeds are being used to fund the payment of expenditures as reflected in several categories including: public safety, public service, and community environment expenditures for project specific costs.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$8,382,029 or 5.9% of total general fund expenditures.
- The City of Akron's total debt outstanding increased by \$60,147,073 (7.7%) during the current year. During 2015, the City issued \$30,870,000 in Income Tax Revenue Bonds for the Off-Street Parking Decks and various purpose improvements. There were OWDA loans issued for the cost of improving the Waterworks System (\$6,512,364) and the Sanitary Sewer System (\$94,147,872).

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Akron's finances in a manner similar to a private sector business.

The statement of net position presents information on all of the City of Akron's assets and deferred outflows and liabilities and deferred inflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of the financial position of the City of Akron.

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

Both of the government-wide financial statements distinguish functions of the City of Akron that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business type activities). The governmental activities of the City of Akron include general government, public service, public safety, community environment, public health and recreation and parks. The business-type activities of the City of Akron include water, sewer, oil and gas, golf course, airport and off-street parking operations.

The government-wide financial statements can be found on pages 38 – 39 of this report.

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

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

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

The City of Akron maintains 39 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Community Learning Centers (CLC) Fund, the Income Tax Capital Improvement Fund and the Special Assessment Bond Payment Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Akron adopts an annual appropriated budget for its General Fund, special revenue funds, some debt service, enterprise and internal service funds. The General Fund, Community Learning Centers Fund, and Income Tax Capital Improvement Fund budgetary schedules (non-GAAP budgetary basis) have been provided as Required Supplementary Information (RSI) to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 40-43 of this report.

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

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The City implemented GASB 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and also GASB 65 *Items Previously Reported as Assets and Liabilities*. The standard establishes a basis to reclassify certain items that were previously reported as assets and liabilities and instead classify them as Deferred Inflows of Resources, Deferred Outflows of Resources, or as outflows or resources.

Fund balances are the differences between assets and deferred outflows and liabilities and deferred inflows in a governmental funds. 1) Nonspendable fund balance includes amounts that are not in spendable form, or amounts that are required to be maintained intact. 2) Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by external providers, such as grantors or bondholders, as well as amounts that are restricted through enabling legislation. 3) Committed fund balance includes amounts that can be used only for the specific purposes that are determined by a formal action of the City's highest level of decision making authority. 4) Assigned fund balance applies to amounts that are intended for specific purposes as expressed by the governing body or authorized official and applies to remaining resources in any governmental funds other than the General Fund. 5) Unassigned fund balances include all amounts not contained in other classifications for the General Fund, and deficit fund balances in any other governmental funds.

As of the end of the current fiscal year, the City's total governmental funds reported an ending fund balance of \$133,045,898, a decrease of \$33,619,820 in comparison with the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 5.9% of total General Fund expenditures, while total fund balance represents 9.1% of that same amount.

Proprietary Funds. The City of Akron maintains two different types of proprietary funds, enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Akron uses enterprise funds to account for its water, sewer, oil and gas, golf, airport, and off-street parking operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Akron's various functions. The City of Akron uses internal service funds to account for its vehicle maintenance, medical self-insurance,

workers' compensation self-insurance, other self-insurance costs, information technology (responsible for all data processing and computer operations of the City), telephone system (with outside cable plant consisting of underground and aerial wires and telephone cables), and engineering bureau (responsible for design and construction for City streets, sidewalks, sewer and water utilities, bridges, and City facilities). Because most of the internal services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Sewer, and Off-Street Parking operations, which are considered to be major funds of the City of Akron. Conversely, the internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise and the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 44 – 46 of this report.

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

The basic fiduciary fund financial statements can be found on pages 47 – 48 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 49-122 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain Required Supplementary Information (RSI) concerning the City of Akron's General Fund, Community Learning Centers Fund and Income Tax Capital Improvement Fund budgetary comparisons. The RSI also includes the OPERS and OP&F Schedules of Net Pension Liability and Related Ratios, and the related contribution schedules. Required Supplementary Information (RSI) can be found on pages 123-133 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, enterprise funds and internal service funds are presented immediately following the Required Supplementary Information (RSI) and can be found on pages 136-202 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Akron, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$661,820,959 at the close of the most recent fiscal year.

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

An additional portion of the City of Akron's net position (6.9%) is restricted for the payment of debt service. The City's overall net position increased by \$17,207,167 during the current year; the net position of the governmental activities decreased by \$2,483,694 and business-type activities increased by \$19,690,861.

Summary Statement of Net Position
as of December 31, 2014 and 2015
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2014	2015	2014	2015	2014	2015
Assets:						
Current and other assets	\$ 379,032	\$ 342,317	\$ 52,149	\$ 72,257	\$ 431,181	\$ 414,574
Capital assets	1,010,274	1,016,066	539,456	594,320	1,549,730	1,610,386
Total assets	\$ 1,389,306	\$ 1,358,383	\$ 591,605	\$ 666,577	\$ 1,980,911	\$ 2,024,960
Deferred outflows	933	26,136	429	2,585	1,362	28,721
Total assets and deferred outflows	\$ 1,390,239	\$ 1,384,519	\$ 592,034	\$ 669,162	\$ 1,982,273	\$ 2,053,681
Liabilities:						
Long-term liabilities	735,218	888,177	124,324	201,320	859,542	1,089,497
Other liabilities	101,951	97,510	39,077	29,915	141,028	127,425
Total liabilities	\$ 837,169	\$ 985,687	\$ 163,401	\$ 231,235	\$ 1,000,570	\$ 1,216,922
Deferred inflows	170,876	173,483	1,439	1,454	172,315	174,937
Total liabilities and deferred inflows	\$ 1,008,045	\$ 1,159,170	\$ 164,840	\$ 232,689	\$ 1,172,885	\$ 1,391,859
Net position:						
Net investment in capital assets	352,412	373,606	400,523	396,984	752,935	770,590
Restricted	43,314	36,462	9,855	9,499	53,169	45,961
Unrestricted (deficit)	(13,532)	(184,719)	16,815	29,989	3,283	(154,730)
Total net position	\$ 382,194	\$ 225,349	\$ 427,193	\$ 436,472	\$ 809,387	\$ 661,821

During 2015, the City adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement No. 27*, which significantly revised accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City’s actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

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 Statement No. 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 Statement No. 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 Statement No. 68, the net pension liability equals the City’s proportionate share of each plan’s collective present value of estimated future pension benefits attributable to active and inactive employees’ past service 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, the 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 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 the 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 Statement No. 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 Statement No. 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. The implementation of GASB Statement No. 68 had the effect of restating net position at December 31, 2014, from \$382,194,531 to \$227,832,450 for governmental activities and \$427,193,402 to \$416,781,342 for business-type activities.

Governmental Activities. Changes in net position before transfers was a decrease in the amount of \$1,596,000.

For the governmental activities, the unrestricted deficit results from having insufficient assets set aside for long-term obligations such as pension liability, compensated absences and OPEB liability. The City finances such obligations on a year-to-year basis as they come due and also has ongoing capital projects that are debt-financed.

The following table shows total revenues for 2015 were \$331,105,000 which reflects a decrease from the prior year. Miscellaneous revenue showed a decrease of \$2,302,000 and Operating grants and contributions decreased by \$6,602,000. Income taxes increased slightly by \$1,841,000 which is attributed to the stabilization of the local job market. Expenses for 2015 were also higher than 2014 by approximately \$7,815,000. A significant increase was in the expenses for public safety in the General Fund and community environment relating to payments within the Community Development Fund and Tax Equivalency Fund. Key events contributing to the changes are as follows:

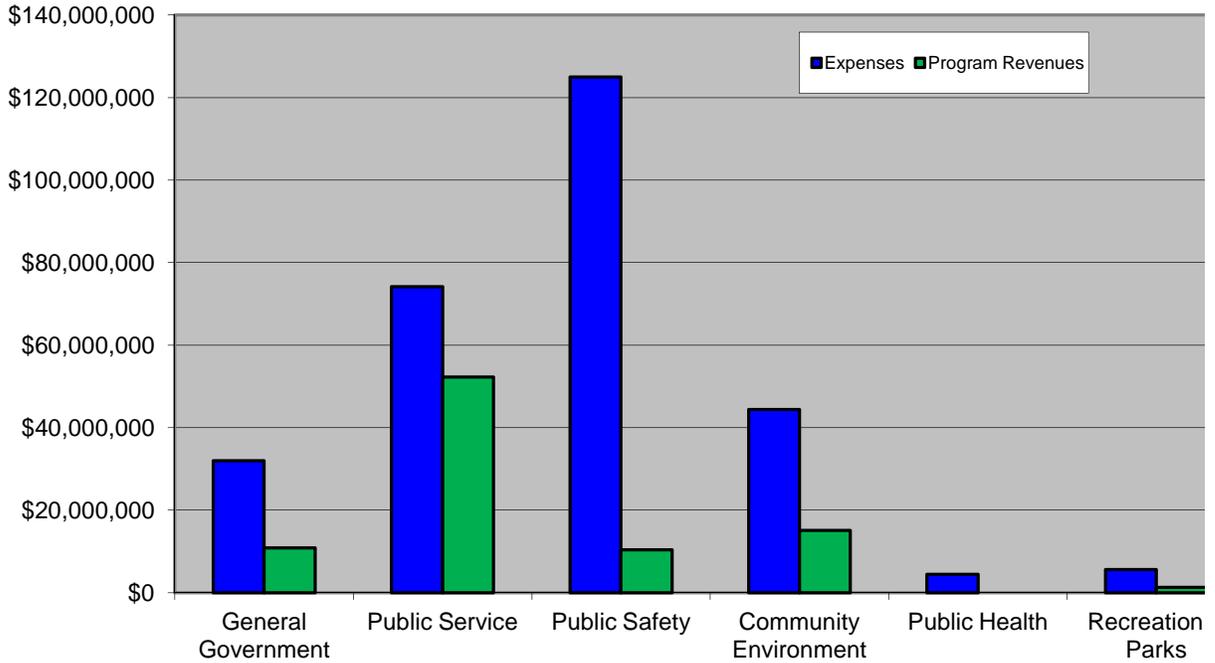
- The decrease in miscellaneous revenue relates to the receipt of one-time revenue items during 2014.
- Unemployment shows a decrease to 5.7%, which is a result of employees returning to the workforce.
- The majority of the variance in operating grants and contributions is attributed to the decrease in grant funding including Ohio Department of Transportation.
- For the third time in eight years, Income taxes exceed the pre-recession number and is attributed to the stabilization of the local job market.
- Significant efforts are still in place to keep expenses in line with revenue as is shown on the following page, "Change in net position before transfers".
- The increase in public safety expenses relates to the increase in the wage accrual.
- The notable increase in community environment expenses is primarily due to the expenses attributed to the Community Learning Centers and the Tax Equivalency Fund.

Changes in Net Position
For Fiscal Year Ended December 31, 2014 and 2015
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2014	2015	2014	2015	2014	2015
Revenues:						
Program revenues:						
Charges for services	\$ 35,721	\$ 32,754	\$ 110,733	\$ 130,068	\$ 146,454	\$ 162,822
Operating grants and contributions	19,327	12,725	-	-	19,327	12,725
Capital grants and contributions	41,095	44,350	4,872	4,916	45,967	49,266
General revenues:						
Income taxes	141,390	143,231	-	-	141,390	143,231
Property taxes	23,342	23,681	-	-	23,342	23,681
JEDD revenues	17,759	19,272	-	-	17,759	19,272
Investment earnings	301	849	1	108	302	957
Unrestricted shared revenues	46,752	46,387	-	-	46,752	46,387
Miscellaneous	10,155	7,853	3,761	2,166	13,916	10,019
Gain on sale of capital assets	14	3	-	-	14	3
Total revenues	\$ 335,856	\$ 331,105	\$ 119,367	\$ 137,258	\$ 455,223	\$ 468,363
Expenses:						
General government	\$ 38,547	\$ 31,955	\$ -	\$ -	\$ 38,547	\$ 31,955
Public service	67,516	74,134	-	-	67,516	74,134
Public safety	120,176	124,944	-	-	120,176	124,944
Community environment	42,971	44,393	-	-	42,971	44,393
Public health	4,833	4,453	-	-	4,833	4,453
Recreation and parks	6,811	5,567	-	-	6,811	5,567
Interest on debt	27,940	30,189	-	-	27,940	30,189
Unallocated depreciation	16,092	17,066	-	-	16,092	17,066
Water	-	-	32,523	37,964	32,523	37,964
Sewer	-	-	71,710	70,908	71,710	70,908
Oil & gas	-	-	350	322	350	322
Golf course	-	-	1,106	1,276	1,106	1,276
Airport	-	-	721	921	721	921
Off-street parking	-	-	7,189	7,063	7,189	7,063
Total expenses	324,886	332,701	113,599	118,454	438,485	451,155
Changes in net position before						
transfers	10,970	(1,596)	5,768	18,804	16,738	17,208
Transfers	(466)	(887)	466	887	-	-
Changes in net position	\$ 10,504	\$ (2,483)	\$ 6,234	\$ 19,691	\$ 16,738	\$ 17,208
Net position, as restated - beginning *	371,690	227,832	420,959	416,781	792,649	644,613
Net position - ending	\$ 382,194	\$ 225,349	\$ 427,193	\$ 436,472	\$ 809,387	\$ 661,821

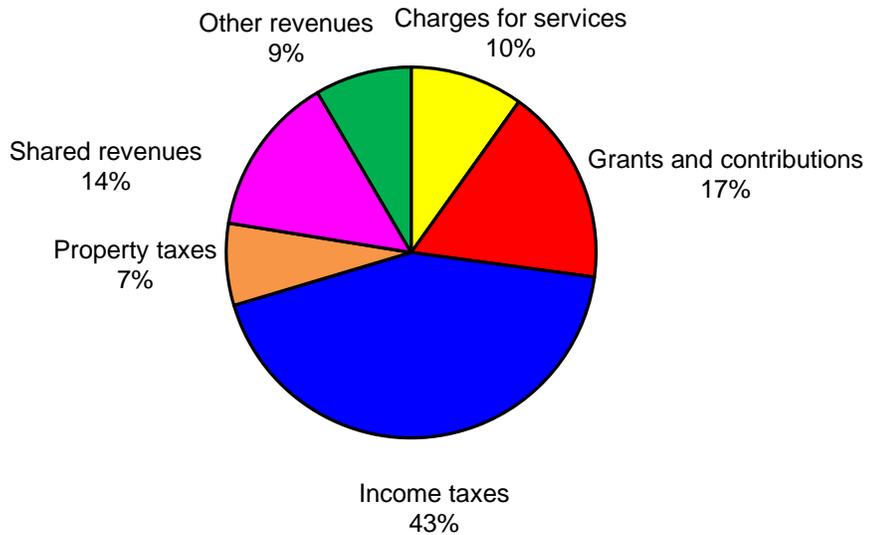
* restated beginning 2015 balance

Expenses and Program Revenues - Governmental Activities



The above chart shows the revenue generated by the various programs of the City of Akron and the expenses relating to each program. As shown below, the primary source of revenue that funds these programs is reported in the financial statements as income taxes.

Revenues By Sources Governmental Activities



FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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

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

As of the end of the current fiscal year, the City of Akron's governmental funds reported a combined ending fund balance of \$133,045,898, a decrease in comparison to the prior year. The unassigned fund deficit balance at the end of the current year is \$3,903,226. The remainder of fund balance is distributed to indicate that it is not available for new spending because it has already been dedicated. The City's major governmental funds are the General Fund, the Community Learning Centers (CLC) Fund, the Income Tax Capital Improvement Fund, and the Special Assessment Bond Payment Fund.

The General Fund is the chief operating fund of the City of Akron. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$8,382,029, while the total fund balance is \$12,933,884. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 5.9% of total General Fund expenditures, while total fund balance represents 9.1% of that same amount.

The fund balance of the City of Akron's General Fund increased by \$98,609 during the current fiscal year. Key factors in this change are as follows:

- The City's commitment to monitor revenues and approve expenditures in conformity with available resources.
- Akron's Income tax collection, our largest source of revenue in the General Fund, has improved and for the third time in eight years exceeding the pre-recession level.
- JEDD revenues decrease is directly attributed to utilization of the resources for projects and debt service within the JEDD fund.
- General government expenditures during 2015 decreased as a result of the elimination of the expenditures associated with the administration fee and storeroom supplies, along with the reduction in a guarantee obligation.
- The increase in public safety expenditures relates to the increase in the wage accrual.
- The practice of transferring monies from the General Fund, \$3,108,000 to subsidize various operations and provide the local match for grants is a method used annually by the City to provide resources to these funds.

The Community Learning Centers Fund has a total fund balance of \$89,377,283. The net decrease in fund balance the Community Learning Centers Fund from the prior year was \$17,029,270 which is attributed to the issuance of Income Tax Revenue Bonds in the prior year. The proceeds are being used to fund the payment of expenditures as reflected in the community environment expenditures for project specific costs.

The Income Tax Capital Improvement Fund has a total fund balance of \$5,220,944. Expenditures exceeded revenue by \$11,305,015 in 2015 which were funded by the issuance of bonds yielding a slight decrease in the fund balance of \$938,052. The Fund is responsible for debt service payments and relies heavily on the collection of income taxes.

The Special Assessment Bond Payment Fund has a total fund balance of \$2,036,147. The Fund is utilized for the accumulation of resources for, and the payment of, special assessment debt principal and interest and related costs.

Other Governmental Funds have a combined fund balance of \$23,477,640. The decrease in the combined fund balance was \$15,752,086. The majority of the change is attributed to projects within the special revenue funds and capital project funds. The City has been spending down fund balance in several special revenue funds and a capital project funds as reflected in the net change in fund balance in the following: Income Tax Collection Fund, Tax Equivalency Fund, Off-Street Parking COPs Fund, and the Economic Development Fund.

GENERAL FUND BUDGETARY OVERVIEW

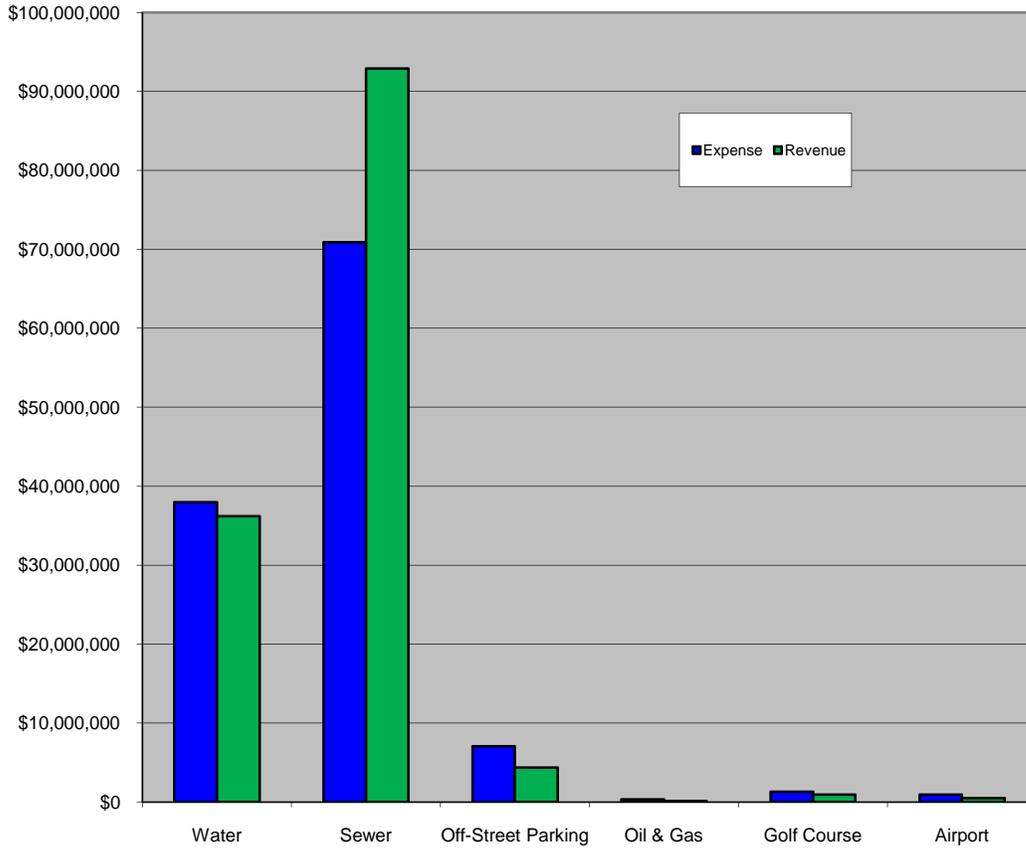
During the year, actual revenues and other sources were under original budgetary estimates by \$7,086,240 (4.4%). Income tax revenue, the major revenue source, was less than the budgeted amount by \$1,109,920. The other significant decreases in revenues during 2015 were JEDD revenues by \$3,048,820, service revenues by \$2,500,836, and miscellaneous revenue by \$1,208,903. The revenue stream was closely monitored during the year and anticipated expenditures were analyzed and prioritize.

Through restraint on spending, the actual draw on the General Fund was only \$495,383. The actual expenditures were under the final budget by \$12,445,835.

Key events contributing to the changes in the General Fund budget amounts are as follows:

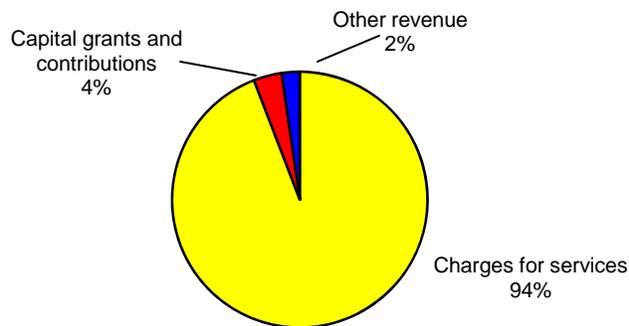
- The Public Service Department's budget was increased by \$3,910,000, the Fire Department's budget was increased by \$3,350,000, and the Police Department was increased by \$2,502,000, but the revenue did not materialize to allow for the full budgeted expenditures.
- The Department of Public Service's actual expenditures were under the budgeted amount by \$5,002,269 which is attributed to the restraint on spending.

Expenses and Program Revenues - Business-type Activities



The above chart shows the revenue generated by the various business-type activities of the City of Akron and the expenses relating to each activity. As shown below, the majority of the revenue that funds these activities is reported in the financial statements as charges for services.

Revenues By Sources Business-type Activities



FINANCIAL ANALYSIS OF THE PROPRIETARY FUNDS

Business-Type Activities. Business-type activities increased the City of Akron's net position by \$19,690,861 compared to an increase of \$6,234,088 in the prior year. Total program revenues increased by \$19,377,840 allowing an increase in expenses of \$4,855,144 attributing to the change in net position.

Proprietary Funds. The City of Akron's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The City's major enterprise funds are the Water, Sewer and Off-Street Parking.

Unrestricted net deficit of the Water Fund at the end of the year was \$3,106,216; for the Sewer Fund was unrestricted net position of \$34,133,575 and for the Off-Street Parking Fund was a deficit of \$481,088. The increase reported in net position for the Water and Sewer Funds were \$655,038 and \$21,299,822, respectively. The decrease reported in net position for Off-Street Parking was \$2,235,490.

The Water Department services the City and 12 surrounding communities which account for 80,684 customer accounts and 1,228 miles of water mains. All bonds of the Water Fund are paid from water enterprise revenues. A ten-year comparison of certain water enterprise data is shown in Schedule 15 of the Statistical Section. Water rates remained stable and results of operations yielded an increase in net position due to cost containment.

The Sewer Department services the City and 12 surrounding communities which account for 76,570 customer accounts and 1,348 miles of sewer lines. All bonds of the Sewer Fund are paid from sewer enterprise revenues. A ten-year comparison of certain sewer enterprise data is shown in Schedule 15 of the Statistical Section. Sewer rates remained virtually unchanged with only slight increases to a small population of non-resident customers and results of operations yielded an increase in net position due again to cost containment.

The Off-Street Parking Fund experienced a slight decrease in operating revenues and only a minor decrease in operating expenses. The decrease in net position directly relates to expenses exceeding operating revenues.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The City of Akron’s investment in capital assets for its government and business-type activities as of December 31, 2015, amounts to \$1,610,386,384 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements (other than buildings), equipment, and infrastructure. The total increase in the City of Akron’s investment in capital assets for the current fiscal year was \$60,656,061 (a 0.6% increase for governmental activities and a 10.2% increase for business-type activities).

	Capital Assets (net of accumulated depreciation) (in thousands)					
	Governmental Activities		Business-type Activities		Total	
	2014	2015	2014	2015	2014	2015
Land	\$ 158,693	\$ 158,882	\$ 35,072	\$ 36,958	\$ 193,765	\$ 195,840
Construction in progress	95,925	103,923	80,679	135,369	176,604	239,292
Buildings	301,670	300,242	106,973	103,875	408,643	404,117
Improvements	102,042	101,469	166,925	160,349	268,967	261,818
Equipment	19,208	17,427	4,255	4,278	23,463	21,705
Infrastructure	332,736	334,124	145,552	153,490	478,288	487,614
	<u>\$ 1,010,274</u>	<u>\$ 1,016,067</u>	<u>\$ 539,456</u>	<u>\$ 594,319</u>	<u>\$ 1,549,730</u>	<u>\$ 1,610,386</u>

The City of Akron displays additional information relating to the capital assets of the City that can be found in Note 1. G. and Note 7.

Major capital assets placed into service during the current fiscal year included the following:

- Community Learning Centers Construction-In-Progress - \$16,805,194
- Mud Run Pump Station Improvements - \$8,200,350
- Ohio Interceptor Tunnel - \$7,362,623
- Sanitary Sewer Reconstruction - \$6,851,827
- CSO Rack 15 Storage Basin - \$4,961,687
- Wilbeth Road Improvements - \$1,652,497
- Cascade Plaza Improvements - \$1,494,480

Long-Term Debt. At the end of the current fiscal year, the City of Akron had total debt outstanding of \$837,295,873. All general obligation bonds are backed by the full faith and credit of the City. Special assessment bonds and notes are covered by special assessment collections and are backed by the full faith and credit of the City. The remainder of the City of Akron's debt represents bonds secured solely by specified revenue sources.

City of Akron Outstanding Debt (in thousands)						
	Governmental Activities		Business-type Activities		Total	
	2014	2015	2014	2015	2014	2015
General Obligation Bonds	\$ 201,379	\$ 186,841	\$ 617	\$ 544	\$ 201,996	\$ 187,385
General Obligation Notes	6,500	4,500	-	-	6,500	4,500
OPWC Loan	9,084	7,641	1,341	1,140	10,425	8,781
Ohio Development Services Agency	5,379	5,270	-	-	5,379	5,270
Non-Tax Revenue Bonds	53,565	48,035	-	-	53,565	48,035
Income Tax Revenue Bonds and Notes	319,911	349,941	-	-	319,911	349,941
Special Revenue Bonds	25,245	22,030	-	-	25,245	22,030
Special Assessment Bonds and Notes	17,080	15,860	-	-	17,080	15,860
SIB Loan	313	-	-	-	313	-
Mortgage Revenue Bonds	-	-	30,360	26,970	30,360	26,970
Revenue Bonds	-	-	11,075	6,550	11,075	6,550
OWDA Loan	-	-	95,300	161,974	95,300	161,974
	<u>\$ 638,456</u>	<u>\$ 640,118</u>	<u>\$ 138,693</u>	<u>\$ 197,178</u>	<u>\$ 777,149</u>	<u>\$ 837,296</u>

The City of Akron's total debt outstanding increased by \$60,147,073 (7.7%) during the current fiscal year.

During the current fiscal year the City issued \$30,870,000 in Income Tax Revenue Bonds for the Off-Street Parking Decks and various purpose improvements. There were OWDA loans issued for the cost of improving the Waterworks System (\$6,512,364) and the Sanitary Sewer System (\$94,147,872).

The Ohio Revised Code provides that the outstanding general obligation bonds less self-supporting debt (e.g., income tax-backed projects) of the municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the assessed 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 total assessed value of property. The City of Akron's total debt limit (10.5%) is \$270,381,850 and the total unvoted net debt limit (5.5%) is \$141,628,588.

The City's general obligation bonds are rated "AA-" by Standard & Poor's Ratings Services, "AA-" by Fitch Ratings and "Aa3" by Moody's Investors Service, Inc. The insured Water and Sewer Revenue bonds were originally rated AAA from Fitch, AAA from Moody's and AAA from Standard & Poor's.

Additional information on the City of Akron's long-term debt can be found in Notes 10-12.

Economic Factors and Next Year's Budgets and Rates

- Unemployment shows a decrease to 5.7%, which is a result of employees returning to the workforce.
- The City of Akron budgeted income tax collections to increase by 2%, Local Government and Property Tax to remain flat.
- No increase in Water or Sewer rates for 2016.
- The City will examine its current structure of fees, licenses, fines and service charges and make adjustments where appropriate.

In the 2016 budget, the General Fund unencumbered fund balance is projecting a slight increase of \$498,919.

Request for Information

This financial report is designed to provide a general overview of the City of Akron's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional information should be addressed to the Director of Finance, Municipal Building, 166 South High Street, Room 502, Akron, Ohio 44308.

BASIC FINANCIAL STATEMENTS

City of Akron, Ohio
Statement of Net Position
December 31, 2015

	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets:			
Pooled cash and investments	\$ 72,456,596	\$ 41,671,360	\$ 114,127,956
Restricted cash and investments	51,911,604	9,498,992	61,410,596
Receivables, net	97,495,330	19,919,456	117,414,786
Loans receivable	949,310	-	949,310
Due from other governments	380,085	227,761	607,846
Internal balances	2,235,808	(2,235,808)	-
Inventories, at cost	649,847	3,148,083	3,797,930
Total current assets	<u>226,078,580</u>	<u>72,229,844</u>	<u>298,308,424</u>
Noncurrent assets:			
Receivables, net	83,085,618	-	83,085,618
Loans receivable	15,712,512	-	15,712,512
Deposits	12,563,300	-	12,563,300
Assets held for resale	4,786,232	-	4,786,232
Net pension asset	90,863	26,887	117,750
Capital assets:			
Land and construction in progress	262,804,607	172,327,227	435,131,834
Other capital assets, net	753,261,640	421,992,910	1,175,254,550
Total noncurrent assets	<u>1,132,304,772</u>	<u>594,347,024</u>	<u>1,726,651,796</u>
Total assets	<u>1,358,383,352</u>	<u>666,576,868</u>	<u>2,024,960,220</u>
Deferred Outflows of Resources	26,136,083	2,584,982	28,721,065
Total assets and deferred outflows of resources	<u>1,384,519,435</u>	<u>669,161,850</u>	<u>2,053,681,285</u>
Liabilities			
Current liabilities:			
Accounts payable and other accrued liabilities	12,333,631	6,921,727	19,255,358
Deposits	451,410	724,174	1,175,584
Due to other governments	4,103,891	403,138	4,507,029
Accrued interest payable	2,351,717	1,974,406	4,326,123
Accrued wages	5,248,615	594,953	5,843,568
Accrued vacation and leave	10,000,795	1,175,019	11,175,814
COPs and obligations under capital lease	5,691,441	84,500	5,775,941
Liability for unpaid claims	5,730,889	-	5,730,889
Bonds, notes and loans payable	51,597,466	18,037,190	69,634,656
Total current liabilities	<u>97,509,855</u>	<u>29,915,107</u>	<u>127,424,962</u>
Noncurrent liabilities:			
COPs and obligations under lease	25,043,975	72,820	25,116,795
Liabilities due in more than one year	94,705,552	9,890,198	104,595,750
Bonds, notes and loans payable	588,464,829	179,141,067	767,605,896
Net pension liability	179,963,036	12,216,036	192,179,072
Total noncurrent liabilities	<u>888,177,392</u>	<u>201,320,121</u>	<u>1,089,497,513</u>
Total liabilities	<u>985,687,247</u>	<u>231,235,228</u>	<u>1,216,922,475</u>
Deferred Inflows of Resources	173,483,432	1,454,419	174,937,851
Total liabilities and deferred inflows of resources	<u>1,159,170,679</u>	<u>232,689,647</u>	<u>1,391,860,326</u>
Net position			
Net investment in capital assets	373,605,736	396,984,561	770,590,297
Restricted for debt service	36,462,300	9,498,992	45,961,292
Unrestricted (deficit)	(184,719,280)	29,988,650	(154,730,630)
Total net position	<u>\$ 225,348,756</u>	<u>\$ 436,472,203</u>	<u>\$ 661,820,959</u>

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

City of Akron, Ohio
Statement of Activities
For the Year Ended December 31, 2015

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General government	\$ 31,954,663	\$ 7,505,352	\$ 49,209	\$ 3,285,490	\$ (21,114,612)	\$ -	\$ (21,114,612)
Public service	74,133,731	19,949,672	-	32,317,602	(21,866,457)	-	(21,866,457)
Public safety	124,943,875	4,349,617	4,522,111	1,506,479	(114,565,668)	-	(114,565,668)
Community environment	44,393,603	228,261	7,604,506	7,210,121	(29,350,715)	-	(29,350,715)
Public health	4,452,937	-	-	-	(4,452,937)	-	(4,452,937)
Recreation and parks	5,567,353	721,422	549,030	29,451	(4,267,450)	-	(4,267,450)
Interest	30,189,381	-	-	-	(30,189,381)	-	(30,189,381)
Unallocated depreciation*	17,065,802	-	-	-	(17,065,802)	-	(17,065,802)
Total governmental activities	332,701,345	32,754,324	12,724,856	44,349,143	(242,873,022)	-	(242,873,022)
Business-type Activities:							
Water	37,964,538	35,391,626	-	804,355	-	(1,768,557)	(1,768,557)
Sewer	70,908,326	89,170,077	-	3,754,740	-	22,016,491	22,016,491
Oil and gas	321,767	130,030	-	-	-	(191,737)	(191,737)
Golf course	1,275,762	917,712	-	-	-	(358,050)	(358,050)
Airport	920,765	182,663	-	283,077	-	(455,025)	(455,025)
Parking facilities	7,063,162	4,275,513	-	73,952	-	(2,713,697)	(2,713,697)
Total business-type activities	118,454,320	130,067,621	-	4,916,124	-	16,529,425	16,529,425
Total Government	\$ 451,155,665	\$ 162,821,945	\$ 12,724,856	\$ 49,265,267	\$ (242,873,022)	\$ 16,529,425	\$ (226,343,597)
General revenues:							
Taxes:							
Income taxes					\$ 143,231,380	\$ -	\$ 143,231,380
Property taxes					23,681,267	-	23,681,267
JEDD Revenues					19,271,731	-	19,271,731
Investment earnings					848,901	107,676	956,577
Unrestricted shared revenues					46,387,254	-	46,387,254
Miscellaneous					7,853,357	2,166,460	10,019,817
Gain on sale of capital assets					2,738	-	2,738
Transfers					(887,300)	887,300	-
Total general revenues and transfers					240,389,328	3,161,436	243,550,764
Change in net position					(2,483,694)	19,690,861	17,207,167
Net position - beginning, as restated					227,832,450	416,781,342	644,613,792
Net position - ending					\$ 225,348,756	\$ 436,472,203	\$ 661,820,959

*Excludes depreciation included in program expenses.

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

City of Akron, Ohio
Balance Sheet - Governmental Funds
December 31, 2015

	General	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Bond Payment	Other Governmental Funds	Total Governmental Funds
Assets						
Pooled cash and investments	\$ 5,653,522	\$ 24,336,157	\$ 2,382,995	\$ -	\$ 29,287,029	\$ 61,659,703
Restricted cash and investments	-	50,192,204	-	38,147	1,681,253	51,911,604
Receivables, net of allowances for uncollectibles	46,314,890	55,991,945	5,976,157	35,581,605	19,578,114	163,442,711
Loans receivable	-	-	-	-	16,661,822	16,661,822
Due from other governments	10,117	-	-	-	2,912,809	2,922,926
Due from other funds	2,041,556	1,143,096	323,200	-	1,725,257	5,233,109
Due from others	-	-	-	-	67,253	67,253
Deposits	-	12,563,300	-	-	-	12,563,300
Advances to other funds	393,700	-	920,000	-	-	1,313,700
Assets held for resale	-	-	-	-	4,786,232	4,786,232
Total assets	<u>\$ 54,413,785</u>	<u>\$ 144,226,702</u>	<u>\$ 9,602,352</u>	<u>\$ 35,619,752</u>	<u>\$ 76,699,769</u>	<u>\$ 320,562,360</u>
Liabilities						
Accounts payable	\$ 1,431,374	\$ 72	\$ 115,675	\$ -	\$ 5,220,837	\$ 6,767,958
Deposits	85,435	-	-	-	365,975	451,410
Advances from other funds	-	-	-	-	1,111,700	1,111,700
Due to other governments	2,848,331	498	12,761	-	5,615,193	8,476,783
Due to other funds	842,502	-	1,676,121	-	2,199,982	4,718,605
Due to others	621,785	-	-	2,000	1,735,231	2,359,016
Accrued interest payable	140,000	-	-	-	-	140,000
Accrued liabilities	964,272	-	11,923	-	1,344,724	2,320,919
Accrued wages	4,047,425	-	18,243	-	971,902	5,037,570
Accrued vacation and leave	212,703	-	-	-	84,640	297,343
Special assessment notes	-	-	-	-	13,000,000	13,000,000
Total liabilities	11,193,827	570	1,834,723	2,000	31,650,184	44,681,304
Deferred Inflows of Resources	30,286,074	54,848,849	2,546,685	33,581,605	21,571,945	142,835,158
Fund balances						
Nonspendable	-	-	-	-	4,786,232	4,786,232
Restricted	-	89,377,283	5,220,944	2,036,147	20,465,749	117,100,123
Committed	377,840	-	-	-	10,510,914	10,888,754
Assigned	4,174,015	-	-	-	-	4,174,015
Unassigned	8,382,029	-	-	-	(12,285,255)	(3,903,226)
Total fund balances	12,933,884	89,377,283	5,220,944	2,036,147	23,477,640	133,045,898
Total liabilities, deferred inflows and fund balances	<u>\$ 54,413,785</u>	<u>\$ 144,226,702</u>	<u>\$ 9,602,352</u>	<u>\$ 35,619,752</u>	<u>\$ 76,699,769</u>	<u>\$ 320,562,360</u>

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

City of Akron, Ohio
 Reconciliation of the Balance Sheet to the Statement of Net Position - Governmental Funds
 December 31, 2015

Total fund balances for governmental funds (Exhibit 3)	\$	133,045,898
Total net position reported for governmental activities in the statement of net position is different because:		
Investments in City of Akron issued bonds and notes are eliminated in the government-wide statement of net position.		(55,321)
Capital assets used in governmental activities (excluding internal service fund capital assets) are not financial resources and therefore are not reported in the funds.		1,013,427,502
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred inflows in the funds.		
Grant revenues	2,738,910	
Income taxes	10,281,017	
JEDD revenues	2,047,638	
Property taxes	6,029,731	
Special assessments	14,750,000	
Shared revenues	8,811,967	
		44,659,263
Long-term accounts receivables are not available to pay for current period expenditures.		1,632,825
The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.		(7,856,602)
Long-term liabilities including bonds payable and accrued interest payable are not due and payable in the current period and therefore are not reported in the funds.		
Accounts payable and other accrued liabilities	(43,452,590)	
Accrued interest payable	(2,211,717)	
Accrued vacation and leave	(48,793,721)	
Bonds, notes and loans payable	(622,152,295)	
Obligations under capital lease	(30,315,416)	
Unamortized bond premium, discount, deferred loss, gain	(58,140,194)	
Net pension deferred inflows/outflows	(151,896,035)	
		(956,961,968)
Unavailable grant revenue reflected as a receivable in the funds, therefore, eliminated entity wide.		(2,542,841)
Total net position of governmental activities (Exhibit 1)	\$	225,348,756

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

City of Akron, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
For the Year Ended December 31, 2015

	General	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Bond Payment	Other Governmental Funds	Total Governmental Funds
Revenues						
Income taxes	\$ 90,425,178	\$ 17,254,073	\$ 30,640,861	\$ -	\$ 4,968,539	\$ 143,288,651
Property taxes	16,044,325	-	-	-	7,369,907	23,414,232
JEDD revenues	1,861,400	-	688,600	-	16,173,573	18,723,573
Special assessments	101,147	-	-	539,519	30,029,664	30,670,330
Grants and subsidies	49,209	1,003,559	268,433	-	23,169,768	24,490,969
Investment earnings	265,177	403,900	-	-	181,137	850,214
Shared revenues	13,070,548	10,290,057	462,197	-	21,984,794	45,807,596
Licenses, fees and fines	7,198,031	-	-	-	2,262,143	9,460,174
Charges for services	14,219,457	-	-	-	6,417,005	20,636,462
Miscellaneous	2,537,535	5,000	100,424	979	6,801,059	9,444,997
	<u>145,772,007</u>	<u>28,956,589</u>	<u>32,160,515</u>	<u>540,498</u>	<u>119,357,589</u>	<u>326,787,198</u>
Expenditures						
Current:						
General government	11,756,504	72	-	-	17,006,323	28,762,899
Public service	24,304,326	-	518,179	539,519	59,398,854	84,760,878
Public safety	96,344,873	-	743,496	-	21,612,617	118,700,986
Community environment	1,207,461	26,386,221	6,576,953	-	27,726,426	61,897,061
Public health	4,186,224	-	-	-	-	4,186,224
Recreation and parks	3,812,267	-	245,833	-	1,262,030	5,320,130
Debt service:						
Principal retirement	629,659	7,545,000	21,038,195	-	10,442,270	39,655,124
Interest	313,270	12,041,941	13,584,452	-	3,467,238	29,406,901
Bond issuance expenditures	10,300	12,625	758,422	-	152,949	934,296
	<u>142,564,884</u>	<u>45,985,859</u>	<u>43,465,530</u>	<u>539,519</u>	<u>141,068,707</u>	<u>373,624,499</u>
Excess (deficiency) of revenues over (under) expenditures	3,207,123	(17,029,270)	(11,305,015)	979	(21,711,118)	(46,837,301)
Other financing sources (uses)						
Issuance of bonds	-	-	5,500,000	-	10,000,000	15,500,000
Issuance of loans	-	-	-	-	9,248	9,248
Premium on debt	-	-	4,828,487	-	45,178	4,873,665
Original bond issue discount	-	-	(148,132)	-	-	(148,132)
Issuance of refunding obligations	-	-	63,945,000	-	-	63,945,000
Issuance of capital lease	-	-	-	-	731,754	731,754
Lease - financed capital assets	-	-	-	-	(731,754)	(731,754)
Payment to refunding agent	-	-	(69,627,500)	-	(447,500)	(70,075,000)
Transfers-in	-	-	5,869,108	-	2,221,214	8,090,322
Transfers-out	(3,108,514)	-	-	-	(5,869,108)	(8,977,622)
	<u>(3,108,514)</u>	<u>-</u>	<u>10,366,963</u>	<u>-</u>	<u>5,959,032</u>	<u>13,217,481</u>
Net change in fund balance	98,609	(17,029,270)	(938,052)	979	(15,752,086)	(33,619,820)
Fund balances (deficit),						
January 1, 2015	<u>12,835,275</u>	<u>106,406,553</u>	<u>6,158,996</u>	<u>2,035,168</u>	<u>39,229,726</u>	<u>166,665,718</u>
Fund balances, December 31, 2015	<u>\$ 12,933,884</u>	<u>\$ 89,377,283</u>	<u>\$ 5,220,944</u>	<u>\$ 2,036,147</u>	<u>\$ 23,477,640</u>	<u>\$ 133,045,898</u>

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

City of Akron, Ohio
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
 to the Statement of Activities - Governmental Funds
 For the Year Ended December 31, 2015

Net changes in fund balances - total governmental funds (Exhibit 4) \$ (33,619,820)

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, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$38,965,748) exceeded depreciation (\$33,772,717) in the current period.

5,193,031

The net effect of selling capital assets increased net position.

2,738

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

(26,497,902)

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

Issuance of debt	(79,454,248)	
Payment of debt	39,655,124	
Payment to refunding agent	70,075,000	
Premium on debt	(4,873,665)	
Discount on debt	148,132	
Bond issuance expenditures	<u>934,296</u>	

26,484,639

Some of the expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

25,031,235

The change in net position of the internal service funds are included in the governmental activities in the statement of activities.

922,385

Change in net position of governmental activities (Exhibit 2)

\$ (2,483,694)

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

City of Akron, Ohio
Statement of Net Position - Proprietary Funds
December 31, 2015

	Water	Sewer	Off-Street Parking	Other Enterprise Funds	Total	Governmental Activities- Internal Service Funds
Assets						
Current assets:						
Pooled cash and investments	\$ 6,859,731	\$ 34,420,005	\$ 217,027	\$ 174,597	\$ 41,671,360	\$ 10,852,214
Restricted cash and investments	3,299,855	6,199,137	-	-	9,498,992	-
Receivables, net of allowance for uncollectibles	4,866,373	14,952,263	95,396	5,424	19,919,456	15,708
Due from other governments	199,321	-	-	28,440	227,761	-
Due from other funds	394,190	1,308	-	-	395,498	1,732,400
Inventories, at cost	2,097,435	1,002,799	-	47,849	3,148,083	649,847
Total current assets	<u>17,716,905</u>	<u>56,575,512</u>	<u>312,423</u>	<u>256,310</u>	<u>74,861,150</u>	<u>13,250,169</u>
Noncurrent assets:						
Net pension asset	15,408	10,517	-	962	26,887	9,547
Property, plant and equipment, net of accumulated depreciation	164,083,967	345,022,895	75,589,157	9,624,118	594,320,137	2,638,745
Total noncurrent assets	<u>164,099,375</u>	<u>345,033,412</u>	<u>75,589,157</u>	<u>9,625,080</u>	<u>594,347,024</u>	<u>2,648,292</u>
Total assets	<u>181,816,280</u>	<u>401,608,924</u>	<u>75,901,580</u>	<u>9,881,390</u>	<u>669,208,174</u>	<u>15,898,461</u>
Deferred Outflows of Resources	1,492,395	1,009,541	-	83,046	2,584,982	824,472
Total assets and deferred outflows	<u>183,308,675</u>	<u>402,618,465</u>	<u>75,901,580</u>	<u>9,964,436</u>	<u>671,793,156</u>	<u>16,722,933</u>
Liabilities						
Current liabilities:						
Accounts payable	2,024,015	4,060,305	505,977	33,707	6,624,004	431,976
Deposits	724,174	-	-	-	724,174	-
Due to other governments	51,742	115,788	235,608	-	403,138	-
Advances from other funds	-	-	-	-	-	202,000
Due to other funds	509,572	2,000,063	50,078	3,406	2,563,119	79,283
Accrued interest payable	681,380	1,291,178	1,848	-	1,974,406	-
Accrued liabilities	181,720	69,826	-	46,177	297,723	1,276,357
Accrued wages	340,395	234,526	-	20,032	594,953	211,045
Accrued vacation and leave	692,135	449,616	-	33,268	1,175,019	471,592
Obligations under capital lease	68,250	-	-	16,250	84,500	-
Liability for unpaid claims	-	-	-	-	-	5,730,889
Debt:						
General obligation bonds	-	-	75,749	-	75,749	-
Mortgage revenue bonds	3,870,000	-	-	-	3,870,000	-
Revenue bonds	-	4,750,000	-	-	4,750,000	410,000
OWDA loans	1,509,134	7,630,793	-	-	9,139,927	-
OPWC loans	95,958	105,556	-	-	201,514	-
Total current liabilities	<u>10,748,475</u>	<u>20,707,651</u>	<u>869,260</u>	<u>152,840</u>	<u>32,478,226</u>	<u>8,813,142</u>
Noncurrent liabilities:						
Obligations under capital lease	58,816	-	-	14,004	72,820	-
Due in more than one year	5,634,579	4,007,568	-	248,051	9,890,198	6,495,614
Bonds, notes, and loans	45,545,778	133,126,809	468,480	-	179,141,067	4,920,000
Net pension liability	7,000,597	4,778,427	-	437,012	12,216,036	4,338,559
Total noncurrent liabilities	<u>58,239,770</u>	<u>141,912,804</u>	<u>468,480</u>	<u>699,067</u>	<u>201,320,121</u>	<u>15,754,173</u>
Total liabilities	<u>68,988,245</u>	<u>162,620,455</u>	<u>1,337,740</u>	<u>851,907</u>	<u>233,798,347</u>	<u>24,567,315</u>
Deferred Inflows of Resources	1,190,759	255,561	-	8,099	1,454,419	80,407
Net Position						
Net investment in capital assets	112,936,032	199,409,737	75,044,928	9,593,864	396,984,561	2,638,745
Restricted for debt service	3,299,855	6,199,137	-	-	9,498,992	-
Unrestricted (deficit)	(3,106,216)	34,133,575	(481,088)	(489,434)	30,056,837	(10,563,534)
Total net position	<u>113,129,671</u>	<u>239,742,449</u>	<u>74,563,840</u>	<u>9,104,430</u>	<u>436,540,390</u>	<u>(7,924,789)</u>
Total liabilities, deferred inflows and net position	<u>\$ 183,308,675</u>	<u>\$ 402,618,465</u>	<u>\$ 75,901,580</u>	<u>\$ 9,964,436</u>	<u>\$ 671,793,156</u>	<u>\$ 16,722,933</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds:					(68,187)	
Net position of business-type activities					<u>\$ 436,472,203</u>	

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

City of Akron, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds
For the Year Ended December 31, 2015

	Water	Sewer	Off-Street Parking	Other Enterprise Funds	Total	Governmental Activities- Internal Service Funds
Operating revenues						
Charges for services	\$ 35,536,038	\$ 89,170,077	\$ 4,256,308	\$ 1,214,762	\$ 130,177,185	\$ 53,929,895
Other	1,302,722	630,008	177,751	90,827	2,201,308	972,198
	<u>36,838,760</u>	<u>89,800,085</u>	<u>4,434,059</u>	<u>1,305,589</u>	<u>132,378,493</u>	<u>54,902,093</u>
Operating expenses						
Personal services	12,830,683	8,516,550	-	924,395	22,271,628	7,798,071
Direct expenses	15,760,499	50,758,240	3,399,215	1,078,704	70,996,658	11,851,738
Claims	18,503	905,500	-	-	924,003	33,999,276
Rentals and lease	366,986	82,632	-	74,510	524,128	723
Utilities	1,442,389	1,606,123	735,362	88,373	3,872,247	171,010
Insurance	126,275	206,540	48,377	41,668	422,860	28,114
Depreciation, depletion and amortization	4,959,928	8,693,961	2,413,524	266,431	16,333,844	101,305
Other	174,886	63,819	466,086	47,553	752,344	1,334
	<u>35,680,149</u>	<u>70,833,365</u>	<u>7,062,564</u>	<u>2,521,634</u>	<u>116,097,712</u>	<u>53,951,571</u>
Operating income (loss)	<u>1,158,611</u>	<u>18,966,720</u>	<u>(2,628,505)</u>	<u>(1,216,045)</u>	<u>16,280,781</u>	<u>950,522</u>
Nonoperating revenues (expenses)						
Interest income	104	107,572	-	-	107,676	102
Interest expense	(1,308,032)	(1,529,210)	(937)	(970)	(2,839,149)	(90,110)
	<u>(1,307,928)</u>	<u>(1,421,638)</u>	<u>(937)</u>	<u>(970)</u>	<u>(2,731,473)</u>	<u>(90,008)</u>
Gain (loss) before transfers and contributions	(149,317)	17,545,082	(2,629,442)	(1,217,015)	13,549,308	860,514
Transfers-in	-	-	320,000	567,300	887,300	-
Capital contributions	804,355	3,754,740	73,952	283,077	4,916,124	400,000
	<u>804,355</u>	<u>3,754,740</u>	<u>393,952</u>	<u>850,377</u>	<u>5,803,424</u>	<u>400,000</u>
Changes in net position	655,038	21,299,822	(2,235,490)	(366,638)	19,352,732	1,260,514
Net position, January 1, 2015, as restated	<u>112,474,633</u>	<u>218,442,627</u>	<u>76,799,330</u>	<u>9,471,068</u>		<u>(9,185,303)</u>
Net position, December 31, 2015	<u>\$ 113,129,671</u>	<u>\$ 239,742,449</u>	<u>\$ 74,563,840</u>	<u>\$ 9,104,430</u>		<u>\$ (7,924,789)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					338,129	
Change in net position of business-type activities					<u>\$ 19,690,861</u>	

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

City of Akron, Ohio
Statement of Cash Flows - Proprietary Funds
For the Year Ended December 31, 2015

	Water	Sewer	Off-Street Parking	Other Enterprise Funds	Total	Governmental Activities Internal Service Funds
Operating activities						
Cash received from customers	\$ 35,335,022	\$ 85,887,834	\$ 4,224,495	\$ 1,227,805	\$ 126,675,156	\$ 53,252,452
Cash payments to suppliers for goods and services	(17,926,627)	(56,216,384)	(4,229,855)	(1,377,883)	(79,750,749)	(12,007,203)
Cash paid for salaries and employee benefits	(13,019,650)	(9,326,554)	-	(890,947)	(23,237,151)	(41,510,496)
Other revenues	1,302,722	630,008	177,751	90,827	2,201,308	972,198
Other expenses	(174,886)	(63,819)	(466,086)	(47,553)	(752,344)	(1,334)
Net cash provided by (used for) operating activities	5,516,581	20,911,085	(293,695)	(997,751)	25,136,220	705,617
Non-capital financing activities						
Operating transfers from other funds	-	-	320,000	567,300	887,300	-
Transfers/advances in for negative cash balances	-	-	-	-	-	64,000
Proceeds from sale of notes	-	-	-	-	-	4,500,000
Principal paid on bonds, loans and notes	-	-	-	-	-	(6,500,000)
Interest paid on bonds, loans and notes	-	-	-	-	-	(74,750)
Net cash provided by (used for) non-capital financing activities	-	-	320,000	567,300	887,300	(2,010,750)
Capital and related financing activities						
Proceeds from the sale of bonds	14,812,364	94,147,872	-	-	108,960,236	-
Principal paid on bonds and loans	(13,217,954)	(37,185,085)	(72,370)	-	(50,475,409)	(400,000)
Interest paid on bonds and loans	(1,761,488)	(2,408,292)	(1,364)	(970)	(4,172,114)	(15,360)
Acquisition and construction of capital assets	(8,321,050)	(61,465,576)	(1,582)	111,782	(69,676,426)	(663,230)
Capital contributions	804,355	3,754,740	73,952	283,077	4,916,124	400,000
Net cash provided by (used for) capital and related financing activities	(7,683,773)	(3,156,341)	(1,364)	393,889	(10,447,589)	(678,590)
Investing activities						
Purchase of investment securities	(6,286,126)	(7,071,600)	-	-	(13,357,726)	-
Proceeds from sales and maturities of investment securities	6,286,126	7,071,600	-	-	13,357,726	-
Interest on investments	104	107,572	-	-	107,676	102
Net cash provided by investing activities	104	107,572	-	-	107,676	102
Net increase (decrease) in cash and cash equivalents	(2,167,088)	17,862,316	24,941	(36,562)	15,683,607	(1,983,621)
Cash and cash equivalents, January 1, 2015	12,326,674	22,756,826	192,086	211,159	35,486,745	12,835,835
Cash and cash equivalents, December 31, 2015	\$ 10,159,586	\$ 40,619,142	\$ 217,027	\$ 174,597	\$ 51,170,352	\$ 10,852,214
Operating income (loss)	\$ 1,158,611	\$ 18,966,720	\$ (2,628,505)	\$ (1,216,045)	\$ 16,280,781	\$ 950,522
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
(Increase) decrease in operating assets:						
Depreciation, depletion and amortization	4,959,928	8,693,961	2,413,524	266,431	16,333,844	101,305
Receivables	(237,675)	(3,362,372)	(31,813)	1,356	(3,630,504)	66,012
Due from other funds	36,659	80,129	-	11,687	128,475	(743,455)
Inventories	(132,329)	(32,908)	-	(1,114)	(166,351)	158,600
Increase (decrease) in operating liabilities:						
Accounts payable	67,921	(2,994,990)	7,814	(35,117)	(2,954,372)	(74,053)
Due to other funds	(180,080)	(558,317)	(18,143)	(11,935)	(768,475)	(40,165)
Due to other governments	3,215	23,366	(36,572)	(46,462)	(56,453)	-
Accrued liabilities	14,829	(17,490)	-	14,379	11,718	(895)
Accrued wages	30,318	39,942	-	7,676	77,936	44,108
Accrued vacation and leave	(204,816)	73,044	-	11,393	(120,379)	282,162
Estimated liability for unpaid claims	-	-	-	-	-	(38,524)
Net cash provided by (used for) operating activities	\$ 5,516,581	\$ 20,911,085	\$ (293,695)	\$ (997,751)	\$ 25,136,220	\$ 705,617

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

City of Akron, Ohio
Statement of Net Position - Fiduciary Funds
December 31, 2015

	Private Purpose Trust Funds	Agency Funds
Assets		
Cash and investments	\$ 19,403	\$ 869,683
Total assets	<u>19,403</u>	<u>869,683</u>
Liabilities		
Due to others	<u>-</u>	<u>869,683</u>
Total liabilities	<u>-</u>	<u>869,683</u>
Net Position	<u>\$ 19,403</u>	<u>\$ -</u>

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

City of Akron, Ohio
Statement of Changes in Fiduciary Net Position - Private Purpose Trust Funds
For the Year Ended December 31, 2015

Exhibit 9

	Private Purpose Trust Funds
Additions	
Contributions	\$ 9,531
	9,531
Deductions	
Education and awareness	6,697
	6,697
Change in net position	2,834
Net position, January 1, 2015	16,569
Net position, December 31, 2015	\$ 19,403

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

City of Akron, Ohio
Notes to the Financial Statements
Year Ended December 31, 2015

1. Summary of Significant Accounting Policies

The City of Akron (the City) was incorporated in 1836 and is a home rule municipal corporation under the laws of the State of Ohio. The City operates under a Council-Mayor form of government and provides the following services as authorized by its Charter: public safety, public service, public health, recreation and development. The accompanying financial statements comply with the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, and Statement No. 61, *The Financial Reporting Entity: Omnibus* in that the financial statements include those activities and functions for which the City is accountable. The City has no component units as defined by GASB 14 and 39. The City is associated with certain organizations which are defined as jointly governed organizations and related organizations. These organizations are presented in Notes 25 and 26 to the basic financial statements. These organizations are the Akron Metropolitan Area Transportation Study (AMATS), the Akron/Summit Convention and Visitors' Bureau and the Summit Medina Business Alliance (SMBA). The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units.

The following is a summary of the more significant policies followed during the preparation of the accompanying financial statements.

A. Government-wide and fund financial statements

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* establishes requirements and a reporting model for the annual financial reports of state and local governments. The Statement was developed to make annual reports easier to understand and more useful to the people who use governmental financial information to make decisions. Financial information of the City is presented in the following format:

Basic Financial Statements:

1. *Government-wide financial statements* consist of a statement of net position and a statement of activities.

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

Interfund receivables and payables, and bonds and notes issued by the City and held by the City as investments, within governmental and business-type activities have been eliminated in the government-wide statement of net position. Related interest amounts are eliminated in the government-wide statement of activities.

1. Summary of Significant Accounting Policies (Continued)

These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business-type activities total column. Interfund services provided and used are not eliminated in the process of consolidation.

Internal service net position, whether positive or negative, have been eliminated against the expenses and program revenues shown in the governmental activities statement of activities.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities.

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

2. *Fund financial statements* consist of a series of statements focusing on information about the City's major governmental and enterprise funds. Separate statements are presented for the governmental, proprietary, and fiduciary funds.

The City's major governmental funds are the General Fund, the Community Learning Centers (CLC) Fund, Income Tax Capital Improvement Fund and the Special Assessment Bond Payment Fund. Of the City's business-type activities, the Water, Sewer, and Off-Street Parking Funds are considered major funds.

The General Fund is the primary operating fund of the City. It is used to account for all financial resources except those required to be accounted for in other funds. Its revenues consist primarily of income and property taxes, JEDD revenues, shared revenues, charges for services, and licenses, fees, and fines.

General Fund expenditures represent costs of general government, public service (including sanitation and recycling collection), public safety (including police and fire), community environment, public health, and recreation and parks. General Fund resources are also transferred annually to support other services which are accounted for in other separate funds.

The Community Learning Centers (CLC) Fund is used to account for the daily activity relating to the CLC project. The primary sources of revenue are City income tax, shared revenue and bond proceeds.

The Income Tax Capital Improvement Fund, a special revenue fund, is used to account for the accumulation of income tax revenue and the payments of costs for items specifically designated as project costs and payment of debt service. The primary revenue source is income tax revenue and some debt proceeds.

The Special Assessment Bond Payment fund is used to account for the accumulation of resources for, and the payment of, special assessment debt principal and interest and related costs. Revenues consist primarily of special assessment collections.

1. Summary of Significant Accounting Policies (Continued)

The Water Enterprise Fund accounts for financial activity related to operating the City's water supply, treatment and distribution system. The Water Enterprise Fund serves six other municipalities and parts of six adjacent townships. Revenues consist primarily of charges for services.

The Sewer Enterprise Fund accounts for the financial activity related to operating the City's wastewater collection and treatment system that serves the City and twelve other subdivisions. Revenues consist primarily of charges for services.

The Off-Street Parking Fund accounts for the financial activity related to operating the City's parking facilities located throughout the downtown area. Revenues consist almost exclusively of charges for services.

While not considered major funds, the City maintains Internal Service Funds used to account for the financing of goods or services provided by one department or division to another department or division of the City, generally on a cost-reimbursement basis. The three largest of these funds account for the motor equipment, engineering, and information technology services. In addition, the City also maintains Internal Service Funds to account for the financial activity relating to self-insurance. The financial activity relating to the self insurance funds are for workers' compensation, medical, and judgment and claims.

3. Notes to the financial statements provide information that is essential to a user's understanding of the basic financial statements.

Required Supplementary Information:

Required supplementary information such as Management's Discussion and Analysis and budgetary comparison schedules are also required by GASB Statement No. 34. GASB Statement No. 68 requires the Schedule of City's Proportionate Share of Net Pension Liability and the Schedule of the City Contributions to State Pension Funds.

B. *Financial reporting presentation*

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

GOVERNMENTAL FUNDS

1. **General Fund** – The General Fund is the general operating fund of the City and is appropriated. It is used to account for all financial resources except those required to be accounted for in another fund.
2. **Special Revenue Funds** – Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. The uses and limitations of each Special Revenue Fund are specified by City ordinances or federal or state statutes.

1. Summary of Significant Accounting Policies (Continued)

3. **Debt Service Funds** – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.
4. **Capital Projects Funds** - The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital projects (other than those financed by proprietary funds).
5. **Permanent Funds** – Permanent Funds are for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting government's programs. The City, however, does not utilize Permanent Funds at this time.

PROPRIETARY FUNDS

1. **Enterprise Funds** - The Enterprise Funds are used to account for the operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.
2. **Internal Service Funds** - The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments or to other governments on a cost-reimbursement basis.

FIDUCIARY FUNDS

1. **Private-Purpose Trust Funds** – Private-Purpose Trust Funds are used to account for other trust arrangements which benefit individuals, private organizations, or other governments. For accounting measurement purposes, the Private-Purpose Trust Funds are accounted for using the economic resources measurement focus (essentially the same manner as proprietary funds). The City utilizes three Private-Purpose Trust Funds. The Claire Merrix Trust was established in memory of a former City of Akron employee and is to fund tennis-related activities; the Holocaust Memorial Trust pays for annual holocaust services throughout the City; and the Police/Fire Beneficiary Trust was recently established to provide scholarships for dependents of those serving in the Police and Fire departments.
2. **Agency Funds** – Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. For accounting measurement purposes, the Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City has three Agency Funds, the first one is the Municipal Court Agency Fund and it is used to account for assets held by the Municipal Court Clerk for individuals, private organizations and other governments. The second one is the Police Property Monetary Evidence Fund and is used to account for funds held by the Police Department that will be returned to other agencies. The third one is the Unclaimed Monies Fund and it is used to account for funds held until a claim is made by the lawful owner.
3. **Other Fiduciary Funds** – Other Fiduciary Funds include pension trust funds and investment trust funds. The City does not utilize any such trust funds. Fiduciary Funds are not included in the government-wide statements.

1. Summary of Significant Accounting Policies (Continued)

C. *Measurement focus and basis of accounting*

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

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting, except Agency Funds because they are custodial in nature. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, property taxes, grants, shared revenue, and donations. On a full accrual basis, revenue from income taxes is recognized in the period in which the taxpayer's liability occurs and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. On a full accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. The City generally considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are generally recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

In applying the susceptible-to-accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available (i.e., collectible within the current year or within sixty days after year-end and available to pay obligations of the current period). These include income taxes, JEDD revenues, investment earnings, shared revenues, and a portion of special assessments. Reimbursements due for federally funded projects are accrued as revenue at the time the expenditures are made or, when received in advance, deferred until expenditures are made. Property taxes and the balance of special assessments, though measurable, are not available soon enough in the subsequent year to finance current period obligations. Therefore, property tax and the balance of special assessment receivables are recorded as deferred inflows until they become available. Other revenues, including licenses, fees and fines, and charges for services are recorded as revenue when received in cash because they are generally not measurable until actually received. The City applies restricted resources first when an expenditure is incurred for purposes for which both restricted and unrestricted net position are available.

1. Summary of Significant Accounting Policies (Continued)

Proprietary Fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as rental revenue and connection fees, result from ancillary activities. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

D. *Budgetary Procedures*

The City Council follows these procedures in establishing the budgetary data.

- (1) The Mayor submits to the City Council a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) According to state law, the budget must be enacted through passage of an ordinance by April 1.
- (4) The City Finance Director is authorized by City Council to transfer funds already appropriated within departments within any fund or category of expenditures; however, any revisions that alter the total appropriation of said department must be individually approved by the City Council. During 2015, supplemental appropriations were passed by City Council.
- (5) Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are recorded as the equivalent of expenditures. Unencumbered appropriations lapse at year-end.

1. Summary of Significant Accounting Policies (Continued)

(6) The majority of all funds have a legally adopted annual budget. Those funds include:

General Fund	Safety Programs	Golf Course
Income Tax Collection	City Facilities Operating	Airport
Emergency Medical Service	Various Purpose Funding	Off-Street Parking
Special Assessment	Deposits	Motor Equipment
Income Tax Capital Improvement	Community Learning Centers	Medical Self-Insurance
Street and Highway Maintenance	General Bond Payment Fund	Workers' Compensation Reserve
Community Development	Streets	Self-Insurance Settlement
Community Environment Grants	Information Technology and Improvements	Telephone System
Akron Metro. Area Transportation Study	Parks and Recreation	Engineering Bureau
H.O.M.E. Program	Public Facilities and Improvements	Information Technology
Tax Equivalency	Public Parking	Claire Merrix Tennis Trust
E.D.A. Revolving Loans	Economic Development	Holocaust Memorial Trust
Joint Economic Development Districts	Water	Unclaimed Monies
Akron Muni Court Information System	Sewer	Police/Fire Beneficiary Trust
Police Grants	Oil and Gas	Police Property Monetary Evidence

(7) The City appropriates an annual budget for the Police Pension Employer's Liability Fund and the Fire Pension Employer's Liability Fund which are required due to their funding source. On a GAAP basis, the two funds are combined with the General Fund.

E. *Cash, Cash Equivalents, and Investments*

Cash balances of the individual funds are combined to form a pool of cash held by the City Treasurer and invested in authorized investments (see Note 2). Earnings from these investments are credited to the General Fund in accordance with the City Charter except where the terms of a grant or regulation specify otherwise. Certain cash balances are held on behalf of the City by outside agents (see Note 2). Earnings from these investments are credited to the General Fund and certain other funds pursuant to the City Charter and federal and state requirements.

Investments are stated at fair value. Changes in fair value are recorded as a component of investment earnings.

For purposes of the Statement of Cash Flows, equity in pooled cash and investments, as well as segregated investments with original maturities of three months or less at the time they are purchased by the City, are considered to be cash equivalents. Investments with maturities of more than three months are not considered to be cash equivalents.

F. *Inventories* – Inventories are valued at cost (first-in, first-out) and adjusted to annual physical counts which are then maintained on a perpetual basis until the end of the year.

1. Summary of Significant Accounting Policies (Continued)

G. **Capital Assets** – Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements to the extent the City’s capitalization threshold is met. The City defines capital assets as assets with an estimated useful life in excess of three years and an individual cost of more than \$5,000 for land; \$10,000 for equipment and vehicles; \$500,000 for intangibles – Computer Software; \$25,000 for land improvements, buildings, and improvements other than buildings; and \$100,000 for infrastructure. Assets are recorded at historical cost or estimated historical cost if historical cost is not available. Contributed capital assets are recorded at their estimated fair market value at the date contributed. Infrastructure acquired prior to December 31, 1980, is also reported as a component of the above-mentioned capital assets.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation bases for proprietary fund capital assets are the same as those used for the governmental capital assets. Interest accrued during the construction of capital assets utilized by the proprietary funds is also capitalized.

Costs for maintenance and repairs are expensed when incurred. However, costs for repairs and upgradings that materially add to the value or life of an asset and meet the above criteria are capitalized.

The City depreciates capital assets on a straight-line basis, half-year convention, using the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings, bridges, and storm sewers	50
Improvements, skywalks, and paving	40
Sewer and water mains	40
Sidewalks, curbs, electrical and lighting	30
Traffic control system and bridge repairs	25
Land improvements	20
Equipment and Intangibles	3-20
CLC Building Equity Interest	70
CLC improvements other than buildings	40

H. **Compensated Absences** – Vacation, paid leave, and compensatory time benefits are accrued as liabilities as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated, unused vacation, paid leave, and compensatory time when earned for all employees.

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

1. Summary of Significant Accounting Policies (Continued)

- I. **Fund Balances** – 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:

(1) **Nonspendable** – Amounts that cannot be spent because they are not in spendable form, or legally or contractually 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 interfund loans.

(2) **Restricted** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

(3) **Committed** – Amounts constrained to specific purposes imposed by a formal action (ordinance) of City Council, its highest level of decision making authority; to be reported as committed, amounts cannot be used for any other purposes unless the same highest level of action is taken to remove or change the constraint.

(4) **Assigned** – Amounts the City intends to use for a specified purpose; intent can be expressed by the governing body or by the Director of Finance which has been designated this authority. The City’s intent is typically expressed through a directive issued by the Director of Finance.

(5) **Unassigned** – Amounts that are available for any new purpose: positive amounts are reported only in the general fund. In other governmental funds, the unassigned classification is used only to report a deficit fund balance.

Council establishes fund balance commitments by passage of an ordinance. Assigned fund balance is established by City administration including the Director of Finance through the issuance of requisitions, purchase orders, contracts, and directives.

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are 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.

Governmental funds of the City do not have specified fund balance targets. Recommended levels of committed and/or assigned fund balance will be determined on a case by case basis, based on the needs of each fund and as recommended by officials and approved by Council where necessary.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to restrict that portion of the appropriation, is employed as an extension of formal budgetary integration in the governmental funds. Significant encumbrances as of December 31, 2015, total \$2,037,639 in the General fund, \$770,138 in the Income Tax Capital Improvement fund, and \$6,521,415 in all other Governmental funds.

1. Summary of Significant Accounting Policies (Continued)

J. ***Interfund Transactions*** – During the course of normal operations, the City records numerous transactions between funds including expenditures and transfers of resources to provide services, subsidize operations, and service debt. The City has the following types of transactions among funds:

- (1) Reciprocal interfund services provided and used – Purchases and sales of goods and services between funds for a price approximating their external exchange value.
- (2) Nonreciprocal interfund transfers – Flows of assets between funds without equivalent flows of assets in return and without a requirement for repayment. This includes transfers to subsidize various funds.
- (3) Nonreciprocal interfund reimbursements – Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

The City's interfund receivables and payables at December 31, 2015 are presented in Note 5. Interfund transfers are presented in Note 22.

K. ***Pensions and Post-retirement Benefits*** – For purposes of measuring the net pension liability, deferred outflows 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.

In addition to the post-retirement benefits provided by the Ohio Police and Fire Pension Fund and the Ohio Public Employees Retirement System of Ohio, the City provides post-retirement health care and life insurance benefits, in accordance with union agreements and City Council ordinances, for retired employees (see note 9).

L. ***Debt Issuance Costs, Premiums, Discounts, and Losses on Refundings*** – Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Losses on advance refundings are deferred and amortized over the life of the new debt, or the life of the advance refunded debt, whichever is shorter.

M. ***Employment Related Liabilities*** – The City records a liability for employment related liabilities relating to deferred longevity payments and former employees of the Building Inspection Division and the Health Department (see note 14).

To improve governmental efficiency and economy, effective February 1, 2009, the City's Building Inspection and Plans and Permits Divisions consolidated with Summit County. In the best interest of the public health, safety and welfare and to improve governmental efficiency and economy, effective January 1, 2011, the City's Health Department consolidated with the Summit County Health District.

The former Building Inspection and Plans and Permits employees, while employed by Summit County, must retire under Ohio Public Employees Retirement System to be entitled to receive payment of the accumulated sick leave at the hourly rate the employee was receiving at the time of resignation from the City along with the retirement differential. The City has recorded a long-term liability of \$115,475.

1. Summary of Significant Accounting Policies (Continued)

The former Health Department employees while employed by Summit County must retire under Ohio Public Employees Retirement System to be entitled to receive payment of the accumulated sick leave at the hourly rate the employee was receiving at the time of resignation from the City along with the retirement differential. The City has recorded a long-term liability of \$1,202,222. Additionally, the former Health Department employees are entitled to staggered payouts for their accumulated vacation, paid leave, and compensatory time at the hourly rate the employee was receiving at the time of resignation from the City. The liability is the actual amount due to employees.

- N. **Accounting Standards** – The City applies all applicable and effective pronouncements issued by the Governmental Accounting Standards Board (GASB).

In June 2012, the GASB issued statement No. 68 *Accounting and Financial Reporting for Pensions an amendment of GASB Statement No. 27*. This Statement improves the usefulness of information for decisions made by the various users of the general purpose external financial reports of governments whose employees – both active employees and inactive employees – are provided with pensions. The City's financial statements have been prepared in conformance with this Statement.

In November 2013, the GASB issued statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date an amendment of GASB Statement No. 68*. The objective of this Statement is to improve accounting and financial reporting by addressing an issue in Statement No. 68, *Accounting and Financial Reporting for Pensions*, 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. This statement must be implemented simultaneously with the provisions of Statement No. 68. The City's financial statements have been prepared in conformance with this Statement.

In February 2015, the GASB issued statement No. 77 *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. For the City this Statement is effective for periods beginning after June 15, 2015.

In June 2015, the GASB issued statement No. 75, *Accounting Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for all postemployment benefits (Pensions and OPEB) with regard to providing decision-useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. For the City, this Statement is effective for periods beginning after June 15, 2017.

1. Summary of Significant Accounting Policies (Continued)

In June 2015, the GASB issued statement No. 76 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The objective of this Statement is to identify - in the context of the current governmental financial reporting environment - the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement supersedes Statement No. 55 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. For the City, this statement is effective for periods beginning after June 15, 2015.

2. Pooled Cash and Investments

City ordinances require that all cash, with the exception of certain debt service cash and cash held by fiscal agents, be deposited with the City Treasurer. Each fund's portion of these funds is displayed on the statements of net position or balance sheets as "pooled cash and investments." Earnings on these investments are allocated to the various funds based on City and state statutes, grant agreements and various bond agreement requirements. Investments are also held separately by the Special Revenue, Debt Service, Enterprise, and Internal Service Funds. City ordinances further authorize and direct the permitted types of deposits and investments.

Deposits:

City ordinances require that all deposits be secured by collateral securities pledged at market value in an amount equal to at least 100% of the deposit, less any amount covered by federal deposit insurance. Custodial credit risk is the risk that, in the event of a 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 have been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

At December 31, 2015, the carrying amount of the City's deposits was \$92,913,628 and the bank balance was \$98,384,559. The difference in the carrying amount and bank balance was composed of outstanding checks and other normal reconciling items. Of the bank balance, \$36,138,517 was covered by federal depository insurance, and \$62,246,042 was uninsured but collateralized with unregistered securities held by the pledging financial institution's trust department in the City's name.

2. Pooled Cash and Investments (Continued)

Total cash and investments are reported as follows:

Balance Sheet - Governmental Funds:	
Pooled cash and investments	\$ 61,659,703
Restricted cash and investments	51,911,604
Statement of Net Position - Proprietary Funds:	
Enterprise Funds	
Pooled cash and investments	41,671,360
Restricted cash and investments	9,498,992
Internal Service Funds	
Pooled cash and investments	10,852,214
Statement of Net Position - Fiduciary Funds:	<u>889,086</u>
Total	<u><u>\$ 176,482,959</u></u>

Investments in City of Akron notes amounting to \$55,321 are eliminated in the government-wide statement of net position at December 31, 2015.

Investments:

The City records all of its investments at fair value under the guidance set forth by Governmental Accounting Standards Board Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

Under the fair value method of recording investments, the City is required to report realized and unrealized gains and losses arising from market fluctuations as well as the sale and maturity of various investments above or below their beginning-of-the-year fair value or their purchase price, when purchased during the current fiscal year. Realized gains and losses, on investments that had been held in more than one fiscal year and sold in the current year, may have been recognized as an increase or decrease in the fair value of the investments reported in the prior year.

The repurchase agreement investment maturity is less than one year.

Interest Rate Risk. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rate risk.

Credit Risk. City ordinances authorize the treasurer to invest in obligations of the United States Treasury, agencies and instrumentalities and direct obligations of the State of Ohio, including any subdivisions of the state. As of December 31, 2015, the investments held by the bond trustees and STAROhio were rated AAAM by Standard & Poor's. All municipal bonds and notes are rated A2 or better by Moody's or A or better by Standard & Poor's.

The City invests funds in the State Treasury Asset Reserve of Ohio (STAROhio). STAROhio is an investment pool managed by the State Treasurer's office which allows governments within the state to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2015.

2. Pooled Cash and Investments (Continued)

Bond trustees holding the investments are not registered with the SEC as an investment company but do operate in a manner consistent with rule 2a7 of the Investment Company Act of 1940. Bond trustees and Community Learning Center trustees holding the investments are not registered with the SEC as an investment company but do operate in a manner consistent with rule 2a7 of the Investment Company Act of 1940.

Investments held by bond trustees, Community Learning Centers and STAROhio are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form.

At December 31, 2015, \$61,410,596 of cash and investments was restricted for the following purposes: \$174,876 was restricted for lease costs for Canal Park Stadium; \$1,069,550 was restricted for Akron District Energy COPs; and \$9,973,966 was restricted solely for retirement of City obligations; and the balance of \$50,192,204 was held by the trustee for payment of debt service on the Community Learning Centers' Income Tax Revenue Bonds.

As of December 31, 2015 the City had the following investments.

<u>Investment Types</u>	<u>Fair Value</u>	<u>Investment Maturities (In Years)</u>	
		<u>Less Then 1</u>	<u>1-5</u>
U.S. Treasuries or Agenices	\$ 24,998,500	\$ 24,998,500	\$ -
STAROhio	96,320	96,320	-
City of Akron Assessment Debt	55,321	17,324	37,997
Investments held by bond trustees:			
U.S. Treasuries or Agencies	7,234,791	7,234,791	-
Cash Reserve	1,040,372	1,040,372	-
Investments held by Community Learning Center trustees:			
U.S. Treasuries or Agencies	50,128,986	50,128,986	-
Money Market	15,041	15,041	-
Total	<u>\$ 83,569,331</u>	<u>\$ 83,531,334</u>	<u>\$ 37,997</u>

3. Receivables

Receivables, net of allowances for uncollectible reported in the Statement of Net Position, consist of the following at December 31, 2015:

	Taxes	Customer Charges, Special Assessments, and Others	Gross Receivables	Allowance for Uncollectibles	Net
Governmental Activities					
Governmental Funds:					
General Fund	\$ 36,363,546	\$ 10,660,991	\$ 47,024,537	\$ (709,647)	\$ 46,314,890
Community Learning Centers	1,991,945	54,000,000	55,991,945	-	55,991,945
Income Tax Capital Improvement	5,976,157	-	5,976,157	-	5,976,157
Special Assessment Bond Payment	-	59,738,882	59,738,882	(24,157,277)	35,581,605
Other Governmental Funds	9,189,637	27,511,006	36,700,643	-	36,700,643
Total Governmental Funds	53,521,285	151,910,879	205,432,164	(24,866,924)	180,565,240
Internal Service Funds	-	15,708	15,708	-	15,708
Total Governmental Activities	53,521,285	151,926,587	205,447,872	(24,866,924)	180,580,948
Business-type Activities					
Enterprise Funds:					
Water	-	6,924,042	6,924,042	(2,057,669)	4,866,373
Sewer	-	17,450,537	17,450,537	(2,498,274)	14,952,263
Oil & Gas	-	222	222	-	222
Golf Course	-	5,202	5,202	-	5,202
Off-Street Parking	-	95,396	95,396	-	95,396
Total Business-type Activities	-	24,475,399	24,475,399	(4,555,943)	19,919,456
Total Receivables	<u>\$ 53,521,285</u>	<u>\$ 176,401,986</u>	<u>\$ 229,923,271</u>	<u>\$ (29,422,867)</u>	<u>\$ 200,500,404</u>

Included in the amounts above are water and sewer unbilled charges for services of approximately \$1,114,000 and \$4,388,000, respectively.

Delinquent special assessment receivables amounted to \$24,157,277 at December 31, 2015 and were fully reserved for in the allowance for uncollectibles in the Special Assessment Bond Payment fund.

4. Due From/To Other Governments

Amounts due from other governments at December 31, 2015 consist of the following:

	Federal	State	Total
Governmental Funds:			
General Fund	\$ 10,117	\$ -	\$ 10,117
Other Governmental Funds	2,802,248	110,561	2,912,809
Total Governmental Funds	<u>\$ 2,812,365</u>	<u>\$ 110,561</u>	<u>\$ 2,922,926</u>
Enterprise Funds:			
Water	\$ -	\$ 199,321	\$ 199,321
Other Enterprise Funds	28,440		28,440
Total Enterprise Funds	<u>\$ 28,440</u>	<u>\$ 199,321</u>	<u>\$ 227,761</u>

Amounts due to other governments at December 31, 2015 consist of the following:

	Federal	State	County	Local	Total
Governmental Funds:					
General Fund	\$ -	\$ 65,464	\$ 2,782,867	\$ -	\$ 2,848,331
Community Learning Center	-	-	498	-	498
Income Tax Capital Improvement	-	6,910	5,851	-	12,761
Other Governmental Funds	4,525,000	286,349	243,968	559,876	5,615,193
Total Governmental Funds	<u>\$ 4,525,000</u>	<u>\$ 358,723</u>	<u>\$ 3,033,184</u>	<u>\$ 559,876</u>	<u>\$ 8,476,783</u>

The \$8,476,783 due to other governments includes \$4,372,892 that is reported as long-term liabilities in the government-wide statement of net position as liabilities due in more than one year.

Enterprise Funds:					
Water	\$ -	\$ -	\$ 51,742	\$ -	\$ 51,742
Sewer	-	53,246	62,542	-	115,788
Off-Street Parking	-	-	235,608	-	235,608
Total Enterprise Funds	<u>\$ -</u>	<u>\$ 53,246</u>	<u>\$ 349,892</u>	<u>\$ -</u>	<u>\$ 403,138</u>

The federal amount is comprised of two section 108 loans from the U.S. Department of Housing and Urban Development (HUD).

The state amount is comprised of an Ohio Development Services Agency loan.

The county amount recorded in Governmental Funds relates to City reimbursements to Summit County for the debt service on debt issued by Summit County related directly to the cost of construction of additional jail space to house City inmates.

The county amount recorded in Business-type Activities relates to a master meter sewer agreement in the Mud Brook service area.

5. Due From/To Other Funds

Interfund receivable and payable balances at December 31, 2015 are due within one year consist of the following individual fund receivables and payables:

	Receivable	Payable
Governmental Funds:		
General Fund	\$ 2,041,556	\$ 842,502
Community Learning Centers	1,143,096	-
Income Tax Capital Improvement	323,200	1,676,121
Other Governmental Funds	<u>1,725,257</u>	<u>2,199,982</u>
	<u>\$ 5,233,109</u>	<u>\$ 4,718,605</u>
Proprietary Funds:		
Enterprise Funds:		
Water	\$ 394,190	\$ 509,572
Sewer	1,308	2,000,063
Off-Street Parking	-	50,078
Other Enterprise Funds	<u>-</u>	<u>3,406</u>
	<u>\$ 395,498</u>	<u>\$ 2,563,119</u>
Internal Service Funds	<u>1,732,400</u>	<u>79,283</u>
Total	<u><u>\$ 7,361,007</u></u>	<u><u>\$ 7,361,007</u></u>

6. Deposits

On December 15, 2003, the City of Akron entered into a cooperative agreement for Community Learning Centers (CLC) with the Board of Education of the Akron City School District (District). The cooperative agreement is the foundation for all the activity associated with the City's .25% income tax and the ownership relating to the CLCs. As of December 31, 2015, the District had \$12,563,300 of unspent City funds that are recorded as Deposits on the City's Statement of Net Position and are recorded on the District's financial statements as "due to City of Akron".

7. Capital Assets

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

	Balance January 1, 2015	Additions	Deletions	Balance December 31, 2015
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 157,332,221	\$ 189,000	\$ -	\$ 157,521,221
Construction in progress	59,349,497	14,512,361	23,319,662	50,542,196
CLC Land	1,360,300	-	-	1,360,300
CLC Construction in progress	<u>36,575,696</u>	<u>16,805,194</u>	<u>-</u>	<u>53,380,890</u>
Total capital assets, not being depreciated	<u>254,617,714</u>	<u>31,506,555</u>	<u>23,319,662</u>	<u>262,804,607</u>
Capital assets, being depreciated:				
Buildings	208,982,901	6,054,889	-	215,037,790
CLC Building Equity Interest	200,300,188	-	-	200,300,188
Improvements other than buildings	163,476,361	5,065,756	-	168,542,117
CLC Improvements other than buildings	253,244	-	-	253,244
Equipment & Intangibles	116,088,429	2,423,678	236,971	118,275,136
Infrastructure	<u>659,448,262</u>	<u>17,875,630</u>	<u>-</u>	<u>677,323,892</u>
Total capital assets, being depreciated	<u>1,348,549,385</u>	<u>31,419,953</u>	<u>236,971</u>	<u>1,379,732,367</u>
Less accumulated depreciation for:				
Buildings	92,217,827	4,378,849	-	96,596,676
CLC Building Equity Interest	15,395,140	3,104,453	-	18,499,593
Improvements other than buildings	61,673,339	5,630,493	-	67,303,832
CLC Improvements other than buildings	14,558	7,671	-	22,229
Equipment & Intangibles	96,880,406	4,163,217	195,503	100,848,120
Infrastructure	<u>326,712,243</u>	<u>16,488,034</u>	<u>-</u>	<u>343,200,277</u>
Total accumulated depreciation	<u>592,893,513</u>	<u>33,772,717</u>	<u>195,503</u>	<u>626,470,727</u>
Total capital assets, being depreciated, net	<u>755,655,872</u>	<u>(2,352,764)</u>	<u>41,468</u>	<u>753,261,640</u>
Governmental activities capital assets, net	<u>\$ 1,010,273,586</u>	<u>\$ 29,153,791</u>	<u>\$ 23,361,130</u>	<u>\$ 1,016,066,247</u>

7. Capital Assets (Continued)

	Balance January 1, 2015	Additions	Deletions	Balance December 31, 2015
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 35,071,775	\$ 1,886,483	\$ -	\$ 36,958,258
Construction in progress	80,678,618	64,859,464	10,169,113	135,368,969
Total capital assets, not being depreciated	115,750,393	66,745,947	10,169,113	172,327,227
Capital assets, being depreciated:				
Buildings	195,301,174	-	-	195,301,174
Improvements other than buildings	452,773,133	1,049,477	-	453,822,610
Equipment and Intangibles	38,731,268	914,903	111,678	39,534,493
Infrastructure	186,450,729	12,656,030	-	199,106,759
Total capital assets, being depreciated	873,256,304	14,620,410	111,678	887,765,036
Less accumulated depreciation for:				
Buildings	88,328,211	3,098,418	-	91,426,629
Improvements other than buildings	285,848,238	7,624,890	-	293,473,128
Equipment and Intangibles	34,476,061	891,626	111,678	35,256,009
Infrastructure	40,897,450	4,718,910	-	45,616,360
Total accumulated depreciation	449,549,960	16,333,844	111,678	465,772,126
Total capital assets, being depreciated, net	423,706,344	(1,713,434)	-	421,992,910
Business-type activities capital assets, net	<u>\$ 539,456,737</u>	<u>\$ 65,032,513</u>	<u>\$ 10,169,113</u>	<u>\$ 594,320,137</u>

7. Capital Assets (Continued)

Depreciation expense was charged during 2015 to functions of the government as follows:

Governmental Activities:

General government	\$ 1,989,912
Public service	8,367,488
Public safety	1,319,543
Community environment	4,653,018
Public health	275,649
Unallocated depreciation	17,065,802
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>101,305</u>
Total depreciation expense charged to governmental activities	<u>\$ 33,772,717</u>

Business-type Activities:

Water	\$ 4,959,928
Sewer	8,693,961
Off-Street Parking	2,413,524
Other Business-type activities	<u>266,431</u>
Total depreciation, depletion and amortization expense charged to business-type activities	<u>\$ 16,333,844</u>

Construction in progress and remaining capital commitments (including capitalized interest of \$3,031,324, of which \$1,220,305 was capitalized in 2015) are comprised of the following:

	Project Authorization	Expended to December 31, 2015	Committed
Governmental Activities:			
Governmental	\$ 73,362,364	\$ 68,532,620	\$ 4,829,744
Business-type Activities:			
Water	32,139,201	25,167,380	6,971,821
Sewer	161,886,542	107,548,639	54,337,903
Off-Street Parking	<u>67,550</u>	<u>55,633</u>	<u>11,917</u>
	<u>\$ 267,455,657</u>	<u>\$ 201,304,272</u>	<u>\$ 66,151,385</u>

8. Accrued Vacation and Leave

GASB Statement No. 16, *Accounting for Compensated Absences*, requires a liability to be established for all compensated absences as earned by the employees. At the time of the employee's separation, such compensated absences are paid to the employee from the fund to which the employee's payroll is charged.

Vacation, paid leave, sick leave and compensatory time accumulated by employees whose wages are charged to governmental fund types have been recorded as liabilities in the governmental funds only if they have matured. The balance has been recorded on the statement of net position.

Vacation, paid leave, sick leave and compensatory time accumulated by employees whose wages are charged to proprietary fund types are expensed when earned and recorded as liabilities in the government-wide statement of net position and in the proprietary fund statement of net position.

Sick leave is earned by substantially all employees. Unused sick leave is accumulated up to 960 hours for uniformed firefighters and 1,000 hours for all other eligible employees. Unused sick leave vests upon reaching certain age and service requirements. The vested portion of accumulated sick leave and amounts earned through December 31, 2015 and expected to vest in the future has been accrued in the government-wide statement of net position for all City employees. Amounts related to the City's proprietary fund operations are also accrued for in the proprietary fund statement of net position due to the nature of these funds.

The following governmental funds have typically been used in prior years to reduce or liquidate the liability for compensated absences:

General Fund	Street and Highway Maintenance
Income Tax Collection	Community Development
Emergency Medical Service	Police Grants
Special Assessment Fund	Safety Programs
Income Tax Capital Improvement	

8. Accrued Vacation and Leave (Continued)

As of December 31, 2015, the accrued vacation, paid leave, sick leave, and compensatory time is recorded as a current liability (due within one year) in the Statement of Net Position as follows:

	Balance January 1, 2015	Additions	Deletions	Balance December 31, 2015
Governmental Activities:				
Governmental Funds:				
General Fund	\$ 7,559,087	\$ 7,268,733	\$ (7,559,087)	\$ 7,268,733
Income Tax Capital Improvement	55,045	43,290	(55,045)	43,290
Other Governmental Funds	<u>2,087,583</u>	<u>2,217,180</u>	<u>(2,087,583)</u>	<u>2,217,180</u>
Total Governmental Funds	9,701,715	9,529,203	(9,701,715)	9,529,203
Internal Service Funds	<u>520,048</u>	<u>471,592</u>	<u>(520,048)</u>	<u>471,592</u>
Total Governmental Activities	10,221,763	10,000,795	(10,221,763)	10,000,795
Business-type Activities:				
Enterprise Funds:				
Water	781,695	692,135	(781,695)	692,135
Sewer	497,882	449,616	(497,882)	449,616
Other Enterprise Funds	<u>33,261</u>	<u>33,268</u>	<u>(33,261)</u>	<u>33,268</u>
Total Enterprise Funds/ Business-type Activities	1,312,838	1,175,019	(1,312,838)	1,175,019
	<u>\$ 11,534,601</u>	<u>\$ 11,175,814</u>	<u>\$ (11,534,601)</u>	<u>\$ 11,175,814</u>

The following amounts are also included as long-term obligations in the government-wide statement of net position (Note 14):

Governmental Activities:				
Governmental Funds:				
General Fund	\$ 29,431,819	\$ 11,608,157	\$ (9,401,421)	\$ 31,638,555
Income Tax Capital Improvement	119,842	59,951	(27,319)	152,474
Other Governmental Funds	<u>7,567,013</u>	<u>2,514,607</u>	<u>(2,310,788)</u>	<u>7,770,832</u>
Total Governmental Funds	37,118,674	14,182,715	(11,739,528)	39,561,861
Internal Service Funds	<u>1,844,987</u>	<u>757,128</u>	<u>(426,510)</u>	<u>2,175,605</u>
Total Governmental Activities	38,963,661	14,939,843	(12,166,038)	41,737,466
Business-type Activities:				
Water	2,832,570	1,255,989	(1,371,245)	2,717,314
Sewer	1,813,183	1,106,804	(985,494)	1,934,493
Other Business-type Activities	<u>80,783</u>	<u>45,026</u>	<u>(33,641)</u>	<u>92,168</u>
Total Business-type Activities	4,726,536	2,407,819	(2,390,380)	4,743,975
	<u>\$ 43,690,197</u>	<u>\$ 17,347,662</u>	<u>\$ (14,556,418)</u>	<u>\$ 46,481,441</u>

9. Pension and Other Post-Retirement Benefit Plans

Police officers and firefighters participate in the statewide Ohio Police and Fire Pension Fund (Police and Fire), a cost-sharing, multi-employer defined-benefit public employee retirement system. Police and Fire offers three types of service retirement: normal, service commuted, and age/service commuted. In a normal retirement, a member is eligible at age 48 with 25 years of service with a monthly pension equal to 60% of the average of the three highest years of allowable earnings. The maximum pension of 72% of the average allowable earnings for the three highest years is paid after 33 years of service. Under the service commuted retirement, a member is eligible if they have at least 15 years of service, they have reached the age of 48 and 25 years has elapsed from the date of their full-time hire. Under the age/service commuted retirement, a member is eligible if they have 15 years of service and they have reached the age of 62. In the event of death, eligible survivors may qualify for a monthly benefit and a one-time \$1,000 lump sum benefit payment. Benefits are established by the Ohio Revised Code.

The City also participates in a cost-sharing multi-employer post-retirement health benefits plan, administered by Police and Fire, for these city employees. Substantially all other City employees participate in the statewide Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multi-employer defined-benefit pension plan. The member-directed plan is a defined-contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the member-directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined-benefit pension plan that has elements of both a defined-benefit and a defined-contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member-directed plan. The City also participates in a cost-sharing multi-employer post-retirement health benefits plan, administered by OPERS, for these City employees.

In addition to participating in the plans described above, the City provides its own post-retirement health and life insurance benefits plan which is administered as a single-employer benefit plan. Typically, the following funds have been used to liquidate the net pension obligation or net other post-retirement benefit obligation:

General Fund	General Bond Payment
Income Tax Collection	Water
Emergency Medical Service	Sewer
Special Assessment	Oil & Gas
Income Tax Capital Improvement	Golf Course
Street and Highway Maintenance	Airport
Community Development	Motor Equipment
Akron Metropolitan Area Transportation Study	Engineering
Joint Economic Development Districts	Data Processing
Safety Programs	

9. Pension and Other Post-Retirement Benefit Plans (Continued)

Net Pension Liability

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

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

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 the 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 is presented as a long-term net pension liability on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in due to other governments 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, the vast majority of the City's employees participate in the traditional plan. Therefore, the following plan description focus on the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional 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.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Public Safety	Public Safety	Public Safety
Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 52 with 25 years of service credit or Age 56 with 15 years of service credit
Law Enforcement	Law Enforcement	Law Enforcement
Age and Service Requirements: Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 56 with 15 years of service credit
Public Safety and Law Enforcement	Public Safety and Law Enforcement	Public Safety and Law Enforcement
Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25

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.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

	<u>State and Local</u>	<u>Public Safety</u>	<u>Law Enforcement</u>
2015 Statutory Maximum Contribution Rates			
Employer	14.0 %	18.0 %	18.0 %
Employee	10.0 %	*	**
2015 Actual Contribution Rates			
Employer:			
Pension	12.0 %	16.0 %	16.0 %
Post-employment Health Care Benefits	2.0	2.0	2.0
Total Employer	<u>14.0 %</u>	<u>18.0 %</u>	<u>18.0 %</u>
Employee	<u>10.0 %</u>	<u>12.0 %</u>	<u>13.0 %</u>

* This rate is determined by OPERS' Board and has no maximum rate established by ORC.

**This rate is also determined by OPERS' Board, but is limited by ORC to not more than 2 percent greater than the Public Safety rate.

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

The City's contractually required contribution was \$6,782,836 for 2015. Of this amount, \$522,289 is reported as a due to other governments. Both amounts reflected contributions for employees participating in the OPERS traditional plan, combined plan, and member directed plan.

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 OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

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

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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 July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

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

Under normal service retirement, retired members who are at least 55 years old and have been receiving OP&F 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>	
2015 Statutory Maximum Contribution Rates				
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	%
2015 Actual Contribution Rates				
Employer:				
Pension	19.00	%	23.50	%
Post-employment Health Care Benefits	0.50		0.50	
Total Employer	<u>19.50</u>	<u>%</u>	<u>24.00</u>	<u>%</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, excluding the amount related to post-retirement health care benefits, to OP&F was \$11,333,928 for 2015. Of this amount \$812,670 is reported as a due to other governments. Both amounts reflected contributions for police and firefighters participating in OP&F.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

The net pension liability for OPERS was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability 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 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&F</u>	<u>Total</u>
	<u>Traditional Plan</u>	<u>Combined Plan</u>		
Proportionate Share of the Net Pension Liability/(Asset)	\$ 53,500,585	\$ (117,750)	\$ 138,678,487	\$ 192,061,322
Proportion of the Net Pension Liability/(Asset)	0.44358%	0.30583%	2.67698%	
Pension Expense	\$ 5,834,400	\$ 78,138	\$ 13,527,442	\$ 19,439,980

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&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	2,861,816	5,976,913	8,838,729
City contributions subsequent to the measurement date	7,305,125	11,333,928	18,639,053
Total Deferred Outflows of Resources	<u>\$ 10,166,941</u>	<u>\$ 17,310,841</u>	<u>\$ 27,477,782</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	975,830	-	975,830
Changes in proportion and differences between City contributions and proportionate share of contributions	15,698	-	15,698
Total Deferred Inflows of Resources	<u>\$ 991,528</u>	<u>\$ -</u>	<u>\$ 991,528</u>

9. Pension and Other Post-Retirement Benefit Plans (Continued)

\$18,639,053 is reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	<u>OPERS</u>		OP&F	Total
	Traditional Plan	Combined Plan		
2015	\$ (273,159)	\$ 2,584	\$ (1,494,229)	\$ (1,764,804)
2016	(273,159)	2,584	(1,494,229)	(1,764,804)
2017	(639,962)	2,584	(1,494,229)	(2,131,607)
2018	(713,658)	2,585	(1,494,226)	(2,205,299)
2019	0	4,381	0	4,381
Thereafter	<u>0</u>	<u>14,932</u>	<u>0</u>	<u>14,932</u>
Total	<u>\$ (1,899,938)</u>	<u>\$ 29,650</u>	<u>\$ (5,976,913)</u>	<u>\$ (7,847,201)</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 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.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

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

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

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

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

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

9. Pension and Other Post-Retirement Benefit Plans (Continued)

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 8 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (7 percent) or one-percentage-point higher (9 percent) than the current rate:

City's proportionate share of the net pension liability/(asset)
(in '000s)

	1% Decrease	Current Discount Rate	1% Increase
	-	-	-
Traditional Plan	\$ 98,400	\$ 53,500	\$ 15,700
Combined Plan	\$ 15	\$ (118)	\$ (223)

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.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F'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
Total	120.00 %	

* levered 2x

OP&F'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.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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.

City's proportionate share of the net pension liability
(in '000s)

	1% Decrease	Current Discount Rate	1% Increase
	-	-	-
OP&F	\$ 191,800	\$ 138,700	\$ 93,700

Other Post-retirement Benefits (OPEB)

In addition to the post-retirement benefits provided by the Ohio Police and Fire Pension Fund and the Ohio Public Employees Retirement System of Ohio, the City provides post-retirement health care and life insurance benefits, in accordance with union agreements and City Council ordinances, for retired employees. The post-retirement healthcare coverage is a single self-insured plan, administered through Medical Mutual, which provides medical, prescription drugs, dental, and vision benefits. The major medical portion of the coverage, which includes prescription drugs, ends at age 65. All other benefits continue for the lifetime of the participant. The life insurance amounts are dependent on age at retirement and the retiree's collective bargaining unit. All life insurance amounts are reduced by 50% after the first year of retirement. Dependents are not eligible for life insurance during retirement. The life insurance is fully insured. Substantially all of the City's employees may become eligible for those benefits if they reach normal retirement age while working for the City. Currently, 2,153 retirees meet those eligibility requirements. The City pays 100% of the cost of health care and life insurance benefits. These benefits are financed on a pay-as-you go basis; as such, the cost of retiree health care and life insurance benefits is recognized as expenditure/expense as claims are incurred. For the years ended 2015, 2014 and 2013 those costs were \$5,640,489, \$4,913,830, and \$4,168,613 respectively. Eligibility for OPEB benefits is receiving a pension benefit from OPERS, Police and Fire, or disability retirement. Former employees who are term-vested for pension benefits are not eligible.

Pursuant to GASB issued Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension Benefits*, the City has recorded liabilities of \$43,612,975, and \$4,959,792 in the government-wide statement of net position, as liabilities due in more than one year for Governmental Activities and Business-type Activities, respectively.

Calculations are based on the OPEB benefits provided under the terms of the plan. The calculations are based on the substantive plan in effect at the time of the valuation and the plan provisions related to participant cost sharing. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to the past expectations and new estimates are made about the future. The actuarial calculations of the OPEB plan reflect a long-term perspective.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

The following exhibits provide summaries of the annual required contributions, funded status, expense, and net OPEB obligation (year-end accrued liability).

Year Ended	Annual Required Contributions	Actual Contributions	Percentage Contributed
12/31/2013	\$ 11,132,000	4,725,000	42.4
12/31/2014	10,622,000	4,908,000	46.2
12/31/2015	10,479,000	5,048,000	48.2

Year Ended	Annual OPEB Cost	Percentage OPEB Cost Contributed	Net OPEB Obligation
12/31/2013	\$ 10,899,000	43.4	38,118,000
12/31/2014	10,341,000	47.5	43,551,000
12/31/2015	10,070,000	50.1	48,573,000

Year Ended	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Covered Payroll	Percentage of Covered Payroll
12/31/2013	\$ 172,962,000	172,962,000	85,622,000	202.0
12/31/2014	167,137,000	167,137,000	91,306,000	183.1
12/31/2015	182,820,000	182,820,000	92,598,000	197.4

OPEB are advanced-funded using the entry-age normal actuarial cost method with a level percentage of pay. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. The Unfunded Actuarial Accrued Liability is then amortized as a level percentage of pay over 30 years of open group payroll. For actuarial valuation purposes, a discount rate of 3.0% is assumed, along with a projected payroll growth rate of 2.0%. Other significant actuarial assumptions include a health care cost rate for medical and prescription drugs of 7.0% in 2015 and 2016, with the rate decreasing by one-half percentage per year an ultimate of 5.0% in 2024 and after. In subsequent years after 2024 health care cost rates are assumed to remain at 5.0%. Health care costs for dental and vision were assumed to be 5.0% in 2015. In subsequent years after 2015 health care cost rates for dental and vision are assumed to remain at 5.0%.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

The following chart shows the determination of the 2015 annual required contribution (ARC) and accrual.

Cost Element	Fiscal Year Ending December 31, 2015
Unfunded actuarial accrued liability	\$ 182,820,000
Annual Required Contribution (ARC)	
Normal cost (including interest to the end of the year)	\$ 3,386,000
Amortization of the unfunded actuarial accrued liability over 30 years using level % of payroll	<u>7,093,000</u>
Annual Required Contribution	\$ 10,479,000
Annual OPEB Cost (Expense)	
ARC	\$ 10,479,000
Interest on beginning of year CAFR accrual	1,307,000
Amortization of beginning of year CAFR accrual	<u>1,716,000</u>
Fiscal year 2015 OPEB cost	10,070,000
End of Year CAFR Accrual (Net OPEB Obligation)	
Beginning of year CAFR Accrual	\$ 43,551,000
Annual OPEB cost	10,070,000
Employer contribution (benefit payments and expense)	<u>5,048,000</u>
End of year CAFR accrual	<u><u>\$ 48,573,000</u></u>

10. Notes Payable

The following is a summary of note transactions for the year ended December 31, 2015 reflected in governmental activities in the government-wide financial statements:

	<u>Governmental Activities Special Assessment</u>	<u>Governmental Activities Capital Projects</u>	<u>Governmental Activities Internal Service General Health</u>	<u>Governmental Activities Total</u>
Notes Payable at January 1, 2015	\$ 13,000,000	\$ -	\$ 6,500,000	\$ 19,500,000
New notes issued	13,000,000	10,000,000	4,500,000	27,500,000
Notes retired	<u>(13,000,000)</u>	<u>-</u>	<u>(6,500,000)</u>	<u>(19,500,000)</u>
Notes Payable at December 31, 2015	<u>\$ 13,000,000</u>	<u>\$ 10,000,000</u>	<u>\$ 4,500,000</u>	<u>\$ 27,500,000</u>

The following is a summary of the City's future debt service requirements for notes payable as of December 31, 2015 (in thousands):

Fiscal Year Ending December 31	<u>Governmental Activities</u>				Total
	<u>Special Assessment Notes</u>		<u>General Obligation Notes</u>		
	Principal	Interest	Principal	Interest	
2016	<u>\$ 13,000</u>	<u>\$ 122</u>	<u>\$ 14,500</u>	<u>\$ 176</u>	<u>\$ 27,798</u>

The following notes are backed by the full faith and credit of the City and generally mature within one to five years. The notes generally are issued in anticipation of long-term bond financing and are refinanced, if necessary, until such bonds are issued.

Bonds issued by the City of Akron and held by the City as investments at December 31, 2015 amounting to \$55,321 (Note 2) are eliminated in the government-wide statement of net position.

10. Notes Payable (Continued)

Special assessment notes are issued to finance the property owners' share of improvements. Upon completion of a project, owners may pay the assessments in full. Bonds are issued in the amount of any unpaid assessments and are repaid largely from levies on the property owners for principal and interest collected by the County Fiscal Officer on behalf of the City.

The weighted average interest rates on special assessment notes and general obligation notes at December 31, 2015 were .94% and 1.22% respectively.

Notes payable as of December 31, 2015, are comprised of the following individual issues:

Issued	Rate %	Issue	Final Maturity	Amount
Special Assessment Notes:				
<u>Governmental Activities:</u>				
Street Cleaning/Lighting Note: December 14, 2015	0.94	12-15	December 13, 2016	\$ 13,000,000
General Obligation Notes:				
<u>Governmental Activities:</u>				
Health Benefit Notes: March 10, 2015	1.15	3-15	March 10, 2016	4,500,000
Various Purpose Improvement Notes: December 16, 2015	1.25	12-15	December 15, 2016	<u>10,000,000</u>
Total General Obligation Notes				<u>14,500,000</u>
				<u>\$ 27,500,000</u>

11. Bonds and Loans Payable and Defeased Debt

The following is a summary of bonds and loans payable for the year ended December 31, 2015:

Governmental Activities						
	General Obligation	OPWC	ODSA	Non-Tax Revenue	Income Tax Revenue	
Bonds and loans payable at January 1, 2015	\$ 201,378,834	\$ 9,084,164	\$ 5,378,553	\$ 53,565,000	\$ 318,681,087	
New Issues:						
Capital Projects	-	-	-	-	30,870,000	
Economic Development	-	-	-	13,250,000	-	
Sewer System	-	-	-	-	-	
Water System	-	-	-	-	-	
Various Purpose Improvements	25,325,000	-	-	-	-	
Retirements	<u>(39,863,127)</u>	<u>(1,443,370)</u>	<u>(108,324)</u>	<u>(18,780,000)</u>	<u>(10,440,522)</u>	
Bonds and loans payable at December 31, 2015	<u>\$ 186,840,707</u>	<u>\$ 7,640,794</u>	<u>\$ 5,270,229</u>	<u>\$ 48,035,000</u>	<u>\$ 339,110,565</u>	
Governmental Activities						
	Special Revenue (JEDD)	Special Assessment	State Infrastructure Bank	Internal Service Income Tax Revenue		
Bonds and loans payable at January 1, 2015	\$ 25,245,000	\$ 4,079,527	\$ 313,205	\$ 1,230,000		
New Issues:						
Capital Projects	-	-	-	-		
Economic Development	-	-	-	-		
Sewer System	-	-	-	-		
Water System	-	-	-	-		
Various Purpose Improvements	-	-	-	-		
Retirements	<u>(3,215,000)</u>	<u>(1,219,206)</u>	<u>(313,205)</u>	<u>(400,000)</u>		
Bonds and loans payable at December 31, 2015	<u>\$ 22,030,000</u>	<u>\$ 2,860,321</u>	<u>\$ -</u>	<u>\$ 830,000</u>		
Business-type Activities						
	General Obligation	Mortgage Revenue	Revenue	OWDA	OPWC	Total
Bonds and loans payable at January 1, 2015	\$ 616,599	\$ 30,360,000	\$ 11,075,000	\$ 95,300,583	\$ 1,341,248	\$ 757,648,800
New Issues:						
Capital Projects	-	-	-	-	-	30,870,000
Economic Development	-	-	-	-	-	13,250,000
Sewer System	-	-	-	94,147,872	-	94,147,872
Water System	-	8,300,000	-	6,512,364	-	14,812,364
Various Purpose Improvements	-	-	-	-	-	25,325,000
Retirements	<u>(72,370)</u>	<u>(11,690,000)</u>	<u>(4,525,000)</u>	<u>(33,986,525)</u>	<u>(201,514)</u>	<u>(126,258,163)</u>
Bonds and loans payable at December 31, 2015	<u>\$ 544,229</u>	<u>\$ 26,970,000</u>	<u>\$ 6,550,000</u>	<u>\$ 161,974,294</u>	<u>\$ 1,139,734</u>	<u>\$ 809,795,873</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Bonds and loans payable at December 31, 2015 is comprised of the following individual issues:

Issued	Rate %	Issue	Final Maturity	Amount
<u>Governmental Activities:</u>				
<u>General Obligation Bonds:</u>				
Urban Renewal Public Improvement Bonds:				
February 21, 1991	8.0	Series 1990	December 1, 2020	\$ 513,936
December 10, 1991	8.0	Series 1991	December 1, 2021	1,126,000
Various Purpose Improvement Bonds:				
December 21, 2006	3.75 to 5.0	Series 2006	December 1, 2027	1,310,000
December 3, 2007	3.75 to 5.0	Series 2007	December 1, 2028	2,525,000
December 1, 2009	3.75 to 5.0	Series 2009	December 1, 2028	10,570,000
November 30, 2010	2.0 to 5.50	Series 2010A	December 1, 2023	17,460,556
November 30, 2010	2.0 to 5.50	Series 2010B	December 1, 2031	17,815,000
December 8, 2010	5.625 to 6.50	Series 2010D	December 1, 2031	7,295,000
December 21, 2011	1.50 to 4.0	Series 2011	December 1, 2023	35,135,215
November 29, 2012	2.0 to 4.0	Series 2012	December 1, 2024	5,780,000
March 20, 2014	1.25 to 4.0	Series 2014A	December 1, 2026	18,365,000
March 20, 2014	.45 to 4.125	Series 2014B	December 1, 2026	19,785,000
December 2, 2014	2.0 to 5.0	Series 2014C	December 1, 2031	23,835,000
March 10, 2015	1.50 to 5.0	Series 2015	December 1, 2028	25,325,000
Total General Obligation Bonds:				<u>\$ 186,840,707</u>
<u>Ohio Public Works Commission Loans:</u>				
July 1, 1997	-	Boxwood Ave.	July 1, 2018	\$ 114,000
July 1, 1998	-	Lakeshore Blvd.	January 1, 2020	253,500
July 1, 1998	-	Tallmadge Ave.	July 1, 2021	283,436
July 1, 1999	-	Lakeshore Blvd.	July 1, 2022	79,559
July 1, 1999	-	Bye Street	July 1, 2022	87,750
July 1, 1999	-	Wooster/East Ave.	July 1, 2022	194,513
July 1, 2000	-	Bishop Street	July 1, 2022	42,700
July 1, 2000	-	NW Storm Outlets	July 1, 2022	172,996
July 1, 2000	-	N. Arlington Bridge	July 1, 2022	116,029
July 1, 2001	-	Darrow Road	July 1, 2023	350,110
July 1, 2003	-	US 244 Phase II	July 1, 2025	455,018
July 1, 2005	-	Manchester Rd Ph I	July 1, 2027	36,450
July 1, 2005	-	Arlington St Signalization	July 1, 2027	471,376
July 1, 2005	-	E. Market St Widening	July 1, 2027	1,079,850
July 1, 2006	-	W. Market Street	July 1, 2028	691,600
July 1, 2006	-	Tallmadge Ave Singalization	July 1, 2027	110,640
July 1, 2006	-	Brown and Power St.	July 1, 2027	583,800
November 28, 2008	-	Barbara Ave.	January 1, 2040	161,316
November 28, 2008	-	Newton Street Bridge	January 1, 2040	526,768
July 1, 2008	-	Mill St. Bridge	July 1, 2039	780,001
March 13, 2009	-	Dover Ave.	January 1, 2030	327,416
August 4, 2010	-	Smith/Riverview Round	December 1, 2031	125,699
October 11, 2011	-	Carroll Street	July 1, 2041	596,267
Total Ohio Public Works Commission Loans:				<u>\$ 7,640,794</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
Governmental Activities (Continued):				
<u>Ohio Development Services Agency Loans:</u>				
March 1, 2003	1/2 Prime	2003 Univ Tech Pk	March 1, 2018	\$ 270,229
March 31, 2011	2.0	Goodyear 166 Loan	December 1, 2030	5,000,000
Total Ohio Development Services Agency Loans:				<u>\$ 5,270,229</u>
<u>Non-Tax Revenue Bonds:</u>				
December 15, 2011	2.0 to 2.25	2011	December 1, 2018	\$ 8,150,000
November 25, 2014	.85 to 4.75	2014	December 1, 2034	26,635,000
November 12, 2015	1.40 to 3.625	2015	December 1, 2026	13,250,000
Total Non-tax Revenue Bonds:				<u>\$ 48,035,000</u>
<u>Income Tax Revenue Bonds:</u>				
December 15, 2011	2.0 to 3.75	2011	December 1, 2023	\$ 4,950,000
November 14, 2012	3.0 to 4.0	2012	December 1, 2032	24,935,000
August 8, 2013	2.03	2013	December 1, 2021	1,840,433
August 8, 2013	4.20	2013	December 1, 2028	2,355,914
August 7, 2014	2.03	2014	December 1, 2021	695,956
November 25, 2014	2.0 to 5.0	2014	December 1, 2034	31,195,000
June 24, 2015	2.42	2015	June 1, 2035	5,383,262
November 12, 2015	1.0 to 5.0	2015	December 1, 2028	25,370,000
Total Income Tax Revenue Bonds:				<u>\$ 96,725,565</u>
<u>CLC Income Tax Revenue Bonds:</u>				
July 28, 2010	3.0 to 4.5	2010A	December 1, 2033	\$ 17,705,000
July 28, 2010	5.074 to 6.463	2010B	December 1, 2033	12,060,000
July 28, 2010	5.87	2010C	December 1, 2026	15,060,000
June 27, 2012	3.5 to 5.0	2012A	December 1, 2033	150,760,000
May 7, 2014	.5 to 5.0	2014	December 1, 2033	46,800,000
Total CLC Income Tax Revenue Bonds:				<u>\$ 242,385,000</u>
<u>Special Revenue (JEDD) Bonds:</u>				
December 21, 2011	2.75 to 5.0	2000	December 1, 2020	\$ 5,145,000
December 21, 2011	2.75 to 5.0	2000	December 1, 2020	5,150,000
December 21, 2011	2.75 to 5.0	2002	December 1, 2022	7,225,000
December 21, 2011	2.75 to 5.0	2002	December 1, 2022	4,510,000
Total Special Revenue (JEDD) Bonds:				<u>\$ 22,030,000</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

<u>Issued</u>	<u>Rate %</u>	<u>Issue</u>	<u>Final Maturity</u>	<u>Amount</u>
<u>Governmental Activities (Continued):</u>				
<u>Special Assessment Obligations:</u>				
Street Improvement Bonds:				
September 14, 2006	4.0 to 5.5	2006	December 1, 2016	\$ 155,000
March 1, 2007	4.0	2007	December 1, 2016	2,586
September 5, 2007	4.1	2007	December 1, 2017	215,000
March 1, 2008	4.0	2008	December 1, 2017	9,110
June 1, 2010	4.0	2010	December 1, 2019	43,625
November 22, 2011	2.45	2011	December 1, 2021	<u>2,435,000</u>
Total Special Assessment Obligations:				<u>\$ 2,860,321</u>
<u>Internal Service Income Tax Revenue Bonds:</u>				
November 14, 2012	3.0 to 4.0	2012	December 1, 2017	<u>\$ 830,000</u>
Total Internal Service Income Tax Revenue Bonds:				<u>\$ 830,000</u>
<u>Business-type Activities:</u>				
<u>General Obligation Bonds:</u>				
November 30, 2010	2.35 to 4.55	Canal/Tell	December 1, 2020	\$ 414,444
December 21, 2011	1.5 to 4.0	Canal/Tell	December 1, 2022	<u>129,785</u>
Total General Obligation Bonds:				<u>\$ 544,229</u>
<u>Mortgage Revenue Bonds:</u>				
Waterworks System Bonds:				
August 10, 2006	4.0 to 4.5	2006	March 1, 2026	\$ 630,000
September 17, 2009	2.5 to 5.0	2009	March 1, 2034	18,040,000
December 18, 2015	2.59	2015	March 1, 2026	8,300,000
Total Mortgage Revenue Bonds:				<u>\$ 26,970,000</u>
<u>Revenue Bonds:</u>				
Sewer System Bonds:				
December 1, 2005	3.50 to 5.00	2005	December 1, 2017	<u>\$ 6,550,000</u>
Total Revenue Bonds:				<u>\$ 6,550,000</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
<u>Business-type Activities (Continued):</u>				
<u>Ohio Water Development Authority Loans:</u>				
September 30, 1999	4.02	Water	July 1, 2020	\$ 353,851
May 25, 2000	4.64	Water	July 1, 2020	2,767,588
October 30, 2008	3.52	Water	January 1, 2020	763,201
October 30, 2008	3.52	Sewer	January 1, 2020	763,201
January 14, 2010	3.25	Sewer	January 1, 2030	777,384
November 19, 2009	3.25	Sewer	July 1, 2030	129,413
December 10, 2009	3.25	Sewer	July 1, 2020	199,604
December 10, 2009	3.25	Sewer	January 1, 2030	68,158
March 31, 2011	4.72	Sewer	January 1, 2032	695,626
February 24, 2011	4.14	Sewer	January 1, 2032	1,920,610
February 24, 2011	4.14	Sewer	January 1, 2032	362,191
October 27, 2011	2.60	Sewer	January 1, 2017	20,952
October 27, 2011	2.60	Sewer	January 1, 2017	20,952
December 8, 2011	2.55	Sewer	July 1, 2018	1,354,718
December 8, 2011	2.80	Sewer	July 1, 2032	2,385,430
December 8, 2011	2.80	Water	January 1, 2033	1,700,414
December 8, 2011	2.80	Sewer	January 1, 2033	1,700,414
December 8, 2011	2.80	Sewer	January 1, 2032	779,038
December 8, 2011	3.55	Water	July 1, 2032	419,313
October 27, 2011	2.78	Sewer	July 1, 2033	18,709,397
October 27, 2011	2.85	Sewer	January 1, 2033	1,123,403
October 27, 2011	2.85	Sewer	July 1, 2032	865,785
May 31, 2012	2.69	Sewer	January 1, 2019	915,207
June 28, 2012	2.00	Water	July 1, 2033	996,650
September 27, 2012	2.54	Sewer	July 1, 2018	401,719
October 25, 2012	2.48	Sewer	July 1, 2019	20,753
December 6, 2012	2.44	Sewer	July 1, 2019	1,495,585
March 28, 2013	3.15	Sewer	July 1, 2034	3,453,132
December 6, 2012	2.44	Sewer	January 1, 2018	3,107,729
December 6, 2012	2.44	Sewer	July 1, 2018	235,954
May 30, 2013	2.67	Sewer	July 1, 2018	1,552,384
May 30, 2013	2.67	Sewer	July 1, 2033	2,027,501
June 27, 2013	2.00	Water	July 1, 2034	2,761,084
June 27, 2013	2.00	Water	July 1, 2034	691,151
June 27, 2013	2.00	Water	July 1, 2034	(22,932)
August 29, 2013	3.05	Sewer	January 1, 2035	4,657,967
September 26, 2013	4.24	Water	July 1, 2023	152,187
October 31, 2013	3.59	Sewer	July 1, 2019	205,249
October 31, 2013	3.59	Sewer	January 1, 2020	910,657
December 12, 2013	3.62	Water	January 1, 2035	519,291
January 30, 2014	3.66	Sewer	July 1, 2034	1,362,438
January 30, 2014	3.66	Water	July 1, 2024	512,961
February 27, 2014	3.65	Water	January 1, 2035	2,229,611
February 27, 2014	4.15	Water	July 1, 2035	9,560,297
January 30, 2014	3.38	Sewer	July 1, 2019	813,897
January 30, 2014	3.38	Sewer	July 1, 2019	635,343
April 24, 2014	3.95	Sewer	January 1, 2036	1,543,006
April 24, 2014	3.45	Sewer	July 1, 2034	1,271,247
June 26, 2014	3.09	Sewer	January 1, 2036	5,888,811
June 26, 2014	3.01	Sewer	July 1, 2036	7,175,979
August 28, 2014	3.34	Sewer	July 1, 2035	\$ 5,533,331

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
<u>Business-type Activities (Continued):</u>				
<u>Ohio Water Development Authority Loans (Continued):</u>				
February 26, 2015	1.89	Sewer	January 1, 2036	\$ 3,809,645
February 26, 2015	1.89	Sewer	January 1, 2038	7,542,654
April 30, 2015	2.03	Sewer	July 1, 2021	23,421,742
May 28, 2015	2.26	Sewer	January 1, 2036	273,050
May 28, 2015	2.26	Sewer	January 1, 2036	2,654
May 28, 2015	2.26	Sewer	January 1, 2036	4,574,043
September 24, 2015	2.45	Sewer	January 1, 2036	2,324,004
May 28, 2015	1.96	Sewer	January 1, 2038	3,818,638
June 25, 2015	1.57	Water	January 1, 2037	11,412
September 24, 2015	1.74	Water	July 1, 2036	21,322
October 29, 2015	2.35	Sewer	July 1, 2049	17,680,410
October 29, 2015	1.68	Water	January 1, 2037	5,888
Total Ohio Water Development Authority Loans:				<u>\$ 161,974,294</u>
<u>Ohio Public Works Commission Loans:</u>				
July 1, 1995	-	Water	July 1, 2016	\$ 204,831
December 1, 1995	-	Sewer	January 1, 2017	63,929
July 1, 1996	-	Sewer	July 1, 2017	204,135
July 1, 1997	-	Sewer	July 1, 2018	163,625
July 1, 2000	-	Water	July 1, 2021	402,750
July 1, 2005	-	Sewer	July 1, 2025	100,464
Total Ohio Public Works Commission Loans:				<u>\$ 1,139,734</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

The following is a summary of the City's future debt service requirements as of December 31, 2015 (in thousands):

Governmental Activities						
Fiscal Year Ending December 31	General Obligation		OPWC		ODSA	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 17,654	\$ 6,678	\$ 635	\$ -	\$ 243	\$ 72
2017	18,082	6,117	634	-	417	112
2018	17,676	5,530	635	-	345	102
2019	17,394	5,048	596	-	310	94
2020	15,946	4,487	596	-	320	87
2021-2025	67,259	13,872	2,300	-	1,715	324
2026-2030	28,975	3,941	1,110	-	1,920	121
2031-2035	3,855	176	461	-	-	-
2036-2040	-	-	461	-	-	-
2041-2045	-	-	213	-	-	-
	<u>\$ 186,841</u>	<u>\$ 45,849</u>	<u>\$ 7,641</u>	<u>\$ -</u>	<u>\$ 5,270</u>	<u>\$ 912</u>

Fiscal Year Ending December 31	Non-Tax Revenue		Income Tax Revenue		Special Revenue (JEDD)	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 4,290	\$ 1,473	\$ 11,096	\$ 15,771	\$ 3,325	\$ 944
2017	4,575	1,380	14,530	15,341	3,485	778
2018	5,735	1,296	15,973	14,712	3,665	603
2019	3,025	1,173	15,342	13,991	3,835	420
2020	3,105	1,099	15,707	13,306	4,040	228
2021-2025	17,020	3,995	91,097	54,530	3,680	176
2026-2030	8,915	1,081	102,443	32,013	-	-
2031-2035	1,370	166	72,923	7,201	-	-
2036-2040	-	-	-	-	-	-
2041-2045	-	-	-	-	-	-
	<u>\$ 48,035</u>	<u>\$ 11,663</u>	<u>\$ 339,111</u>	<u>\$ 166,865</u>	<u>\$ 22,030</u>	<u>\$ 3,149</u>

Fiscal Year Ending December 31	Special Assessment		Internal Service Income Tax Revenue	
	Principal	Interest	Principal	Interest
2016	\$ 962	\$ 77	\$ 410	\$ 25
2017	460	49	420	13
2018	351	35	-	-
2019	362	27	-	-
2020	360	18	-	-
2021-2025	365	9	-	-
2026-2030	-	-	-	-
2031-2035	-	-	-	-
2036-2040	-	-	-	-
2041-2045	-	-	-	-
	<u>\$ 2,860</u>	<u>\$ 215</u>	<u>\$ 830</u>	<u>\$ 38</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Business-type Activities						
Fiscal Year Ending December 31	General Obligation		Mortgage Revenue		Revenue	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 76	\$ 24	\$ 3,870	\$ 938	\$ 4,750	\$ 328
2017	79	20	4,060	817	1,800	90
2018	83	16	4,255	626	-	-
2019	87	12	1,130	513	-	-
2020	92	7	1,165	479	-	-
2021-2025	127	6	6,395	1,841	-	-
2026-2030	-	-	3,520	962	-	-
2031-2035	-	-	2,575	266	-	-
2036-2040	-	-	-	-	-	-
2041-2045	-	-	-	-	-	-
	<u>\$ 544</u>	<u>\$ 85</u>	<u>\$ 26,970</u>	<u>\$ 6,442</u>	<u>\$ 6,550</u>	<u>\$ 418</u>

Fiscal Year Ending December 31	OWDA		OPWC	
	Principal	Interest	Principal	Interest
2016	\$ 9,140	\$ 3,444	\$ 202	\$ -
2017	14,775	4,596	201	-
2018	14,405	4,639	202	-
2019	14,294	4,723	180	-
2020	19,807	10,291	106	-
2021-2025	50,619	26,612	240	-
2026-2030	29,972	7,000	9	-
2031-2035	8,962	980	-	-
2036-2040	-	-	-	-
2041-2045	-	-	-	-
	<u>\$ 161,974</u>	<u>\$ 62,285</u>	<u>\$ 1,140</u>	<u>\$ -</u>

Fiscal Year Ending December 31	Governmental Activities Total		Business-type Activities Total		Grand Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 38,615	\$ 25,040	\$ 18,038	\$ 4,734	\$ 56,653	\$ 29,774
2017	42,603	23,790	20,915	5,523	63,518	29,313
2018	44,380	22,278	18,945	5,281	63,325	27,559
2019	40,864	20,753	15,691	5,248	56,555	26,001
2020	40,074	19,225	21,170	10,777	61,244	30,002
2021-2025	183,436	72,906	57,381	28,459	240,817	101,365
2026-2030	143,363	37,156	33,501	7,962	176,864	45,118
2031-2035	78,609	7,543	11,537	1,246	90,146	8,789
2036-2040	461	-	-	-	461	-
2041-2045	213	-	-	-	213	-
	<u>\$ 612,618</u>	<u>\$ 228,691</u>	<u>\$ 197,178</u>	<u>\$ 69,230</u>	<u>\$ 809,796</u>	<u>\$ 297,921</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

All bonds and notes are backed by the full faith and credit of the City except revenue bonds. Water Mortgage Revenue Bonds are collateralized by the capital assets of the Water System that had net carrying values of approximately \$164,083,967 at December 31, 2015. It is the City's policy to pay debt service of the Enterprise and Internal Service Funds from the receipts of those funds. Accordingly, such debt is reported in those funds. Any deficiency is paid from the City's General Fund. Revenue bonds and OWDA loans are retired entirely from the excess of operating revenues over operating expenses of the applicable enterprise activity. Therefore, the City is under no obligation to repay these long-term obligations from the City's General Fund.

The Waterworks System Mortgage Revenue Improvement Bond dated August 10, 2006 requires deposits to a Debt Service Reserve Fund based on a calculation of net operating revenues. The minimum deposits to the Debt Service Reserve Fund for this bonds is zero. The balance in the Debt Service Reserve Fund at December 31, 2015 was as follows:

	Waterworks System 2006 Issue
Actual balance of debt service reserve fund	\$ 547,630

The debt service reserve funds for Mortgage Revenue Bond issues are included in the applicable enterprise fund for reporting purposes.

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 assessed 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 assessed value of property. At December 31, 2015, the City's total net debt amounted to 5.11% of the total assessed value of all property within the City and unvoted net debt amounted to 5.11% of the total assessed value of all property within the City.

11. Bonds and Loans Payable and Defeased Debt (Continued)

On March 10, 2015, the City issued \$25,325,000 in General Obligation Various Purpose Refunding Bonds, Series 2015 maturing December 1, 2016 through December 1, 2028 with interest rates ranging from 1.5% to 5% to advance refund \$24,085,000 of outstanding General Obligation Various Purpose Refunding Bonds, Series 2006 and 2007. Net proceeds of \$14,021,482, including an original issue discount of \$29,849, a premium of \$789,997, an underwriter's discount of \$68,716 and payment of \$64,950 in issuance costs, were used to provide cash for debt service payments on the 2006 Series bonds. Net proceeds of \$12,333,842, including an original issue discount of \$50,964, a premium of \$577,994, an underwriter's discount of \$61,201 and payment of \$61,987 in issuance costs, were used to provide cash for debt service payments on the 2007 Series bonds.

As a result, the 2006 refunded bonds are considered defeased and the liability for these bonds has been removed from the financial statements. The City advanced refunded these bonds to reduce its total debt service payments by \$977,890 and incurred an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$966,753.

Also as a result, the 2007 refunded bonds are considered defeased and the liability for these bonds has been removed from the financial statements. The City advanced refunded these bonds to reduce its total debt service payments by \$619,225 and incurred an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$611,691.

On November 12, 2015, the City issued \$13,250,000 in Taxable Economic Development Refunding Bonds, Series 2015 maturing December 1, 2017 through December 1, 2026 with interest rates ranging from 1.4% to 3.625% to advance refund \$14,580,000 of outstanding Taxable Economic Development Bonds, Series 2006. Net proceeds of \$12,984,764, including an original discount of \$67,320, an underwriter's discount of \$68,143 and payment of \$129,774 in issuance costs, plus an additional \$2,678,616 of 2006 Series fund monies, were used to provide cash for debt service payments on the 2006 Series bonds.

As a result, the 2006 refunded bonds are considered defeased and the liability for these bonds has been removed from the financial statements. The City advanced refunded these bonds to reduce its total debt service payments by \$1,005,568 and incurred an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$901,465.

On November 12, 2015, the City issued \$25,370,000 in Income Tax Revenue Bonds, Series 2015 maturing December 1, 2016 through December 1, 2028 with interest rates ranging from 1% to 5% to advance refund \$31,410,000 of outstanding Certificates of Participation Bonds, Series 2005 and 2007. Net proceeds of \$13,524,596, including a premium of \$1,567,656, an underwriter's discount of \$60,315 and payment of \$74,755 in issuance costs, plus an additional \$2,997,791 of Series 2005 fund monies, were used to provide cash for debt service payments on the 2005 Series bonds. Net proceeds of \$15,020,284, including a premium of \$1,892,840, an underwriter's discount of \$68,433 and payment of \$82,113 in issuance costs, plus an additional \$1,495,686 of Series 2007 fund monies, were used to provide cash for debt service payments on the 2007 Series bonds.

As a result, the 2005 refunded bonds are considered defeased and the liability for these bonds has been removed from the financial statements. The City advanced refunded these bonds to reduce its total debt service payments by \$1,282,095 and incurred an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,232,985.

Also as a result, the 2007 refunded bonds are considered defeased and the liability for these bonds has been removed from the financial statements. The City advanced refunded these bonds to reduce its total debt service payments by \$698,893 and incurred an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$666,685.

11. Bonds and Loans Payable and Defeased Debt (Continued)

On December 18, 2015, the City issued \$8,300,000 in Water Revenue Bonds, Series 2015 maturing March 1, 2016 through March 1, 2026 with an interest rate of 2.59% to advance refund \$8,065,000 of outstanding Water Revenue Bonds, Series 2006. Net proceeds of \$8,222,290, including payment of \$77,710 in issuance costs, plus an additional \$20,000 of 2006 Series fund monies, were used to provide cash for debt service payments on the 2006 Series bonds.

As a result, the 2006 refunded bonds are considered defeased and the liability for these bonds has been removed from the financial statements. The City advanced refunded these bonds to reduce its total debt service payments by \$761,831 and incurred an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$671,485.

11. Bonds and Loans Payable and Defeased Debt (Continued)

The City has defeased certain debt issues by placing investments in U.S. Government obligations in irrevocable escrow accounts. Such accounts will be used, together with interest earned thereon, to provide for the payment of all principal and interest on the defeased bonds on their scheduled due dates. Accordingly, the escrow accounts and the defeased bonds summarized below are not included in the accompanying financial statements at December 31, 2015:

Issue	Defeasance Date	Original Amount		Principal Outstanding at 12/31/15
		Defeased	Escrowed	
Various Purpose Improvement Bonds, Series 1995-2	2005	\$ 3,855,000	\$ -	\$ 285,000
Various Purpose Improvement Bonds, Series 1996	2005	2,600,000	-	1,115,000
Various Purpose Improvement Bonds, Series 1996-2	2005	7,900,000	-	1,300,000
Various Purpose Improvement Bonds, Series 1997	2005	11,960,000	-	2,535,000
Various Purpose Improvement Bonds, Series 1999	2005	14,310,000	-	4,920,000
Various Purpose Improvement Bonds, Series 2000	2005	14,265,000	-	6,815,000
		<u>54,890,000</u>	<u>40,208,751</u>	<u>16,970,000</u>
Sanitary Sewer System Revenue Bonds, Series 1996	2005	12,655,000	-	2,220,000
Sanitary Sewer System Revenue Bonds, Series 1997	2005	11,245,000	-	800,000
Sanitary Sewer System Revenue Bonds, Series 1998	2005	6,165,000	-	2,745,000
		<u>30,065,000</u>	<u>30,839,036</u>	<u>5,765,000</u>
Waterworks Revenue Bonds, Series 1998	2009	6,570,000	14,464,701	2,520,000
Various Purpose Improvement Bonds, Series 1998	2010	5,835,000	6,044,651	2,685,000
Various Purpose Improvement Bonds, Series 2001	2010	13,850,000	14,792,506	6,600,000
		<u>19,685,000</u>	<u>20,837,157</u>	<u>9,285,000</u>
Various Purpose Improvement Bonds, Series 2001	2011	7,425,000	7,474,877	3,160,000
Various Purpose Improvement Bonds, Series 2002	2011	19,390,000	20,342,508	14,745,000
Various Purpose Improvement Bonds, Series 2003	2011	15,635,000	17,109,007	15,105,000
		<u>42,450,000</u>	<u>44,926,392</u>	<u>33,010,000</u>
Non-Tax Revenue Bonds, Series 1997	2011	16,385,000	16,594,456	7,720,000
Income Tax Revenue Bonds, Series 1999	2011	6,290,000	6,330,767	4,595,000
Special Revenue Bonds (JEDD), Series 2000	2011	16,180,000	16,308,393	9,945,000
Special Revenue Bonds (JEDD), Series 2002	2011	16,400,000	17,153,385	11,280,000
		<u>32,580,000</u>	<u>33,461,778</u>	<u>21,225,000</u>
CLC Income Tax Revenue Bonds, Series 2004A	2012	165,000,000	177,376,931	157,065,000
Various Purpose Improvement Bonds, Series 2003	2012	8,755,000	9,301,891	5,100,000
Certificates of Participation, Series 2005 (Stadium)	2013	13,580,000	14,619,000	3,645,000
Various Purpose Improvement Bonds, Series 2005	2014	36,750,000	40,380,525	36,750,000
Various Purpose Improvement Bonds, Series 2010C	2014	25,930,000	26,063,093	24,520,000
		<u>62,680,000</u>	<u>66,443,618</u>	<u>61,270,000</u>
Certificates of Participation, Series 2005 (Parking)	2015	16,150,000	16,522,387	14,170,000
Certificates of Participation, Series 2007 (Parking)	2015	15,260,000	16,515,970	14,430,000
		<u>31,410,000</u>	<u>33,038,357</u>	<u>28,600,000</u>
Various Purpose Improvement Bonds, Series 2006	2015	12,990,000	14,021,482	12,330,000
Various Purpose Improvement Bonds, Series 2007	2015	11,095,000	12,333,842	10,785,000
		<u>24,085,000</u>	<u>26,355,324</u>	<u>23,115,000</u>
Non-Tax Revenue Bonds, Series 2006	2015	14,580,000	15,663,380	13,685,000
Waterworks Revenue Bonds, Series 2006	2015	\$ 8,065,000	8,242,290	8,065,000
	97			<u>\$ 401,635,000</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

The City of Akron’s original General Obligation bond ratings are AA- from Fitch, Aa3 from Moody’s and AA- from Standard and Poor’s. The insured Water and Sewer Revenue bonds were originally rated AAA from Fitch, Aaa from Moody’s and AAA from Standard and Poor’s. As of December 31, 2015, the City’s bond ratings are as follows:

<u>Bond Description</u>	<u>Moody's Investors Service</u>	<u>Standard and Poor's</u>	<u>Fitch Ratings</u>
	<u>Current Rating</u>	<u>Current Rating</u>	<u>Current Rating</u>
2005 Sanitary Sewer System Improvement and Refunding Bonds	WR	n/a	n/a
2006 Street Improvement Special Assessment Bonds	A2	AA	n/a
2006 Various Purpose Improvement Bonds	Aa3	AA-	AA-
2006 Waterworks System Mortgage Revenue Improvement and Refunding Bonds	WR	n/a	n/a
2007 Various Purpose Improvement Bonds	Aa3	AA	AA-
2009 Various Purpose Improvement Refunding Bonds	n/a	AA+	n/a
2009 Waterworks System Mortgage Revenue Improvement and Refunding Bonds	A3	n/a	n/a
2010 Steam Utility Certificates of Participation	n/a	A+	n/a
2010 Various Purpose Refunding Bonds, Series A	n/a	AA-	AA-
2010 Various Purpose Refunding Bonds, Series B	n/a	AA-	AA-
2010 Various Purpose Refunding Bonds, Series D	n/a	AA+	AA-
2010A Income Tax Revenue Bonds (CLC)	n/a	AA+	n/a
2010B Income Tax Revenue Bonds (CLC)	n/a	AA+	n/a
2010C Income Tax Revenue Bonds (CLC)	n/a	AA+	n/a
2011 JEDD Revenue Refunding Bonds	n/a	AA-	n/a
2011 Nontax Revenue Economic Development Bonds	A1	n/a	n/a
2011 Pension Income Tax Revenue Refunding Bonds	Aa3	n/a	n/a
2011 Various Purpose Refunding Bonds	Aa3	AA-	n/a
2012 Various Purpose Refunding Bonds	n/a	AA-	n/a
2012 Various Purpose Income Tax Refunding Bonds	n/a	AA+	n/a
2012A Income Tax Revenue Bonds (CLC)	n/a	AA+	n/a
2013-A Certificates of Participation	n/a	A+	n/a
2013-B Certificates of Participation	n/a	A+	n/a
2013 Various Purpose Refunding Bonds, Series A	n/a	AA-	n/a
2013 Various Purpose Refunding Bonds, Series B	n/a	AA-	n/a
2013 Various Purpose Refunding Bonds, Series C	n/a	AA-	n/a
2013 Various Purpose Refunding Bonds, Series D	n/a	AA-	n/a
2014 Income Tax Revenue Bonds (CLC)	n/a	AA+	n/a
2014 Various Purpose Refunding Bonds, Series A	n/a	AA-	n/a
2014 Various Purpose Refunding Bonds, Series B	n/a	AA-	n/a
2014 Various Purpose Refunding Bonds, Series C	n/a	AA-	n/a
2014 Various Purpose Income Tax Refunding Bonds	n/a	AA+	n/a
2014 Nontax Revenue Economic Development Bonds	n/a	A+	n/a
2015 Various Purpose Refunding Bonds	n/a	AA-	n/a
2015 Waterworks System Mortgage Revenue Refunding Bonds	n/a	n/a	n/a
2015 Nontax Revenue Economic Development Bonds	n/a	A+	n/a
2015 Income Tax Revenue Bonds	n/a	n/a	n/a
2015 Income Tax Revenue Refunding Bonds	n/a	AA+	n/a

11. Bonds and Loans Payable and Defeased Debt (Continued)

During 2010, the City entered into an agreement with various parties to unconditionally guarantee the principal and interest payments on behalf of the International Soap Box Derby, Inc. for the loan issued by FirstMerit Bank. As of December 31, 2015, the principal amount outstanding was \$373,852. The City believes that the International Soap Box Derby Inc. is current on all required debt service payments and will continue to pay all debt service when due throughout the remaining term of the loan; therefore, no provision for such guarantee has been recorded in the financial statements as of December 31, 2015.

During 2012, the City entered into an amendment and restatement of cooperative agreement among various parties to unconditionally guarantee the principal and interest payments of the Development Finance Authority of Summit County Revenue Bonds (Akron Civic Theatre Project), issued by the Development Finance Authority of Summit County. As of December 31, 2015, the principal amount outstanding was \$14,135,000. The City believes that the Development Finance Authority of Summit County is current on all required debt service payments and will continue to pay all debt service when due throughout the remaining term of the bonds; therefore, no provision for such guarantee has been recorded in the financial statements as of December 31, 2015.

During 2012, the City entered into a cooperative agreement with the Development Finance Authority of Summit County, Akron Baseball, LLC, and The Bank of New York Mellon Trust Company, N.A. to facilitate financing. The Development Finance Authority of Summit Development Revenue Bonds, Series 2012 were issued for \$3.6 million. The obligation of the City to make appropriation payments are subject to the annual appropriations made by City Council. The City has recorded a liability of \$208,325 for the principal and interest payments scheduled to be paid during 2016 in the accompanying financial statements. The principal balance outstanding as of December 31, 2015 is \$3,370,000.

The obligations of the City under this agreement, including its obligation to make payments during any fiscal year of the City in which this agreement is in effect, shall not constitute a general obligation or indebtedness of the City within the meaning of the constitution and laws of the State of Ohio. The agreement does not pledge any taxes or other moneys to the amounts payable by the City. Nothing constitutes a pledge by the City or an obligation by the City, of any taxes or other moneys to the payment of any amount payable by the City under this agreement; therefore, no provision for such liability has been recorded in the financial statements as of December 31, 2015.

On May 8, 2013, the Development Finance Authority (DFA) of Summit County issued Taxable Development Revenue Bonds, Series 2013A, in the amount of \$6,645,000 for the University Edge project by developer Lawrence B. Levey & University Square Investors II, LLC. These bonds mature on November 15, 2027. The City has received approval from the State of Ohio for Tax Increment Financing (TIF) on improvements to the land to be used for the project. The TIF Service Payments will be used to pay the debt service on the bonds issued by the DFA. In the event TIF Service Payments are not sufficient in any particular year to cover the annual debt service on the bonds, the developer will be required to pay the deficiency.

During 2014, the City entered into an agreement with the County of Summit and Fifth Third Bank to guarantee principal and interest payments on behalf of the Akron Community Service Center and Urban League to refinance bonds issued to pay the costs of the Akron Urban League's community service center and operations. Fifth Third agreed to issue a bank bond to the Akron Urban League in the amount of \$2,000,000 to be used to finance previous bond obligations which the City had also guaranteed. Fifth Third also agreed to issue a credit line in the amount of \$100,000 to the Akron Urban League to support operations. The City agreed to guarantee one half of the bank bond and credit line debt service to be paid solely from non-tax revenues, with the County of Summit agreeing to guarantee

11. Bonds and Loans Payable and Defeased Debt (Continued)

the other half. As of December 31, 2015, the principal outstanding on the bank bond was \$1,922,400 and the principal outstanding on the credit line was \$49,492.

During 2015, the City reaffirmed and amended this agreement with the County of Summit and Fifth Third Bank to extend the maturity of the Akron Urban League's credit line and to guarantee principal and interest payments on an additional term loan issued to the Akron Urban League in the amount of \$200,000. The City agreed to guarantee one half of the term loan debt service to be paid solely from non-tax revenues, with the County of Summit agreeing to guarantee the other half. As of December 31, 2015, the principal outstanding on the term loan was \$190,000. The City believes the Akron Urban League is current on all required debt service payments and will continue to pay all debt service when due throughout the remaining terms of the bank bond, credit line and term loan; therefore, no provision for such guarantee has been recorded in the financial statements as of December 31, 2015.

12 Obligations Under Capitalized Leases and Certificates of Participation (COPs)

In November, 1996, \$28.9 million Series 1996 Convertible Capital Appreciation Certificates of Participation (COPs) were issued by a bank to finance the costs of the construction of a professional baseball stadium (meeting class “AA” standards) within the City. In connection with the issuance of the Series 1996 COPs, the City entered into a capital lease agreement (as lessee) for the baseball stadium. The City will make lease payments during successive annual renewal periods through November 25, 2016, providing City Council appropriates funds each year for that purpose. If the lease is paid through November 25, 2016, the City will acquire title to the baseball stadium. The lease agreement also includes a purchase option during the years 2002 through 2016.

Unspent funds of approximately \$174,876 provided from the COPs are recorded as restricted assets in the governmental activities in the accompanying government-wide statement of net position as of December 31, 2015. In the unlikely event the lease is terminated, the restricted funds are available for payment of the certificates.

The City has defeased certain certificate issues by placing investments in U.S. Government Obligations in irrevocable escrow accounts. Such accounts will be used, together with interest earned thereon, to provide for the payment of all principal and interest on the defeased certificates on their scheduled due dates. Accordingly, the escrow accounts and the defeased certificates summarized below are not included in the accompanying financial statements at December 31, 2015:

Issue	Defeasance Date	Original Amount		Principal Outstanding at 12/31/15
		Defeased	Escrowed	
Certificates of Participation, Series 2005	2013	\$ 13,580,000	\$ 14,619,000	\$ 3,645,000

On November 3, 2010, the City issued \$13.2 million Series 2010 Convertible Certificates of Participation (COPs) for the Akron Energy Systems Project. Total future payments as of December 31, 2015 are as follows:

Year	Governmental Activities	
	Principal	Interest
2016	\$ 495,000	\$ 556,862
2017	505,000	543,250
2018	530,000	518,000
2019	560,000	491,500
2020	585,000	463,500
2021-2025	3,405,000	1,847,750
2026-2030	5,280,000	907,250
	<u>\$ 11,360,000</u>	<u>\$ 5,328,112</u>

12. Obligations Under Capitalized Leases and Certificates of Participation (COPs) (Continued)

The City also has seven other capital leases. One is for the redesign of the City's sanitation trash collection system. The cost of the sanitation redesign equipment is \$9,050,203 and is included in the City's capital assets in the Statement of Net Position – Governmental Activities.

The second is a lease from 2009 for equipment with an original cost of \$1,952,230. The lease was refinanced in 2013 in the amount of \$1,235,577 and is included in the City's capital assets in the Statement of Net Position – Governmental Activities and in the Water and Golf Course Funds.

The third is a 2012 lease for the purchase of various service-equipment. The cost of the equipment is \$7,154,080 and is included in the City's capital assets in the Statement of Net Position – Governmental Activities.

The fourth and fifth are 2012 capital lease agreements for street cleaners/sweepers. The cost of equipment for each lease is \$536,585 and is included in the City's capital assets in the Statement of Net Position – Governmental Activities.

The sixth is a 2013 capital lease agreement for the purchase of various service-equipment. The cost of the equipment was \$1,541,382 and is included in the City's capital assets in the Statement of Net Position – Governmental Activities.

The City entered into a seventh capital lease agreement during 2015 for street sweepers. The agreement is a 5-year lease at a rate of 2.75% for \$731,754. It is included in the City's capital assets in the Statement of Net Position - Governmental Activities.

The following is a summary of the capital lease transactions for the year ended December 31, 2015:

	Governmental Activities				
	COPS Stadium	COPS Parking*	Sanitation Redesign	Street Cleaners	Street Sweepers
Capital Lease at January 1, 2015	\$ 15,305,000	\$ 31,410,000	\$ 2,175,905	\$ 232,732	\$ 278,441
Retirements	(1,985,000)	(31,410,000)	(1,062,549)	(101,949)	(85,942)
Capital Lease at December 31, 2015	<u>\$ 13,320,000</u>	<u>\$ -</u>	<u>\$ 1,113,356</u>	<u>\$ 130,783</u>	<u>\$ 192,499</u>
	Governmental Activities (continued)				Enterprise
	Street Sweepers	Public Service Equipment	Public Works Equipment	Equipment	Equipment
Capital Lease at January 1, 2015	\$ -	\$ 755,647	\$ 4,424,927	\$ 683,447	\$ 240,130
Additions	731,754	-	-	-	-
Retirements	(120,498)	(320,808)	(1,300,000)	(235,690)	(82,810)
Capital Lease at December 31, 2015	<u>\$ 611,256</u>	<u>\$ 434,839</u>	<u>\$ 3,124,927</u>	<u>\$ 447,757</u>	<u>\$ 157,320</u>

*Defeased during 2015, refer to footnote 11 for detail.

12. Obligations Under Capitalized Leases and Certificates of Participation (COPs) (Continued)

Future lease payments are as follows as of December 31, 2015:

Year	Governmental Activities				
	COPS Stadium	Sanitation Redesign	Street Cleaners	Street Sweepers	Street Sweepers
2016	\$ 2,392,600	\$ 1,152,972	\$ 134,000	\$ 92,587	120,498
2017	2,392,425	-	-	107,000	120,498
2018	2,392,435	-	-	-	120,498
2019	2,392,050	-	-	-	120,498
2020	2,397,113	-	-	-	184,000
2021-2025	2,959,863	-	-	-	-
Total lease payments	14,926,486	1,152,972	134,000	199,587	665,992
Less amount representing interest	1,606,486	39,616	3,217	7,088	54,736
Present value of lease payments	\$ 13,320,000	\$ 1,113,356	\$ 130,783	\$ 192,499	\$ 611,256
Net book value of leased assets	*\$ 18,154,199	\$ 452,510	\$ 447,154	\$ 447,154	\$ 707,362
Year	Governmental Activities (continued)			Enterprise	
	Public Service Equipment	Public Works Equipment	Equipment	Equipment	
2016	\$ 263,690	\$ 1,321,182	\$ 249,903	\$ 87,804	
2017	184,060	1,149,257	211,610	74,349	
2018	-	775,316	-	-	
2019	-	-	-	-	
2020	-	-	-	-	
Total lease payments	447,750	3,245,755	461,513	162,153	
Less amount representing interest	12,911	120,828	13,756	4,833	
Present value of lease payments	\$ 434,839	\$ 3,124,927	\$ 447,757	\$ 157,320	
Net book value of leased assets	\$ 1,086,181	\$ 5,362,835	\$ 587,551	\$ 236,008	

*Amount represents the entire net book value of the capital lease recorded in the statement of net position.

13. Self-Insurance Funds

The City is exposed to various risks of loss including employee health-care costs and accidents, torts and legal judgments, and damage or destruction of assets. The City purchases fire and extended coverage insurance on all buildings and contents up to \$175,000,000 per occurrence, with a variety of deductibles beginning at \$250,000. Coverage is purchased on 924 vehicles for combined single-limit liability of \$1,000,000. There has been no significant reduction in coverage from the prior year, and settled claims have not exceeded the City's insurance coverage in any of the past three years.

The City has a Medical Self-Insurance Fund. The purpose of this fund is to pay medical claims for City employees and their covered dependents and minimize the total cost of medical benefits of the City. The plan is internally managed and accounted for as an Internal Service Fund. This Internal Service Fund has been in existence since 1987.

The City has an Internal Service Fund entitled "Workers' Compensation Reserve Fund" to account for self-insured workers' compensation claims. Workers' compensation is administered by the State of Ohio under a retrospective rating plan. The City reimburses the Ohio Bureau of Workers' Compensation for injured workers' claims subject to a maximum annual claim limit of \$300,000 for each worker's compensation claim. All funds of the City participate in the program and make payments to the Internal Service Fund based on the experience premium that would normally be charged by the Ohio Bureau of Workers' Compensation. Future claims liabilities are actuarially determined.

The City has a Self-Insurance Settlement Fund. The purpose of this fund is to pay judgments and claims. Claims are accrued based upon estimates, past experience, and current claims outstanding. Actual claims experience may differ from the estimate.

The claims liabilities of \$3,841,727, \$3,853,869, and \$622,217 reported in the Medical, Workers' Compensation, and Self-Insurance Settlement funds, respectively, at December 31, 2015, are in accordance with the requirements of GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, and GASB Statement No. 30, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*. These GASB statements require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The liabilities recorded include the estimated incremental expenses to be incurred to settle the claims, including legal fees. Claims liabilities are based on evaluations of individual claims and a review of experience with respect to the probable number and nature of claims arising from losses that have been incurred but have not yet been reported. The claims liabilities represent the estimated ultimate cost of settling the claims, including the effects of inflation and other societal and economic factors. Estimated future recoveries on settled and unsettled claims, such as subrogations, if any, are evaluated in terms of their estimated realizable value and deducted from the liability for unpaid claims. Any adjustments resulting from the actual settlement of the claims are reflected in the financial statements at the time the adjustments are determined.

13. Self-Insurance Funds (Continued)

Changes in the funds' claims liabilities (both current and long-term) amounts in fiscal 2014 and 2015 were:

	Beginning of Year Liability	Claim Adjustments	Current Period Claims	Claim Payments	Balance at End of Year
<u>Medical Self- Insurance Fund</u>					
2014	2,966,603	-	32,107,200	(32,372,738)	2,701,065
2015	2,701,065	-	34,181,974	(33,041,312)	3,841,727
<u>Workers' Compensation Reserve Fund</u>					
2014	4,991,828	-	985,305	(1,025,925)	4,951,208
2015	4,951,208	(139,375)	-	(957,964)	3,853,869
<u>Self-Insurance Settlement Fund</u>					
2014	197,232	(197,232)	631,180	-	631,180
2015	631,180	(1,626,150)	1,617,187	-	622,217

14. Long-term Liabilities

The City reports the following amounts, on the Statement of Net Position, relating to the government's long-term liabilities for the year ended December 31, 2015:

	Due in More Than One Year				Due within One Year *
	January 1, 2015 as restated**	Additions	Deletions	December 31, 2015	
Governmental Activities:					
Governmental Funds:					
Accounts payable and other accrued liabilities	\$ -	\$ -	\$ -	\$ -	\$ 9,088,877
Accrued interest payable	-	-	-	-	2,351,717
Accrued vacation and leave (Note 8)	37,118,674	14,182,715	(11,739,528)	39,561,861	9,529,203
Accrued wages	-	-	-	-	5,037,570
Bonds, notes and loans payable	579,985,438	67,120,000	(63,560,609)	583,544,829	51,187,466
COPs and obligations under capital lease (Note 12)	58,724,161	731,754	(34,411,940)	25,043,975	5,691,441
Deposits	-	-	-	-	451,410
Due to other governments	4,795,229	-	(422,337)	4,372,892	4,103,891
Employment Related Liabilities (Note 1)	1,348,869	-	(31,172)	1,317,697	-
Guarantees and other obligations	1,185,612	-	(148,017)	1,037,595	1,321,421
Net pension liability (Note 9)	166,488,603	9,135,874	-	175,624,477	-
OPEB liability (Note 9)	37,268,305	4,611,585	-	41,879,890	-
Pollution Remediation (Note 20)	-	40,000	-	40,000	215,000
Total Governmental Funds	886,914,891	95,821,928	(110,313,603)	872,423,216	88,977,996
Internal Service Funds:					
Accounts payable and other accrued liabilities	-	-	-	-	1,708,333
Accrued vacation and leave (Note 8)	1,844,987	757,128	(426,510)	2,175,605	471,592
Accrued wages	-	-	-	-	211,045
Bonds, notes and loans payable	7,330,000	4,500,000	(6,910,000)	4,920,000	410,000
Net pension liability (Note 9)	4,240,565	97,994	-	4,338,559	-
OPEB liability (Note 9)	1,623,053	110,032	-	1,733,085	-
Liability for unpaid claims	3,993,244	-	(1,406,317)	2,586,927	5,730,889
Total Internal Service Funds	19,031,849	5,465,154	(8,742,827)	15,754,176	8,531,859
Total Governmental Activities	905,946,740	101,287,082	(119,056,430)	888,177,392	97,509,855
Business-type Activities:					
Enterprise Funds:					
Water					
Accounts payable and other accrued liabilities	-	-	-	-	2,205,735
Accrued interest payable	-	-	-	-	681,380
Accrued vacation and leave (Note 8)	2,832,570	1,255,989	(1,371,245)	2,717,314	692,135
Accrued wages	-	-	-	-	340,395
Bonds, notes and loans payable (Notes 10,11)	44,578,253	6,313,043	(5,345,518)	45,545,778	5,475,092
Deposits	-	-	-	-	724,174
Due to other governments	-	-	-	-	51,742
Net pension liability (Note 9)	6,842,477	158,120	-	7,000,597	-
OPEB liability (Note 9)	2,725,549	191,716	-	2,917,265	-
COPs and obligations under capital lease (Note 12)	127,066	-	(68,250)	58,816	68,250
Sewer					
Accounts payable and other accrued liabilities	-	-	-	-	4,130,131
Accrued interest payable	-	-	-	-	1,291,178
Accrued vacation and leave (Note 8)	1,813,183	1,106,804	(985,494)	1,934,493	449,616
Accrued Wages	-	-	-	-	234,526
Bonds, notes and loans payable (Notes 10,11)	69,450,720	85,942,627	(22,266,538)	133,126,809	12,486,349
Due to other governments	187,764	-	(31,334)	156,430	115,788
Net pension liability (Note 9)	4,670,498	107,929	-	4,778,427	-
OPEB liability (Note 9)	1,810,640	106,005	-	1,916,645	-
Off Street Parking					
Accounts payable and other accrued liabilities	-	-	-	-	505,977
Accrued interest payable	-	-	-	-	1,848
Bonds, notes and loans payable (Notes 10,11)	544,229	-	(75,749)	468,480	75,749
Due to other governments	-	-	-	-	235,608
Other Business-type Activities					
Accounts payable and other accrued liabilities	-	-	-	-	38,684
Accrued vacation and leave (Note 8)	80,783	45,027	(33,641)	92,169	33,268
Accrued wages	-	-	-	-	20,032
COPs and obligations under capital lease (Note 12)	30,254	-	(16,250)	14,004	16,250
Pollution Remediation (Note 20)	20,000	30,000	(20,000)	30,000	41,200
Net pension liability (Note 9)	427,141	9,871	-	437,012	-
OPEB liability (Note 9)	123,453	2,429	-	125,882	-
Total Business-type Activities	136,264,580	95,269,560	(30,214,019)	201,320,121	29,915,107
Total	\$ 1,042,211,320	\$ 196,556,642	\$ (149,270,449)	\$ 1,089,497,513	\$ 127,424,962

* The amount that is due within one year is classified as current liabilities on the Statement of Net Position. ** The restatement amount is for the addition of the Net Pension Liability.

14. Long-term Liabilities (Continued)

The liabilities are liquidated by the various operating funds in which the liabilities exist. See Note 4 for detailed explanations for the amounts recorded as due to other governments.

15. Compliance and Accountability

The following funds have fund balance deficits or net position deficits at December 31, 2015:

Special Revenue Funds:

Income Tax Collection	\$	473,136
Special Assessment		10,426,758
Akron Metro. Area Transportation Study		109,952
Police Grants		924,969
City Facilities Operating		350,440

Internal Service Funds:

Medical Self-Insurance		3,160,062
Workers' Compensation Reserve		1,389,641
Self-Insurance Settlement		634,275
Engineering Bureau		2,387,317
Information Technology		1,374,379

The Special Revenue Funds that have deficit fund balances at year-end have incurred expenditures that have not yet received the revenue under federal or state grant agreements or as a reimbursement from other funds. On a cash basis, the Special Assessment Fund has a positive balance and is awaiting receipt of assessments from property owners to retire the special assessment notes. The Akron Metro Area Transportation Fund and Police Grants Fund requested grant draws are based on actual cash basis expenditures. The City will review the charges for services in the City Facilities Operating Fund.

The Internal Service Funds that have deficit net position balances at year-end have incurred expenses above charges for services. User charges will be assessed to eliminate the deficits. In 2015, the City issued bond anticipation notes for the Medical Self-Insurance Fund. The debt will be repaid through user charges. The City's policy is to transfer funds from the pertinent division's operating budget for actual claim settlements to reimburse the Workers' Compensation Reserve Fund and the Self-Insurance Settlement Fund. The Engineering Bureau and Information Technology Division will review applied overhead rates charged for projects to decrease deficits going forward.

16. Income Taxes

The City levies a tax at the rate of 2.25% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income earned outside the City. However, a credit is allowed for income taxes paid to other municipalities. Employers within the City are required to withhold income tax on employee compensation and remit this tax to the City at least quarterly. Corporations and other individual taxpayers are required to file a declaration annually and pay their estimated tax quarterly.

On May 6, 2003, Akron voters increased the City's income tax rate from 2% to 2.25% which took effect January 1, 2004. However, the additional .25% increase is designated exclusively for funding the Akron Public Schools' local share in obtaining State of Ohio grants for the construction and renovation of community learning centers in Akron. Therefore, the additional .25% will not be distributed according to City Charter into both operation and capital improvement funds, as described below.

The proceeds of income taxes, after payment of the expenditures incurred from collection thereof, are allocated by the City Charter as follows: 27% to capital expenditures and 73% to the General Fund. The portion allocated to capital expenditures may be utilized for payment of debt service or capital expenditures of any City fund.

17. Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. The Property taxes collected are allocated to the various funds based upon voter authorization.

Real property taxes are levied each October on the assessed value listed as of the prior January 1. Assessed values are established by the County Fiscal Officer at 35% of appraised market value. By law, a revaluation of all property based on current individual appraisals is required to be completed no less than every six years. The last revaluation was completed in tax year 2014 for collection in 2015. The next sexennial revaluation will be completed in 2020 for collection in 2021. In addition, the County Fiscal Officer is required to adjust (but without individual appraisal of properties except in the sexennial reappraisal) taxable real property values triennially to reflect true values.

Real estate and public utility taxes attach an enforceable lien on property as of December 31 in the year levied. Payments are scheduled in two installments in mid-February and mid-July of the succeeding year and are considered delinquent if unpaid as of December 31 of that year.

To compensate for foregone revenue from tangible personal property tax, the state will make distributions to taxing subdivisions from revenue generated by a newly enacted commercial activity tax. Generally, these distributions are expected to fully compensate taxing subdivisions for such tax losses with gradual reductions in the reimbursement from 2011 through 2017.

The assessed value upon which the 2015 property tax was based aggregated \$2,582,886,000. The assessed value for 2015 (upon which the 2016 property tax will be based) is approximately \$2,575,065,000. Under the current allocation method, the City's share was 1.030% (10.30 mills) of assessed value in 2015 for collection in 2016. The City's Charter limits the maximum total tax rate that could be levied without a vote of the electors to 1.05% (10.5 mills).

The Fiscal Officer collects property taxes on behalf of all taxing districts in the County including the City of Akron and periodically remits to the City its portion of the taxes collected. Current real property tax collections for the year ended December 31, 2015, including delinquencies from prior years, were 92.98% of the current year tax levy. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue, while the remainder of the tax receivable is deferred.

18. JEDD Revenues

In an effort to promote regional growth and economic development, the City has entered into contracts with four surrounding townships and a bordering municipality to create Joint Economic Development Districts (JEDDs). The City entered into separate contracts with Copley, Coventry, and Springfield Townships to create JEDDs in 1994. Voters in each township approved the respective JEDD contracts in the November 1994 election, which became effective January 1, 1995. In accordance with state law, each of the Districts' Board of Trustees levied a 2% income tax effective January 1, 1995. In accordance with the City of Akron's income tax increase, as of January 1, 2005, Copley, Coventry and Springfield's income tax rate increased to 2.25%. The proceeds of that tax are allocated, in accordance with the contract, primarily to the City. The City has utilized these JEDD revenues, in part, to construct water and sewer lines so that the JEDDs have access to the City's water and sewer system and to encourage and promote economic development.

In 1998 the City entered into a JEDD contract with Bath Township (Bath) and the City of Fairlawn (Fairlawn). This contract was approved by voters in November 1998 and became effective on January 1, 1999. As in the other JEDDs, a 2% income tax has been levied by the District. In accordance with the City of Akron's income tax increase, as of January 1, 2006, Bath's income tax rate increased to 2.25%. As stated in the contract, the net JEDD revenues are allocated to the City and Fairlawn, with the City providing water and sewer services.

19. Pledged Revenues

Pursuant to GASB No. 48, *Accounting and Financial Reporting for Sales and Pledges of Receivables and Intra-Entity Transfers of Assets and Future Revenues*, the City holds different types of pledged revenue. Pledged revenues of the City are broken down into water system revenues, sewer system revenues, JEDD revenues, non-tax revenues, income tax revenues, and CLC income tax revenues.

Water System Revenues

The City has pledged future water customer revenues, net of specified operating expenses, to repay \$80.4 million in water system revenue bonds and Ohio Water Development Authority loans issued at various dates ranging from September 30, 1999 through December 18, 2015. Proceeds from the bonds and loans provided financing for various water projects. The bonds and loans are payable solely from water customer net revenues and have varying final maturity dates ranging from January 1, 2020 through January 1, 2037. The total principal and interest remaining to be paid on the bonds and loans as of December 31, 2015 is \$65,364,811. Principal and interest paid for 2015 and total customer net revenues were \$15,130,766 and \$6,118,539 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
08/10/06	\$ 13,340,000	Various Water Projects	03/01/26	\$ 9,062,195	\$ 642,758
09/17/09	22,100,000	Various Water Projects	03/01/34	3,950,175	23,204,963
12/18/15	8,300,000	Various Water Projects	03/01/26	-	9,564,129
09/30/99	1,076,288	Clean and Reline Wtr Main	07/01/20	78,827	394,136
05/25/00	8,108,231	Sedimentation Basin Rehab	07/01/20	626,574	3,132,868
10/30/08	1,547,061	Water Meter Replacement	01/01/20	184,872	831,925
06/28/12	1,092,305	Water Main Replacement	07/01/33	66,718	1,191,823
12/08/11	2,375,202	Water Wall	01/01/33	183,975	2,180,249
12/08/11	470,615	Stow Road Bolt Replcmnt	07/01/32	33,064	562,091
06/27/13	2,913,053	High Service Pumps Install	07/01/34	177,437	3,339,117
06/27/13	761,969	Chlorine Dioxide Feed Syst.	07/01/34	46,412	842,118
06/27/13	831,467	Water Main Replcmnt 2013	07/01/34	50,646	(22,932)
09/26/13	306,056	Spillway Improvements	07/01/23	37,870	194,744
12/12/13	783,568	Johnston St. Pump Station	01/01/35	27,698	808,323
01/30/14	699,377	Standby Generator Imprvmts	07/01/24	84,146	768,568
02/27/14	2,648,531	Water Main Reloctn & Repr	01/01/35	93,873	3,271,111
02/27/14	10,161,593	Water Distribution Yard	07/01/35	426,284	14,395,917
06/25/15	850,896	N. Generator & Substation	01/01/37	-	18,091
09/24/15	1,596,553	Backwash Water Supply	07/01/36	-	35,212
10/29/15	441,878	Sedimentation Basin 1 & 2	01/01/37	-	9,600
	<u>\$ 80,404,643</u>			<u>\$ 15,130,766</u>	<u>\$ 65,364,811</u>

19. Pledged Revenues (Continued)

Sewer System Revenues

The City has pledged future sewer customer revenues, net of specified operating expenses to repay \$526.5 million in sewer system revenue bonds and Ohio Water Development Authority loans issued at various dates ranging from December 1, 2005 through October 29, 2015. Proceeds from the bonds and loans provided financing for various sewer projects. The bonds and loans are payable solely from sewer customer net revenues and have varying maturity dates ranging from January 1, 2017 through July 1, 2049. The total principal and interest remaining to be paid on the bonds as of December 31, 2015 is \$199,273,522. Principal and interest paid for 2015 and total customer net revenues were \$36,879,862 and \$27,660,681 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
12/01/05	\$ 33,855,000	Various Sewer Projects	12/01/17	\$ 5,078,750	\$ 6,967,500
10/30/08	1,547,061	Water Meter Replcmnt	01/01/20	184,872	831,925
01/14/10	989,338	Sand Run Sewer Recon	01/01/30	67,660	981,074
11/19/09	160,393	Mill Street Sewer Repair	07/01/30	10,969	164,538
12/10/09	369,492	WPC Control System	07/01/20	43,575	218,952
12/10/09	86,741	WWTP Roof Replcmnt	01/01/30	5,932	86,017
03/31/11	846,270	Lake Woods Pump Station	01/01/32	73,092	1,014,028
02/24/11	2,189,031	Massilon Road Sewer	01/01/32	139,678	2,670,743
02/24/11	414,210	2nd Street Pump Station	01/01/32	30,862	503,620
10/27/11	78,750	Shullo Pump Station Design	01/01/17	16,898	21,597
10/27/11	78,750	Weathervane Pump Station	01/01/17	16,898	21,597
12/08/11	4,330,000	Large Diam. Pipe Inspection	07/01/18	926,824	1,433,890
12/08/11	2,987,144	CSO Rack 8 Sewer Sep	07/01/32	214,765	3,026,516
12/08/11	2,375,202	Water Wall	01/01/33	183,975	2,180,249
12/08/11	903,132	Sanitary Sewer Recon 2011	01/01/32	59,281	978,149
10/27/11	23,943,236	WPC Step Feed Ph1	07/01/33	1,568,748	24,741,809
10/27/11	1,243,132	CSO Rack 25 Separation	01/01/33	80,633	1,434,566
10/27/11	979,845	Northside Interceptor Rehab	07/01/32	64,613	1,098,428
05/31/12	24,283,767	CSO Ohio Canal Tunnel	07/01/19	22,893,739	-
05/31/12	2,137,778	WPCS High Rate Treatment	01/01/19	481,353	1,275,577
09/27/12	755,168	Lrg Pipe Dmtr Insp-Design	07/01/18	161,783	422,583
10/25/12	316,937	CSO Rack 21 Swr Sep Dsgn	07/01/19	67,790	23,935
12/06/12	2,114,697	Mud Run Pump Prgm Imp CD	07/01/19	(1,274,426)	1,591,159
03/28/13	4,861,683	Litle Cuahoga Int Rplcmnt	07/01/34	329,491	4,940,800
12/06/12	6,032,632	CSO Design Prog Mngt Team	01/01/18	1,288,956	3,222,391
12/06/12	383,985	Sewer System I & I Study	07/01/18	82,044	246,131
05/30/13	5,162,579	2013 Large Diameter Pipe Cln	07/01/18	1,109,836	1,659,100
05/30/13	2,593,857	Main Outfall Sewer Rehab	07/01/33	168,232	2,652,832
08/29/13	6,174,836	Mud Run Trunk Swr Lining	01/01/35	207,350	6,598,329
10/31/13	334,170	CSO WPCS Headworks Study	07/01/19	73,608	227,028
10/31/13	1,523,988	WPCS Final Settling Tanks	01/01/20	167,846	1,028,944
01/30/14	1,881,680	Main Outfall Sewer	07/01/34	133,504	2,050,152
01/30/14	1,063,037	Rack 12 CSO Storage Basin	07/01/19	232,866	880,922
01/30/14	781,309	Rack 14 CSO Storage Basin	07/01/19	171,151	684,605
04/24/14	3,419,313	Retention Tank #2 Rehab.	01/01/36	-	2,729,268
04/24/14	1,500,016	Kingswood-Rocky Hollow Swr	07/01/34	104,449	1,803,654
06/26/14	11,029,390	Rack 15 Storage Basin	01/01/36	-	9,093,302
06/26/14	17,900,171	Mud Run Pump Station Impr.	07/01/36	1,701,668	11,373,626
08/28/14	6,827,976	OCIT Lining Protection of LCI	07/01/35	10,597	8,062,824
02/26/15	5,070,277	Mud Run Dist. Cap. Impr.	01/01/36	-	4,797,710
02/26/15	18,319,051	Rack 14 CSO Storage Basin	01/01/38	-	10,181,142
04/30/15	25,387,222	CSO Program Mgmt 2013	07/01/21	-	24,852,366
05/28/15	1,155,041	OCIT Otto St Pump Station	01/01/36	-	411,812
05/28/15	753,097	OCIT Exchange St Utility Relo	01/01/36	-	11,164
05/28/15	6,564,391	Sanitary Sewer Reconstruction	01/01/36	-	6,078,392
09/24/15	4,433,515	Sanitary Sewer Reconstruction	01/01/36	-	3,306,747
05/28/15	31,617,614	Rack 12 CSO Storage Basin	01/01/38	-	5,580,205
10/29/15	254,744,002	Ohio Canal Interceptor Tunnel	07/01/49	-	35,111,624
	<u>\$ 526,499,906</u>			<u>\$ 36,879,862</u>	<u>\$ 199,273,522</u>

19. Pledged Revenues (Continued)

JEDD Revenues

The City has pledged future JEDD revenues to repay JEDD revenue bonds originally issued in 2000 and 2002 for \$53.2 million. These bonds were refinanced in December of 2011 with a \$27.2 million refunding bond issue. Proceeds from the original bonds issued provided financing for various water and sewer projects. The bonds are payable solely from JEDD revenues and have a final maturity date of December 1, 2022. The total principal and interest remaining to be paid on the bonds as of December 31, 2015 is \$25,179,013. Principal and interest paid for 2015 and total JEDD revenues were \$4,287,463 and \$18,723,573 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
12/21/11	\$ 27,165,000	Various Water/Sewer Projects	12/01/22	\$ 4,287,463	\$ 25,179,013

Non-Tax Revenues

The City has pledged future non-tax revenues, to repay \$55.5 million in non-tax revenue bonds issued December 15, 2011 through November 12, 2015. In December of 2011, bonds were issued to refund the bonds originally issued in 1997. The 2014 issue refunded the issue from 2008. The 2015 issue refunded the issue from 2006. Proceeds from the bonds provided financing for various economic development and renovation projects. The bonds are payable from non-tax revenue including shared revenue, charges for services, licenses, fees, and fines, and miscellaneous revenue. The maturity dates range from December 1, 2018 through December 1, 2034. The total principal and interest remaining to be paid on the bonds as of December 31, 2015 is \$59,697,645. Principal and interest paid for 2015 and total non-tax revenues were \$5,346,034 and \$85,349,229 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
12/15/11	14,035,000	Various Econ. Dev. Proj.	12/01/18	2,833,538	8,498,875
11/25/14	28,230,000	Various Econ. Dev. Proj.	12/01/34	2,512,496	34,939,538
11/12/15	<u>13,250,000</u>	Various Econ. Dev. Proj.	12/01/26	-	<u>16,259,232</u>
	<u>\$ 55,515,000</u>			<u>\$ 5,346,034</u>	<u>\$ 59,697,645</u>

19. Pledged Revenues (Continued)

Income Tax Revenues

The City has pledged future income tax revenues to repay \$118.7 million in income tax revenue bonds and bond anticipation notes issued at various dates ranging from December 15, 2011 through December 16, 2015. The 2011 issue refunded an issue from 1999. Proceeds from the bonds provided financing for various liabilities, equipment, facilities, and improvements. The bonds are payable solely from income tax revenues and have varying maturity dates ranging from March 10, 2016 through June 1, 2035. The total principal and interest remaining to be paid on the bonds as of December 31, 2015 is \$147,529,261. Principal and interest paid for 2015 and total income tax revenues were \$6,111,450 and \$126,034,578 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
12/15/11	\$ 6,405,000	Pension	12/01/23	\$ 703,375	\$ 5,619,625
11/14/12	28,870,000	Var Purp IT Rev Bonds	12/01/32	2,037,050	34,670,769
08/08/13	2,493,570	OAQDA Series A	12/01/21	328,920	1,973,451
08/08/13	2,355,914	OAQDA Series B	12/01/28	98,948	3,345,916
08/07/14	838,000	OAQDA Series A	12/01/21	124,376	746,257
11/25/14	32,340,000	Var Purp IT Rev Bonds	12/01/34	2,644,736	46,907,250
03/10/15	4,500,000	Health Benefit BAN	03/10/16	-	4,551,750
06/24/15	5,500,000	Var Purp IT Rev Bonds	06/01/35	174,045	6,784,111
11/12/15	25,370,000	Var Purp IT Rev Bonds	12/01/28	-	32,805,479
12/16/15	10,000,000	Var Purp IT Rev Note	12/15/16	-	10,124,653
	<u>\$ 118,672,484</u>			<u>\$ 6,111,450</u>	<u>\$ 147,529,261</u>

CLC Income Tax Revenues

The City's income tax rate includes .25% Community Learning Center (CLC) income tax revenue. This is designated exclusively for funding the Akron Public Schools' local share in obtaining State of Ohio grants for the construction and renovation of community learning centers (CLC) in Akron. The City has issued bonds totaling \$250.4 million with final maturities in 2026 and 2033. The Akron Public Schools' annual contribution towards this debt is \$3,000,000. The City has committed each year, from the supplemental income tax revenue, amounts sufficient to cover the City's portion of the principal and interest requirements. Total principal and interest remaining on bonds are \$373,991,822. For 2015 total principal and interest paid by the City was \$18,624,941 and total income tax revenues were \$17,254,073.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service*	Future Debt Service
07/28/10	\$ 17,880,000	Community Learning Centers	12/01/33	\$ 946,650	\$ 28,360,925
07/28/10	12,060,000	Community Learning Centers	12/01/33	765,548	23,316,634
07/28/10	15,060,000	Community Learning Centers	12/01/26	884,624	22,579,307
06/27/12	155,360,000	Community Learning Centers	12/01/33	12,247,400	231,694,400
05/07/14	50,000,000	Community Learning Centers	12/01/33	3,780,719	68,040,556
	<u>\$ 250,360,000</u>			<u>\$ 18,624,941</u>	<u>\$ 373,991,822</u>

*Net of \$3,000,000 annual contribution from Akron City School District.

20. Pollution Remediation

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Cost* addresses reporting standards for pollution remediation obligations. The City is aware of nine sites that meet the requirements for disclosure. The first site is a vacant, undeveloped piece of land known as the Middlebury Property which includes Middlebury East and Middlebury Grocery. The City of Akron legally obligated itself by voluntarily commencing cleanup activities and has obtained a \$750,000 grant to assist in the remediation clean-up. The projected cost to remediate Middlebury East was estimated at approximately \$1,200,000. A No Further Action (NFA) letter was submitted to the Ohio Environmental Protection Agency (OEPA) in 2014. Ohio EPA issued a Covenant Not To Sue on July 14, 2015. However, the cost of the abandonment of all the wells, piping and vaults associated with the remediation will be completed in 2016 with an estimated cost of \$205,000. There are no expenses expected for 2017 and beyond. This amount is included in the Statement of Net Position as of December 31, 2015. As for Middlebury Grocery, the expenses are estimated at \$5,000 for 2016 and \$40,000 to the end of the project to facilitate the Operation and Maintenance Plan. This amount is minimal and is not included in the Statement of Net Position as of December 31, 2015.

The second site is known as the Westside Depot property where the City of Akron was compelled to take remediation action. This site used to house an underground storage tank (UST) system. During an upgrade to this system in 1991, there was evidence of residual petroleum hydrocarbons under the tank and the associated dispensing equipment. This site also had been the location of a previous UST system that may have consisted of a diesel tank, a gasoline tank, and a kerosene tank. The City conducted free product recovery in 2015 from this site. The City may request a NFA letter from the Ohio Bureau of Undergrand Storage Tank Regulation (BUSTR) in 2016. The amount estimated for 2016 is \$41,200 with \$30,000 for 2017 and beyond. These amounts are recorded as a liability in the Airport Fund as of December 31, 2015.

The third site is for remediation work is in the Landmark Building. The remediation work included asbestos abatement, general waste removal and soil remediation activities. The total project cost was estimated to be just under \$2,000,000. The City has received funding from the Ohio Development Services Agency (ODSA) to assist with this project. On May 1, 2012, the City received a Covenant Not to Sue order for the NFA letter filing regarding this property. At this time the costs anticipated to be spent on the Operation and Maintenance Plan with the OEPA in 2016 and beyond are minimal. Therefore no liability has been recorded as of December 31, 2015.

The fourth site is referred to as the Imperial Electric/XXth Century property. The City conducted demolition and remediation activities at this site with a total cost of \$1,600,000. The City was awarded Clean Ohio Revitalization Funds (CORF) to assist in the remediation of the property. The project was completed in 2013 and a NFA letter was submitted. On February 24, 2015, the Director of the OEPA issued the Covenant Not to Sue. There continues to be an Operation and Maintenance requirement for this property. There are no further expenses expected for 2016 and beyond. No liability has been included in the Statement of Net Position as of December 31, 2015.

The fifth site is referred to as the Goodyear Powerhouse Building. Even though the City does not own this property, it is part of the Goodyear Development Project and the CORF Grant Agreement that was awarded to the City of Akron in March 2012. The final grant disbursement was processed in 2015. A No Further Action (NFA) letter was submitted to the OEPA in May 2015. Ohio EPA is requiring additional sampling which was scheduled to be completed in early 2016. Estimated costs for 2016 are \$5,000 with no liability for 2017 or beyond. Since this amount is minimal, no liability has been included in the Statement of Net Position as of December 31, 2015.

20. Pollution Remediation (Continued)

The sixth site is referred to as the Seiberling Street Landfill Road Project. It is funded 100% by grants from Ohio Department of Transportation (ODOT), Ohio Public Works Commission (OPWC) and ODSA. The estimated total project cost is approximately \$2,200,000. In 2011 the Director of the Ohio EPA issued an Exemption Order which was completed in 2015. The City submitted a Final Certification Report in accordance with the Exemption Order in 2015. On April 29, 2015, the Ohio EPA issued a Compliance Letter to the City regarding the Final Certification Report. Since this project is funded 100%, there will be no recorded liability as of December 31, 2015.

The seventh site is referred to as 144 Cuyahoga Street or the former Garlando's Produce property which was acquired by the City of Akron. The building was abated and demolished in 2015. However, during construction two additional Underground Storage Tanks (UST's) were found which will require removal. The 2016 expenses are estimated at \$10,000 for the Tier 1 Delineation Notification/Tier 1 Evaluation Report. \$40,000 is estimated for 2017 and beyond to clean up the site by excavating the contaminants. This liability is included in the Statement of Net Position as of December 31, 2015.

The eighth site is known as the Water Reclamation Facility Underground Storage Tanks Project. There has been an ongoing remediation of two former USTs at the City's Water Reclamation Facility since 1999. The tanks were removed from the ground over ten years ago and have been regulated under the Ohio BUSTR because there was a release from each UST. The City has been engaged in the ongoing implementation of corrective action for each release in accordance with BUSTR's regulations. Well sampling work has continued in 2015. The City is waiting for the response to the last report submitted to BUSTR. The estimated cost for 2016 is \$20,000 and \$40,000 for 2017 and beyond. This liability is minimal and will not be included as a liability as of December 31, 2015.

The ninth site is referred to as Combined Sewer Overflow (CSO) Tank No. 2 Rehabilitation Project. This site is located east of Kelly Avenue and adjacent to the former Settlement Street Landfill. The City was awarded a grant with OPWC to undertake construction activities on the the property to rehabilitate CSO Tank No. 2. On March 19, 2014, the City obtained a Rule 13 approval from the OEPA which regulates the management of waste since investigation found various fill materials and contaminated soils on the site. Construction began in 2014 and continued through 2015. Rule 13 also authorizes the City to excavate and relocate waste on the property and contains several terms and conditions for the City of Akron regarding this project. The Final Rule 13 report is in draft now and should result in the OPEA approving the report and closing out any obligations associated with the Rule 13 for the City. The cost for an Affidavit of Facts for 2016 is \$200. There is no expected further cost for 2017 and beyond. This cost is minimal and will not be included as a liability as of December 31, 2015.

21. Deferred Inflows/Outflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred charges on the issuance of bonds reported in the government-wide and proprietary fund statements of net position. A deferred charge results from the difference in the carrying value of the debt and its par amount. This amount is deferred and amortized over the life of the debt. Deferred outflows related to pensions result from changes in Net Pension Liability not recognized as a component of current year pension expense. This amount is deferred and amortized over various periods as instructed by the pension plan administrators.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City has nonexchange revenue transactions where a receivable has been recorded (such as when property taxes were levied), but the resources cannot be used until a future period. These items have been reported as deferred inflow on the government-wide Statement of Net Position. In addition, deferred inflows related to pensions are reported in the government-wide and proprietary fund statements of net position. Deferred inflows related to pensions result from changes in Net Pension Liability not recognized as a component of current year pension expense. This amount is deferred and amortized over various periods as instructed by the pension plan administrators.

On the Statement of Net Position Proprietary Funds, the City has recorded certain deferred items that will not be expensed in the current period. Internal service fund deferred outflows from pension expense at December 31, 2015 were \$824,472 are included in governmental activities. Unavailable revenues have been reported as deferred outflows of resources in the following amounts:

	Governmental Activities	Business Type Activities			Total Enterprise Funds
		Water	Sewer	Other Enterprise Funds	
Unamortized Bond Discount	\$ 602,453	\$ 162,042	\$ -	\$ -	\$ 162,042
Deferred Loss on Early Retirement	377,312	-	101,477	-	101,477
Pension Expense	25,156,318	1,330,353	908,064	83,046	2,321,463
	<u>\$ 26,136,083</u>	<u>\$ 1,492,395</u>	<u>\$ 1,009,541</u>	<u>\$ 83,046</u>	<u>2,584,982</u>

A summary of the deferred inflows of resources reported in the government-wide and proprietary fund statement of position follows. Internal service fund deferred inflows related to pensions at December 31, 2015 were \$80,407 and are included in governmental activities.

	Governmental Activities	Business Type Activities			Total Enterprise Funds
		Water	Sewer	Other Enterprise Funds	
Nonexchange revenues	\$ 113,598,346	\$ -	\$ -	\$ -	\$ -
Deferred gain on financing	19,744,725	-	-	-	-
Unamortized bond premium	39,375,234	1,061,015	167,003	-	1,228,018
Pensions	765,127	129,744	88,558	8,099	226,401
	<u>\$ 173,483,432</u>	<u>\$ 1,190,759</u>	<u>\$ 255,561</u>	<u>\$ 8,099</u>	<u>1,454,419</u>

21. Deferred Inflows/Outflows of Resources (Continued)

On the modified accrual basis of accounting, the City has recorded certain receivables where the related revenue is unavailable. Unavailable revenues have been reported as deferred inflows of resources on the governmental fund balance sheet for the following:

	Governmental Funds					Total Governmental Funds
	General Fund	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Bond Payment	Other Governmental Funds	
Income Taxes	\$ 6,885,483	\$ -	\$ 2,546,685	\$ -	\$ 2,047,638	\$ 11,479,806
Grants	-	-	-	-	2,738,911	2,738,911
Lease Payments	-	-	-	-	4,147,035	4,147,035
Shared Revenues	3,194,805	54,848,849	-	-	3,448,724	61,492,378
Property Taxes	20,205,786	-	-	33,581,605	9,189,637	62,977,028
	<u>\$ 30,286,074</u>	<u>\$ 54,848,849</u>	<u>\$ 2,546,685</u>	<u>\$ 33,581,605</u>	<u>\$ 21,571,945</u>	<u>\$ 142,835,158</u>

22. Transfers and Advances

For the year ended December 31, 2015 transfers and advances presented in conformity with generally accepted accounting principles (GAAP) are listed in the following tables. Interfund transfers are made to cover expenditures/expenses in various funds or to fulfill grant match requirements.

	Transfers Out	Transfers In				Total
		Other Governmental Funds	Other Enterprise Funds	Off- Street Parking	Income Tax Capital Improvement	
Governmental Funds:						
General Fund	\$ 3,108,514	\$ 2,221,214	\$ 567,300	\$ 320,000	\$ -	\$ 3,108,514
Other Governmental	5,869,108	-	-	-	5,869,108	5,869,108
	<u>\$ 8,977,622</u>	<u>\$ 2,221,214</u>	<u>\$ 567,300</u>	<u>\$ 320,000</u>	<u>\$ 5,869,108</u>	<u>\$ 8,977,622</u>

The table below presents the amounts the City has advanced to various funds during 2015.

	Advanced From	Advanced To		Total
		Other Governmental Funds	Internal Service Funds	
Governmental Funds:				
General Fund	\$ 393,700	\$ 191,700	\$ 202,000	\$ 393,700
Income Tax Capital Improvement	920,000	920,000	-	920,000
	<u>\$ 1,313,700</u>	<u>\$ 1,111,700</u>	<u>\$ 202,000</u>	<u>\$ 1,313,700</u>

23. Contingencies

(1) Litigation

The City is a defendant in a number of lawsuits pertaining to matters that are incidental to performing routine governmental functions. In an ongoing promotional examination case, the plaintiffs were awarded, during 2016, back wages in the amount of \$900,000 and interest in the amount of \$140,000. The one unresolved item is the plaintiff's fees and costs. The City's management is of the opinion that ultimate settlement of all outstanding litigation and claims will not result in a material adverse effect on the City's financial position.

(2) Federal and State Grants

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agencies for expenditures disallowed under the terms of the grants. The City believes that such disallowances, if any, would not have a material adverse effect on the City's financial position.

(3) Water Agreement

The City of Akron acquired a water system, located in Hudson, from the County of Summit in December of 2006 for \$6,454,845. In exchange for the water system, the County received the benefit of a future credit to be applied towards the purchase of Akron owned sewer infrastructure. As of December 31, 2015, the County has not purchased any sewer infrastructure and the full balance of the credit is remaining.

24. Closure and Post-Closure Care Costs

Pursuant to a ruling by the Ohio EPA, the Hardy Road Landfill officially closed on June 30, 2002. The City has begun diverting its waste to Waste Management's American Landfill located in Stark County. As part of a 1998 agreement, the City agreed to use landfill facilities controlled by Akron Regional Landfill, Inc., (a subsidiary of Waste Management) for disposal of ninety percent of the refuse collected by the City's sanitation division.

On October 4, 2004, the City entered into an Agreement with the Summit/Akron Solid Waste Management Authority (Authority) implementing a \$1.20 per ton increase in the waste management generation fee by the Authority to help fund the closure and post-closure operations of the landfill.

25. Jointly Governed Organizations

Reported as a non-major special revenue fund in the City's CAFR, the Akron Metropolitan Area Transportation Study (AMATS) is an association of various local political subdivisions in the Akron area whose purpose is to develop and implement a comprehensive and continuing transportation plan for Summit, Portage and parts of Wayne County. The operations of AMATS are financed primarily by federal and state grants and local matching contributions. AMATS is staffed by employees of the City of Akron Department of Planning and Urban Development, and support functions are performed by various departments of the City. The City also makes all disbursements on behalf of AMATS and is reimbursed by the AMATS local share and grant funds. Most of AMATS' grant funds are deposited in a trust fund with Summit County (not included in the City's books), while some funds are deposited directly with the City of Akron.

The Akron/Summit Convention and Visitors' Bureau (Convention Center) was constructed by the City of Akron along with the County of Summit and the University of Akron, with the City paying approximately 26% of the construction costs. The Convention Center contains meeting rooms, an exhibit hall, and a large ballroom-banquet facility to accommodate a wide range of seminars, trade shows, and major community events.

26. Related Organization

The City of Akron, in conjunction with Summit County, University of Akron, Medina County, and Greater Akron Chamber of Commerce, agreed to form the Summit Medina Business Alliance (SMBA). SMBA is a not-for-profit corporation which supports economic development of the region. The organization entered into an agreement with the Kent Regional Business Alliance to carry out activities in cooperation with the Ohio Development Services Agency and the Small Business Administration. The Mayor of the City of Akron appoints three of the five voting members of the board of trustees of the Summit Medina Business Alliance. The SMBA does not pose a financial burden on the City of Akron since it receives revenues from the City and other governments in the area. During 2015, the City paid SMBA \$56,250 for operating expenses.

27. Fund Balance

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

	General Fund	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Bond Payment	Other Governmental Funds	Total Governmental Funds
Fund balances:						
Nonspendable:						
Non-financial assets held for resale	\$ -	\$ -	\$ -	\$ -	\$ 4,786,232	\$ 4,786,232
Total nonspendable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,786,232</u>	<u>4,786,232</u>
Restricted:						
Asset management	-	-	-	-	26,165	26,165
Building, housing and economic incentive	-	-	-	-	1,807,124	1,807,124
Construction and renovation of CLCs	-	89,377,283	-	-	-	89,377,283
Community betterment and outreach	-	-	1,184,111	-	11,860,145	13,044,256
Debt service reserves	-	-	-	2,036,147	569,909	2,606,056
Information technology	-	-	-	-	1,235,208	1,235,208
Life enrichment	-	-	854,146	-	174,878	1,029,024
Other purposes	-	-	372,775	-	1,059,873	1,432,648
Police and fire equipment	-	-	2,437,137	-	-	2,437,137
Protection and enforcement	-	-	-	-	2,020,909	2,020,909
Transportation/mobility	-	-	372,775	-	1,711,538	2,084,313
Total restricted	<u>-</u>	<u>89,377,283</u>	<u>5,220,944</u>	<u>2,036,147</u>	<u>20,465,749</u>	<u>117,100,123</u>
Committed:						
Community betterment and outreach	-	-	-	-	8,429,621	8,429,621
Information technology	-	-	-	-	35,243	35,243
Life enrichment	-	-	-	-	350,219	350,219
Protection and enforcement	377,840	-	-	-	-	377,840
Transportation/mobility	-	-	-	-	1,695,831	1,695,831
Total committed	<u>377,840</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,510,914</u>	<u>10,888,754</u>
Assigned:						
Asset management	158,152	-	-	-	-	158,152
Building, housing and economic incentive	170,663	-	-	-	-	170,663
Community betterment and outreach	30,617	-	-	-	-	30,617
General governance	24,900	-	-	-	-	24,900
Life enrichment	157,430	-	-	-	-	157,430
Municipal justice	37,773	-	-	-	-	37,773
Protection and enforcement	411,264	-	-	-	-	411,264
Subsequent year appropriation of fund balance	2,136,377	-	-	-	-	2,136,377
Transportation/mobility	8,427	-	-	-	-	8,427
Waste management	1,036,493	-	-	-	-	1,036,493
Wellness and prevention	1,919	-	-	-	-	1,919
Total assigned	<u>4,174,015</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,174,015</u>
Unassigned	<u>8,382,029</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(12,285,255)</u>	<u>(3,903,226)</u>
Total fund balances	<u>\$ 12,933,884</u>	<u>\$ 89,377,283</u>	<u>\$ 5,220,944</u>	<u>\$ 2,036,147</u>	<u>\$ 23,477,640</u>	<u>\$ 133,045,898</u>

The amounts classified as nonspendable represent non-financial assets held for resale.

28. Restatement of Net Position

For 2015, the City implemented the Governmental Accounting Standards Board (GASB) Statement no. 68, "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68." GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources, deferred inflows of resources and expense/expenditure. The implementation of this pronouncement had the following effect on net position as reported December 31, 2014:

	Balance as of December 31, 2014	Restatement for Net Pension Liability	Restatement for Deferred Outflows - Subsequent to Measurement Date	December 31, 2014 as restated
Statement of Net Position				
Governmental Activities	\$ <u>382,194,531</u>	\$ <u>(170,704,405)</u>	\$ <u>16,342,324</u>	\$ <u>227,832,450</u>
Business-type Activities	\$ <u>427,193,402</u>	\$ <u>(11,932,789)</u>	\$ <u>1,520,729</u>	\$ <u>416,781,342</u>
Governmental Funds				
Internal Service Funds	\$ <u>(5,487,429)</u>	\$ <u>(4,237,964)</u>	\$ <u>540,090</u>	\$ <u>(9,185,303)</u>
Proprietary Funds				
Water	\$ 118,441,433	\$ (6,838,278)	\$ 871,478	\$ 112,474,633
Sewer	\$ 222,515,410	\$ (4,667,632)	\$ 594,849	\$ 218,442,627
Other Enterprise Funds	\$ <u>9,843,545</u>	\$ <u>(426,879)</u>	\$ <u>54,402</u>	\$ <u>9,471,068</u>

29. Subsequent Events

On February 22, 2016, City Council passed ordinance 39-2016 authorizing the issuance of Health Benefit Claims Notes in the maximum principal amount of \$5,000,000 to pay the costs of maintaining the self-insurance program for employee health care benefits.

On April 11, 2016, City Council passed ordinance 105-2016 authorizing the issuance and sale of bonds in the maximum principal amount of \$5,000,000 for the purpose of paying the costs of a court approved settlement and a final judgement rendered against the City by the United States District Court, Northern District of Ohio, Eastern Division in the case *William Howe, et al v. City of Akron*.

On May 2, 2016, City Council passed ordinance 131-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$72,500,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

On May 16, 2016, City Council passed ordinance 155-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$27,200,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

29. Subsequent Events (Continued)

On May 16, 2016, City Council passed ordinance 156-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$18,200,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

On July 11, 2016, City Council passed ordinance 221-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$7,500,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

On July 18, 2016, City Council passed ordinance 225-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$1,800,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

On July 18, 2016, City Council passed ordinance 226-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$5,000,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

On July 18, 2016, City Council passed ordinance 227-2016 authorizing the issuance of a bond of the City in a principal amount not to exceed \$7,000,000 for sale to the Water Pollution Control Loan Fund of the State of Ohio to finance the costs of improvements to the City's wastewater system.

Required Supplementary Information

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues and other sources			
Revenues:			
Income taxes	\$ 90,082,320	\$ 90,082,320	\$ 88,972,400
Property taxes	16,653,245	16,653,245	16,661,431
JEDD revenues	4,910,220	5,156,660	1,861,400
Inheritance	-	-	427,551
Local government	5,810,549	6,114,930	6,857,604
Ohio casino revenue	3,842,160	4,035,000	3,141,607
Service revenues	30,954,680	32,508,320	28,453,844
Miscellaneous revenues	7,813,100	8,205,250	6,604,197
	<u>160,066,274</u>	<u>162,755,725</u>	<u>152,980,034</u>
Other sources:			
Previous year's encumbrances	1,593,954	1,593,954	1,593,954
	<u>1,593,954</u>	<u>1,593,954</u>	<u>1,593,954</u>
Total revenues and other sources	161,660,228	164,349,679	154,573,988
Expenditures and other uses			
Expenditures:			
Civil Service Commission:			
Wages/benefits	738,800	743,800	725,867
Other	99,685	124,685	103,820
	<u>838,485</u>	<u>868,485</u>	<u>829,687</u>
Finance:			
Wages/benefits	2,386,660	2,436,660	2,321,161
Other	5,165,687	6,165,687	4,451,929
	<u>7,552,347</u>	<u>8,602,347</u>	<u>6,773,090</u>
Law:			
Wages/benefits	3,041,200	2,741,200	2,578,937
Other	1,088,893	1,338,893	1,027,431
	<u>4,130,093</u>	<u>4,080,093</u>	<u>3,606,368</u>
Legislative:			
Wages/benefits	1,071,090	1,071,090	1,045,460
Other	220,559	245,559	238,310
	<u>1,291,649</u>	<u>1,316,649</u>	<u>1,283,770</u>
Municipal Court - Clerk:			
Wages/benefits	3,357,490	3,402,490	3,300,345
Other	329,450	329,450	310,031
	<u>3,686,940</u>	<u>3,731,940</u>	<u>3,610,376</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015
 (continued)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Municipal Court - Judges:			
Wages/benefits	4,031,900	4,226,900	4,102,996
Other	196,384	206,384	203,080
Capital outlay	-	18,000	17,914
	<u>4,228,284</u>	<u>4,451,284</u>	<u>4,323,990</u>
Office of the Mayor:			
Wages/benefits	1,716,630	1,916,630	1,796,892
Other	346,556	346,556	279,331
	<u>2,063,186</u>	<u>2,263,186</u>	<u>2,076,223</u>
Planning:			
Wages/benefits	1,056,740	1,006,740	952,265
Other	117,172	322,172	309,004
Capital outlay	15,000	20,000	18,726
	<u>1,188,912</u>	<u>1,348,912</u>	<u>1,279,995</u>
Public Health:			
Wages/benefits	21,600	91,600	47,261
Other	4,240,885	4,270,885	4,141,307
	<u>4,262,485</u>	<u>4,362,485</u>	<u>4,188,568</u>
Public Safety:			
Wages/benefits	5,340,500	5,360,500	5,106,697
Other	8,509,802	8,809,802	8,438,492
	<u>13,850,302</u>	<u>14,170,302</u>	<u>13,545,189</u>
Public Service:			
Wages/benefits	8,905,660	8,905,660	8,366,124
Other	16,222,179	19,422,179	15,259,186
Capital outlay	209,262	919,262	619,522
	<u>25,337,101</u>	<u>29,247,101</u>	<u>24,244,832</u>
Fire:			
Wages/benefits	25,755,630	28,655,630	27,781,942
Other	3,140,015	3,590,015	3,357,865
	<u>28,895,645</u>	<u>32,245,645</u>	<u>31,139,807</u>
Police:			
Wages/benefits	46,706,000	47,806,000	46,455,442
Other	3,979,051	5,279,051	4,615,857
Capital outlay	1	102,001	100,131
	<u>50,685,052</u>	<u>53,187,052</u>	<u>51,171,430</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015
 (continued)

	Budgeted Amounts		Actual Amounts
	Original	Final	
Neighborhood Assistance:			
Wages/benefits	5,210,140	5,330,140	5,184,083
Other	1,859,585	2,309,585	1,811,963
	<u>7,069,725</u>	<u>7,639,725</u>	<u>6,996,046</u>
Total expenditures	<u>155,080,206</u>	<u>167,515,206</u>	<u>155,069,371</u>
Excess (deficiency) of revenues and other sources over expenditures	6,580,022	(3,165,527)	(495,383)
Fund balance, January 1, 2015	<u>3,645,408</u>	<u>3,645,408</u>	<u>3,645,408</u>
Fund balance, December 31, 2015	<u>\$ 10,225,430</u>	<u>\$ 479,881</u>	<u>\$ 3,150,025</u>

Note:

Included in Other expenditures above are transfers out and advances of the following:

Finance	\$ 67,000
Public Service	\$ 1,645,000
Fire	\$ 1,194,688
Police	\$ 222,526
Neighborhood Assistance	\$ 373,000

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Community Learning Centers Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Income taxes	\$ 17,139,870	\$ 17,139,870	\$ 15,206,213
Governmental revenues	1,111,330	1,111,330	1,003,559
Miscellaneous revenues	248,800	248,800	1,567,110
Total revenues	<u>18,500,000</u>	<u>18,500,000</u>	<u>17,776,882</u>
Expenditures			
Department Wide:			
Other	17,138,000	18,638,000	16,223,183
Total expenditures	<u>17,138,000</u>	<u>18,638,000</u>	<u>16,223,183</u>
Excess (deficiency) of revenues and other sources over expenditures	1,362,000	(138,000)	1,553,699
Fund balance, January 1, 2015	<u>22,755,202</u>	<u>22,755,202</u>	<u>22,755,202</u>
Fund balance, December 31, 2015	<u>\$ 24,117,202</u>	<u>\$ 22,617,202</u>	<u>\$ 24,308,901</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Income Tax Capital Improvement Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues and other sources			
Revenues:			
Income taxes	\$ 28,935,170	\$ 33,057,000	\$ 32,081,810
JEDD revenues	2,084,100	2,380,980	688,600
Governmental revenues	720,980	823,680	268,433
Gasoline tax	19,230	21,960	9,156
Miscellaneous revenues	937,270	1,070,780	886,642
Note/bond proceeds	2,403,250	2,745,600	1,625,100
	<u>35,100,000</u>	<u>40,100,000</u>	<u>35,559,741</u>
Other sources:			
Previous year's encumbrances	651,170	651,170	651,170
	<u>651,170</u>	<u>651,170</u>	<u>651,170</u>
Total revenues and other sources	35,751,170	40,751,170	36,210,911
Expenditures			
Department Wide:			
Wages/benefits	571,240	771,240	560,510
Other	36,027,628	38,527,628	35,759,516
Capital outlay	1,515,682	2,035,682	1,641,774
Total expenditures	<u>38,114,550</u>	<u>41,334,550</u>	<u>37,961,800</u>
Deficiency of revenues and other sources over expenditures	(2,363,380)	(583,380)	(1,750,889)
Fund balance, January 1, 2015	<u>2,441,981</u>	<u>2,441,981</u>	<u>2,441,981</u>
Fund balance, December 31, 2015	<u>\$ 78,601</u>	<u>\$ 1,858,601</u>	<u>\$ 691,092</u>

Note: Included in Other expenditures above are advances of \$920,000.

Schedule of Net Pension Liability and Related Ratios under OPERS

Traditional Plan

<u>Fiscal Year Ending</u>	<u>Measurement Date</u>	<u>Proportion of Collective Net Pension Liability/(Asset)</u>	<u>Proportionate Share of Collective Net Pension Liability/(Asset)</u>	<u>Covered Employee Payroll</u>	<u>Net Pension Liability/(Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
12/31/2015	12/31/2014	0.443579%	\$ 53,500,585	\$ 54,382,817	98.4%	86.5%
12/31/2014	12/31/2013	0.443579%	52,292,185	52,357,017	99.9%	86.4%

OPERS Combined Plan

<u>Fiscal Year Ending</u>	<u>Measurement Date</u>	<u>Proportion of Collective Net Pension Liability/(Asset)</u>	<u>Proportionate Share of Collective Net Pension Liability/(Asset)</u>	<u>Covered Employee Payroll**</u>	<u>Net Pension Liability/(Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
12/31/2015	12/31/2014	0.305825%	\$ (117,750)	\$ 1,117,900	10.5%	114.8%
12/31/2014	12/31/2013	0.305825%	(32,090)	1,123,475	2.9%	114.8%

**The fiscal year end for December 31, 2014 has been estimated by the City of Akron.

Schedule of Contributions under OPERS

Traditional Plan

<u>Fiscal Year Ending</u>	<u>Measurement Year Ending</u>	<u>Statutorily Required Employer Contribution *</u>	<u>Actual Employer Contributions</u>	<u>Contribution Excess / (Deficiency) (Deficiency)</u>	<u>Covered Employee Payroll**</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2015	12/31/2014	6,525,938	6,525,938	-	54,382,817	12.00%
12/31/2014	12/31/2013	6,282,842	6,282,842	-	52,357,017	12.00%
12/31/2013	N/A	5,397,251	5,397,251	-	53,972,510	10.00%
12/31/2012	N/A	5,247,777	5,247,777	-	52,477,770	10.00%
12/31/2011	N/A	5,397,251	5,397,251	-	53,972,510	10.00%
12/31/2010	N/A	5,178,025	5,178,025	-	57,533,611	9.00%
12/31/2009	N/A	5,313,261	5,313,261	-	75,903,729	7.00%
12/31/2008	N/A	5,130,768	5,130,768	-	74,901,723	6.85%
12/31/2007	N/A	6,093,645	6,093,645	-	72,977,784	8.35%
12/31/2006	N/A	6,718,768	6,718,768	-	73,030,087	9.20%

Combined Plan

<u>Fiscal Year Ending</u>	<u>Measurement Year Ending</u>	<u>Statutorily Required Employer Contribution *</u>	<u>Actual Employer Contributions ***</u>	<u>Contribution Excess / (Deficiency) (Deficiency)</u>	<u>Covered Employee Payroll**</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2015	12/31/2014	134,148	134,148	-	1,117,900	12.00%
12/31/2014	12/31/2013	134,817	134,817	-	1,123,475	12.00%

* Net of employer contributions to healthcare.

**Covered employee payroll has been estimated by the City of Akron.

*** Information for 2014 has been estimated by the City of Akron.

Schedule of Net Pension Liability and Related Ratios under OP&F

Fire

<u>Fiscal Year Ending</u>	<u>Measurement Date</u>	<u>Proportion of Collective Net Pension Liability/(Asset)</u>	<u>Proportionate Share of Collective Net Pension Liability/(Asset)</u>	<u>Covered Employee Payroll</u>	<u>Net Pension Liability/(Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
12/31/2015	12/31/2014	1.3172024%	\$ 68,236,576	\$ 23,457,047	290.9%	72.2%
12/31/2014	12/31/2013	1.3172024%	\$ 64,151,888	\$ 20,458,336	313.6%	72.2%

Police

<u>Fiscal Year Ending</u>	<u>Measurement Date</u>	<u>Proportion of Collective Net Pension Liability/(Asset)</u>	<u>Proportionate Share of Collective Net Pension Liability/(Asset)</u>	<u>Covered Employee Payroll</u>	<u>Net Pension Liability/(Asset) as a Percentage of Covered Payroll</u>	<u>Fiduciary Net Position as a Percentage of Total Pension Liability</u>
12/31/2015	12/31/2014	1.3597730%	\$ 70,441,912	\$ 29,950,321	235.2%	72.2%
12/31/2014	12/31/2013	1.3597730%	\$ 66,225,111	\$ 34,172,517	193.8%	72.2%

Schedule of Contributions under OP&F

Fire

<u>Fiscal Year Ending</u>	<u>Measurement Year Ending</u>	<u>Statutorily Required Employer Contributions*</u>	<u>Actual Employer Contributions*</u>	<u>Contribution Excess / (Deficiency)</u>	<u>Covered Employee Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2015	12/31/2014	5,512,406	5,512,406	-	23,457,047	23.50%
12/31/2014	12/31/2013	4,807,709	4,807,709	-	20,458,336	23.50%
12/31/2013	N/A	3,784,368	3,784,368	-	18,706,713	20.23%
12/31/2012	N/A	3,784,368	3,784,368	-	21,938,365	17.25%
12/31/2011	N/A	3,667,167	3,667,167	-	21,258,939	17.25%
12/31/2010	N/A	3,707,534	3,707,534	-	21,492,951	17.25%
12/31/2009	N/A	4,247,254	4,247,254	-	24,621,762	17.25%
12/31/2008	N/A	4,006,568	4,006,568	-	23,226,481	17.25%
12/31/2007	N/A	3,924,754	3,924,754	-	22,752,197	17.25%
12/31/2006	N/A	3,727,172	3,727,172	-	22,936,443	16.25%

Police

<u>Fiscal Year Ending</u>	<u>Measurement Year Ending</u>	<u>Statutorily Required Employer Contributions*</u>	<u>Actual Employer Contributions*</u>	<u>Contribution Excess / (Deficiency)</u>	<u>Covered Employee Payroll**</u>	<u>Contributions as a Percentage of Covered Payroll</u>
12/31/2015	12/31/2014	5,690,561	5,690,561	-	29,950,321	19.00%
12/31/2014	12/31/2013	5,375,337	5,375,337	-	34,172,517	15.73%
12/31/2013	N/A	4,538,566	4,538,566	-	35,596,596	12.75%
12/31/2012	N/A	3,478,503	3,478,503	-	27,282,376	12.75%
12/31/2011	N/A	3,380,960	3,380,960	-	26,517,333	12.75%
12/31/2010	N/A	3,518,258	3,518,258	-	27,594,180	12.75%
12/31/2009	N/A	3,675,298	3,675,298	-	28,825,867	12.75%
12/31/2008	N/A	3,689,282	3,689,282	-	28,935,545	12.75%
12/31/2007	N/A	3,579,976	3,579,976	-	28,078,243	12.75%
12/31/2006	N/A	3,261,595	3,261,595	-	27,758,255	11.75%

* Net of employer contributions to healthcare.

**Covered Employee Payroll has been estimated by the City of Akron.

City of Akron, Ohio

Notes to the Required Supplementary Information

For the Year Ended December 31, 2015

Budgetary Data

The City's budgetary process is based upon accounting for certain transactions on a basis other than on generally accepted accounting principles (GAAP). The actual results of operations are presented in the Budgetary Comparison Schedule in accordance with the City's budgetary process (budget basis) to provide a meaningful comparison of actual results with the budget. The legal level of budgetary control is by category for each department within each fund. The categories are wages/benefits, other, and capital outlay.

The major differences between budget basis and GAAP basis in the General Fund, the Community Learning Centers Fund, and Income Tax Capital Improvement Fund are:

4. Revenues are recorded when received in cash (budget) as opposed to susceptible to accrual (GAAP).
5. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
6. Encumbrances are recorded as the equivalent of expenditures (budget) as opposed to restricted, committed or assigned fund balance (GAAP).

Recognition of certain revenues may be reclassified between funds to facilitate matching with the related expenditures.

	General	Community Learning Centers	Income Tax Capital Improvement
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses (budgetary basis)	\$ (495,383)	\$ 1,553,699	\$ (1,750,889)
Adjustments:			
To adjust revenues for accruals	(8,801,981)	11,179,707	76,092,199
To adjust expenditures for accruals	7,358,334	(29,762,676)	(76,049,500)
To adjust for encumbrances	2,037,639	-	770,138
Net change in fund balance (GAAP basis)	\$ 98,609	\$ (17,029,270)	\$ (938,052)

Schedule of City's Proportionate Share of Net Pension Liability

Information regarding the City's proportionate share of the net pension liability (asset) for 2013 and 2014 has been provided by the Ohio Public Employees Retirement System (OPERS) and the Ohio Police and Fire Pension Fund (OP&F). The net pension liability (asset) presented in the City's financial statement as of December 31, 2015 is based on the measurement date of December 31, 2014. Information presented in this exhibit is not available for years prior to 2013.

Schedule of the City Contributions to State Pension Funds

Contributions included in the schedule of city contributions are presented net of other postemployment benefits (OPEB). The Board of Trustees for both OPERS and OP&F determine the allocation between pension and OPEB plans annually and this allocation may change for year to year. The city pays all contractually required employer rates for OPERS & OP&F employees.

OPERS maintains three separate pension plans. The employer contribution rate is the same for all three plans. The City does not know which plan each of its employees participates in and; therefore; the information presented in the contribution schedule combines all plans from fiscal year ending December 31, 2006 through fiscal year ending December 31, 2013.

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Supplementary Information

Supplementary Information

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - are used to account for types of resources for which specific uses are mandated by City ordinances or federal and state statutes. The title of the fund is descriptive of the activities accounted for therein. The non-major Special Revenue Funds are:

To Account for Special Purposes:

Income Tax Collection	Canal Park Stadium COPs
Emergency Medical Service	Downtown District Heating COPs
Special Assessment	Off-Street Parking COPs
Street and Highway Maintenance	Safety Programs
Tax Equivalency	City Facilities Operating
E.D.A. Revolving Loans	Various Purpose Funding
Joint Economic Development Districts	Deposits
Akron Muni. Court Information System	

Federal and/or State Statutes to Account for Grants and Subsidies:

Community Development	H.O.M.E. Program
Community Environment Grants	Police Grants
Akron Metro. Area Transportation Study	

NON-MAJOR GOVERNMENTAL FUNDS (Continued)

Debt Service Funds - are used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest and related costs. The non-major Debt Service Funds are as follows:

General Bond Payment	Pension Obligation Refunding
Debt Service Bond Payment	JEDD Bond Payment
Main Place Bond Payment	Income Tax Bond Payment
Downtown Hotel Bond Payment	Taxable Revenue Bond Payment
Non-Tax Revenue Bond Payment	

Capital Project Funds – are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The non-major Capital Projects Funds are as follows:

To Account for Grant Revenue and Other Funding Sources:

Information Technology and Improvements	Public Parking
Parks and Recreation	Streets
Public Facilities and Improvements	Economic Development

City of Akron, Ohio
 Combining Balance Sheet - Non-Major Governmental Funds
 December 31, 2015

B-1

Special Revenue Funds

	Income Tax Collection	Emergency Medical Service	Special Assessment	Street and Highway Maintenance	Community Development
Assets					
Pooled cash and investments	\$ 751,808	\$ 5,828	\$ 3,490,325	\$ 286,469	\$ 1,261,286
Restricted cash and investments	-	-	-	-	-
Receivables, net of allowances for uncollectibles	37,417	9,136,116	61,041	4,642,878	11,182
Loans receivable	-	-	-	-	349,123
Due from other governments	-	-	-	-	1,187,050
Due from other funds	-	-	-	-	34,286
Due from others	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 789,225	\$ 9,141,944	\$ 3,551,366	\$ 4,929,347	\$ 2,842,927
Liabilities					
Accounts payable	\$ 37,886	\$ 59,677	\$ 529,436	\$ 39,362	\$ 333,178
Deposits	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Due to other governments	-	-	-	-	9,865
Due to other funds	1,161,770	36,307	189,284	244,970	330,176
Due to others	-	-	-	-	-
Accrued liabilities	10,599	80,527	44,231	45,326	11,495
Accrued wages	44,655	206,652	197,157	191,567	48,572
Accrued vacation and leave	7,451	-	18,016	35,021	-
Special assessment notes	-	-	13,000,000	-	-
Total liabilities	1,262,361	383,163	13,978,124	556,246	733,286
Deferred Inflows of Resources	-	7,990,988	-	3,448,724	1,187,050
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	767,793	-	924,377	922,591
Committed	-	-	-	-	-
Unassigned	(473,136)	-	(10,426,758)	-	-
Total fund balances (deficits)	(473,136)	767,793	(10,426,758)	924,377	922,591
Total liabilities, deferred inflows and fund balances	\$ 789,225	\$ 9,141,944	\$ 3,551,366	\$ 4,929,347	\$ 2,842,927

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2015

B-1

Special Revenue Funds

	Community Environment Grants	Akron Metro. Area Transportation Study	HOME Program	Tax Equivalency	E.D.A. Revolving Loans
Assets					
Pooled cash and investments	\$ 274,171	\$ 10,263	\$ 858,187	\$ 5,977,125	\$ 10,467
Restricted cash and investments	-	-	-	-	-
Receivables, net of allowances for uncollectibles	-	-	-	-	-
Loans receivable	304,243	-	3,502,877	-	44,576
Due from other governments	50,579	91,729	857,489	-	-
Due from other funds	-	-	362	2,807	-
Due from others	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 628,993	\$ 101,992	\$ 5,218,915	\$ 5,979,932	\$ 55,043
Liabilities					
Accounts payable	\$ 264,278	\$ 1,073	\$ 55,594	\$ 3,209,079	\$ 997
Deposits	-	-	-	-	-
Advances from other funds	-	165,000	-	-	-
Due to other governments	-	-	-	-	-
Due to other funds	6,720	1,727	-	-	-
Due to others	-	-	-	-	-
Accrued liabilities	33	8,534	-	-	-
Accrued wages	27	35,610	-	-	-
Accrued vacation and leave	-	-	-	-	-
Special assessment notes	-	-	-	-	-
Total liabilities	271,058	211,944	55,594	3,209,079	997
Deferred Inflows of Resources	50,579	-	857,489	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	307,356	-	4,305,832	-	54,046
Committed	-	-	-	2,770,853	-
Unassigned	-	(109,952)	-	-	-
Total fund balances (deficits)	307,356	(109,952)	4,305,832	2,770,853	54,046
Total liabilities, deferred inflows and fund balances	\$ 628,993	\$ 101,992	\$ 5,218,915	\$ 5,979,932	\$ 55,043

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2015

B-1

Special Revenue Funds					
	Joint Economic Development Districts	Akron Muni. Court Information System	Canal Park Stadium COPs	Downtown District Heating COPs	Off-Street Parking COPs
Assets					
Pooled cash and investments	\$ 805,327	\$ 1,225,400	\$ 2	\$ (9,677)	\$ -
Restricted cash and investments	-	-	174,876	1,069,550	-
Receivables, net of allowances for uncollectibles	3,841,750	17,599	-	-	-
Loans receivable	13,500	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from others	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 4,660,577	\$ 1,242,999	\$ 174,878	\$ 1,059,873	\$ -
Liabilities					
Accounts payable	\$ 82,642	\$ 448	\$ -	\$ -	\$ -
Deposits	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Due to other governments	743,955	-	-	-	-
Due to other funds	5,836	7,343	-	-	-
Due to others	-	-	-	-	-
Accrued liabilities	5,267	-	-	-	-
Accrued wages	22,161	-	-	-	-
Accrued vacation and leave	-	-	-	-	-
Special assessment notes	-	-	-	-	-
Total liabilities	859,861	7,791	-	-	-
Deferred Inflows of Resources	2,047,638	-	-	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	1,753,078	1,235,208	174,878	1,059,873	-
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances (deficits)	1,753,078	1,235,208	174,878	1,059,873	-
Total liabilities, deferred inflows and fund balances	\$ 4,660,577	\$ 1,242,999	\$ 174,878	\$ 1,059,873	\$ -

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2015

B-1

Special Revenue Funds					
	Police Grants	Safety Programs	City Facilities Operating	Various Purpose Funding	Deposits
Assets					
Pooled cash and investments	\$ 163,978	\$ 1,548,349	\$ 161,842	\$ 6,309,521	\$ 946,637
Restricted cash and investments	-	-	-	-	-
Receivables, net of allowances for uncollectibles	-	322,437	4,028	59,247	90,406
Loans receivable	-	-	-	-	-
Due from other governments	115,503	198,526	-	1,234	-
Due from other funds	226	12,564	-	30,000	-
Due from others	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 279,707	\$ 2,081,876	\$ 165,870	\$ 6,400,002	\$ 1,037,043
Liabilities					
Accounts payable	\$ 126,983	\$ 139,837	\$ 112,203	\$ 5,061	\$ 20,950
Deposits	-	-	-	-	365,975
Advances from other funds	755,000	190,000	-	1,700	-
Due to other governments	-	-	13,825	-	-
Due to other funds	6,005	4	376	701	43,291
Due to others	-	-	389,906	-	580,662
Accrued liabilities	19,025	54,972	-	-	-
Accrued wages	56,974	150,385	-	-	-
Accrued vacation and leave	-	24,152	-	-	-
Special assessment notes	-	-	-	-	-
Total liabilities	963,987	559,350	516,310	7,462	1,010,878
Deferred Inflows of Resources	240,689	269,410	-	1,234	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	-	1,253,116	-	6,324,366	26,165
Committed	-	-	-	66,940	-
Unassigned	(924,969)	-	(350,440)	-	-
Total fund balances (deficits)	(924,969)	1,253,116	(350,440)	6,391,306	26,165
Total liabilities, deferred inflows and fund balances	\$ 279,707	\$ 2,081,876	\$ 165,870	\$ 6,400,002	\$ 1,037,043

City of Akron, Ohio
 Combining Balance Sheet - Non-Major Governmental Funds
 December 31, 2015

B-1

Debt Service Funds					
	General Bond Payment	Debt Service Bond Payment	Main Place Bond Payment	Downtown Hotel Bond Payment	Non-Tax Revenue Bond Payment
Assets					
Pooled cash and investments	\$ 42,176	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	-	110,605	-	4	267,094
Receivables, net of allowances for uncollectibles	1,326,279	-	-	-	-
Loans receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from others	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 1,368,455	\$ 110,605	\$ -	\$ 4	\$ 267,094
Liabilities					
Accounts payable	\$ 3,777	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Due to other governments	16,120	-	-	-	-
Due to other funds	89	-	-	-	-
Due to others	-	-	-	-	-
Accrued liabilities	3,336	-	-	-	-
Accrued wages	13,402	-	-	-	-
Accrued vacation and leave	-	-	-	-	-
Special assessment notes	-	-	-	-	-
Total liabilities	36,724	-	-	-	-
Deferred Inflows of Resources	1,198,649	-	-	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	133,082	110,605	-	4	267,094
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances (deficits)	133,082	110,605	-	4	267,094
Total liabilities, deferred inflows and fund balances	\$ 1,368,455	\$ 110,605	\$ -	\$ 4	\$ 267,094

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2015

B-1

	Debt Service Funds				Capital Project Funds
	Pension Obligation Refunding	JEDD Bond Payment	Income Tax Bond Payment	Taxable Revenue Bond Payment	Streets
Assets					
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 1,223,722
Restricted cash and investments	5	5,889	53,141	89	-
Receivables, net of allowances for uncollectibles	-	-	-	-	27,734
Loans receivable	-	-	-	-	-
Due from other governments	-	-	-	-	278,239
Due from other funds	-	-	-	-	19,200
Due from others	-	-	-	-	67,253
Assets held for resale	-	-	-	-	-
Total assets	\$ 5	\$ 5,889	\$ 53,141	\$ 89	\$ 1,616,148
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 54,700
Deposits	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Due to other governments	-	-	-	-	3,025
Due to other funds	-	-	-	-	116,752
Due to others	-	-	-	-	-
Accrued liabilities	-	-	-	-	649,770
Accrued wages	-	-	-	-	4,740
Accrued vacation and leave	-	-	-	-	-
Special assessment notes	-	-	-	-	-
Total liabilities	-	-	-	-	828,987
Deferred Inflows of Resources	-	-	-	-	-
Fund balances					
Nonspendable	-	-	-	-	-
Restricted	5	5,889	53,141	89	787,161
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances (deficits)	5	5,889	53,141	89	787,161
Total liabilities, deferred inflows and fund balances	\$ 5	\$ 5,889	\$ 53,141	\$ 89	\$ 1,616,148

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2015

B-1

	Capital Project Funds			
	Information Technology and Improvements	Parks and Recreation	Public Facilities and Improvements	Public Parking
Assets				
Pooled cash and investments	\$ 35,304	\$ 388,747	\$ 370,603	\$ 1,696,992
Restricted cash and investments	-	-	-	-
Receivables, net of allowances for uncollectibles	-	-	-	-
Loans receivable	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	256	1,625,162	394
Due from others	-	-	-	-
Assets held for resale	-	-	-	-
Total assets	\$ 35,304	\$ 389,003	\$ 1,995,765	\$ 1,697,386
Liabilities				
Accounts payable	\$ 61	\$ 30,504	\$ 97,527	\$ 1,361
Deposits	-	-	-	-
Advances from other funds	-	-	-	-
Due to other governments	-	7,852	-	-
Due to other funds	-	428	6,471	194
Due to others	-	-	-	-
Accrued liabilities	-	-	411,609	-
Accrued wages	-	-	-	-
Accrued vacation and leave	-	-	-	-
Special assessment notes	-	-	-	-
Total liabilities	61	38,784	515,607	1,555
Deferred Inflows of Resources	-	-	-	-
Fund balances				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	35,243	350,219	1,480,158	1,695,831
Unassigned	-	-	-	-
Total fund balances (deficits)	35,243	350,219	1,480,158	1,695,831
Total liabilities, deferred inflows and fund balances	\$ 35,304	\$ 389,003	\$ 1,995,765	\$ 1,697,386

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2015

B-1

**Capital Project
Funds**

	Economic Development	Total
Assets		
Pooled cash and investments	\$ 1,452,177	\$ 29,287,029
Restricted cash and investments	-	1,681,253
Receivables, net of allowances for uncollectibles	-	19,578,114
Loans receivable	12,447,503	16,661,822
Due from other governments	132,460	2,912,809
Due from other funds	-	1,725,257
Due from others	-	67,253
Assets held for resale	4,786,232	4,786,232
Total assets	\$ 18,818,372	\$ 76,699,769
Liabilities		
Accounts payable	\$ 14,223	\$ 5,220,837
Deposits	-	365,975
Advances from other funds	-	1,111,700
Due to other governments	4,820,551	5,615,193
Due to other funds	41,538	2,199,982
Due to others	764,663	1,735,231
Accrued liabilities	-	1,344,724
Accrued wages	-	971,902
Accrued vacation and leave	-	84,640
Special assessment notes	-	13,000,000
Total liabilities	5,640,975	31,650,184
Deferred Inflows of Resources	4,279,495	21,571,945
Fund balances		
Nonspendable	4,786,232	4,786,232
Restricted	-	20,465,749
Committed	4,111,670	10,510,914
Unassigned	-	(12,285,255)
Total fund balances (deficits)	8,897,902	23,477,640
Total liabilities, deferred inflows and fund balances	\$ 18,818,372	\$ 76,699,769

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

Special Revenue Funds

	Income Tax Collection	Emergency Medical Service	Special Assessment	Street and Highway Maintenance	Community Development
Revenues					
Income taxes	\$ 2,164,472	\$ -	\$ -	\$ -	\$ -
Property taxes	-	6,335,635	-	-	-
JEDD revenues	-	-	-	-	-
Special assessments	1,656	-	29,360,042	-	-
Grants and subsidies	-	-	-	-	5,439,115
Investment earnings	-	3,361	-	2,233	7,263
Shared revenues	-	856,733	-	7,543,428	-
Licenses, fees and fines	185,108	500	-	65,478	-
Charges for services	-	1,975,094	40,004	1,631,130	-
Miscellaneous	37,417	5,785	222,119	107,673	611,608
	<u>2,388,653</u>	<u>9,177,108</u>	<u>29,622,165</u>	<u>9,349,942</u>	<u>6,057,986</u>
Expenditures					
Current:					
General government	5,076,763	-	798,279	-	4,128
Public service	-	-	27,163,931	9,364,118	625,099
Public safety	-	10,295,645	-	-	-
Community environment	-	-	1,382,132	-	6,086,226
Recreation and parks	-	-	-	-	-
Debt service:					
Principal retirement	-	5,760	1,219,206	-	-
Interest	-	1,603	418,244	6,788	-
Bond issuance expenditures	-	-	41,500	-	-
	<u>5,076,763</u>	<u>10,303,008</u>	<u>31,023,292</u>	<u>9,370,906</u>	<u>6,715,453</u>
Excess (deficiency) of revenues over (under) expenditures	(2,688,110)	(1,125,900)	(1,401,127)	(20,964)	(657,467)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Issuance of loans	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of capital lease	-	-	731,754	-	-
Lease - financed capital assets	-	-	(731,754)	-	-
Payment to refunding agent	-	-	-	-	-
Transfers-in	-	1,175,000	-	-	-
Transfers-out	-	-	-	-	-
	<u>-</u>	<u>1,175,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(2,688,110)	49,100	(1,401,127)	(20,964)	(657,467)
Fund balances (deficit), January 1, 2015, as restated	2,214,974	718,693	(9,025,631)	945,341	1,580,058
Fund balances (deficit), December 31, 2015	<u>\$ (473,136)</u>	<u>\$ 767,793</u>	<u>\$ (10,426,758)</u>	<u>\$ 924,377</u>	<u>\$ 922,591</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

Special Revenue Funds					
	Community Environment Grants	Akron Metro. Area Transportation Study	HOME Program	Tax Equivalency	E.D.A. Revolving Loans
Revenues					
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-
JEDD revenues	-	-	-	-	-
Special assessments	-	-	-	-	-
Grants and subsidies	639,515	1,298,590	925,287	-	-
Investment earnings	2,319	-	3,497	-	904
Shared revenues	-	-	-	12,676,570	-
Licenses, fees and fines	-	107,650	-	-	-
Charges for services	-	-	-	-	-
Miscellaneous	4	103,703	42,425	4,824	-
	<u>641,838</u>	<u>1,509,943</u>	<u>971,209</u>	<u>12,681,394</u>	<u>904</u>
Expenditures					
Current:					
General government	-	-	-	1,593,862	997
Public service	-	-	-	2,543	-
Public safety	-	-	-	-	-
Community environment	922,369	1,581,673	996,011	9,169,772	-
Recreation and parks	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	2,802,997	-
Interest	-	-	-	342,124	-
Bond issuance expenditures	-	-	-	-	-
	<u>922,369</u>	<u>1,581,673</u>	<u>996,011</u>	<u>13,911,298</u>	<u>997</u>
Excess (deficiency) of revenues over (under) expenditures	(280,531)	(71,730)	(24,802)	(1,229,904)	(93)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Issuance of loans	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of capital lease	-	-	-	-	-
Lease - financed capital assets	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-
Transfers-in	-	-	-	-	-
Transfers-out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(280,531)	(71,730)	(24,802)	(1,229,904)	(93)
Fund balances (deficit), January 1, 2015, as restated	587,887	(38,222)	4,330,634	4,000,757	54,139
Fund balances (deficit), December 31, 2015	<u>\$ 307,356</u>	<u>\$ (109,952)</u>	<u>\$ 4,305,832</u>	<u>\$ 2,770,853</u>	<u>\$ 54,046</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

	Special Revenue Funds				
	Joint Economic Development Districts	Akron Muni. Court Information System	Canal Park Stadium COPs	Downtown District Heating COPs	Off-Street Parking COPs
Revenues					
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-
JEDD revenues	15,723,573	-	-	-	-
Special assessments	-	-	-	-	-
Grants and subsidies	-	-	-	-	-
Investment earnings	-	-	179	25,527	34,389
Shared revenues	-	-	-	-	-
Licenses, fees and fines	5,265	218,522	-	-	-
Charges for services	881,950	17,599	-	-	-
Miscellaneous	1,314,095	-	20,000	-	-
	<u>17,924,883</u>	<u>236,121</u>	<u>20,179</u>	<u>25,527</u>	<u>34,389</u>
Expenditures					
Current:					
General government	7,912,833	113,708	-	-	15,257
Public service	2,055,032	-	-	303,115	-
Public safety	-	-	-	-	-
Community environment	852,604	-	-	-	-
Recreation and parks	181,312	-	-	-	-
Debt service:					
Principal retirement	3,830,850	-	-	4	-
Interest	1,857,414	-	177	943	-
Bond issuance expenditures	3,300	-	-	-	-
	<u>16,693,345</u>	<u>113,708</u>	<u>177</u>	<u>304,062</u>	<u>15,257</u>
Excess (deficiency) of revenues over (under) expenditures	1,231,538	122,413	20,002	(278,535)	19,132
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Issuance of loans	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of capital lease	-	-	-	-	-
Lease - financed capital assets	-	-	-	-	-
Payment to refunding agent	(447,500)	-	-	-	-
Transfers-in	-	-	-	-	-
Transfers-out	-	-	-	-	(4,139,182)
	<u>(447,500)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,139,182)</u>
Net change in fund balances	784,038	122,413	20,002	(278,535)	(4,120,050)
Fund balances (deficit), January 1, 2015, as restated	<u>969,040</u>	<u>1,112,795</u>	<u>154,876</u>	<u>1,338,408</u>	<u>4,120,050</u>
Fund balances (deficit), December 31, 2015	<u>\$ 1,753,078</u>	<u>\$ 1,235,208</u>	<u>\$ 174,878</u>	<u>\$ 1,059,873</u>	<u>\$ -</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

Special Revenue Funds

	Police Grants	Safety Programs	City Facilities Operating	Various Purpose Funding	Deposits
Revenues					
Income taxes	\$ -	\$ 1	\$ -	\$ 46,000	\$ -
Property taxes	-	-	-	-	-
JEDD revenues	-	-	450,000	-	-
Special assessments	-	-	280,878	-	-
Grants and subsidies	1,432,668	4,540,183	-	576,270	-
Investment earnings	39	2,905	136	145	-
Shared revenues	-	743,279	-	-	-
Licenses, fees and fines	220,000	66,928	539,081	853,611	-
Charges for services	-	1,811,901	-	59,327	-
Miscellaneous	39,928	567,047	1,778,325	41,276	620,972
	<u>1,692,635</u>	<u>7,732,244</u>	<u>3,048,420</u>	<u>1,576,629</u>	<u>620,972</u>
Expenditures					
Current:					
General government	-	-	18,852	160,749	605,086
Public service	-	91,584	3,088,371	93,370	-
Public safety	2,552,547	8,126,831	-	51,000	-
Community environment	-	-	206,058	92,139	-
Recreation and parks	-	-	5,011	709,136	-
Debt service:					
Principal retirement	-	-	500,000	-	-
Interest	-	-	220,434	-	-
Bond issuance expenditures	-	-	6,049	-	-
	<u>2,552,547</u>	<u>8,218,415</u>	<u>4,044,775</u>	<u>1,106,394</u>	<u>605,086</u>
Excess (deficiency) of revenues over (under) expenditures	(859,912)	(486,171)	(996,355)	470,235	15,886
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Issuance of loans	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of capital lease	-	-	-	-	-
Lease - financed capital assets	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-
Transfers-in	32,526	19,688	900,000	94,000	-
Transfers-out	-	-	-	-	-
	<u>32,526</u>	<u>19,688</u>	<u>900,000</u>	<u>94,000</u>	<u>-</u>
Net change in fund balances	(827,386)	(466,483)	(96,355)	564,235	15,886
Fund balances (deficit), January 1, 2015, as restated	(97,583)	1,719,599	(254,085)	5,827,071	10,279
Fund balances (deficit), December 31, 2015	<u>\$ (924,969)</u>	<u>\$ 1,253,116</u>	<u>\$ (350,440)</u>	<u>\$ 6,391,306</u>	<u>\$ 26,165</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

Debt Service Funds					
	General Bond Payment	Debt Service Bond Payment	Main Place Bond Payment	Downtown Hotel Bond Payment	Non-Tax Revenue Bond Payment
Revenues					
Income taxes	\$ -	\$ -	\$ 326,131	\$ -	\$ -
Property taxes	1,034,272	-	-	-	-
JEDD revenues	-	-	-	-	-
Special assessments	-	-	-	-	-
Grants and subsidies	-	-	-	-	-
Investment earnings	-	1,803	-	-	-
Shared revenues	128,512	-	-	-	-
Licenses, fees and fines	-	-	-	-	-
Charges for services	-	-	-	-	-
Miscellaneous	10	13,540	-	-	-
	<u>1,162,794</u>	<u>15,343</u>	<u>326,131</u>	<u>-</u>	<u>-</u>
Expenditures					
Current:					
General government	595,635	4,077	-	-	-
Public service	-	-	-	-	-
Public safety	-	-	-	-	-
Community environment	-	-	-	-	-
Recreation and parks	-	-	-	-	-
Debt service:					
Principal retirement	357,957	400,000	180,496	-	-
Interest	307,485	29,254	145,635	-	-
Bond issuance expenditures	-	-	-	-	32,000
	<u>1,261,077</u>	<u>433,331</u>	<u>326,131</u>	<u>-</u>	<u>32,000</u>
Excess (deficiency) of revenues over (under) expenditures	(98,283)	(417,988)	-	-	(32,000)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Issuance of loans	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of capital lease	-	-	-	-	-
Lease - financed capital assets	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-
Transfers-in	-	-	-	-	-
Transfers-out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(98,283)	(417,988)	-	-	(32,000)
Fund balances (deficit), January 1, 2015, as restated	231,365	528,593	-	4	299,094
Fund balances (deficit), December 31, 2015	<u>\$ 133,082</u>	<u>\$ 110,605</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 267,094</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

	Debt Service Funds				Capital Projects Funds
	Pension Obligation Refunding	JEDD Bond Payment	Income Tax Bond Payment	Taxable Revenue Bond Payment	Streets
Revenues					
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ 18,975
Property taxes	-	-	-	-	-
JEDD revenues	-	-	-	-	-
Special assessments	-	-	-	-	387,088
Grants and subsidies	-	-	-	-	4,577,335
Investment earnings	2	15	-	39,805	-
Shared revenues	-	-	-	-	-
Licenses, fees and fines	-	-	-	-	-
Charges for services	-	-	-	-	-
Miscellaneous	-	-	20,594	-	655,283
	<u>2</u>	<u>15</u>	<u>20,594</u>	<u>39,805</u>	<u>5,638,681</u>
Expenditures					
Current:					
General government	-	-	-	11,503	538
Public service	-	-	-	-	14,178,132
Public safety	-	-	-	-	528,519
Community environment	-	-	-	-	3,482
Recreation and parks	-	-	-	-	-
Debt service:					
Principal retirement	-	-	1,145,000	-	-
Interest	-	-	19,318	-	-
Bond issuance expenditures	-	-	10,000	-	42,467
	<u>-</u>	<u>-</u>	<u>1,174,318</u>	<u>11,503</u>	<u>14,753,138</u>
Excess (deficiency) of revenues over (under) expenditures	2	15	(1,153,724)	28,302	(9,114,457)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	9,400,000
Issuance of loans	-	-	-	-	9,248
Premium on debt	-	-	-	-	42,467
Issuance of capital lease	-	-	-	-	-
Lease - financed capital assets	-	-	-	-	-
Payment to refunding agent	-	-	-	-	-
Transfers-in	-	-	-	-	-
Transfers-out	-	-	-	(1,729,926)	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,729,926)</u>	<u>9,451,715</u>
Net change in fund balances	2	15	(1,153,724)	(1,701,624)	337,258
Fund balances (deficit), January 1, 2015, as restated	3	5,874	1,206,865	1,701,713	449,903
Fund balances (deficit), December 31, 2015	\$ 5	\$ 5,889	\$ 53,141	\$ 89	\$ 787,161

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

Capital Projects Funds				
	Information Technology and Improvements	Parks and Recreation	Public Facilities and Improvements	Public Parking
Revenues				
Income taxes	\$ -	\$ 241	\$ 2,412,719	\$ -
Property taxes	-	-	-	-
JEDD revenues	-	-	-	-
Special assessments	-	-	-	-
Grants and subsidies	-	29,451	129,543	-
Investment earnings	-	-	-	-
Shared revenues	-	-	36,272	-
Licenses, fees and fines	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	592,145	1,988	-
	-	621,837	2,580,522	-
Expenditures				
Current:				
General government	10,639	-	79,563	3,854
Public service	-	92	2,072,753	210,048
Public safety	-	-	58,075	-
Community environment	-	44,917	22,969	-
Recreation and parks	-	334,995	26,435	-
Debt service:				
Principal retirement	-	-	-	-
Interest	-	-	-	-
Bond issuance expenditures	-	-	-	-
	10,639	380,004	2,259,795	213,902
Excess (deficiency) of revenues over (under) expenditures	(10,639)	241,833	320,727	(213,902)
Other financing sources (uses)				
Issuance of bonds	-	-	-	-
Issuance of loans	-	-	-	-
Premium on debt	-	-	-	-
Issuance of capital lease	-	-	-	-
Lease - financed capital assets	-	-	-	-
Payment to refunding agent	-	-	-	-
Transfers-in	-	-	-	-
Transfers-out	-	-	-	-
	-	-	-	-
Net change in fund balances	(10,639)	241,833	320,727	(213,902)
Fund balances (deficit), January 1, 2015, as restated	45,882	108,386	1,159,431	1,909,733
Fund balances (deficit), December 31, 2015	\$ 35,243	\$ 350,219	\$ 1,480,158	\$ 1,695,831

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2015

B-2

Capital Projects Funds		
	Economic Development	Total
Revenues		
Income taxes	\$ -	\$ 4,968,539
Property taxes	-	7,369,907
JEDD revenues	-	16,173,573
Special assessments	-	30,029,664
Grants and subsidies	3,581,811	23,169,768
Investment earnings	56,615	181,137
Shared revenues	-	21,984,794
Licenses, fees and fines	-	2,262,143
Charges for services	-	6,417,005
Miscellaneous	298	6,801,059
	<u>3,638,724</u>	<u>119,357,589</u>
Expenditures		
Current:		
General government	-	17,006,323
Public service	150,666	59,398,854
Public safety	-	21,612,617
Community environment	6,366,074	27,726,426
Recreation and parks	5,141	1,262,030
Debt service:		
Principal retirement	-	10,442,270
Interest	117,819	3,467,238
Bond issuance expenditures	17,633	152,949
	<u>6,657,333</u>	<u>141,068,707</u>
Excess (deficiency) of revenues over (under) expenditures	(3,018,609)	(21,711,118)
Other financing sources (uses)		
Issuance of bonds	600,000	10,000,000
Issuance of loans	-	9,248
Premium on debt	2,711	45,178
Issuance of capital lease	-	731,754
Lease - financed capital assets	-	(731,754)
Payment to refunding agent	-	(447,500)
Transfers-in	-	2,221,214
Transfers-out	-	(5,869,108)
	<u>602,711</u>	<u>5,959,032</u>
Net change in fund balances	(2,415,898)	(15,752,086)
Fund balances (deficit), January 1, 2015, as restated	<u>11,313,800</u>	<u>39,229,726</u>
Fund balances (deficit), December 31, 2015	<u>\$ 8,897,902</u>	<u>\$ 23,477,640</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Income Tax Collection Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues and other sources			
Revenues:			
Income taxes	\$ 5,665,460	\$ 5,665,460	\$ 4,417,905
Miscellaneous revenues	234,540	234,540	186,764
	<u>5,900,000</u>	<u>5,900,000</u>	<u>4,604,669</u>
Other sources:			
Previous year's encumbrances	366,145	366,145	366,145
Total revenues and other sources	6,266,145	6,266,145	4,970,814
Expenditures			
Finance:			
Wages/benefits	1,663,500	1,663,500	1,571,784
Other	3,621,231	3,871,231	3,620,139
Capital outlay	258,604	258,604	258,604
Total expenditures	5,543,335	5,793,335	5,450,527
Excess (deficiency) of revenues and other sources over expenditures	722,810	472,810	(479,713)
Fund balance, January 1, 2015	905,789	905,789	905,789
Fund balance, December 31, 2015	<u>\$ 1,628,599</u>	<u>\$ 1,378,599</u>	<u>\$ 426,076</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Emergency Medical Services Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Property taxes	\$ 7,195,846	\$ 7,195,846	\$ 7,198,270
Transport billing	-	1,898,000	1,971,623
Other revenue	-	52,000	9,646
	<u>7,195,846</u>	<u>9,145,846</u>	<u>9,179,539</u>
Other sources:			
General fund subsidy	1,700,000	1,700,000	1,175,000
Previous year's encumbrances	123,424	123,424	123,424
	<u>1,823,424</u>	<u>1,823,424</u>	<u>1,298,424</u>
Total revenues and other sources	9,019,270	10,969,270	10,477,963
Expenditures			
Fire:			
Wages/benefits	7,736,700	9,486,700	9,183,499
Other	1,271,474	1,346,474	1,269,262
	<u>9,008,174</u>	<u>10,833,174</u>	<u>10,452,761</u>
Total expenditures	9,008,174	10,833,174	10,452,761
Excess of revenues and other sources over expenditures	11,096	136,096	25,202
Fund deficit, January 1, 2015	<u>(102,806)</u>	<u>(102,806)</u>	<u>(102,806)</u>
Fund balance (deficit), December 31, 2015	<u>\$ (91,710)</u>	<u>\$ 33,290</u>	<u>\$ (77,604)</u>

Note: Included in General fund subsidy above is transfers in of \$1,175,000.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Special Assessment Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues and other sources			
Revenues:			
Special assessments	\$ 14,723,600	\$ 17,792,180	\$ 16,831,348
Service revenues	133,850	161,750	70,235
Miscellaneous revenues	138,310	167,140	133,184
	<u>14,995,760</u>	<u>18,121,070</u>	<u>17,034,767</u>
Other sources:			
Note/Bond proceeds	11,154,240	13,478,930	13,000,000
Previous year's encumbrances	2,681,990	2,681,990	2,681,990
	<u>13,836,230</u>	<u>16,160,920</u>	<u>15,681,990</u>
Total revenues and other sources	28,831,990	34,281,990	32,716,757
Expenditures			
Finance:			
Wages/benefits	369,900	569,900	408,637
Other	2,465,951	2,465,951	2,462,583
	<u>2,835,851</u>	<u>3,035,851</u>	<u>2,871,220</u>
Planning:			
Other	757,244	2,707,244	1,977,068
	<u>757,244</u>	<u>2,707,244</u>	<u>1,977,068</u>
Public Service:			
Wages/benefits	4,009,070	5,409,070	5,099,616
Other	21,561,136	22,011,136	20,454,959
Capital outlay	1,146,111	1,996,111	1,969,855
	<u>26,716,317</u>	<u>29,416,317</u>	<u>27,524,430</u>
Neighborhood Assistance:			
Wages/benefits	214,070	214,070	207,952
Other	715,419	1,415,419	1,167,085
Capital outlay	99,500	-	-
	<u>1,028,989</u>	<u>1,629,489</u>	<u>1,375,037</u>
Total expenditures	31,338,401	36,788,901	33,747,755
Deficiency of revenues and other sources over expenditures	(2,506,411)	(2,506,911)	(1,030,998)
Fund balance, January 1, 2015	<u>2,511,590</u>	<u>2,511,590</u>	<u>2,511,590</u>
Fund balance, December 31, 2015	<u>\$ 5,179</u>	<u>\$ 4,679</u>	<u>\$ 1,480,592</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Police Pension Employer's Liability Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Property taxes	\$ 770,984	\$ 785,984	\$ 783,124
Total revenues	770,984	785,984	783,124
Expenditures			
Police:			
Wages/benefits	455,000	430,000	430,000
Other	360,000	385,000	375,422
Total expenditures	815,000	815,000	805,422
Deficiency of revenues over expenditures	(44,016)	(29,016)	(22,298)
Fund balance, January 1, 2015	30,715	30,715	30,715
Fund balance (deficit), December 31, 2015	\$ (13,301)	\$ 1,699	\$ 8,417

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Fire Pension Employer's Liability Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Property taxes	\$ 770,984	\$ 785,984	\$ 783,124
Total revenues	770,984	785,984	783,124
Expenditures			
Fire:			
Wages/benefits	455,000	430,000	430,000
Other	360,000	385,000	375,422
Total expenditures	815,000	815,000	805,422
Deficiency of revenues over expenditures	(44,016)	(29,016)	(22,298)
Fund balance, January 1, 2015	30,715	30,715	30,715
Fund balance, December 31, 2015	\$ (13,301)	\$ 1,699	\$ 8,417

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Street and Highway Maintenance Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Gasoline tax	\$ 4,807,980	\$ 5,514,080	\$ 5,196,851
Motor vehicle license tax	3,037,100	3,483,140	2,367,834
Service revenues	107,470	123,250	174,128
Transfer from State of Ohio	1,822,260	2,089,890	1,631,130
Miscellaneous revenues	425,190	487,640	175,769
	<u>10,200,000</u>	<u>11,698,000</u>	<u>9,545,712</u>
Other sources:			
Previous year's encumbrances	292,732	292,732	292,732
	<u>292,732</u>	<u>292,732</u>	<u>292,732</u>
Total revenues and other sources	10,492,732	11,990,732	9,838,444
Expenditures			
Public Service:			
Wages/benefits	6,150,110	6,450,110	6,035,842
Other	3,920,522	4,255,522	3,361,558
	<u>10,070,632</u>	<u>10,705,632</u>	<u>9,397,400</u>
Total expenditures	10,070,632	10,705,632	9,397,400
Excess of revenues and other sources over expenditures	422,100	1,285,100	441,044
Fund deficit, January 1, 2015	<u>(244,661)</u>	<u>(244,661)</u>	<u>(244,661)</u>
Fund balance, December 31, 2015	<u>\$ 177,439</u>	<u>\$ 1,040,439</u>	<u>\$ 196,383</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Community Development Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Governmental revenues	\$ 7,275,200	\$ 8,351,940	\$ 5,437,084
Service revenues	61,310	70,380	27,652
Miscellaneous revenues	163,490	187,680	702,067
	<u>7,500,000</u>	<u>8,610,000</u>	<u>6,166,803</u>
Other sources:			
Previous year's encumbrances	352,285	352,285	352,285
Total revenues and other sources	7,852,285	8,962,285	6,519,088
Expenditures			
Department Wide:			
Wages/benefits	2,029,490	2,029,490	1,807,160
Other	4,953,235	5,203,235	5,095,758
Capital outlay	30,000	30,000	25,511
Total expenditures	7,012,725	7,262,725	6,928,429
Excess (deficiency) of revenues and other sources over expenditures	839,560	1,699,560	(409,341)
Fund balance, January 1, 2015	<u>1,469,681</u>	<u>1,469,681</u>	<u>1,469,681</u>
Fund balance, December 31, 2015	<u>\$ 2,309,241</u>	<u>\$ 3,169,241</u>	<u>\$ 1,060,340</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Community Environment Grants Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		
	Original	Final	Actual Amounts
Revenues			
Governmental revenues	\$ 75,000	\$ 700,000	\$ 639,515
Miscellaneous revenues	-	-	17,312
Total revenues	75,000	700,000	656,827
Expenditures			
Department Wide:			
Wages/benefits	28,080	28,080	22,131
Other	380,000	980,000	752,489
Total expenditures	408,080	1,008,080	774,620
Deficiency of revenues over expenditures	(333,080)	(308,080)	(117,793)
Fund balance, January 1, 2015	387,627	387,627	387,627
Fund balance, December 31, 2015	\$ 54,547	\$ 79,547	\$ 269,834

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Akron Metropolitan Area Transportation Study Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Federal/State grants	\$ 1,776,930	\$ 1,776,930	\$ 1,440,128
Service revenues	5,380	5,380	6,650
Miscellaneous revenues	107,690	107,690	165,000
	<u>1,890,000</u>	<u>1,890,000</u>	<u>1,611,778</u>
Other sources:			
Previous year's encumbrances	2,324	2,324	2,324
Total revenues and other sources	1,892,324	1,892,324	1,614,102
Expenditures			
Planning:			
Wages/benefits	1,363,860	1,363,860	1,238,794
Other	298,574	423,574	373,664
Total expenditures	1,662,434	1,787,434	1,612,458
Excess of revenues and other sources over expenditures	229,890	104,890	1,644
Fund deficit, January 1, 2015	<u>(2,008)</u>	<u>(2,008)</u>	<u>(2,008)</u>
Fund balance (deficit), December 31, 2015	<u>\$ 227,882</u>	<u>\$ 102,882</u>	<u>\$ (364)</u>

Note: Included in Miscellaneous revenues above are advances of \$165,000.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
H.O.M.E. Program Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Governmental revenues	\$ 952,830	\$ 1,070,750	\$ 924,924
Miscellaneous revenues	57,170	64,250	45,923
Total revenues	1,010,000	1,135,000	970,847
Expenditures			
Department Wide:			
Other	1,850,000	1,850,000	1,508,293
Total expenditures	1,850,000	1,850,000	1,508,293
Deficiency of revenues over expenditures	(840,000)	(715,000)	(537,446)
Fund balance, January 1, 2015	843,283	843,283	843,283
Fund balance, December 31, 2015	<u>\$ 3,283</u>	<u>\$ 128,283</u>	<u>\$ 305,837</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Tax Equivalency Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues and other sources			
Revenues:			
Taxes and assessments	\$ 6,146,850	\$ 8,945,410	\$ 12,676,561
Miscellaneous revenues	3,150	4,590	4,828
	<u>6,150,000</u>	<u>8,950,000</u>	<u>12,681,389</u>
Total revenues	6,150,000	8,950,000	12,681,389
Expenditures			
Department Wide:			
Other	9,965,000	11,065,000	10,715,766
Total expenditures	9,965,000	11,065,000	10,715,766
Excess (deficiency) of revenues over expenditures	(3,815,000)	(2,115,000)	1,965,623
Fund balance, January 1, 2015	<u>4,011,492</u>	<u>4,011,492</u>	<u>4,011,492</u>
Fund balance, December 31, 2015	<u>\$ 196,492</u>	<u>\$ 1,896,492</u>	<u>\$ 5,977,115</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
E.D.A. Revolving Loans Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Miscellaneous revenues	\$ 25,000	\$ 145,000	\$ 6,328
Total revenues	25,000	145,000	6,328
Expenditures			
Office of the Mayor:			
Other	70,000	195,000	50,000
Total expenditures	70,000	195,000	50,000
Deficiency of revenues over expenditures	(45,000)	(50,000)	(43,672)
Fund balance, January 1, 2015	54,139	54,139	54,139
Fund balance, December 31, 2015	<u>\$ 9,139</u>	<u>\$ 4,139</u>	<u>\$ 10,467</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Joint Economic Development Districts Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
JEDD revenues	\$ 15,216,310	\$ 16,111,390	\$ 15,516,739
Service revenues	1,191,160	1,261,230	851,278
Miscellaneous revenues	592,530	627,380	1,333,838
	<u>17,000,000</u>	<u>18,000,000</u>	<u>17,701,855</u>
Other sources:			
Previous year's encumbrances	233,929	233,929	233,929
	<u>17,233,929</u>	<u>18,233,929</u>	<u>17,935,784</u>
Total revenues and other sources	17,233,929	18,233,929	17,935,784
Expenditures			
Department Wide:			
Wages/benefits	308,000	453,000	440,370
Other	13,686,679	17,711,679	17,377,831
Capital outlay	-	265,000	263,000
	<u>13,994,679</u>	<u>18,429,679</u>	<u>18,081,201</u>
Total expenditures	13,994,679	18,429,679	18,081,201
Excess (deficiency) of revenues and other sources over expenditures	3,239,250	(195,750)	(145,417)
Fund balance, January 1, 2015	<u>239,423</u>	<u>239,423</u>	<u>239,423</u>
Fund balance, December 31, 2015	<u>\$ 3,478,673</u>	<u>\$ 43,673</u>	<u>\$ 94,006</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Akron Municipal Court Information System Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Service revenues	\$ 460,000	\$ 460,000	\$ 237,019
Other sources:			
Previous year's encumbrances	16,547	16,547	16,547
Total revenues and other sources	476,547	476,547	253,566
Expenditures			
Court Clerk:			
Other	254,366	254,366	105,687
Judges:			
Other	170,181	170,181	74,376
Total expenditures	424,547	424,547	180,063
Excess of revenues and other sources over expenditures	52,000	52,000	73,503
Fund balance, January 1, 2015	1,081,014	1,081,014	1,081,014
Fund balance, December 31, 2015	\$ 1,133,014	\$ 1,133,014	\$ 1,154,517

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Public Health Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	Budgeted Amounts		
	Original	Final	Actual Amounts
Revenues			
Miscellaneous revenues	\$ 200,000	\$ -	\$ -
Total revenues	200,000	-	-
Expenditures			
Total expenditures	-	-	-
Excess of revenues over expenditures	200,000	-	-
Fund balance, January 1, 2015	-	-	-
Fund balance, December 31, 2015	\$ 200,000	\$ -	\$ -

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Police Grants Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Governmental revenues	\$ 1,611,230	\$ 2,317,730	\$ 1,680,206
Miscellaneous revenues	493,770	710,270	811,773
	<u>2,105,000</u>	<u>3,028,000</u>	<u>2,491,979</u>
Other sources:			
Previous year's encumbrances	18,415	18,415	18,415
Total revenues and other sources	2,123,415	3,046,415	2,510,394
Expenditures			
Police:			
Wages/benefits	1,865,020	2,160,020	2,000,569
Other	95,615	785,615	661,525
Total expenditures	1,960,635	2,945,635	2,662,094
Excess (deficiency) of revenues and other sources over expenditures	162,780	100,780	(151,700)
Fund balance, January 1, 2015	<u>165,814</u>	<u>165,814</u>	<u>165,814</u>
Fund balance, December 31, 2015	<u>\$ 328,594</u>	<u>\$ 266,594</u>	<u>\$ 14,114</u>

Note: Included in Miscellaneous revenues above is transfers in and advances of \$787,525.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Safety Programs Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	Budgeted Amounts		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Governmental revenues	\$ 4,357,140	\$ 6,714,290	\$ 6,232,532
Service revenues	1,514,630	2,334,010	1,803,631
Miscellaneous revenues	228,230	351,700	388,324
	<u>6,100,000</u>	<u>9,400,000</u>	<u>8,424,487</u>
Other sources:			
Previous year's encumbrances	577,843	577,843	577,843
	<u>6,677,843</u>	<u>9,977,843</u>	<u>9,002,330</u>
Expenditures			
Public Safety:			
Wages/benefits	339,450	389,450	373,307
Other	613,752	113,752	108,900
Capital Outlay	155,407	705,407	673,330
	<u>1,108,609</u>	<u>1,208,609</u>	<u>1,155,537</u>
Public Service:			
Other	224	100,224	91,667
	<u>224</u>	<u>100,224</u>	<u>91,667</u>
Fire:			
Wages/benefits	561,800	4,061,800	3,869,609
Capital outlay	1,420,553	1,640,553	1,252,278
	<u>1,982,353</u>	<u>5,702,353</u>	<u>5,121,887</u>
Police:			
Wages/benefits	968,220	1,588,220	1,551,181
Other	323,246	1,160,246	1,002,243
Capital outlay	200,000	100,000	4,172
	<u>1,491,466</u>	<u>2,848,466</u>	<u>2,557,596</u>
Total expenditures	4,582,652	9,859,652	8,926,687
Excess of revenues and other sources over expenditures	2,095,191	118,191	75,643
Fund balance, January 1, 2015	1,093,378	1,093,378	1,093,378
Fund balance, December 31, 2015	<u>\$ 3,188,569</u>	<u>\$ 1,211,569</u>	<u>\$ 1,169,021</u>

Note: Included in Miscellaneous revenues above are advances of \$209,688.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 City Facilities Operating Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues and other sources			
Revenues:			
JEDD revenues	\$ 90,910	\$ 123,580	\$ 450,000
Taxes and assessments	250,000	339,850	259,855
Service revenues	4,550	6,180	-
Miscellaneous revenues	3,340,900	4,541,650	2,319,603
	<u>3,686,360</u>	<u>5,011,260</u>	<u>3,029,458</u>
Other sources:			
General fund subsidy	1,363,640	1,853,740	900,000
Previous year's encumbrances	78,272	78,272	78,272
	<u>1,441,912</u>	<u>1,932,012</u>	<u>978,272</u>
Total revenues and other sources	5,128,272	6,943,272	4,007,730
Expenditures			
Department Wide:			
Other	5,378,772	5,598,772	4,340,541
Total expenditures	5,378,772	5,598,772	4,340,541
Excess (deficiency) of revenues and other sources over expenditures	(250,500)	1,344,500	(332,811)
Fund balance, January 1, 2015	<u>362,827</u>	<u>362,827</u>	<u>362,827</u>
Fund balance, December 31, 2015	<u>\$ 112,327</u>	<u>\$ 1,707,327</u>	<u>\$ 30,016</u>

Note: Included in Miscellaneous revenues above is a transfer in of \$900,000.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Various Purpose Funding Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Income taxes	\$ 15,090	\$ 33,160	\$ 16,000
Governmental revenues	422,540	928,450	683,309
Service revenues	236,920	520,600	718,599
Miscellaneous revenues	75,450	165,790	102,525
	<u>750,000</u>	<u>1,648,000</u>	<u>1,520,433</u>
Other sources:			
General fund subsidy	-	-	94,000
Previous year's encumbrances	27,706	27,706	27,706
	<u>27,706</u>	<u>27,706</u>	<u>121,706</u>
Total revenues and other sources	777,706	1,675,706	1,642,139
Expenditures			
Department Wide:			
Wages/benefits	29,250	169,250	93,494
Other	797,506	1,357,506	1,067,570
	<u>826,756</u>	<u>1,526,756</u>	<u>1,161,064</u>
Total expenditures	826,756	1,526,756	1,161,064
Excess (deficiency) of revenues and other sources over expenditures	(49,050)	148,950	481,075
Fund balance, January 1, 2015	<u>5,807,230</u>	<u>5,807,230</u>	<u>5,807,230</u>
Fund balance, December 31, 2015	<u>\$ 5,758,180</u>	<u>\$ 5,956,180</u>	<u>\$ 6,288,305</u>

Note: Included in Miscellaneous revenues above are advances of \$95,700.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Deposits Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues			
Miscellaneous revenues	\$ 1,750,000	\$ 1,750,000	\$ 579,630
Total revenues	1,750,000	1,750,000	579,630
Expenditures			
Finance:			
Other	687,000	687,000	515,801
Total expenditures	687,000	687,000	515,801
Excess of revenues over expenditures	1,063,000	1,063,000	63,829
Fund balance, January 1, 2015	882,809	882,809	882,809
Fund balance, December 31, 2015	\$ 1,945,809	\$ 1,945,809	\$ 946,638

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Bond Payment Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues and other sources			
Revenues:			
Property taxes	\$ 1,079,377	\$ 1,199,377	\$ 1,163,668
Miscellaneous revenues	-	-	11
	<u>1,079,377</u>	<u>1,199,377</u>	<u>1,163,679</u>
Other sources:			
Note/Bond proceeds	-	-	9,222
Previous year's encumbrances	13,284	13,284	13,284
	<u>13,284</u>	<u>13,284</u>	<u>22,506</u>
Total revenues and other sources	1,092,661	1,212,661	1,186,185
Expenditures			
Finance:			
Wages/benefits	472,700	482,700	464,976
Other	748,100	851,384	813,814
	<u>1,220,800</u>	<u>1,334,084</u>	<u>1,278,790</u>
Total expenditures	1,220,800	1,334,084	1,278,790
Deficiency of revenues and other sources over expenditures	(128,139)	(121,423)	(92,605)
Fund balance, January 1, 2015	<u>122,093</u>	<u>122,093</u>	<u>122,093</u>
Fund balance (deficit), December 31, 2015	<u>\$ (6,046)</u>	<u>\$ 670</u>	<u>\$ 29,488</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Streets Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2014

	Budgeted Amounts		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Income taxes	\$ 1,586,540	\$ 2,019,220	\$ 22,234
Taxes and assessments	584,510	743,930	384,412
Governmental revenues	1,731,280	2,203,440	590,699
Miscellaneous revenues	1,391,700	1,771,260	254,343
	<u>5,294,030</u>	<u>6,737,850</u>	<u>1,251,688</u>
Other sources:			
Note/Bond proceeds	5,705,970	7,262,150	9,409,248
Previous year's encumbrances	570,704	570,704	570,704
	<u>6,276,674</u>	<u>7,832,854</u>	<u>9,979,952</u>
Total revenues and other sources	11,570,704	14,570,704	11,231,640
Expenditures			
Department Wide:			
Wages/benefits	196,420	206,420	190,691
Other	3,253,972	5,193,972	3,157,386
Capital outlay	7,620,312	9,870,312	8,480,164
	<u>11,070,704</u>	<u>15,270,704</u>	<u>11,828,241</u>
Total expenditures	11,070,704	15,270,704	11,828,241
Excess (deficiency) of revenues and other sources over expenditures	500,000	(700,000)	(596,601)
Fund balance, January 1, 2015	726,533	726,533	726,533
	<u>726,533</u>	<u>726,533</u>	<u>726,533</u>
Fund balance, December 31, 2015	<u>\$ 1,226,533</u>	<u>\$ 26,533</u>	<u>\$ 129,932</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Information Technology and Improvements Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues			
Revenues:			
Income taxes	\$ 75,000	\$ 75,000	\$ -
Total revenues	75,000	75,000	-
Expenditures			
Department Wide:			
Other	50,000	50,000	17,561
Total expenditures	50,000	50,000	17,561
Excess (deficiency) of revenues and other sources over expenditures	25,000	25,000	(17,561)
Fund balance, January 1, 2015	45,963	45,963	45,963
Fund balance, December 31, 2015	<u>\$ 70,963</u>	<u>\$ 70,963</u>	<u>\$ 28,402</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Parks and Recreation Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues and other sources			
Revenues:			
Governmental revenues	332,630	332,630	29,451
Miscellaneous revenues	14,210	14,210	592,145
	<u>346,840</u>	<u>346,840</u>	<u>621,596</u>
Other sources:			
Note/Bond proceeds	1,753,160	1,753,160	-
Previous year's encumbrances	42,000	42,000	42,000
	<u>1,795,160</u>	<u>1,795,160</u>	<u>42,000</u>
Total revenues and other sources	2,142,000	2,142,000	663,596
Expenditures			
Department Wide:			
Other	452,000	752,000	496,571
Capital outlay	800,000	800,000	-
	<u>1,252,000</u>	<u>1,552,000</u>	<u>496,571</u>
Total expenditures	1,252,000	1,552,000	496,571
Excess of revenues and other sources over expenditures	890,000	590,000	167,025
Fund balance, January 1, 2014	81,525	81,525	81,525
Fund balance, December 31, 2014	<u>\$ 971,525</u>	<u>\$ 671,525</u>	<u>\$ 248,550</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Public Facilities and Improvements Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues			
Revenues:			
Governmental revenues	\$ 141,670	\$ 141,670	\$ 165,815
Income taxes	-	-	787,556
Miscellaneous revenues	2,748,330	2,748,330	1,989
Total revenues	2,890,000	2,890,000	955,360
Expenditures			
Department Wide:			
Other	1,385,000	1,385,000	1,163,879
Capital outlay	2,060,000	2,060,000	1,609,475
Total expenditures	3,445,000	3,445,000	2,773,354
Deficiency of revenues and other sources over expenditures	(555,000)	(555,000)	(1,817,994)
Fund balance, January 1, 2015	2,009,827	2,009,827	2,009,827
Fund balance, December 31, 2015	\$ 1,454,827	\$ 1,454,827	\$ 191,833

City of Akron, Ohio

Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Public Parking Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts
	Original	Final	
Revenues and other sources			
Revenues:			
Note/Bond proceeds	\$ 3,500,000	\$ 3,500,000	\$ 27,969
Total revenues and other sources	3,500,000	3,500,000	27,969
Expenditures			
Department Wide:			
Other	660,000	660,000	149,956
Capital outlay	500,000	500,000	494,341
Total expenditures	1,160,000	1,160,000	644,297
Excess (deficiency) of revenues and other sources over expenditures	2,340,000	2,340,000	(616,328)
Fund balance, January 1, 2015	1,963,618	1,963,618	1,963,618
Fund balance, December 31, 2015	\$ 4,303,618	\$ 4,303,618	\$ 1,347,290

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Economic Development Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>
	<u>Original</u>	<u>Final</u>	
Revenues and other sources			
Revenues:			
Governmental revenues	\$ 2,430,880	\$ 2,430,880	\$ 267,178
Miscellaneous revenues	1,663,240	1,663,240	897,112
	<u>4,094,120</u>	<u>4,094,120</u>	<u>1,164,290</u>
Other sources:			
Note/Bond proceeds	4,605,880	4,605,880	60,000
Previous year's encumbrances	51,401	51,401	51,401
	<u>4,657,281</u>	<u>4,657,281</u>	<u>111,401</u>
Total revenues and other sources	8,751,401	8,751,401	1,275,691
Expenditures			
Department Wide:			
Other	9,451,401	4,701,401	2,712,201
Capital outlay	2,000,000	2,000,000	35,442
	<u>11,451,401</u>	<u>6,701,401</u>	<u>2,747,643</u>
Total expenditures	11,451,401	6,701,401	2,747,643
Excess (deficiency) of revenues and other sources over expenditures	(2,700,000)	2,050,000	(1,471,952)
Fund balance, January 1, 2015	<u>2,924,130</u>	<u>2,924,130</u>	<u>2,924,130</u>
Fund balance, December 31, 2015	<u>\$ 224,130</u>	<u>\$ 4,974,130</u>	<u>\$ 1,452,178</u>

NON-MAJOR ENTERPRISE FUNDS

Enterprise Funds – are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The non-major Enterprise Funds are as follows:

- Oil and Gas
- Golf Course
- Airport

City of Akron, Ohio
Combining Statement of Net Position - Non-Major Enterprise Funds
December 31, 2015

C-1

	Oil and Gas	Golf Course	Airport	Total
Assets				
Pooled cash and investments	\$ 10,281	\$ 4,079	\$ 160,237	\$ 174,597
Receivables, net of allowances for uncollectibles	222	5,202	-	5,424
Due from other governments	-	-	28,440	28,440
Inventories, at cost	-	47,849	-	47,849
Net pension asset	184	778	-	962
Property, plant and equipment, net of accumulated depreciation	395,487	1,361,140	7,867,491	9,624,118
Deferred Outflows of Resources	15,855	67,191	-	83,046
Total assets	422,029	1,486,239	8,056,168	9,964,436
Liabilities				
Accounts payable	271	11,364	22,072	33,707
Due to other funds	961	2,106	339	3,406
Accrued liabilities	950	4,027	41,200	46,177
Accrued wages	3,394	16,638	-	20,032
Accrued vacation and leave	12,965	20,303	-	33,268
Obligations under capital lease	-	16,250	-	16,250
Noncurrent liabilities				
Obligations under capital lease	-	14,004	-	14,004
Due in more than one year	63,552	135,151	49,348	248,051
Net pension liability	83,440	353,572	-	437,012
Deferred Inflows of Resources	1,546	6,553	-	8,099
Total liabilities	167,079	579,968	112,959	860,006
Net Position				
Net investment in capital assets	395,487	1,330,886	7,867,491	9,593,864
Unrestricted (deficit)	(140,537)	(424,615)	75,718	(489,434)
Total net position	\$ 254,950	\$ 906,271	\$ 7,943,209	\$ 9,104,430

City of Akron, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Nonmajor Enterprise Funds
For the Year Ended December 31, 2015

C-2

	Oil and Gas	Golf Course	Airport	Total
Operating revenues				
Charges for services	\$ 130,030	\$ 902,069	\$ 182,663	\$ 1,214,762
Other	-	84,450	6,377	90,827
	<u>130,030</u>	<u>986,519</u>	<u>189,040</u>	<u>1,305,589</u>
Operating expenses				
Personal services	138,345	786,050	-	924,395
Direct expenses	151,352	272,403	654,949	1,078,704
Rentals and lease	-	74,510	-	74,510
Utilities	1,279	85,893	1,201	88,373
Insurance	30,856	4,648	6,164	41,668
Depreciation, depletion and amortization	-	53,143	213,288	266,431
Other	1,091	-	46,462	47,553
	<u>322,923</u>	<u>1,276,647</u>	<u>922,064</u>	<u>2,521,634</u>
Operating income (loss)	<u>(192,893)</u>	<u>(290,128)</u>	<u>(733,024)</u>	<u>(1,216,045)</u>
Interest expense	-	(970)	-	(970)
	<u>-</u>	<u>(970)</u>	<u>-</u>	<u>(970)</u>
Income (loss) before transfers	(192,893)	(291,098)	(733,024)	(1,217,015)
Transfers-in	-	277,300	290,000	567,300
Capital contributions	-	-	283,077	283,077
	<u>-</u>	<u>277,300</u>	<u>573,077</u>	<u>850,377</u>
Change in net position	(192,893)	(13,798)	(159,947)	(366,638)
Net position, January 1, 2015, as restated	<u>447,843</u>	<u>920,069</u>	<u>8,103,156</u>	<u>9,471,068</u>
Net position, December 31, 2015	<u>\$ 254,950</u>	<u>\$ 906,271</u>	<u>\$ 7,943,209</u>	<u>\$ 9,104,430</u>

City of Akron, Ohio
Combining Statement of Cash Flows - Non-Major Enterprise Funds
For the Year Ended December 31, 2015

	Oil and Gas	Golf	Airport	Total Non-Major Enterprise Funds
Operating activities				
Cash received from customers	\$ 135,355	\$ 896,867	\$ 195,583	\$ 1,227,805
Cash payments to suppliers for goods and services	(195,507)	(441,270)	(741,106)	(1,377,883)
Cash paid for salaries and employee benefits	(134,275)	(774,705)	18,033	(890,947)
Other revenues	-	84,450	6,377	90,827
Other expenses	(1,091)	-	(46,462)	(47,553)
Net cash provided by (used for) operating activities	(195,518)	(234,658)	(567,575)	(997,751)
Non-capital financing activities				
Operating transfers from other funds	-	277,300	290,000	567,300
Net cash provided by (used for) non-capital financing activities	-	277,300	290,000	567,300
Capital and related financing activities				
Interest paid on bonds and loans	-	(970)	-	(970)
Acquisition and construction of capital assets	-	(41,593)	153,375	111,782
Capital Contributions	-	-	283,077	283,077
Net cash provided by (used for) capital and related financing activities	-	(42,563)	436,452	393,889
Net increase (decrease) in cash and cash equivalents	(195,518)	79	158,877	(36,562)
Cash and cash equivalents, January 1, 2015	205,799	4,000	1,360	211,159
Cash and cash equivalents, December 31, 2015	\$ 10,281	\$ 4,079	\$ 160,237	\$ 174,597

	Oil and Gas	Golf	Airport	Total Non-Major Enterprise Funds
Operating income (loss)	\$ (192,893)	\$ (290,128)	\$ (733,024)	\$ (1,216,045)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation, depletion and amortization	-	53,143	213,288	266,431
(Increase) decrease in operating assets:				
Receivables	5,325	(5,202)	1,233	1,356
Due from other funds	-	-	11,687	11,687
Inventories	-	(1,114)	-	(1,114)
Increase (decrease) in operating liabilities:				
Accounts payable	30	(2,899)	(32,248)	(35,117)
Due to other funds	(12,050)	197	(82)	(11,935)
Due to other governments	-	-	(46,462)	(46,462)
Accrued liabilities	(23)	(3,631)	18,033	14,379
Accrued wages	34	7,642	-	7,676
Accrued vacation and leave	4,059	7,334	-	11,393
Net cash provided by (used for) operating activities	<u>\$ (195,518)</u>	<u>\$ (234,658)</u>	<u>\$ (567,575)</u>	<u>\$ (997,751)</u>

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INTERNAL SERVICE FUNDS

Internal Service Funds – are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis. The title of the funds indicate the type of service provided. The Internal Service Funds are:

- Motor Equipment
- Medical Self-Insurance
- Workers' Compensation Reserve
- Self-Insurance Settlement
- Telephone System
- Engineering Bureau
- Information Technology

City of Akron, Ohio
Combining Statement of Net Position - Internal Service Funds
December 31, 2015

D-1

	Motor Equipment	Medical Self- Insurance	Workers' Compensation Reserve
Assets			
Pooled cash and investments	\$ 2,949	\$ 5,164,640	\$ 3,691,173
Receivables, net of allowances from uncollectibles	15,708	-	-
Due from other funds	1,132,033	17,073	-
Inventories, at cost	649,847	-	-
Net pension asset	3,021	-	-
Property, plant and equipment, net of accumulated depreciation	1,598,788	-	-
Deferred Outflows of Resources	260,894	-	-
Total assets	<u>3,663,240</u>	<u>5,181,713</u>	<u>3,691,173</u>
Liabilities			
Accounts payable	194,962	-	-
Advances from other funds	135,000	-	-
Due to other funds	2,883	48	-
Accrued liabilities	15,636	-	1,226,945
Accrued wages	66,472	-	-
Accrued vacation and leave	121,877	-	-
Liability for unpaid claims	-	3,841,727	1,266,945
Debt:			
Income tax revenue bonds	-	-	-
Noncurrent liabilities			
Due in more than one year	1,139,369	-	2,586,924
Bonds, notes, and loans	-	4,500,000	-
Net pension liability	1,372,887	-	-
Deferred Inflows of Resources	25,444	-	-
Total liabilities	<u>3,074,530</u>	<u>8,341,775</u>	<u>5,080,814</u>
Net Position			
Net investment in capital assets	1,598,788	-	-
Unrestricted (deficit)	<u>(1,010,078)</u>	<u>(3,160,062)</u>	<u>(1,389,641)</u>
Total net position	<u>\$ 588,710</u>	<u>\$ (3,160,062)</u>	<u>\$ (1,389,641)</u>

Self- Insurance Settlement	Telephone System	Engineering Bureau	Information Technology	Total Internal Service Funds
\$ 17,942	\$ 218,549	\$ 1,745,957	\$ 11,004	\$ 10,852,214
-	-	-	-	15,708
-	71,273	444,509	67,512	1,732,400
-	-	-	-	649,847
-	-	5,373	1,153	9,547
-	148,478	98,690	792,789	2,638,745
-	-	463,965	99,613	824,472
17,942	438,300	2,758,494	972,071	16,722,933
30,000	5,677	15,528	185,809	431,976
-	-	-	67,000	202,000
-	448	73,121	2,783	79,283
-	-	27,806	5,970	1,276,357
-	-	117,736	26,837	211,045
-	-	271,771	77,944	471,592
622,217	-	-	-	5,730,889
-	-	-	410,000	410,000
-	-	2,153,121	616,200	6,495,614
-	-	-	420,000	4,920,000
-	-	2,441,480	524,192	4,338,559
-	-	45,248	9,715	80,407
652,217	6,125	5,145,811	2,346,450	24,647,722
-	148,478	98,690	792,789	2,638,745
(634,275)	283,697	(2,486,007)	(2,167,168)	(10,563,534)
\$ (634,275)	\$ 432,175	\$ (2,387,317)	\$ (1,374,379)	\$ (7,924,789)

City of Akron, Ohio

D-2

Combining Statement of Revenues, Expenses and Changes in Net Position - Internal Service Funds
For the Year Ended December 31, 2015

	Motor Equipment	Medical Self- Insurance	Workers' Compensation Reserve
Operating revenues			
Charges for services	\$ 7,896,556	36,442,411	1,121,233
Other	92,700	836,872	40,396
	<u>7,989,256</u>	<u>37,279,283</u>	<u>1,161,629</u>
Operating expenses			
Personal services	2,344,464	-	-
Direct expenses	5,281,197	4,391,513	209,568
Claims	-	33,041,312	957,964
Rentals and lease	657	-	-
Utilities	74,987	-	-
Insurance	10,134	-	-
Depreciation, depletion and amortization	66,879	-	-
Other	180	-	-
	<u>7,778,498</u>	<u>37,432,825</u>	<u>1,167,532</u>
Operating income (loss)	<u>210,758</u>	<u>(153,542)</u>	<u>(5,903)</u>
Nonoperating revenues (expenses)			
Interest income	-	-	102
Interest expense	(15,360)	(74,750)	-
	<u>(15,360)</u>	<u>(74,750)</u>	<u>102</u>
Gain (loss) before transfers	<u>195,398</u>	<u>(228,292)</u>	<u>(5,801)</u>
Capital contributions	-	-	-
Changes in net position	<u>195,398</u>	<u>(228,292)</u>	<u>(5,801)</u>
Net position (deficit), January 1, 2015, as restated	<u>393,312</u>	<u>(2,931,770)</u>	<u>(1,383,840)</u>
Net position (deficit), December 31, 2015	<u>\$ 588,710</u>	<u>(3,160,062)</u>	<u>(1,389,641)</u>

Self- Insurance Settlement	Telephone System	Engineering Bureau	Information Technology	Total Internal Service Funds
-	817,315	5,073,509	2,578,871	53,929,895
-	310	1,920	-	972,198
-	817,625	5,075,429	2,578,871	54,902,093
-	349,083	4,056,978	1,047,546	7,798,071
17,288	325,382	484,297	1,142,493	11,851,738
-	-	-	-	33,999,276
-	-	66	-	723
-	70,970	18,349	6,704	171,010
-	-	16,240	1,740	28,114
-	23,563	4,614	6,249	101,305
-	268	886	-	1,334
17,288	769,266	4,581,430	2,204,732	53,951,571
(17,288)	48,359	493,999	374,139	950,522
-	-	-	-	102
-	-	-	-	(90,110)
-	-	-	-	(90,008)
(17,288)	48,359	493,999	374,139	860,514
-	-	-	400,000	400,000
(17,288)	48,359	493,999	774,139	1,260,514
(616,987)	383,816	(2,881,316)	(2,148,518)	(9,185,303)
(634,275)	432,175	(2,387,317)	(1,374,379)	(7,924,789)

City of Akron, Ohio
Combining Statement of Cash Flows - Internal Service Funds
For the Year Ended December 31, 2015

	Motor Equipment	Medical Self - Insurance	Workers' Compensation	Self - Insurance Settlement
Operating activities				
Cash received from customers	\$ 7,434,906	\$ 36,430,223	\$ 1,128,406	\$ -
Cash payments to suppliers for goods and services	(5,201,656)	(4,606,485)	(224,107)	8,963
Cash paid for salaries and employee benefits	(2,304,557)	(31,900,650)	(2,128,187)	(8,963)
Other revenues	92,700	836,872	40,396	-
Other expenses	(180)	-	-	-
Net cash provided by (used for) operating activities	21,213	759,960	(1,183,492)	-
Non-capital financing activities				
Transfers/advances in for negative cash balances	(3,000)	-	-	-
Proceeds from sale of notes	-	4,500,000	-	-
Principal paid on bonds, loans and notes	-	(6,500,000)	-	-
Interest paid on bonds, loans and notes	-	(74,750)	-	-
Net cash provided by (used for) non-capital financing activities	(3,000)	(2,074,750)	-	-
Capital and related financing activities				
Principal paid on bonds and loans	-	-	-	-
Interest paid on bonds and loans	(15,360)	-	-	-
Acquisition and construction of capital assets	-	-	-	-
Capital contributions	-	-	-	-
Net cash provided by (used for) capital and related financing activities	(15,360)	-	-	-
Investing activities				
Interest on investments	-	-	102	-
Net cash provided by investing activities	-	-	102	-
Net increase (decrease) in cash and cash equivalents	2,853	(1,314,790)	(1,183,390)	-
Cash and cash equivalents, January 1, 2015	96	6,479,430	4,874,563	17,942
Cash and cash equivalents, December 31, 2015	\$ 2,949	\$ 5,164,640	\$ 3,691,173	\$ 17,942

	Telephone System	Engineering Bureau	Information Technology	Total
\$	804,353	\$ 4,808,870	\$ 2,645,694	\$ 53,252,452
	(396,230)	(537,337)	(1,050,351)	(12,007,203)
	(349,083)	(3,788,483)	(1,030,573)	(41,510,496)
	310	1,920	-	972,198
	(268)	(886)	-	(1,334)
	59,082	484,084	564,770	705,617
	-	-	67,000	64,000
	-	-	-	4,500,000
	-	-	-	(6,500,000)
	-	-	-	(74,750)
	-	-	67,000	(2,010,750)
	-	-	(400,000)	(400,000)
	-	-	-	(15,360)
	-	-	(663,230)	(663,230)
	-	-	400,000	400,000
	-	-	(663,230)	(678,590)
	-	-	-	102
	-	-	-	102
	59,082	484,084	(31,460)	(1,983,621)
	159,467	1,261,873	42,464	12,835,835
\$	218,549	\$ 1,745,957	\$ 11,004	\$ 10,852,214

City of Akron, Ohio
Combining Statement of Cash Flows - Internal Service Funds
For the Year Ended December 31, 2015
(continued)

	Motor Equipment	Medical Self - Insurance	Workers' Compensation	Self - Insurance Settlement
Operating income (loss)	\$ 210,758	\$ (153,542)	\$ (5,903)	\$ (17,288)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation, depletion and amortization	66,879	-	-	-
(Increase) decrease in operating assets:				
Receivables	53,954	4,885	7,173	-
Due from other funds	(515,604)	(17,073)	-	-
Inventories	158,600	-	-	-
Increase (decrease) in operating liabilities:				
Accounts payable	8,461	(214,968)	(14,539)	26,251
Due to other funds	(1,742)	(4)	-	-
Accrued liabilities	2,546	-	-	-
Accrued wages	14,258	-	-	-
Accrued vacation and leave	23,103	-	-	-
Estimated liability for unpaid claims	-	1,140,662	(1,170,223)	(8,963)
Net cash provided by (used for) operating activities	<u>\$ 21,213</u>	<u>\$ 759,960</u>	<u>\$ (1,183,492)</u>	<u>\$ -</u>

Telephone System	Engineering Bureau	Information Technology	Total
\$ 48,359	\$ 493,999	\$ 374,139	\$ 950,522
23,563	4,614	6,249	101,305
-	-	-	66,012
(12,962)	(264,639)	66,823	(743,455)
-	-	-	158,600
156	2,753	117,833	(74,053)
(34)	(21,138)	(17,247)	(40,165)
-	(4,568)	1,127	(895)
-	28,052	1,798	44,108
-	245,011	14,048	282,162
-	-	-	(38,524)
<u>\$ 59,082</u>	<u>\$ 484,084</u>	<u>\$ 564,770</u>	<u>\$ 705,617</u>

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FIDUCIARY FUNDS

Private Purpose Trust Funds – are used to account for other trust arrangements which benefit individuals, private organizations, or other governments. The City has the following Private Purpose Trust Funds:

Claire Merrix Trust
Holocaust Memorial Trust
Police/Fire Beneficiary Trust

Municipal Court Agency Fund – is used to account for assets held by the Municipal Court Clerk for individuals, private organizations, and other governments.

Police Property Monetary Evidence Fund – is used to account for funds held by the Police Department that will be returned to the other agencies.

Unclaimed Monies Fund – is used to account for unclaimed funds.

City of Akron, Ohio
Combining Statement of Fiduciary Net Position - Private Purpose Trust Funds
December 31, 2015

	Claire Merrix Trust	Holocaust Memorial Trust	Police/Fire Beneficiary Trust	Total
Assets				
Cash and investments	\$ 810	\$ 12,533	\$ 6,060	\$ 19,403
Total assets	810	12,533	6,060	19,403
Due to others	-	-	-	-
Net Position	<u>\$ 810</u>	<u>\$ 12,533</u>	<u>\$ 6,060</u>	<u>\$ 19,403</u>

City of Akron, Ohio
Combining Statement of Fiduciary Net Position - Agency Funds
December 31, 2015

	Municipal Court	Police Property Monetary Evidence	Unclaimed Monies	Total
Assets				
Cash and investments	\$ 739,224	\$ 15,000	\$ 115,459	\$ 869,683
Total assets	739,224	15,000	115,459	869,683
Liabilities				
Due to others	739,224	15,000	115,459	869,683
Total liabilities	739,224	15,000	115,459	869,683
Net Position	\$ -	\$ -	\$ -	-

City of Akron, Ohio
Combining Statement of Changes in Fiduciary Net Position - Private Purpose Trust Funds
For the Year Ended December 31, 2015

	Claire Merrix Trust	Holocaust Memorial Trust	Police/Fire Beneficiary Trust	Total
Additions				
Contributions	\$ -	\$ 9,031	\$ 500	\$ 9,531
	-	9,031	500	9,531
Deductions				
Education and awareness	-	6,697	-	6,697
	-	6,697	-	6,697
Changes in net position	-	2,334	500	2,834
Net position, January 1, 2015	810	10,199	5,560	16,569
Net position, December 31, 2015	<u>\$ 810</u>	<u>\$ 12,533</u>	<u>\$ 6,060</u>	<u>\$ 19,403</u>

City of Akron, Ohio
Combining Statement of Changes in Assets and Liabilities - Agency Funds
For the Year Ended December 31, 2015

	<u>Balance January 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2015</u>
Municipal Court				
Assets				
Cash	\$ 731,004	\$ 10,539,581	\$ 10,531,361	\$ 739,224
Liabilities				
Due to others	\$ 731,004	\$ 10,539,581	\$ 10,531,361	\$ 739,224
Police Property Monetary Evidence				
Assets				
Cash	\$ 15,000	\$ -	\$ -	\$ 15,000
Liabilities				
Due to others	\$ 15,000	\$ -	\$ -	\$ 15,000
Unclaimed Monies				
Assets				
Cash	\$ 122,642	\$ 65,353	\$ 72,536	\$ 115,459
Liabilities				
Due to others	\$ 122,642	\$ 65,353	\$ 72,536	\$ 115,459
Total All Agency Funds				
Assets				
Cash	\$ 868,646	\$ 10,604,934	\$ 10,603,897	\$ 869,683
	<u>\$ 868,646</u>	<u>\$ 10,604,934</u>	<u>\$ 10,603,897</u>	<u>\$ 869,683</u>
Liabilities				
Due to others	\$ 868,646	\$ 10,604,934	\$ 10,603,897	\$ 869,683
	<u>\$ 868,646</u>	<u>\$ 10,604,934</u>	<u>\$ 10,603,897</u>	<u>\$ 869,683</u>

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Statistical Section

Statistical Section

This part of the City of Akron's (City) comprehensive annual financial report presents detailed historical 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.

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Debt Capacity 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.	217
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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

Schedule 1

	2006	2007	2008	2009	2010
Governmental Activities					
Net Investment in Capital Assets	\$ 343,894,860	\$ 350,900,710	\$ 352,615,832	\$ 325,085,939	\$ 320,611,400
Restricted	154,998,029	136,131,553	67,956,219	46,034,221	76,133,681
Unrestricted	(162,608,235)	(122,216,128)	(59,811,038)	(32,116,320)	(63,841,247)
Total Governmental Activities Net Position	336,284,654	364,816,135	360,761,013	339,003,840	332,903,834
Business-Type Activities					
Net Investment in Capital Assets	319,708,498	331,088,686	361,078,967	364,052,481	368,334,039
Restricted	9,762,791	9,603,496	14,242,721	11,601,001	11,955,748
Unrestricted	13,310,341	8,684,965	(6,359,846)	(534,594)	5,913,913
Total Business-Type Activities Net Position	342,781,630	349,377,147	368,961,842	375,118,888	386,203,700
Primary Government					
Net Investment in Capital Assets	663,603,358	681,989,396	713,694,799	689,138,420	688,945,439
Restricted	164,760,820	145,735,049	82,198,940	57,635,222	88,089,429
Unrestricted	(149,297,894)	(113,531,163)	(66,170,884)	(32,650,914)	(57,927,334)
Total Primary Government Net Position	679,066,284	714,193,282	729,722,855	714,122,728	719,107,534
Governmental Activities					
Net Investment in Capital Assets	\$ 336,791,218	\$ 342,181,729	\$ 353,686,041	\$ 352,411,914	\$ 373,605,736
Restricted	64,060,427	45,769,529	46,822,028	43,314,132	36,462,300
Unrestricted	(39,096,078)	(28,089,325)	(25,922,004)	(13,531,515)	(184,719,280)
Total Governmental Activities Net Position	361,755,567	359,861,933	374,586,065	382,194,531	225,348,756
Business-Type Activities					
Net Investment in Capital Assets	382,353,490	381,737,149	385,492,533	400,523,178	396,984,561
Restricted	9,650,185	9,726,690	9,789,966	9,854,895	9,498,992
Unrestricted	(898,127)	8,473,245	19,221,970	16,815,329	29,988,650
Total Business-Type Activities Net Position	391,105,548	399,937,084	414,504,469	427,193,402	436,472,203
Primary Government					
Net Investment in Capital Assets	719,144,708	723,918,878	739,178,574	752,935,092	770,590,297
Restricted	73,710,612	55,496,219	56,611,994	53,169,027	45,961,292
Unrestricted	(39,994,205)	(19,616,080)	(6,700,034)	3,283,814	(154,730,630)
Total Primary Government Net Position	752,861,115	759,799,017	789,090,534	809,387,933	661,820,959

Source: City of Akron, Ohio Finance Department

* Schedule 1 has been prepared in conformity of GASB Statement #68, Accounting and Financial Reporting for Pensions beginning with 2015.

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

Schedule 2

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Program Revenues										
Governmental Activities										
Charges for Services:										
General Government	\$ 10,203,648	\$ 11,187,070	\$ 10,125,125	\$ 9,480,148	\$ 13,878,801	\$ 9,674,230	\$ 10,218,969	\$ 14,473,321	\$ 9,553,457	\$ 7,505,352
Public Service	1,221,943	28,739,656	25,837,733	23,701,124	33,856,324	25,094,315	14,404,457	16,524,746	18,489,527	19,949,672
Public Safety	634,517	1,499,758	1,178,463	916,609	1,286,320	847,335	508,391	862,405	4,717,778	4,349,617
Community Environment	27,488,539	13,466	12,583	19,165	13,934	7,607	422,186	164,000	2,230,381	228,261
Public Health	27,244	674,598	559,903	575,124	623,919	37,132	3,512	2,257	-	-
Recreation and Parks	387,161	363,552	313,784	331,715	414,527	242,837	183,754	230,420	730,079	721,422
Operating Grants and Contributions	20,085,504	21,939,297	23,163,116	21,601,120	38,518,668	17,302,475	19,658,258	20,409,809	19,326,836	12,724,856
Capital Grants and Contributions	22,023,997	24,822,927	22,905,722	26,257,174	38,467,858	38,778,626	35,507,412	46,774,660	41,095,526	44,349,143
Total Governmental Activities Program Revenues	82,072,553	89,240,324	84,096,429	82,882,179	127,060,351	91,984,557	80,906,939	99,441,618	96,143,584	89,828,323
Business-Type Activities										
Charges for Services:										
Water	34,203,720	33,313,008	32,650,800	32,702,521	34,365,128	34,718,912	32,215,076	34,969,933	33,986,195	35,391,626
Sewer	35,658,036	36,113,694	35,355,134	35,817,311	44,879,526	49,610,750	56,208,333	63,097,046	70,951,430	89,170,077
Oil & Gas	1,136	18,544	-	269,720	371,137	373,269	226,172	300,119	241,905	130,030
Parking Facilities	4,921,561	4,982,704	4,995,719	4,684,648	4,798,580	4,710,310	4,577,496	4,773,882	4,570,975	4,275,513
Golf Course	903,859	891,709	864,188	885,577	926,633	807,693	938,725	893,815	826,503	917,712
Airport	162,557	143,520	188,253	149,172	65,186	76,912	197,878	154,692	156,983	182,663
Capital Grants and Contributions	4,537,330	5,918,599	14,089,131	6,601,474	5,838,213	4,416,302	7,786,418	4,045,528	4,871,914	4,916,124
Total Business-Type Activities Program Revenues	80,388,199	81,381,778	88,143,225	81,110,423	91,244,403	94,714,148	102,150,098	108,235,015	115,605,905	134,983,745
Total Primary Government Program Revenues	\$ 162,460,752	\$ 170,622,102	\$ 172,239,654	\$ 163,992,602	\$ 218,304,754	\$ 186,698,705	\$ 183,057,037	\$ 207,676,633	\$ 211,749,489	\$ 224,812,068
Expenses										
Governmental Activities										
General Government	\$ 38,206,653	\$ 40,750,017	\$ 38,873,128	\$ 43,879,396	\$ 57,324,570	\$ 48,717,920	\$ 44,074,083	\$ 35,134,302	\$ 38,547,406	\$ 31,954,663
Public Service	64,832,236	63,895,682	73,262,623	80,172,670	104,776,341	50,268,506	52,045,512	65,740,981	67,516,145	74,133,731
Public Safety	109,812,346	114,350,511	117,038,957	123,812,322	112,983,694	109,950,785	113,141,469	112,374,172	120,176,274	124,943,875
Community Environment	94,412,587	50,882,056	42,181,020	35,724,084	36,971,008	58,355,271	66,174,345	88,673,453	42,970,628	44,393,603
Public Health	17,204,170	17,568,811	16,288,130	16,833,245	16,584,773	3,517,378	3,982,604	3,921,672	4,832,375	4,452,937
Recreation and Parks	2,552,319	5,800,662	5,621,234	6,270,738	5,704,548	5,801,457	6,906,906	7,690,836	6,811,470	5,567,353
Interest	26,808,875	27,325,682	28,172,429	24,194,932	24,845,202	22,212,625	35,466,855	26,324,712	27,940,204	30,189,381
Unallocated Depreciation	12,069,428	12,818,481	13,654,482	14,158,196	14,740,666	15,358,939	15,559,132	15,468,193	16,091,850	17,065,802
Total Governmental Activities Expenses	365,898,614	333,391,902	335,092,003	345,045,583	373,930,802	314,182,881	337,350,906	355,328,321	324,886,352	332,701,345
Business-Type Activities										
Water	33,312,219	33,459,745	29,839,906	33,622,159	34,399,758	35,228,188	28,050,701	31,075,633	32,522,741	37,964,538
Sewer	33,322,391	35,287,533	35,843,446	34,847,213	39,299,082	46,730,809	58,124,815	54,959,359	71,709,972	70,908,326
Oil & Gas	179,995	204,153	933,312	123,292	479,640	250,643	279,689	202,341	350,060	321,767
Parking Facilities	5,702,299	1,317,386	4,431,405	6,797,185	7,248,743	7,355,958	7,780,158	6,929,930	7,189,194	7,063,162
Golf Course	1,353,376	786,711	1,347,435	1,327,158	1,270,474	1,193,071	1,176,344	1,243,395	1,106,275	1,275,762
Airport	679,883	5,974,113	985,551	695,864	686,012	1,005,792	653,852	683,251	720,934	920,765
Total Business-Type Activities Expenses	74,550,163	77,029,641	73,381,055	77,412,871	83,383,709	91,764,461	96,065,559	95,093,909	113,599,176	118,454,320
Total Primary Government Expenses	\$ 440,448,777	\$ 410,421,543	\$ 408,473,058	\$ 422,458,454	\$ 457,314,511	\$ 405,947,342	\$ 433,416,465	\$ 450,422,230	\$ 438,485,528	\$ 451,155,665

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

Schedule 2

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Net (Expense)/Revenue										
Governmental Activities	\$ (283,826,061)	\$ (244,151,578)	\$ (250,995,574)	\$ (262,163,404)	\$ (246,870,451)	\$ (222,198,324)	\$ (256,443,967)	\$ (255,886,703)	\$ (228,742,768)	\$ (242,873,022)
Business-Type Activities	5,838,036	4,352,137	14,762,170	3,697,552	7,860,694	2,949,687	6,084,539	13,141,106	2,006,729	16,529,425
Total Primary Government Net Expense	\$ (277,988,025)	\$ (239,799,441)	\$ (236,233,404)	\$ (258,465,852)	\$ (239,009,757)	\$ (219,248,637)	\$ (250,359,428)	\$ (242,745,597)	\$ (226,736,039)	\$ (226,343,597)
General Revenue and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Income Taxes	\$ 121,875,043	\$ 144,647,307	\$ 130,610,516	\$ 120,914,118	\$ 119,257,796	\$ 134,473,083	\$ 131,601,798	\$ 141,289,710	\$ 141,389,904	\$ 143,231,380
Property Taxes	37,242,477	30,154,104	33,326,060	28,160,321	29,013,731	25,831,020	24,003,912	19,627,342	23,342,160	23,681,267
JEDD Revenues	16,550,254	16,551,588	17,831,880	15,603,044	15,190,788	16,826,153	20,706,211	18,485,942	17,758,520	19,271,731
Investment Earnings	6,546,494	4,820,973	3,557,435	2,411,286	534,263	643,612	439,005	553,699	300,784	848,901
Unrestricted Shared Revenues	106,744,240	65,033,815	51,291,763	60,374,803	57,043,369	51,162,387	69,710,284	92,823,194	46,752,194	46,387,254
Miscellaneous	12,787,733	10,899,487	9,964,899	13,832,819	20,122,026	30,059,892	8,337,078	10,657,380	10,155,196	7,853,357
Gain (loss) on Sale of Capital Assets	-	223,635	-	-	1,539	95,999	60,045	31,307	14,239	2,738
Transfers	268,251	352,150	357,899	(890,160)	(393,067)	(529,996)	(308,000)	(338,360)	(466,000)	(887,300)
Total Governmental Activities	\$ 302,014,492	\$ 272,683,059	\$ 246,940,452	\$ 240,406,231	\$ 240,770,445	\$ 258,562,150	\$ 254,550,333	\$ 283,130,214	\$ 239,246,997	\$ 240,389,328
Business-Type Activities:										
Investment Earnings	\$ 460,615	\$ 504,738	\$ 204,914	\$ 11,377	\$ 6,945	\$ 626	\$ 785	\$ 854	\$ 727	\$ 107,676
Miscellaneous	945,762	2,090,792	4,975,510	1,557,957	2,824,106	1,350,658	2,438,212	1,087,065	3,760,632	2,166,460
Gain (loss) on Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Transfers	(268,251)	(352,150)	(357,899)	890,160	393,067	529,996	308,000	338,360	466,000	887,300
Total Business-Type Activities	\$ 1,138,126	\$ 2,243,380	\$ 4,822,525	\$ 2,459,494	\$ 3,224,118	\$ 1,881,280	\$ 2,746,997	\$ 1,426,279	\$ 4,227,359	\$ 3,161,436
Total Primary Government	\$ 303,152,618	\$ 274,926,439	\$ 251,762,977	\$ 242,865,725	\$ 243,994,563	\$ 260,443,430	\$ 257,297,330	\$ 284,556,493	\$ 243,474,356	\$ 243,550,764
Change in Net Position										
Governmental Activities	\$ 18,188,431	\$ 28,531,481	\$ (4,055,122)	\$ (21,757,173)	\$ (6,100,006)	\$ 36,363,826	\$ (1,893,634)	\$ 27,243,511	\$ 10,504,229	\$ (2,483,694)
Business-Type Activities	6,976,162	6,595,517	19,584,695	6,157,046	11,084,812	4,830,967	8,831,536	14,567,385	6,234,088	19,690,861
Total Primary Government Change in Net Position	\$ 25,164,593	\$ 35,126,998	\$ 15,529,573	\$ (15,600,127)	\$ 4,984,806	\$ 41,194,793	\$ 6,937,902	\$ 41,810,896	\$ 16,738,317	\$ 17,207,167

Source: City of Akron, Ohio Finance Department

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

Schedule 3

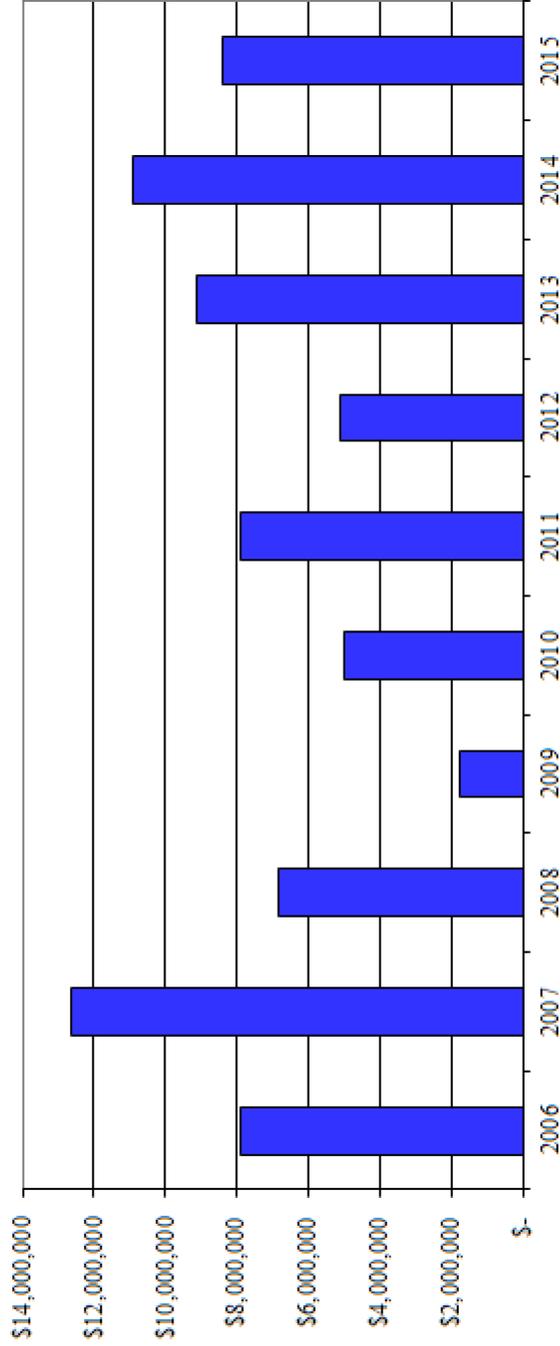
	2006	2007	2008	2009	2010
General Fund					
Reserved	\$ 2,014,480	\$ 963,366	\$ 2,386,705	\$ 2,177,149	\$ 1,122,215
Unreserved	7,885,122	12,649,039	6,827,641	1,768,399	4,967,367
Total General Fund	9,899,602	13,612,405	9,214,346	3,945,548	6,089,582
All Other Governmental Funds					
Reserved	32,654,441	34,820,649	36,305,482	41,808,901	42,689,767
Unreserved, Reported in:					
Special Revenue funds	105,278,827	98,975,199	92,806,560	86,496,275	79,439,815
Debt Service funds	128,340,399	107,977,695	81,470,862	21,195,871	42,601,924
Capital Projects funds	(38,860,992)	(30,530,366)	(58,810,627)	(62,640,775)	(30,112,902)
Total All Other Governmental Funds	227,412,675	211,243,177	151,772,277	86,860,272	134,618,604
Total Governmental Funds	\$ 237,312,277	\$ 224,855,582	\$ 160,986,623	\$ 90,805,820	\$ 140,708,186
General Fund					
Committed	\$ -	\$ 266,687	\$ 290,658	\$ 329,961	\$ 377,840
Assigned	1,242,472	1,236,966	1,809,776	1,593,954	4,174,015
Unassigned	7,901,719	5,102,134	9,132,562	10,911,360	8,382,029
Total General Fund	9,144,191	6,605,787	11,232,996	12,835,275	12,933,884
All Other Governmental Funds					
Nonspendable	3,085,645	3,085,645	3,325,815	4,786,232	4,786,232
Restricted	142,850,022	117,789,306	109,458,792	144,630,245	117,100,123
Committed	5,448,281	13,502,981	7,490,896	13,829,487	10,510,914
Assigned	-	375,380	-	-	-
Unassigned	(40,623,253)	(27,448,292)	(25,968,790)	(9,415,521)	(12,285,255)
Total All Other Governmental Funds	110,760,695	107,305,020	94,306,713	153,830,443	120,112,014
Total Governmental Funds	\$ 119,904,886	\$ 113,910,807	\$ 105,539,709	\$ 166,665,718	\$ 133,045,898

Source: City of Akron, Ohio Finance Department

*Schedule 3 has been prepared in conformity of GASB Statement #54, Fund Balance Reporting and Governmental Fund Type Definitions beginning with 2011.

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

Unreserved/Unassigned General Fund Balance



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

Schedule 4

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Income Taxes	\$ 127,928,669	\$ 142,933,003	\$ 133,917,849	\$ 120,606,323	\$ 119,438,082	\$ 135,345,234	\$ 131,090,435	\$ 139,960,898	\$ 140,311,367	\$ 143,288,651
Property Taxes	32,427,784	29,786,617	34,008,937	27,917,658	28,070,162	24,111,972	24,573,729	20,471,016	23,518,118	23,414,232
JFDD Revenues	16,861,380	17,829,829	16,020,928	15,476,781	15,462,316	16,577,998	20,811,614	18,090,127	17,395,933	18,723,573
Special Assessments	12,754,375	13,778,724	14,412,033	15,567,437	14,675,422	6,312,847	14,965,865	28,524,445	31,952,817	30,670,330
Grants and Subsidies:										
Community Development	11,605,228	12,478,212	11,604,598	6,006,871	11,853,749	7,795,876	-	-	-	-
Other	17,604,596	20,183,088	19,177,807	21,556,728	45,241,004	45,841,289	43,315,295	34,746,020	30,266,381	24,490,969
Investment Earnings	7,389,680	5,234,435	2,383,263	2,709,994	821,213	772,109	517,882	584,383	338,698	850,214
Shared Revenues	105,766,818	65,507,619	52,410,270	60,312,501	56,132,211	52,491,818	68,768,384	94,579,755	47,351,951	45,807,596
Licenses, Fees and Fines	9,623,800	10,142,722	9,901,876	7,456,839	8,422,362	7,682,875	8,011,431	8,627,454	10,192,771	9,460,174
Charges for Services	28,670,461	28,800,007	27,410,285	29,564,397	24,678,776	24,002,116	17,759,520	24,247,409	23,500,665	20,636,462
Miscellaneous	12,655,993	12,752,168	11,104,742	15,331,816	20,073,582	28,533,349	8,662,590	10,228,894	12,805,149	9,444,997
Total Revenues	\$ 383,288,784	\$ 359,426,424	\$ 332,352,588	\$ 322,507,345	\$ 344,868,879	\$ 349,467,483	\$ 338,476,745	\$ 380,060,401	\$ 337,633,850	\$ 326,787,198
Expenditures										
Current:										
General Government	\$ 41,985,087	\$ 40,124,206	\$ 36,852,582	\$ 40,365,547	\$ 39,428,651	\$ 42,400,285	\$ 42,710,925	\$ 33,176,262	\$ 37,323,779	\$ 28,762,899
Public Service	106,364,245	103,565,149	116,321,398	103,175,779	112,534,126	71,513,740	59,446,860	78,804,139	85,268,655	84,760,878
Public Safety	108,252,675	110,120,643	117,083,540	110,995,872	110,080,622	110,814,070	109,643,467	109,458,512	122,016,445	118,700,986
Community Environment	112,504,139	81,741,762	66,515,907	70,119,083	69,931,132	77,037,268	91,645,889	103,125,618	53,399,049	61,897,061
Public Health	16,571,533	16,916,380	15,932,988	16,670,607	16,808,854	3,957,653	4,004,247	3,900,892	4,600,444	4,186,224
Recreation and Parks	2,420,510	5,567,820	5,615,714	6,281,860	5,448,715	5,480,847	6,946,793	7,792,669	6,747,832	5,320,130
Capital Outlay	3,022,789	220,829	1,433,944	192,751	34,536	-	-	-	-	-
Debt service:										
Principal Retirement	24,356,115	29,352,928	30,849,415	32,699,777	55,294,176	42,815,931	29,088,580	43,956,837	59,819,902	39,655,124
Interest	27,795,926	28,311,670	28,876,343	25,125,146	25,657,874	33,620,136	28,600,017	30,353,162	28,714,831	29,406,901
Bond Issuance Expenditures	413,476	1,096,121	-	306,768	2,331,621	1,458,659	2,304,239	679,072	1,811,645	934,296
Total Expenditures	\$ 443,686,495	\$ 417,017,508	\$ 419,481,831	\$ 405,933,190	\$ 437,550,307	\$ 389,098,589	\$ 374,391,017	\$ 411,247,163	\$ 399,702,582	\$ 373,624,499
Excess of Revenues Under Expenditures	\$ (60,397,711)	\$ (57,591,084)	\$ (87,129,243)	\$ (83,425,845)	\$ (92,681,428)	\$ (39,631,106)	\$ (35,914,272)	\$ (31,186,762)	\$ (62,068,732)	\$ (46,837,301)

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

Schedule 4

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Other Financing Sources (Uses)										
Issuance of General Obligation Bond	\$ 43,250,000	\$ 39,759,106	\$ 20,150,000	\$ 12,884,092	\$ 127,285,840	\$ 10,703,000	\$ 26,870,000	\$ 4,849,484	\$ 88,288,000	\$ 15,500,000
Issuance of General Obligation Notes	2,072,575	1,831,645	-	-	-	-	-	-	-	-
Issuance of Special Assessment Notes	-	-	2,752,385	-	-	-	-	-	-	-
Issuance of Loans	-	2,285,818	-	574,903	239,569	-	-	1,000,000	3,373,515	9,248
Issuance of COP's	-	1,470,894	-	-	13,200,000	-	-	2,365,000	-	-
Issuance of Refunding Obligations	-	-	-	-	-	-	-	14,910,000	88,085,000	63,945,000
Proceeds of Refunding Bonds Premium	-	-	-	-	-	4,360,193	24,186,215	-	-	-
Loan Proceeds	1,241,581	-	-	-	-	-	-	-	-	-
Premium on G.O. Debt	456,909	419,776	-	676,207	2,601,452	205,387	1,696,315	179,540	9,761,734	4,873,665
Proceeds of Refund Obligations	-	-	-	-	-	97,633,009	170,925,000	-	-	-
Payment for Refunding Obligations	-	-	-	-	-	(93,235,293)	(193,384,337)	-	-	-
Original Bond Issue Discount *	-	-	-	-	-	-	-	-	(431,029)	(148,132)
Issuance of Capital Lease	9,050,203	-	-	-	-	-	8,227,250	1,357,829	159,284	731,754
Payment to Refunding Agent	-	-	-	-	-	-	-	-	(62,680,000)	(70,075,000)
Lease - Financed Capital Assets	(9,050,203)	-	-	-	-	-	(8,227,250)	(1,357,829)	-	(731,754)
Transfers-in	3,231,801	5,329,997	3,580,999	31,868,200	43,172,287	12,145,484	7,041,704	8,100,091	2,727,000	8,090,322
Transfers-out	(3,501,050)	(5,962,847)	(3,223,100)	(32,758,360)	(43,915,354)	(12,706,505)	(7,414,704)	(8,588,451)	(3,193,000)	(8,977,622)
Total Other Financing Sources (Uses)	46,751,816	45,134,389	23,260,284	13,245,042	142,583,794	19,105,275	29,920,193	22,815,664	126,090,504	13,217,481
Net Change in Fund Balance	\$ (13,645,895)	\$ (12,456,695)	\$ (63,868,959)	\$ (70,180,803)	\$ 49,902,366	\$ (20,525,831)	\$ (5,994,079)	\$ (8,371,098)	\$ 64,021,772	\$ (33,619,820)
Debt Service as a Percentage of Noncapital Expenditures	14.43%	17.10%	17.74%	17.28%	22.30%	22.67%	17.49%	20.56%	24.57%	20.64%

Source: City of Akron, Ohio Finance Department

* Prior to 2014, Original Bond Issue Discount was included in Bond Issuance Expenditures.

City of Akron, Ohio
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Schedule 5

Tax Collection Year	Real Property		Personal Property		Public Utilities		Total		Total Direct Rate	Percent of Total Assessed Value to Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2007	\$ 3,006,951	\$ 8,591,289	\$ 160,595	\$ 642,380	\$ 112,615	\$ 450,190	\$ 3,280,161	\$ 9,683,859	10.30	33.87 %
2008	2,991,842	8,548,120	80,493	321,972	97,027	387,821	3,169,362	9,257,913	10.30	34.23
2009	2,921,073	8,345,923	-	-	96,579	386,009	3,017,652	8,731,932	10.30	34.56
2010	2,911,817	8,319,477	-	-	93,107	274,050	3,004,924	8,593,527	10.30	34.97
2011	2,928,343	8,366,694	-	-	88,008	251,451	3,016,351	8,618,145	10.30	35.00
2012	2,580,090	7,371,686	-	-	92,022	262,920	2,672,112	7,634,606	10.30	35.00
2013	2,550,584	7,287,383	-	-	111,892	319,691	2,662,476	7,607,074	10.30	35.00
2014	2,493,126	7,123,217	-	-	126,778	362,223	2,619,904	7,485,440	10.30	35.00
2015	2,437,486	6,964,246	-	-	145,400	415,429	2,582,886	7,379,675	10.30	35.00
2016	2,409,852	6,885,291	-	-	165,213	472,037	2,575,065	7,357,328	10.30	35.00

Source: City of Akron, Ohio Finance Department

Note: For real property, the estimated actual value is derived by dividing the assessed value by 35%; for personal property, divide the assessed value by 25%. The assessed value estimated actual value for public utilities is the combination of two figures.

City of Akron, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

Schedule 6

Tax Collection Year	City Direct Rates						Overlapping Rates			
	Operating	Police Pension	Fire Pension	Debt Retirement	Total Direct Rate	Akron City School District	Summit County	Akron Metro Parks		
2007	9.28	0.30	0.30	0.42	10.30	71.66	15.14	1.46		
2008	9.28	0.30	0.30	0.42	10.30	71.66	14.87	1.46		
2009	9.28	0.30	0.30	0.42	10.30	71.66	14.78	1.46		
2010	9.28	0.30	0.30	0.42	10.30	71.66	14.80	1.46		
2011	9.28	0.30	0.30	0.42	10.30	71.66	14.80	1.46		
2012	9.28	0.30	0.30	0.42	10.30	71.66	14.80	1.46		
2013	9.28	0.30	0.30	0.42	10.30	79.56	14.84	1.46		
2014	9.28	0.30	0.30	0.42	10.30	79.56	14.81	1.46		
2015	9.28	0.30	0.30	0.42	10.30	79.56	14.80	1.46		
2016	9.28	0.30	0.30	0.42	10.30	79.56	15.32	1.46		

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Principal Property Tax Payers
12/31/2015 and 12/31/2006
(in thousands of dollars)

Schedule 7

	December 31, 2015		December 31, 2006	
Taxpayer	Taxable Assessed Value	Percentage of Taxable Assessed Value	Taxable Assessed Value	Percentage of Taxable Assessed Value
Ohio Edison	\$ 93,813	3.64 %	\$ 74,348	2.27 %
American Transmission	49,390	1.92	22,492	0.69
Albrecht Incorporated	15,348	0.60	17,101	0.52
East Ohio Gas	14,102	0.55	15,953	0.49
USBank Trustee	11,462	0.45	12,846	0.39
DFG Chapel Hill LLC	9,911	0.38	12,033	0.37
Busson, Berhard B	7,753	0.30	11,065	0.34
Hampton Knoll LLC	7,446	0.29	9,782	0.30
Summa Health System	6,720	0.26	8,338	0.25
Ohio Management Corporation	6,455	0.25	5,849	0.18
	\$ 222,400	8.64 %	\$ 189,807	5.80 %

Source: City of Akron, Ohio Finance Department

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

Schedule 8

Fiscal Year Ending 12/31	Tax Levied For The Fiscal Year	Collected within the		Delinquent Tax Collections	Total Collections to Date	
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Levy
2006	\$ 32,145,893	\$ 29,413,676	91.5 %	\$ 1,829,441	\$ 31,243,117	97.2 %
2007	32,131,608	29,150,861	90.7	1,590,480	30,741,341	95.7
2008	31,706,811	29,288,188	92.4	1,930,460	31,218,648	98.5
2009	30,939,477	28,423,391	91.9	1,653,009	30,099,260	97.3
2010	30,874,452	28,383,628	91.9	1,701,324	30,084,952	97.4
2011	31,064,531	27,798,721	89.5	1,927,137	29,726,017	95.7
2012	27,518,858	24,477,858	88.9	1,838,523	26,316,381	95.6
2013	27,419,596	25,174,172	91.8	1,828,647	27,002,819	98.5
2014	26,984,750	25,022,030	92.7	1,697,650	26,719,680	99.0
2015	26,604,375	24,737,683	93.0	1,577,892	26,315,575	98.9

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
 Income Tax Collections by Annual Collection Amount (Withholding and Direct Accounts)
 Fiscal Years 2014 and 2015

Schedule 9

Fiscal Year 2014				
Collection Level	Number of Accounts	Percentage of Total	Total Income Tax Collections	Percentage of Total
\$1,000 and under	28,400	80.94 %	\$ 5,392,652	3.86 %
\$1,001 - \$2,500	3,022	8.61	4,770,244	3.41
\$2,501 - \$5,000	1,453	4.14	5,122,220	3.67
\$5,001 - \$10,000	891	2.54	6,245,534	4.47
\$10,001 - \$50,000	1,015	2.89	21,797,463	15.60
\$50,001 - \$100,000	151	0.43	10,191,972	7.29
\$100,001 - \$250,000	103	0.29	16,195,618	11.59
\$250,001 - \$1,000,000	42	0.12	20,131,976	14.41
Over \$1,000,001	13	0.04	49,900,250	35.70
	35,090	100.00 %	\$ 139,747,929	100.00 %
Fiscal Year 2015				
Collection Level	Number of Accounts	Percentage of Total	Total Income Tax Collections	Percentage of Total
\$1,000 and under	29,739	81.42 %	\$ 5,172,492	3.66 %
\$1,001 - \$2,500	3,094	8.47	4,875,342	3.45
\$2,501 - \$5,000	1,444	3.95	5,099,812	3.60
\$5,001 - \$10,000	905	2.48	6,392,146	4.52
\$10,001 - \$50,000	1,038	2.84	22,659,519	16.01
\$50,001 - \$100,000	144	0.39	9,838,571	6.95
\$100,001 - \$250,000	104	0.28	15,479,977	10.94
\$250,001 - \$1,000,000	44	0.12	18,868,210	13.33
Over \$1,000,001	14	0.05	53,118,049	37.54
	36,526	100.00 %	\$ 141,504,118	100.00 %

Source: City of Akron, Ohio Finance Department

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

City of Akron, Ohio
Ratios of Outstanding Debt and Capital Leases by Type
Last Ten Fiscal Years

Schedule 10

Fiscal Year	Governmental Activities										Internal Service General Obligation
	General Obligation	OPWC Loan	Development Services Agency Loan	Non-Tax Revenue	Income Tax Revenue	Special Revenue	Special Assessment	Capital Leases	SIB Loans		
2006	\$ 207,077,924	\$ 9,931,118	\$ 1,309,013	\$ 44,360,000	\$ 214,130,000	\$ 44,240,000	\$ 14,586,695	\$ 69,784,688	\$ 9,955,500	\$ 201,629	
2007	215,894,886	10,361,148	1,252,877	42,330,000	210,160,000	42,090,000	13,506,503	84,418,159	9,358,258	168,214	
2008	202,790,378	12,290,973	1,140,066	60,350,000	205,660,000	39,855,000	11,185,513	79,186,932	7,253,784	133,129	
2009	202,648,923	11,654,067	995,219	58,145,000	200,655,000	37,535,000	8,780,422	75,051,348	6,756,297	123,488	
2010	248,558,640	10,750,755	845,086	55,795,000	240,105,000	35,115,000	8,382,097	68,759,067	5,782,826	-	
2011	240,483,180	10,706,454	5,689,471	50,835,000	234,095,000	27,165,000	11,240,502	62,314,778	4,475,878	-	
2012	228,843,318	9,845,763	5,582,645	50,080,000	248,230,000	27,165,000	8,591,829	55,605,348	3,129,427	-	
2013	215,139,753	9,241,963	5,482,636	48,475,000	244,487,135	27,165,000	6,220,758	75,510,213	1,742,279	-	
2014	201,378,834	9,084,164	5,378,553	53,565,000	318,681,087	25,245,000	4,079,527	67,106,099	313,205	-	
2015	186,840,707	7,640,794	5,270,229	48,035,000	339,110,565	22,030,000	2,860,321	30,735,417	-	-	

Fiscal Year	Governmental Activities					Internal Service General Health Notes Payable
	Internal Service Income Tax Revenue	Special Assessment Notes Payable	Capital Projects Notes Payable	Internal Service General Health Notes Payable		
2006	\$ -	\$ 2,846,500	\$ -	\$ -	\$ -	
2007	-	2,778,900	-	-	-	
2008	-	4,891,500	26,385,000	-	-	
2009	-	13,232,200	54,665,000	-	-	
2010	-	13,618,200	19,865,000	14,000,000	-	
2011	-	10,618,700	39,650,000	13,000,000	-	
2012	2,000,000	11,796,000	10,115,000	11,000,000	-	
2013	1,615,000	13,000,000	24,730,000	9,000,000	-	
2014	1,230,000	13,000,000	-	6,500,000	-	
2015	830,000	13,000,000	10,000,000	4,500,000	-	

City of Akron, Ohio
Ratios of Outstanding Debt and Capital Leases by Type
Last Ten Fiscal Years
(continued)

Fiscal Year	Business-Type Activities							Total Government	Per Capita ^a	Percentage Personal Income ^a
	General Obligation	Mortgage Revenue	Revenue	OWDA	OPWC	Capital Leases	Total			
2006	\$ 922,222	\$ 57,565,000	\$ 39,665,000	\$ 50,996,798	\$ 2,852,601	\$ 180,539	\$ 770,605,227	\$ 3,550	20.17 %	
2007	800,792	51,845,000	37,380,000	46,142,221	2,651,087	515,964	771,654,009	3,555	20.20	
2008	673,927	45,845,000	34,425,000	40,586,608	2,449,574	330,456	775,432,840	3,572	20.30	
2009	638,680	47,375,000	30,910,000	34,769,136	2,348,817	426,430	786,710,027	3,624	20.60	
2010	632,925	43,925,000	27,260,000	34,216,816	2,147,303	515,999	830,274,714	4,170	21.21	
2011	637,827	40,365,000	23,470,000	28,255,744	1,945,789	453,909	805,402,232	4,045	20.57	
2012	634,450	37,175,000	19,515,000	51,142,305	1,744,275	387,152	782,582,512	3,930	19.99	
2013	631,556	33,835,000	15,385,000	73,495,595	1,542,762	321,250	807,020,900	4,053	20.61	
2014	616,599	30,360,000	11,075,000	95,300,583	1,341,248	240,130	820,743,297	4,122	20.96	
2015	544,229	26,970,000	6,550,000	161,974,294	1,139,734	157,320	868,188,610	4,360	22.17	

^aSource: City of Akron, Ohio Finance Department

^aSee Schedule 16 for population and personal income data

City of Akron, Ohio
 Legal Debt Margin Information
 Unvoted Debt Limit (5 1/2%)
 Last Ten Fiscal Years

Schedule 11

	2006	2007	2008	2009	2010
Debt limit	\$ 180,408,855	\$ 174,314,910	\$ 165,970,886	\$ 165,270,819	\$ 165,899,335
Total net debt applicable to limit	149,035,885	157,065,630	153,258,194	145,155,121	122,132,898
Legal debt margin	\$ 31,372,970	\$ 17,249,280	\$ 12,712,692	\$ 20,115,698	\$ 43,766,437
Total net debt applicable to limit as a percentage of debt limit	82.61%	90.10%	92.34%	87.83%	73.62%
Total unvoted net debt as a percentage of total assessed value of all property	4.50%	4.95%	5.08%	4.83%	4.05%
Debt limit	\$ 146,966,147	\$ 146,436,165	\$ 144,094,717	\$ 142,058,748	\$ 141,628,588
Total net debt applicable to limit	156,428,662	125,904,916	115,903,682	137,009,121	131,654,324
Legal debt margin	\$ (9,462,515)	\$ 20,531,249	\$ 28,191,035	\$ 5,049,627	\$ 9,974,264
Total net debt applicable to limit as a percentage of debt limit	106.44%	85.98%	80.44%	96.45%	92.96%
Total unvoted net debt as a percentage of total assessed value of all property	5.85%	4.73%	4.42%	5.30%	5.11%

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
 Legal Debt Margin Information
 Total Debt Limit (10 1/2%)
 Last Ten Fiscal Years

Schedule 12

	2006	2007	2008	2009	2010
Debt limit	\$ 344,416,905	\$ 332,783,010	\$ 316,853,509	\$ 315,517,018	\$ 316,716,912
Total net debt applicable to limit	149,035,885	157,065,630	153,258,194	145,155,119	122,132,898
Legal debt margin	\$ 195,381,020	\$ 175,717,380	\$ 163,595,315	\$ 170,361,899	\$ 194,584,014
Total net debt applicable to limit as a percentage of debt limit	43.27%	47.20%	48.37%	46.01%	38.56%
Total net debt as a percentage of total assessed value of all property	4.50%	4.95%	5.08%	4.83%	4.05%
	2011	2012	2013	2014	2015
Debt limit	\$ 280,571,736	\$ 279,559,951	\$ 275,089,915	\$ 271,203,065	\$ 270,381,850
Total net debt applicable to limit	156,428,662	125,904,916	115,903,682	137,009,121	131,654,324
Legal debt margin	\$ 124,143,074	\$ 153,655,035	\$ 159,186,233	\$ 134,193,944	\$ 138,727,526
Total net debt applicable to limit as a percentage of debt limit	55.75%	45.04%	42.13%	50.52%	48.69%
Total net debt as a percentage of total assessed value of all property	5.85%	4.73%	4.42%	5.30%	5.11%

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
 Computation of Direct and Overlapping Debt
 As of December 31, 2015

Schedule 13

Political Subdivision	Amount of Debt	Percent Applicable to City	City's Share
Direct			
City of Akron	\$ 670,853,033	100.00 %	\$ 670,853,033
Total direct debt	<u>\$ 670,853,033</u>		<u>\$ 670,853,033</u>
Overlapping			
Summit County	\$ 32,420,000	22.70	\$ 7,359,340
Coventry Local School District	28,303,425	9.42	2,666,183
Revere Local School District	2,365,564	3.25	76,881
Springfield Local School District	31,160,000	8.16	2,542,656
Woodridge Local School District	5,005,000	29.87	1,494,994
Summit County Library District	23,590,000	33.71	7,952,189
Total overlapping debt	<u>\$ 122,843,989</u>		<u>\$ 22,092,242</u>
Total direct and overlapping debt	<u>\$ 793,697,022</u>		<u>\$ 692,945,275</u>

Sources: Debt outstanding for overlapping governments, taken from Ohio Municipal Advisory Council (OMAC) as of 1/1/2016 and City of Akron, Ohio Finance Department

Note: Percentages determined by dividing the amount of assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivisions.

City of Akron, Ohio
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(in thousands of dollars, except per capita amount)

Schedule 14

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of	
				Estimated Actual Taxable Value ¹ of Property	Per Capita ²
2006	\$ 222,777	\$ 3,383	\$ 219,394	2.27 %	\$ 1,011
2007	230,369	2,526	227,843	2.48	1,050
2008	214,783	2,121	212,662	2.44	980
2009	212,192	2,790	209,402	2.44	965
2010	257,574	2,367	255,207	2.96	1,281
2011	252,362	2,823	249,539	3.27	1,253
2012	238,070	2,301	235,769	3.09	1,184
2013	221,992	955	221,037	2.95	1,110
2014	206,075	951	205,124	2.78	1,030
2015	195,245	554	194,691	2.64	978

Source: City of Akron, Ohio Finance Department

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

¹ See Schedule 5, Assessed Value and Estimated Actual Value of Taxable Property, for property value data.

² See Schedule 16, Demographics and Economic Statistics, for population data.

City of Akron, Ohio
Pledged-Revenue Coverage
Last Ten Fiscal Years
(in thousands of dollars)

Schedule 15

Fiscal Year	Sewer Revenue Bonds and OWDA Loans						JEDD Bonds			
	Sewer Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service Principal ²	Debt Service Interest	Coverage	JEDD Gross Revenue	Debt Service Principal	Debt Service Interest	Coverage
2006	\$ 35,800	\$ 22,730	\$ 13,070	\$ 2,820	\$ 1,922	2.76 %	\$ 16,861	\$ 2,075	\$ 2,231	3.92 %
2007	36,772	24,194	12,578	2,285	1,767	3.10	17,830	2,150	2,156	4.14
2008	38,507	25,477	13,030	2,995	1,674	2.79	16,021	2,235	2,074	3.72
2009	35,831	24,671	11,160	3,515	1,565	2.20	15,477	2,320	1,985	3.60
2010	45,948	28,956	16,992	8,397	2,521	1.56	15,462	2,420	1,884	3.59
2011	49,674	36,169	13,505	8,423	2,250	1.27	16,578	2,535	1,774	3.85
2012	57,229	47,571	9,658	8,983	2,016	0.88	20,812	-	1,085	19.18
2013	63,288	44,947	18,341	11,352	2,133	1.36	18,090	-	1,149	15.74
2014	73,527	61,118	12,409	18,201	2,773	0.59	17,396	1,920	1,149	5.67
2015	89,800	62,139	27,661	37,080	3,356	0.68	18,724	3,215	1,072	4.37

Fiscal Year	Water Revenue Bonds and OWDA Loans						Non-Tax Revenue Bonds			
	Water Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage	Non-Tax Collections	Debt Service Principal	Debt Service Interest	Coverage
2006	\$ 34,720	\$ 25,276	\$ 9,444	\$ 4,980	\$ 2,034	1.35 %	\$ 164,107	\$ 1,465	\$ 1,372	57.85 %
2007	34,036	24,254	9,782	5,720	2,431	1.20	122,437	2,030	2,318	28.16
2008	33,652	22,486	11,166	6,000	2,164	1.37	103,210	2,130	2,563	21.99
2009	33,890	18,493	15,397	6,220	1,916	1.89	115,375	2,205	3,644	19.73
2010	35,496	26,745	8,751	4,707	2,398	1.23	111,323	2,350	3,521	18.96
2011	35,249	27,933	7,316	4,931	2,282	1.01	112,710	2,610	3,385	18.80
2012	33,448	21,681	11,767	4,126	2,050	1.91	103,202	755	2,677	30.07
2013	35,633	25,323	10,310	4,369	1,924	1.64	137,684	1,605	2,648	32.37
2014	35,076	25,598	9,478	4,491	1,808	1.50	93,851	23,140	1,857	3.75
2015	36,839	30,720	6,119	13,122	2,009	0.40	85,349	18,780	1,547	4.20

City of Akron, Ohio
Pledged-Revenue Coverage
Last Ten Fiscal Years
(in thousands of dollars)
(continued)

Schedule 15

Fiscal Year	CLC Bonds				Income Tax Revenue Bonds			
	CLC Collections	Principal ³	Debt Service Interest	Coverage	Income Tax Collections	Principal	Debt Service Interest	Coverage
2006	\$ 13,671	\$ 3,150	\$ 10,067	1.03 %	\$ 114,258	\$ 4,573	\$ 2,356	16.49 %
2007	13,074	3,650	9,878	0.97	129,859	4,933	2,541	17.37
2008	14,915	4,165	9,801	1.07	119,003	5,054	2,604	15.54
2009	12,425	4,660	9,697	0.87	108,181	4,954	2,508	14.50
2010	12,806	5,190	10,401	0.82	106,632	4,930	2,865	13.68
2011	16,822	5,750	11,845	0.96	118,523	2,939	5,988	13.28
2012	18,064	5,225	6,057	1.60	113,026	-	155	729.20
2013	14,880	5,570	10,568	0.92	125,081	1,407	1,274	46.65
2014	12,937	7,455	11,390	0.69	127,375	1,914	1,296	39.38
2015	17,254	7,545	12,042	0.88	126,035	3,296	2,815	20.62

Source: City of Akron, Ohio Finance Department

¹ Net of Depreciation

² The 2015 amounts for debt service include the final principal payment of \$1,137,856 and interest payment of \$38,584 for a loan that was retired during the year, and also the final principal payment of \$1,326,260 and interest payment of \$45,529 for a loan that was retired during the year, and also the final principal payment of \$969,844 and interest payment of \$27,800 for a loan that was retired during the year, and also the final principal payment of \$9,602 and interest payment of \$156 for a loan that was retired during the year.

³ The 2015 amounts for debt service include the final principal payment of \$14,580,000 and interest payment of \$401,279 for a bond that was retired during the year.

⁴ The 2015 amounts for debt service include the final principal payment of \$925,000 and interest payment of \$37,000 for a bond that was retired during the year.

City of Akron, Ohio
Demographic and Economic Statistics
Last Ten Fiscal Years

Schedule 16

Year	Population ¹	Personal Income ¹	Per Capita Personal Income ¹	Median Household Income ¹	Median Age ¹	Education - Bachelor's Degree or Higher ¹	School Enrollment ¹	Unemployment Rate ²
2015	199,110	\$ 3,915,299,040	\$ 19,664	\$ 34,359	35.5	20 %	56,760	5.7 %
2014	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	6.6
2013	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	7.6
2012	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	7.6
2011	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	9.4
2010	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	9.5
2009	217,074	3,819,634,104	17,596	31,835	34.2	18	59,258	11.4
2008	217,074	3,819,634,104	17,596	31,835	34.2	18	59,258	6.7
2007	217,074	3,819,634,104	17,596	31,835	34.2	18	59,258	5.9
2006	217,074	3,819,634,104	17,596	31,835	34.2	18	59,258	5.9

Source: ¹ U.S. Census Bureau

² Ohio Department of Job and Family Services

City of Akron, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
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Schedule 18

General Government:

City Council	2	2	2	3	3	3	3	3	3	3
Courts	92	95	95	89	88	87	89	90	92	89
Mayor's Office - Administration	1	1	1	-	-	-	-	-	-	-
Elected and Appointed Officials	51	52	54	45	45	44	43	44	45	44
Economic Development	9	8	8	4	5	5	4	4	3	4
Labor Relations	2	1	1	-	-	-	-	-	-	-
Finance Department	105	102	98	80	78	75	101	100	99	98
Civil/Criminal	11	10	10	8	8	8	8	8	7	8
Personnel Department	14	15	13	11	10	8	9	9	8	10
Planning Department	1	1	1	-	-	-	-	-	-	-
Engineering Bureau	-	-	1	-	1	1	-	-	-	-

Public Safety:

Elected and Appointed Officials	-	-	1	-	-	-	-	1	1	2
Finance Department	1	1	1	-	-	-	-	-	-	-
Health Department	2	2	2	1	1	-	-	-	-	-
Building Inspection	19	20	12	-	-	-	-	-	-	-
Communications	20	19	20	17	17	15	15	16	16	14
Weights & Measures	1	-	-	-	-	-	-	-	-	-
Safety Communications	63	64	61	55	54	57	58	57	55	59
Fire Department	389	379	408	331	363	348	345	381	368	372
Police Department	494	517	514	503	488	445	454	453	493	485
Traffic Engineering	30	30	29	23	22	20	18	21	19	19
Customer Service	2	-	-	-	-	-	-	-	-	-
Engineering Bureau	-	1	1	-	-	-	-	-	-	-

Public Health:

Health Department	156	154	152	137	110	-	-	-	-	-
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City of Akron, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years
(continued)

Schedule 18

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public Service:										
City Council	1	-	-	-	-	-	-	-	-	-
Elected and Appointed Officials	4	4	4	3	4	4	4	4	3	4
Building Inspection	-	1	-	-	-	-	-	-	-	-
Fire Department	-	-	-	11	10	-	-	-	-	-
Public Service Administration	4	4	4	2	2	2	1	3	5	4
Customer Service	10	8	7	8	19	10	12	12	11	11
Housing	-	-	-	-	-	9	9	12	12	11
Plans and Permits Center	4	3	3	2	2	2	1	2	2	2
Customer Service Response	12	13	11	9	9	7	8	8	8	8
Engineering Bureau	66	60	59	53	46	43	54	55	39	44
Airport	5	5	5	4	2	1	-	-	-	-
Building Maintenance	27	32	32	28	28	26	24	26	25	24
Motor Equipment	36	35	36	31	31	31	30	28	29	29
Golf Course	6	6	5	4	3	3	3	3	4	4
Public Utilities Administration	3	3	3	2	1	1	-	-	-	-
Utilities Services	58	56	54	52	50	48	56	61	59	56
Water Department	246	251	226	198	200	200	148	154	167	162
Public Works Administration	7	9	9	8	6	6	8	7	7	7
Highway Maintenance	64	70	67	62	59	55	50	56	60	59
Sanitation Services	63	45	43	38	38	38	39	42	41	41
Street Cleaning	34	37	39	37	37	35	32	37	41	41
Parks Maintenance	28	29	28	26	25	24	24	33	32	32
Engineering Services	6	6	5	6	6	4	-	-	-	-
Community Environment:										
Elected and Appointed Officials	2	2	-	1	1	1	-	1	2	2
Economic Development	1	1	1	-	-	-	-	-	-	-
Planning Department	67	66	65	54	58	53	52	52	49	48
Recreation Bureau	23	23	23	20	21	21	23	19	19	22
Totals:	2,242	2,243	2,214	1,966	1,951	1,740	1,725	1,802	1,824	1,818

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Operating Indicators by Function/Program
Last Ten Fiscal Years

Schedule 19

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
*Building Department:										
Commercial & Right Away Plan Review	876	1,229	1,001	-	-	-	-	-	-	-
New House Permits	111	114	100	-	-	-	-	-	-	-
Zoning Complaint Investigation	377	576	435	-	-	-	-	-	-	-
Total Number of Permits Issued	2,165	6,031	2,406	1,130	1,100	1,073	522	1,156	1,237	1,294
City Council Ordinances Passed	621	649	557	549	414	395	414	385	382	418
Fire										
Emergency Responses	31,533	32,422	32,941	32,044	32,754	34,246	34,294	34,059	35,789	37,806
Fire/Rescue	7,280	7,930	7,500	6,912	6,346	6,812	7,283	7,236	7,833	8,428
Police										
Calls for Service	165,503	158,243	165,832	167,225	153,577	146,337	143,885	142,743	143,684	153,999
Civil Division Cases Filed	15,088	15,435	15,582	12,474	11,742	11,525	12,052	10,229	10,145	9,372
Criminal/Traffic Division Cases Filed	40,690	38,880	39,274	40,170	36,227	32,453	32,298	33,417	34,823	35,103
Parking Division Cases Filed	23,636	20,201	15,656	21,878	34,402	23,571	29,126	24,199	24,140	25,087
Parks and Recreation										
Good Park Golf Course Attendance	32,931	31,681	31,096	32,561	36,690	30,061	33,691	37,324	31,231	37,511
Mud Run Golf Course Attendance	10,913	10,661	10,742	11,282	12,332	10,806	13,494	12,884	10,660	15,262
Business Services										
Curb Service Accounts	-	-	-	62,556	61,692	61,411	61,270	61,039	60,931	61,099
Sewer										
Sewer Accounts	80,909	79,721	79,835	78,745	78,985	78,653	78,653	77,012	76,706	76,570
Sewer Amounts Billed (in thousands)	\$ 32,074	\$ 37,120	\$ 37,416	\$ 36,303	\$ 37,723	\$ 39,011	\$ 53,756	\$ 55,538	\$ 75,485	\$ 91,575
Water										
Water Accounts	82,944	84,037	83,765	82,516	84,348	83,794	83,550	83,643	82,621	80,684
Water Amounts Billed (in thousands)	\$ 29,022	\$ 28,316	\$ 28,751	\$ 27,077	\$ 31,579	\$ 30,033	\$ 33,125	\$ 31,951	\$ 31,312	\$ 30,056

* The City of Akron Building Department merged with the County of Summit at the beginning of 2009.

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Schedule 20

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Police										
Number of Uniformed Police Officers	451	474	470	457	443	406	412	412	450	445
Number of Districts	12	12	12	12	12	12	12	12	12	12
Fire										
Number of Firefighters and Officers	359	353	382	317	350	329	325	360	349	349
Number of Stations	13	13	13	13	13	13	13	13	13	13
Parks and Recreation										
City Park System (in acres)	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100
City Owned/Operated Golf Courses	2	2	2	2	2	2	2	2	2	2
Water										
Miles of Pipe	1,213	1,213	1,221	1,223	1,223	1,225	1,225	1,226	1,226	1,228
Average Daily Pumpage (in millions of gallons)	35	38	37	34	34	35	35	34	34	34
Distribution-Storage Reservoirs	15	15	15	15	15	15	15	15	15	15
Sewer										
Sanitary Sewers (miles)	701	649	649	680	680	681	681	685	672	678
Storm Sewers (miles)	382	382	382	382	382	382	382	382	374	361
Storm and Combined Sewer Inlets (miles)	309	309	309	309	309	309	309	309	303	309
Pump Stations	33	33	33	33	33	33	33	33	33	33
Other Public Works										
Oil Wells	13	13	13	13	13	13	13	13	13	13
Parking Decks	10	10	10	10	10	10	10	10	10	10

Source: City of Akron, Ohio Finance Department