

*Hamilton County, Ohio*



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2007



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2007

*Prepared by the Auditor's Office*

Mark Piepmeier  
City Auditor

and

Amy Moore  
Deputy Auditor and Budget Director



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CITY OF SHARONVILLE  
HAMILTON COUNTY, OHIO

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## *INTRODUCTORY SECTION*

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# CITY OF SHARONVILLE

10900 Reading Road • Sharonville, Ohio 45241

phone (513) 563-1144

fax (513)-563-0617

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June 27, 2008

Honorable Mayor, Members of City Council  
and Citizens of Sharonville, Ohio:

We are pleased to submit the seventh Comprehensive Annual Financial Report for the City of Sharonville for the fiscal year ended December 31, 2007. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

## **Introduction**

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Sharonville (the "City") to conform to nationally recognized standards of excellence in financial reporting and to provide significantly enhanced financial information and accountability to its citizens. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This letter should be read in conjunction with the Management Discussion and Analysis (MD&A) that can be found immediately following the Independent Accountants' Report.

## **The Reporting Entity**

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (the "GASB") Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide financial benefit to or impose a financial burden on the City.

The City provides the following services to its residents and businesses: police and fire protection, emergency medical response, parks and recreational activities, planning, zoning, street maintenance, solid waste collection, income tax collection and other governmental services. In addition, the City owns and operates a convention center and a senior apartment complex, which are reported as enterprise funds.

The Community Improvement Corporation of Sharonville is reported as a discretely presented component unit in a separate column in the combined financial statements.

***Letter of Transmittal  
For the Year Ended December 31, 2007***

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**The City of Sharonville**

The City of Sharonville is located in Hamilton County in southwestern Ohio. The City is situated east of Interstate 75 and south of Interstate 275, approximately 15 miles north of downtown Cincinnati. Sharonville was originally settled in 1788 and was incorporated as a City in 1962. It is a Statutory City with a Mayor-Council form of government.

The legislative body of Sharonville consists of a seven-member Council whose members are elected to serve two-year terms. The chief executive and administrative officer of the City is the Mayor who is elected to a four-year term. The Law Director is elected to a four-year term and heads the Department of Law. The City Auditor, who is elected to a four-year term, supervises the Department of Finance and performs the powers, duties and functions of the fiscal officer of the City pursuant to the general laws of Ohio. In addition, the City Auditor is responsible for the administration, control, funding and payment of the City's debt. As the City's chief fiscal officer, the City Auditor maintains the City's accounting records. The City Treasurer is responsible for receiving and investing all funds of the City and is elected to a four-year term.

The Police Department consists of 48 full-time officers and non-sworn administrative personnel. It responds to approximately 2,000 service calls per month. The Department is made up of the Administration, Patrol Division, Detective Division, and Clerical Section. In addition to preventive patrol, criminal investigations, and traffic safety, our Department is committed to offering a wide variety of crime prevention services while providing a community orientation program for all area businesses and residents. Other programs of the Department include D.A.R.E., Anti-Drug Prevention, Neighborhood Watch, Crime Prevention, and Operation Identification. The Department also teaches safety programs in the City's schools.

The Fire Department is an ISO Class III department staffed 24 hours a day by 39 full-time and 32 part-time fire personnel and officers. Services offered by the Department include fire suppression, paramedic level emergency medical services, fire prevention and public education for children in kindergarten through eighth grade. The Department operates from three stations, which are located in the City.

The Health Department provides environmental health and public nursing services to the community. The environmental division performs food service and vending location licensing inspections, manufactured home park licensing, retail food establishment inspections, household sewage system monitoring and community education services. In addition, the division issues swimming pool and retail food establishment permits. The nursing division provides continuity of care following hospital discharge, teaches home caregivers, educates the community on immunizations and communicable diseases, conducts health screenings, offers dietary counseling and provides school health services.

***Letter of Transmittal  
For the Year Ended December 31, 2007***

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The Parks and Recreation Department offers a variety of facilities and a broad range of activities for all groups. The main community center is a 51,000 square foot facility that houses a fitness center, indoor running/walking track, a double gymnasium, a single gymnasium/multipurpose rental facility, locker rooms, pre-school nursery, aerobics and dance room, craft room, lounge and game area, and a family game area. Additionally, the Crescentville Family Center is a small satellite center that provides quality programs for all ages and drop-in usage of a lounge, video games and family game area. The Parks Division maintains 4 active parks, one of which is a 5 acre Fossil Park which includes educational signage, fossil hunting, and a one mile looped hiking trail. These parks contain 35 acres of green space and provide facilities for hiking, biking and picnicking as well as athletic facilities for baseball, football, soccer, tennis, basketball, horseshoes and volleyball. The City also maintains two public swimming pools.

Some of the street services provided by the Public Works Department include brush pick-up, landscaping, parking lot maintenance, pot hole repair, roadside and facility mowing, snow removal, street name and directional signage, street painting, street sweeping and tree trimming. The Department also oversees the operation of Golden View Acres, a City-owned and operated 52-unit apartment complex for senior citizens.

The Sharonville Convention Center is a 28,000 square foot multi-level facility. The meeting room level has an 8,245 square foot ballroom that can accommodate groups of up to 1,000 people for meetings or 550 people for banquets. There are three additional meeting rooms that give this level a combined 10,729 square feet of meeting space. The exhibition hall level has 16,554 square feet of column free space. This room can accommodate over 100 exhibit booths, 2,000 people for meetings or 1,100 people for banquets. The exhibition hall is equipped with electrical power, compressed air, water, drainage, 100 telephone lines and the hall has drive in capabilities. To further meet the needs of the patrons, the Center is fully handicapped accessible and provides 1,000 free, on-site parking spaces.

**Economic Conditions and Outlook**

The City of Sharonville is one of the few cities in the State of Ohio that does not levy property taxes. The City primarily relies upon income tax revenue. The City's earnings tax revenue and lodging tax showed increases compared to 2006 collections. With the redevelopment plans for Chester Road and many potential new businesses, the City expects to see future income tax earnings.

The average rate of return on investments improved in 2007. The City plans to exercise sound investment procedures to maximize the rates of the return. The City will continue the policy to issue short term debt for construction projects when the rates of return on investments exceed the interest on borrowed funds.

***Letter of Transmittal  
For the Year Ended December 31, 2007***

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**Major Initiatives**

The City has a Street Repair Program which addresses streets, curbs, and sidewalks scheduled annually. Several street and drainage improvement projects are currently underway in the City.

Funding was received in 2007 through agreements with Hamilton County and the State of Ohio to begin the architectural and engineering aspects of expanding the Sharonville Convention Center. Additional funding is being sought to aid in the costs of the project.

A downtown revitalization effort began in 2007 with the Sharonville Fine Arts Council commencing renovations of an historic theater. Future City projects include a new traffic light system, repaving of downtown streets, streetscapes, and new street lighting.

In 2007, the City welcomed a new 120,000 square foot office building in which two major companies and additional smaller companies reside. The new businesses have created a new source of revenue for the City.

The "Northern Lights" project, to be financed by tax increment financing (TIF) dollars, was still in the design phase in 2007. The project will change the face and format of the Chester Road corridor to appeal to corporate offices, convention-goers, local residents, tourists and other visitors of Greater Cincinnati. The TIF area will be a mixed venue of entertainment, dining, shopping and lodging in a setting of evergreen-dominant landscaping, unique lighting and streetscapes.

**Financial Information**

**Internal Control, Budgetary Control and the Accounting System**

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. It is the belief of the City's administrative and financial management that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The City utilizes a fully-automated accounting system as well as automated systems of control for capital assets and payroll. The system, coupled with the manual auditing of each voucher prior to payment by the Auditor's Office, ensure that the financial information generated is both accurate and reliable.

In addition, the City maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by City Council.

**CITY OF SHARONVILLE, OHIO**

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**Letter of Transmittal  
For the Year Ended December 31, 2007**

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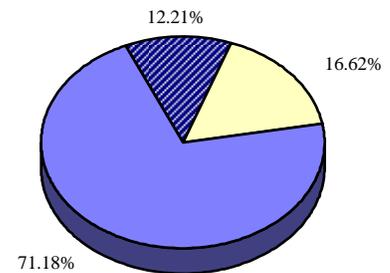
All funds other than the Community Improvement Corporation of Sharonville (CIC) and agency funds are included in the annual appropriated budget. The level of budgetary control (*i.e.*, the level at which expenditures can not legally exceed the appropriated amount) is at the department level and within each department at the levels of personal services and other expenditures. Budgetary control is maintained by encumbering the estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders that result in overruns of budgeted balances are not released until additional appropriations are made available. Unencumbered amounts lapse at year-end. Appropriations, initial and supplemental, must be authorized by City Council.

As demonstrated by the statements and schedules included in the financial section of this Comprehensive Annual Financial Report, the City continues to meet its responsibility for sound fiscal management.

**Cash Management**

Cash that was temporarily idle during the year was invested in interest-bearing demand deposit accounts or in the State Treasurer’s investment pool, STAR Ohio. The City’s investment policy is to minimize credit and market risks, while obtaining the highest yield possible on its investments. Accordingly, the City purchases investments only through member banks of the Federal Reserve System or broker-dealers registered with the Securities and Exchange Commission. Investments are diversified to avoid incurring unreasonable risks relating to a specific type of security or to a particular individual financial institution. Portfolio investments remain sufficiently liquid to ensure that all operating requirements are satisfied in a timely manner. All investments meet the State of Ohio’s requirements on allowable investments and the City’s official investment policy. The City earned \$732,463 of investment income during 2007. As of December 31, 2007, the City's cash resources were divided between cash and investments as follows:

<u>Cash Resources</u>	<u>2007</u>	<u>%</u>
Cash	\$8,709,772	71.17
Federal Government Securities	1,494,736	12.21
STAR Ohio	2,034,018	16.62
Total Resources	<u>\$12,238,526</u>	<u>100.00</u>



At December 31, 2007, the City had deposits of \$8,850,996 collateralized by pooled collateral. The Ohio Revised Code provides for the establishment of collateral pools by local financial institutions designed to safeguard public deposits. The face value of the pooled collateral must equal at least 105 percent of the public funds on deposit. Since the collateral is held as a pool in the financial institution's name, deposits protected by the pool are classified as uninsured and uncollateralized. (See Note 3 of the Basic Financial Statements.)

***Letter of Transmittal  
For the Year Ended December 31, 2007***

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**Risk Management**

The proactive approach that the administration employs in addressing its ongoing operations is reflected in the composition of the City's insurance protection package and its very favorable loss experience.

The City reduces exposure to risk through several initiatives. Arch Insurance Company provides the following coverages: General Liability, Public Officials Liability, Law Enforcement Liability, Governmental Medical Liability, Employee Benefits Liability, Fleet Liability, Property, Earthquake, Flood, Electronic Data Processing, Crime Coverage and Equipment Breakdown Coverage.

**Other Information**

**Independent Audit**

State statutes require an annual audit by independent certified public accountants. The basic financial statements of the City of Sharonville were audited by the firm of Plattenburg & Associates. Generally accepted auditing standards and the standards set forth in the General Accounting Office's Government Auditing Standards were used by the auditors in conducting the audit. The independent accountants' unqualified opinion has been included in the financial section of this report.

**Awards**

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 Sharonville for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2006. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards in state and local government financial reporting. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements respective to the reporting entity.

A Certificate of Achievement is valid for a period of one year only. We believe this current report continues to conform to the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting and we are submitting it to GFOA.

***Letter of Transmittal  
For the Year Ended December 31, 2007***

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**Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the finance and administration department. Sincere appreciation is extended to all members of the department who assisted and contributed to the preparation of this report.

Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their guidance in the preparation of this report.

Finally, a special thanks to the Mayor and City Council for their interest and support in planning and conducting the government in a responsible and progressive manner.

Respectfully submitted,



Amy Moore  
Deputy Auditor and Budget Director



Mark Piepmeier  
City Auditor

***CITY OF SHARONVILLE, OHIO***

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***Elected Officials  
For the Year Ended December 31, 2007***

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<u>Office</u>	<u>Elected Official</u>	<u>Term Expires</u>
Mayor	Virgil Lovitt II	12/31/2007
President of Council	Kevin Hardman	12/31/2007
Council Ward 1	Jim Dygert	12/31/2007
Council Ward 2	Bob Duerler	12/31/2007
Council Ward 3	Kerry Rabe	12/31/2007
Council Ward 4	Robert Tankersley	12/31/2007
Council at Large	Vicki Hoppe	12/31/2007
Council at Large	Janey Kattleman	12/31/2007
Council at Large	Greg Pugh	12/31/2007
Treasurer	William Breyer	12/31/2009
Auditor	Mark Piepmeier	12/31/2007
Law Director	Thomas Keating	12/31/2007

City Address:

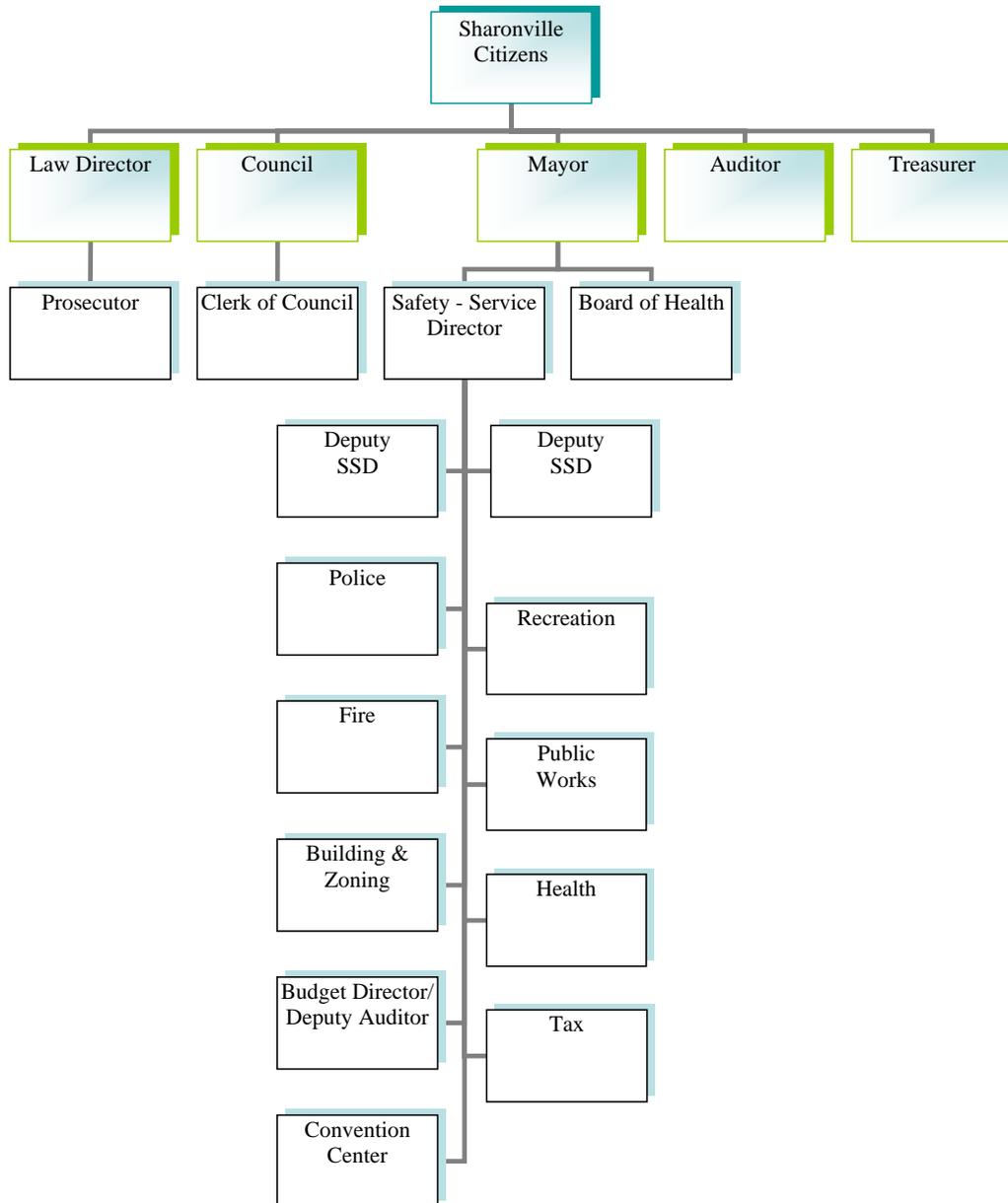
Sharonville City Hall  
10900 Reading Road  
Sharonville, Ohio 45241

**CITY OF SHARONVILLE, OHIO**

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**City Organizational Chart  
For the Year Ended December 31, 2007**

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*Government Finance Officers Association of the United States and Canada  
Certificate of Achievement for Excellence in Financial Reporting*

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Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

City of Sharonville  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Charles S. Cox*

President

*Jeffrey R. Emmer*

Executive Director

## *FINANCIAL SECTION*

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor  
and Members of the City Council  
of the City of Sharonville

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Sharonville (the City) as of and for the year ended December 31, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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 discretely presented component unit and remaining fund information of the City, as of December 31, 2007, and the respective changes in financial position, and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Major Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2008, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.  
June 27, 2008

The discussion and analysis of the City of Sharonville's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2007. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

## **FINANCIAL HIGHLIGHTS**

### **Key financial highlights for 2007 are as follows:**

- ❑ In total, net assets increased by \$2,097,227. Net assets of governmental activities increased by \$1,080,371, which represents a 4.4% increase from 2006. Net assets of business-type activities increased by \$1,016,856, or 28.7% from 2006.
- ❑ General revenues accounted for \$22,643,488 in revenue, or 78% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$6,401,794, or 22% of total revenues of \$29,045,282.
- ❑ The City had \$25,193,509 in expenses related to governmental activities; only \$3,635,804 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily income taxes) of \$22,638,076 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$16,783,548 in revenues and \$12,481,720 in expenditures. The general fund's fund balance increased \$972,845.
- ❑ Net assets for enterprise funds increased \$1,016,856 during 2007.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of four parts – *management's discussion and analysis*, the *basic financial statements*, *required supplementary information*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

### **Government-Wide Financial Statements**

The government-wide statements report information about the City as a whole using accepting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed. Net-assets (the difference between the City's assets and liabilities) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as the City's tax base and the condition of the City's capital assets

The government-wide financial statements of the City are divided into two categories:

- *Governmental Activities* – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's convention center and senior citizen housing complex are reported as business activities.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

***Governmental Funds*** – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**Management's Discussion and Analysis  
For the Year Ended December 31, 2007**

**Unaudited**

**Proprietary Funds** – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

**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 statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The following table is a comparison of the City's Net Assets for the years ended December 31, 2006 and 2007:

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$15,614,406	\$18,289,864	\$2,352,782	\$1,243,096	\$17,967,188	\$19,532,960
Capital assets, Net	33,906,561	30,836,172	9,862,924	8,908,493	43,769,485	39,744,665
Total assets	49,520,967	49,126,036	12,215,706	10,151,589	61,736,673	59,277,625
Long-term debt outstanding	17,370,011	18,304,684	5,514,061	6,316,548	22,884,072	24,621,232
Other liabilities	6,241,377	5,992,144	2,145,168	295,420	8,386,545	6,287,564
Total liabilities	23,611,388	24,296,828	7,659,229	6,611,968	31,270,617	30,908,796
Net assets						
Invested in capital assets, net of related debt	15,362,490	13,967,107	3,415,488	2,394,091	18,777,978	16,361,198
Restricted	5,583,479	7,088,138	0	0	5,583,479	7,088,138
Unrestricted	4,963,610	3,773,963	1,140,989	1,145,530	6,104,599	4,919,493
Total net assets	\$25,909,579	\$24,829,208	\$4,556,477	\$3,539,621	\$30,466,056	\$28,368,829

**CITY OF SHARONVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2007**

**Unaudited**

**Changes in Net Assets** – The following table shows the changes in net assets for the fiscal years 2006 and 2007:

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues						
Program revenues:						
Charges for Services and Sales	\$1,515,949	\$1,557,044	\$1,307,867	\$1,168,749	\$2,823,816	\$2,725,793
Operating Grants and Contributions	1,989,130	1,607,033	1,526,405	925,706	3,515,535	2,532,739
Capital Grants and Contributions	130,725	249,831	0	0	130,725	249,831
General revenues:						
Income Taxes	20,141,422	19,077,969	0	0	20,141,422	19,077,969
Grants and Entitlements not Restricted to Specific Programs	1,478,133	1,028,370	0	0	1,478,133	1,028,370
Investment Earnings	727,051	784,306	5,412	0	732,463	784,306
Miscellaneous	291,470	352,589	0	0	291,470	352,589
Total revenues	26,273,880	24,657,142	2,839,684	2,094,455	29,113,564	26,751,597
Program Expenses						
Security of Persons and Property	12,781,602	11,736,011	0	0	12,781,602	11,736,011
Public Health and Welfare Services	325,641	349,637	0	0	325,641	349,637
Leisure Time Activities	3,199,167	3,223,962	0	0	3,199,167	3,223,962
Community Environment	474,967	495,139	0	0	474,967	495,139
Basic Utility Services	541,779	507,998	0	0	541,779	507,998
Transportation	2,368,038	2,039,820	0	0	2,368,038	2,039,820
General Government	4,703,522	3,860,974	0	0	4,703,522	3,860,974
Interest and Fiscal Charges	798,793	837,660	0	0	798,793	837,660
Convention Center	0	0	1,623,356	1,520,275	1,623,356	1,520,275
Senior Citizen Housing	0	0	199,472	188,040	199,472	188,040
Total expenses	25,193,509	23,051,201	1,822,828	1,708,315	27,016,337	24,759,516
Total Change in Net Assets	1,080,371	1,605,941	1,016,856	386,140	2,097,227	1,992,081
Beginning Net Assets	24,829,208	23,223,267	3,539,621	3,153,481	28,368,829	26,376,748
Ending Net Assets	\$25,909,579	\$24,829,208	\$4,556,477	\$3,539,621	\$30,466,056	\$28,368,829

**Governmental Activities**

Net assets of the City's governmental activities increased by \$1,080,371. This was mainly due to increased income tax collections.

**CITY OF SHARONVILLE, OHIO**

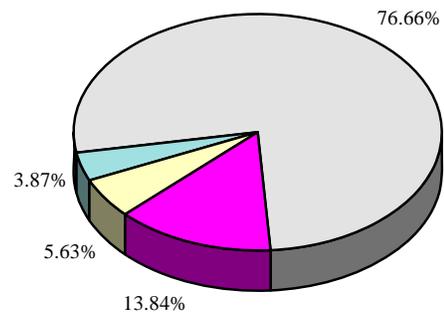
**Management's Discussion and Analysis  
For the Year Ended December 31, 2007**

**Unaudited**

The City receives an income tax based on 1.5% of all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on income of residents earned outside the City.

Taxes made up 76.66% of revenues for governmental activities for the City in fiscal year 2007. The City's reliance upon tax revenues is demonstrated by the following graph:

Revenue Sources	2007	Percent of Total
Taxes	\$20,141,422	76.66%
Program Revenues	3,635,804	13.84%
Shared Revenues	1,478,133	5.63%
General Other	1,018,521	3.87%
<b>Total Revenue</b>	<b>\$26,273,880</b>	<b>100.00%</b>



**Business-Type Activities**

The net assets of the business-type activities increased by \$1,016,856 during 2007. This increase in net assets was the result of the City changing the allocation of the City's motel/hotel taxes so that the Convention Center Fund receives 100% of the taxes.

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

The City's governmental funds reported a combined fund balance of \$7,698,372, which is a decrease from last year's balance of \$10,627,882. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2007 and 2006:

	Fund Balance December 31, 2007	Fund Balance December 31, 2006	Increase (Decrease)
General	\$6,229,085	\$5,256,240	\$972,845
Fire Department	1,724,669	1,996,201	(271,532)
Capital Improvement	(664,851)	(414,200)	(250,651)
Chester Road TIF	(2,218,512)	(345,421)	(1,873,091)
Other Governmental	2,627,981	4,135,062	(1,507,081)
<b>Total</b>	<b>\$7,698,372</b>	<b>\$10,627,882</b>	<b>(\$2,929,510)</b>

**CITY OF SHARONVILLE, OHIO**

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***Management's Discussion and Analysis  
For the Year Ended December 31, 2007***

***Unaudited***

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General Fund – The City's General Fund balance increase is due to many factors. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2007	2006	Increase
	Revenues	Revenues	(Decrease)
Taxes	\$13,833,078	\$12,922,865	\$910,213
Intergovernmental Revenues	1,137,797	830,657	307,140
Charges for Services	367,352	403,548	(36,196)
Licenses and Permits	396,991	443,838	(46,847)
Investment Earnings	640,359	693,592	(53,233)
Fines and Forfeitures	348,751	376,310	(27,559)
All Other Revenue	59,220	95,683	(36,463)
Total	<u>\$16,783,548</u>	<u>\$15,766,493</u>	<u>\$1,017,055</u>

General Fund revenues in 2007 increased by 6.5% compared to revenues in fiscal year 2006. The most significant factor contributing to this increase was an increase in income tax receivable/revenue.

	2007	2006	Increase
	Expenditures	Expenditures	(Decrease)
Security of Persons and Property	\$5,497,182	\$5,206,844	\$290,338
Public Health and Welfare Services	3,885	0	3,885
Leisure Time Activities	2,805,182	2,840,788	(35,606)
Community Environment	497,291	498,434	(1,143)
Basic Utility Services	541,779	507,998	33,781
General Government	3,136,401	3,482,787	(346,386)
Total	<u>\$12,481,720</u>	<u>\$12,536,851</u>	<u>(\$55,131)</u>

The City's measure to control General Fund expenditures was evident as expenditures remained stable decreasing by only \$55,131 or less than ½%.

*Fire Department Fund* – The fund balance decreased by \$271,532 during 2007. The decrease in fund balance was mainly due to increases in personnel costs as well as the cost of materials.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2007***

***Unaudited***

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*Capital Improvement Fund* – The fund balance decreased from (\$414,200) to (\$664,851). During the year the fund received large transfer amounts from the General Fund to help subsidize the acquisition of new capital assets.

*Chester Road TIF Fund* – The fund balance decreased by \$1,873,091 during the year. The decrease is attributable to costs associated with the designing and construction of the Chester Road project as well as interest on the notes used to finance the project.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2007 the City amended its General Fund budget several times, none were significant.

For the General Fund, final budget basis revenue of \$15.1 million did not change when compared to the original budget estimates of \$15.1 million. The General Funds actual results varied significantly from the final budgeted amounts. The City had higher than expected income tax receipts. The General Fund had an adequate fund balance to cover expenditures.

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**Management's Discussion and Analysis  
For the Year Ended December 31, 2007**

**Unaudited**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal 2007 the City had \$43,769,485 net of accumulated depreciation invested in land, construction in progress, land improvements, buildings and improvements, machinery and equipment and vehicles. Of this total, \$33,906,561 was related to governmental activities and \$9,862,924 to the business-type activities. The following table shows fiscal year 2007 and 2006 balances:

	Governmental Activities		Increase (Decrease)
	2007	2006	
Land	\$6,466,386	\$5,871,002	\$595,384
Construction in Progress	2,821,832	5,545,681	(2,723,849)
Land Improvements	8,796,452	8,380,090	416,362
Buildings and Improvements	17,280,828	11,450,718	5,830,110
Infrastructure	14,307,605	14,301,105	6,500
Machinery and Equipment	1,934,143	1,840,367	93,776
Vehicles	3,402,375	3,291,580	110,795
Less: Accumulated Depreciation	(21,103,060)	(19,844,371)	(1,258,689)
Totals	<u>\$33,906,561</u>	<u>\$30,836,172</u>	<u>\$3,070,389</u>

	Business-Type Activities		Increase (Decrease)
	2007	2006	
Land	\$3,395,000	\$3,395,000	\$0
Construction in Progress	1,139,704	0	1,139,704
Land Improvements	125,892	125,892	0
Buildings and Improvements	8,074,861	8,074,861	0
Infrastructure	48,143	48,143	0
Machinery and Equipment	268,575	268,575	0
Vehicles	25,000	25,000	0
Less: Accumulated Depreciation	(3,214,251)	(3,028,978)	(185,273)
Totals	<u>\$9,862,924</u>	<u>\$8,908,493</u>	<u>\$954,431</u>

The primary increases in governmental activities' capital assets occurred in buildings and improvements. During 2007 the City completed construction of the new firehouse. Additional information on the City's capital assets can be found in Note 7.

As of December 31, 2007, the City had contractual commitments of \$176,500 for the Municipal Building Generator installation. Additional information on the City's contractual commitments can be found in Note 15.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2007***

***Unaudited***

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***Debt***

At December 31, 2007, the City had \$19,495,303 in general obligation bonds outstanding, \$1,747,064 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2007 and 2006:

	<u>2007</u>	<u>2006</u>
Governmental Activities:		
General Obligation Bonds	\$14,174,214	\$15,322,553
Special Assessment Bonds	180,000	235,000
Compensated Absences	2,962,720	2,678,066
Capital Leases	53,077	69,065
Total Governmental Activities	<u>17,370,011</u>	<u>18,304,684</u>
Business-Type Activities:		
General Obligation Bonds	5,321,089	5,847,395
Compensated Absences	192,972	177,386
Total Business-Type Activities	<u>5,514,061</u>	<u>6,024,781</u>
Totals	<u><u>\$22,884,072</u></u>	<u><u>\$24,329,465</u></u>

Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.50% of the total assessed value of real and personal property. At December 31, 2007, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 11.

**ECONOMIC FACTORS**

The City's financial position will be significantly affected by the redevelopment of Chester Road. The redevelopment will spur business opportunities including restaurants, hotels, and entertainment. The plans also include infrastructure improvements to give the road a boulevard appearance while maintaining the anticipated increased flow of traffic.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact Amy Moore, Budget Director of the City of Sharonville.

**CITY OF SHARONVILLE, OHIO**

**Statement of Net Assets  
December 31, 2007**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 8,455,155	\$ 1,453,641	\$ 9,908,796	\$ 46,373
Investments	1,494,736	0	1,494,736	0
Receivables:				
Taxes	3,403,888	0	3,403,888	0
Accounts	296,222	573,736	869,958	0
Intergovernmental	1,507,133	225,000	1,732,133	0
Interest	7,243	0	7,243	0
Special Assessments	145,202	0	145,202	0
Inventory of Supplies at Cost	110,124	0	110,124	0
Prepaid Items	13,419	1,148	14,567	0
Unamortized Bond Issuance Costs	181,284	73,653	254,937	0
Restricted Assets:				
Cash and Cash Equivalents	0	25,604	25,604	0
Capital Assets:				
Capital Assets Not Being Depreciated	9,288,218	4,534,704	13,822,922	0
Capital Assets Being Depreciated, Net	24,618,343	5,328,220	29,946,563	0
<b>Total Assets</b>	<b>49,520,967</b>	<b>12,215,706</b>	<b>61,736,673</b>	<b>46,373</b>
<b>Liabilities:</b>				
Accounts Payable	751,570	177,337	928,907	0
Accrued Wages and Benefits	581,426	29,692	611,118	0
Intergovernmental Payable	687,373	19,841	707,214	0
Customer Deposits	0	27,974	27,974	0
Tenant Security Deposits	0	0	0	950
Accrued Real Estate Taxes	0	0	0	2,452
Unearned Revenue	0	660,001	660,001	0
Accrued Interest Payable	126,008	30,323	156,331	0
General Obligation Notes Payable	4,095,000	1,200,000	5,295,000	0
Noncurrent liabilities:				
Due within one year	1,326,698	574,645	1,901,343	0
Due in more than one year	16,043,313	4,939,416	20,982,729	0
<b>Total Liabilities</b>	<b>23,611,388</b>	<b>7,659,229</b>	<b>31,270,617</b>	<b>3,402</b>

**CITY OF SHARONVILLE, OHIO**

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	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Net Assets:</b>				
Invested in Capital Assets, Net of Related Debt	15,362,490	3,415,488	18,777,978	0
Restricted For:				
Capital Projects	1,582,513	0	1,582,513	0
Debt Service	508,735	0	508,735	0
Streets and Highways	1,760,843	0	1,760,843	0
Security of Persons and Property	1,506,489	0	1,506,489	0
Other Purposes	224,899	0	224,899	0
Unrestricted	4,963,610	1,140,989	6,104,599	42,971
<b>Total Net Assets</b>	<b>\$ 25,909,579</b>	<b>\$ 4,556,477</b>	<b>\$ 30,466,056</b>	<b>\$ 42,971</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2007**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Security of Persons and Property	\$ 12,781,602	\$ 858,087	\$ 255,838	\$ 0
Public Health and Welfare Services	325,641	81,458	5,246	0
Leisure Time Activities	3,199,167	361,611	0	0
Community Environment	474,967	213,804	0	0
Basic Utility Services	541,779	0	0	0
Transportation	2,368,038	989	1,728,046	130,725
General Government	4,703,522	0	0	0
Interest and Fiscal Charges	798,793	0	0	0
<b>Total Governmental Activities</b>	<b>25,193,509</b>	<b>1,515,949</b>	<b>1,989,130</b>	<b>130,725</b>
<b>Business-Type Activities:</b>				
Convention Center	1,623,356	1,084,056	1,526,405	0
Senior Citizen Housing	199,472	223,811	0	0
<b>Total Business-Type Activities</b>	<b>1,822,828</b>	<b>1,307,867</b>	<b>1,526,405</b>	<b>0</b>
<b>Totals</b>	<b>\$ 27,016,337</b>	<b>\$ 2,823,816</b>	<b>\$ 3,515,535</b>	<b>\$ 130,725</b>
<b>Component Unit:</b>				
Community Improvement Corporation of Sharonville	\$ 17,594	\$ 8,450	\$ 0	\$ 0

**General Revenues**

Income Taxes  
 Grants and Entitlements not Restricted to Specific Programs  
 Investment Earnings  
 Miscellaneous  
 Total General Revenues  
 Loss on Sale of Capital Asset  
 Change in Net Assets  
 Net Assets Beginning of Year  
 Net Assets End of Year

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

Net (Expense) Revenue and Changes in Net Assets			Component Unit
Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
\$ (11,667,677)	\$ 0	\$ (11,667,677)	
(238,937)	0	(238,937)	
(2,837,556)	0	(2,837,556)	
(261,163)	0	(261,163)	
(541,779)	0	(541,779)	
(508,278)	0	(508,278)	
(4,703,522)	0	(4,703,522)	
(798,793)	0	(798,793)	
<u>(21,557,705)</u>	<u>0</u>	<u>(21,557,705)</u>	
0	987,105	987,105	
0	24,339	24,339	
<u>0</u>	<u>1,011,444</u>	<u>1,011,444</u>	
<u>(21,557,705)</u>	<u>1,011,444</u>	<u>(20,546,261)</u>	
<u>0</u>	<u>0</u>	<u>0</u>	<u>(9,144)</u>
20,141,422	0	20,141,422	0
1,478,133	0	1,478,133	0
727,051	5,412	732,463	5,319
291,470	0	291,470	0
<u>22,638,076</u>	<u>5,412</u>	<u>22,643,488</u>	<u>5,319</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>(315,458)</u>
1,080,371	1,016,856	2,097,227	(319,283)
24,829,208	3,539,621	28,368,829	362,254
<u>\$ 25,909,579</u>	<u>\$ 4,556,477</u>	<u>\$ 30,466,056</u>	<u>\$ 42,971</u>

**CITY OF SHARONVILLE, OHIO**

**Balance Sheet  
Governmental Funds  
December 31, 2007**

	General	Fire Department	Capital Improvement
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 3,764,142	\$ 1,179,611	\$ 760,349
Investments	880,063	272,960	179,644
Receivables:			
Taxes	2,469,588	934,300	0
Accounts	295,725	0	0
Intergovernmental	356,086	0	0
Interest	7,243	0	0
Special Assessments	0	0	0
Interfund Loans Receivables	0	0	0
Inventory of Supplies, at Cost	0	0	0
Prepaid Items	9,814	1,949	0
<b>Total Assets</b>	<b>\$ 7,782,661</b>	<b>\$ 2,388,820</b>	<b>\$ 939,993</b>
<b>Liabilities:</b>			
Accounts Payable	\$ 188,870	\$ 101,290	\$ 182,529
Accrued Wages and Benefits Payable	332,598	207,026	0
Intergovernmental Payable	358,645	299,377	0
Interfund Loans Payable	10,000	0	0
Deferred Revenue	663,463	56,458	0
Accrued Interest Payable	0	0	47,315
General Obligation Notes Payable	0	0	1,375,000
<b>Total Liabilities</b>	<b>1,553,576</b>	<b>664,151</b>	<b>1,604,844</b>
<b>Fund Balances:</b>			
Reserved for Encumbrances	89,206	36,300	496,373
Reserved for Prepaid Items	9,814	1,949	0
Reserved for Supplies Inventory	0	0	0
Reserved for Debt Service	0	0	0
Reserved for Interfund Loans Receivable	0	0	0
Undesignated and Unreserved in:			
General Fund	6,130,065	0	0
Special Revenue Funds	0	1,686,420	0
Capital Projects Funds	0	0	(1,161,224)
<b>Total Fund Balances</b>	<b>6,229,085</b>	<b>1,724,669</b>	<b>(664,851)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,782,661</b>	<b>\$ 2,388,820</b>	<b>\$ 939,993</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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Chester Road TIF	Other Governmental Funds	Total Governmental Funds
\$ 700,139	\$ 2,050,914	\$ 8,455,155
0	162,069	1,494,736
0	0	3,403,888
0	497	296,222
0	1,151,047	1,507,133
0	0	7,243
0	145,202	145,202
0	60,000	60,000
0	110,124	110,124
0	1,656	13,419
<u>\$ 700,139</u>	<u>\$ 3,681,509</u>	<u>\$ 15,493,122</u>
\$ 148,294	\$ 130,587	\$ 751,570
0	41,802	581,426
0	29,351	687,373
0	50,000	60,000
0	801,788	1,521,709
50,357	0	97,672
<u>2,720,000</u>	<u>0</u>	<u>4,095,000</u>
<u>2,918,651</u>	<u>1,053,528</u>	<u>7,794,750</u>
307,130	237,530	1,166,539
0	1,656	13,419
0	110,124	110,124
0	391,869	391,869
0	60,000	60,000
0	0	6,130,065
0	1,476,346	3,162,766
<u>(2,525,642)</u>	<u>350,456</u>	<u>(3,336,410)</u>
<u>(2,218,512)</u>	<u>2,627,981</u>	<u>7,698,372</u>
<u>\$ 700,139</u>	<u>\$ 3,681,509</u>	<u>\$ 15,493,122</u>

**CITY OF SHARONVILLE, OHIO**

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***Reconciliation Of Total Governmental Fund Balances  
To Net Assets Of Governmental Activities  
December 31, 2007***

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<b>Total Governmental Fund Balances</b>	\$ 7,698,372
<b><i>Amounts reported for governmental activities in the statement of net assets are different because</i></b>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	33,906,561
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	1,521,709
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds Payable	(13,992,930)
Special Assessment Bonds Payable	(180,000)
Capital Lease Payable	(53,077)
Compensated Absences Payable	(2,962,720)
Accrued Interest Payable	(28,336)
<b><i>Net Assets of Governmental Activities</i></b>	<b><u>\$ 25,909,579</u></b>

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2007**

	General	Fire Department	Capital Improvement
<b>Revenues:</b>			
Taxes	\$ 13,833,078	\$ 6,457,471	\$ 0
Intergovernmental Revenues	1,137,797	0	0
Charges for Services	367,352	481,442	0
Licenses and Permits	396,991	0	0
Investment Earnings	640,359	0	0
Special Assessments	0	0	0
Fines and Forfeitures	348,751	0	0
All Other Revenue	59,220	2,601	0
<b>Total Revenue</b>	<b>16,783,548</b>	<b>6,941,514</b>	<b>0</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property	5,497,182	6,350,261	0
Public Health and Welfare Services	3,885	0	0
Leisure Time Activities	2,805,182	0	0
Community Environment	497,291	0	0
Basic Utility Services	541,779	0	0
Transportation	0	0	0
General Government	3,136,401	0	0
Capital Outlay	0	161,415	2,154,183
Debt Service:			
Principal Retirement	0	0	0
Interest & Fiscal Charges	0	0	21,983
<b>Total Expenditures</b>	<b>12,481,720</b>	<b>6,511,676</b>	<b>2,176,166</b>
Excess (Deficiency) of Revenues Over Expenditures	4,301,828	429,838	(2,176,166)
<b>Other Financing Sources (Uses):</b>			
Sale of Capital Assets	4,765	0	6,940
Premiums on Note Issuances	0	0	0
Transfers In	0	0	1,918,575
Transfers Out	(3,333,748)	(701,370)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(3,328,983)</b>	<b>(701,370)</b>	<b>1,925,515</b>
Net Change in Fund Balances	972,845	(271,532)	(250,651)
<b>Fund Balances at Beginning of Year</b>	<b>5,256,240</b>	<b>1,996,201</b>	<b>(414,200)</b>
Increase (Decrease) in Inventory Reserve	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 6,229,085</b>	<b>\$ 1,724,669</b>	<b>\$ (664,851)</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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Chester Road TIF	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 0	\$ 20,290,549
0	2,123,847	3,261,644
15,045	4,040	867,879
0	79,626	476,617
0	67,825	708,184
0	130,725	130,725
0	68,353	417,104
0	19,509	81,330
<u>15,045</u>	<u>2,493,925</u>	<u>26,234,032</u>
0	301,016	12,148,459
0	343,177	347,062
0	3,999	2,809,181
0	0	497,291
0	0	541,779
0	1,972,165	1,972,165
0	274,461	3,410,862
1,885,024	1,255,416	5,456,038
0	1,175,000	1,175,000
<u>15,379</u>	<u>773,608</u>	<u>810,970</u>
<u>1,900,403</u>	<u>6,098,842</u>	<u>29,168,807</u>
(1,885,358)	(3,604,917)	(2,934,775)
0	0	11,705
12,267	6,600	18,867
0	2,587,543	4,506,118
0	(471,000)	(4,506,118)
<u>12,267</u>	<u>2,123,143</u>	<u>30,572</u>
(1,873,091)	(1,481,774)	(2,904,203)
(345,421)	4,135,062	10,627,882
0	(25,307)	(25,307)
<u>\$ (2,218,512)</u>	<u>\$ 2,627,981</u>	<u>\$ 7,698,372</u>

**CITY OF SHARONVILLE, OHIO**

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***Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For the Year Ended December 31, 2007***

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**Net Change in Fund Balances - Total Governmental Funds** \$ (2,904,203)

***Amounts reported for governmental activities in the statement of activities are different because***

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital Outlay	4,659,456	
Depreciation Expense	<u>(1,558,926)</u>	3,100,530

The net effect of various miscellaneous transactions involving capital assets (i.e. disposals and donations) is to increase net assets.

The statement of activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets.	(30,141)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

20,981

Repayment of bond and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

General Obligation Bond Principal Payment	1,120,000	
Amortization of General Obligation Bond Premium	28,339	
Special Assessment Bond Principal Payment	55,000	
Capital Leases Principal Payment	<u>15,988</u>	1,219,327

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.

2,920

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

Compensated Absences	(284,654)	
Change in Inventory	(25,307)	
Amortization of Bond Issuance Costs	<u>(19,082)</u>	<u>(329,043)</u>

***Change in Net Assets of Governmental Activities*** **\$ 1,080,371**

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund  
For the Year Ended December 31, 2007**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 12,761,750	\$ 12,761,750	\$ 13,472,432	\$ 710,682
Intergovernmental Revenue	758,553	758,553	1,166,919	408,366
Charges for Services	374,350	374,350	368,797	(5,553)
Licenses and Permits	342,525	342,525	398,573	56,048
Investment Earnings	525,000	525,000	612,245	87,245
Fines and Forfeitures	358,000	358,000	353,342	(4,658)
All Other Revenues	55,380	55,380	64,267	8,887
Total Revenues	<u>15,175,558</u>	<u>15,175,558</u>	<u>16,436,575</u>	<u>1,261,017</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	5,655,375	5,703,533	5,476,067	227,466
Leisure Time Activities	3,062,715	3,092,865	2,815,242	277,623
Community Environment	607,414	611,169	502,359	108,810
Basic Utility Services	541,780	589,866	589,865	1
General Government	3,635,566	3,836,395	3,195,138	641,257
Capital Outlay	0	8,897	4,122	4,775
Total Expenditures	<u>13,502,850</u>	<u>13,842,725</u>	<u>12,582,793</u>	<u>1,259,932</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,672,708	1,332,833	3,853,782	2,520,949
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	4,765	4,765
Transfers Out	(3,436,119)	(3,422,619)	(3,333,748)	88,871
Total Other Financing Sources (Uses):	<u>(3,436,119)</u>	<u>(3,422,619)</u>	<u>(3,328,983)</u>	<u>93,636</u>
Net Change in Fund Balance	(1,763,411)	(2,089,786)	524,799	2,614,585
Fund Balance at Beginning of Year	3,527,291	3,527,291	3,527,291	0
Prior Year Encumbrances	326,377	326,377	326,377	0
Fund Balance at End of Year	<u>\$ 2,090,257</u>	<u>\$ 1,763,882</u>	<u>\$ 4,378,467</u>	<u>\$ 2,614,585</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Special Revenue Fund – Fire Department Fund  
For the Year Ended December 31, 2007**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 6,122,827	\$ 6,122,827	\$ 6,456,592	\$ 333,765
Charges for Services	375,000	375,000	481,442	106,442
All Other Revenues	0	0	2,601	2,601
Total Revenues	<u>6,497,827</u>	<u>6,497,827</u>	<u>6,940,635</u>	<u>442,808</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,425,598	6,376,684	6,144,318	232,366
Capital Outlay	<u>327,563</u>	<u>325,069</u>	<u>316,485</u>	<u>8,584</u>
Total Expenditures	<u>6,753,161</u>	<u>6,701,753</u>	<u>6,460,803</u>	<u>240,950</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,334)	(203,926)	479,832	683,758
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(701,370)	(701,370)	0
Advances In	0	0	82,500	82,500
Advances Out	<u>0</u>	<u>0</u>	<u>(82,500)</u>	<u>(82,500)</u>
Total Other Financing Sources (Uses):	<u>0</u>	<u>(701,370)</u>	<u>(701,370)</u>	<u>0</u>
Net Change in Fund Balance	(255,334)	(905,296)	(221,538)	683,758
Fund Balance at Beginning of Year	1,231,084	1,231,084	1,231,084	0
Prior Year Encumbrances	<u>299,164</u>	<u>299,164</u>	<u>299,164</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,274,914</u>	<u>\$ 624,952</u>	<u>\$ 1,308,710</u>	<u>\$ 683,758</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Net Assets  
Proprietary Funds  
December 31, 2007**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Senior Housing	Total
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,218,521	\$ 235,120	\$ 1,453,641
Accounts Receivable	573,736	0	573,736
Intergovernmental Receivable	225,000	0	225,000
Prepaid Items	1,148	0	1,148
Total Current Assets	<u>2,018,405</u>	<u>235,120</u>	<u>2,253,525</u>
Noncurrent Assets:			
Restricted Assets:			
Cash and Cash Equivalents	0	25,604	25,604
Unamortized Bond Issuance Cost	73,653	0	73,653
Capital Assets:			
Property, Plant and Equipment	10,351,717	1,585,754	11,937,471
Construction in Progress	1,139,704	0	1,139,704
Less: Accumulated Depreciation	(2,412,976)	(801,275)	(3,214,251)
Net Capital Assets	<u>9,078,445</u>	<u>784,479</u>	<u>9,862,924</u>
Total Noncurrent Assets	<u>9,152,098</u>	<u>810,083</u>	<u>9,962,181</u>
Total Assets	<u>11,170,503</u>	<u>1,045,203</u>	<u>12,215,706</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	177,175	162	177,337
Accrued Wages and Benefits	27,033	2,659	29,692
Intergovernmental Payable	17,459	2,382	19,841
Customer Deposits	0	27,974	27,974
Deferred Revenue	660,001	0	660,001
Accrued Interest Payable	30,323	0	30,323
General Obligation Notes Payable	1,200,000	0	1,200,000
General Obligation Bonds Payable - Current	568,725	0	568,725
Compensated Absences - Current	5,404	516	5,920
Total Current Liabilities	<u>2,686,120</u>	<u>33,693</u>	<u>2,719,813</u>
Noncurrent Liabilities:			
General Obligation Bonds Payable	4,752,364	0	4,752,364
Compensated Absences Payable	148,877	38,175	187,052
Total Noncurrent Liabilities	<u>4,901,241</u>	<u>38,175</u>	<u>4,939,416</u>
<b>Total Liabilities</b>	<u>7,587,361</u>	<u>71,868</u>	<u>7,659,229</u>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	2,631,009	784,479	3,415,488
Unrestricted	952,133	188,856	1,140,989
Total Net Assets	<u>\$ 3,583,142</u>	<u>\$ 973,335</u>	<u>\$ 4,556,477</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2007**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Senior Housing	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 963,808	\$ 223,111	\$ 1,186,919
Other Operating Revenues	120,248	700	120,948
<b>Total Operating Revenues</b>	<b>1,084,056</b>	<b>223,811</b>	<b>1,307,867</b>
<b>Operating Expenses:</b>			
Personal Services	757,498	81,292	838,790
Materials and Supplies	78,285	36,781	115,066
Contractual Services	174,053	27,647	201,700
Utilities	185,887	19,990	205,877
Depreciation	151,511	33,762	185,273
<b>Total Operating Expenses</b>	<b>1,347,234</b>	<b>199,472</b>	<b>1,546,706</b>
<b>Operating Income (Loss)</b>	<b>(263,178)</b>	<b>24,339</b>	<b>(238,839)</b>
<b>Non-Operating Revenue (Expenses):</b>			
Interest Income	5,412	0	5,412
Interest and Fiscal Charges	(276,122)	0	(276,122)
Intergovernmental Revenues	1,526,405	0	1,526,405
<b>Total Non-Operating Revenues (Expenses)</b>	<b>1,255,695</b>	<b>0</b>	<b>1,255,695</b>
<b>Change in Net Assets</b>	<b>992,517</b>	<b>24,339</b>	<b>1,016,856</b>
Net Assets Beginning of Year	2,590,625	948,996	3,539,621
<b>Net Assets End of Year</b>	<b>\$ 3,583,142</b>	<b>\$ 973,335</b>	<b>\$ 4,556,477</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2007**

	Business-Type Activities Enterprise Funds		
	Convention Center	Senior Housing	Total
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$889,401	\$228,265	\$1,117,666
Cash Payments for Goods and Services	(452,131)	(102,029)	(554,160)
Cash Payments to Employees	(724,209)	(78,191)	(802,400)
Other Operating Revenues	120,248	700	120,948
Net Cash Provided (Used) by Operating Activities	(166,691)	48,745	(117,946)
<u>Cash Flows from Noncapital Financing Activities:</u>			
Intergovernmental Revenue Received	1,301,405	0	1,301,405
Net Cash Provided by Noncapital Financing Activities	1,301,405	0	1,301,405
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(973,046)	0	(973,046)
Gross Receipts from issuance of General Obligation Notes	1,205,412	0	1,205,412
Payment on General Obligation Bonds	(540,000)	0	(540,000)
Interest Paid on All Debt	(229,760)	0	(229,760)
Net Cash Used for Capital and Related Financing Activities	(537,394)	0	(537,394)
Net Decrease in Cash and Cash Equivalents	597,320	48,745	646,065
Cash and Cash Equivalents at Beginning of Year	621,201	211,979	833,180
Cash and Cash Equivalents at End of Year	\$1,218,521	\$260,724	\$1,479,245
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$1,218,521	\$235,120	\$1,453,641
Restricted Cash and Cash Equivalents	0	25,604	25,604
Cash and Cash Equivalents at End of Year	\$1,218,521	\$260,724	\$1,479,245
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$263,178)	\$24,339	(\$238,839)
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	151,511	33,762	185,273
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(7,550)	0	(7,550)
Decrease in Prepaid Items	183	0	183
Decrease in Accounts Payable	(14,210)	(806)	(15,016)
Increase in Accrued Wages and Benefits	16,209	1,407	17,616
Increase (Decrease) in Intergovernmental Payable	2,841	(14,721)	(11,880)
Increase in Customer Deposits Payable	0	3,538	3,538
Decrease in Deferred Revenue	(66,857)	0	(66,857)
Increase in Compensated Absences	14,360	1,226	15,586
Total Adjustments	96,487	24,406	120,893
Net Cash Provided (Used) by Operating Activities	(\$166,691)	\$48,745	(\$117,946)

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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**Statement of Net Assets  
Fiduciary Fund  
December 31, 2007**

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	Private Purpose Trust	
	Unclaimed Monies Fund	Agency Funds
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 22,102	\$ 0
Restricted Assets:		
Cash and Cash Equivalents	<u>0</u>	<u>787,288</u>
<b>Total Assets</b>	<u>22,102</u>	<u>787,288</u>
<b>Liabilities:</b>		
Intergovernmental Payable	0	3,133
Due to Others	<u>0</u>	<u>784,155</u>
<b>Total Liabilities</b>	<u>0</u>	<u>787,288</u>
<b>Net Assets:</b>		
Restricted For:		
Other Purposes	<u>22,102</u>	<u>0</u>
<b>Total Net Assets</b>	<u>\$ 22,102</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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**Statement of Changes in Net Assets  
Fiduciary Funds  
For the Year Ended December 31, 2007**

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	Private Purpose Trust Unclaimed Monies Fund
<b>Additions:</b>	
Contributions:	
Miscellaneous	\$ 1,077
Total Contributions	<u>1,077</u>
Investment Earnings:	
Total Investment Earnings	<u>0</u>
Total Additions	<u>1,077</u>
<b>Deductions:</b>	
Administrative Expenses	<u>477</u>
Total Deductions	<u>477</u>
Change in Net Assets	600
Net Assets at Beginning of Year	<u>21,502</u>
Net Assets End of Year	<u>\$ 22,102</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Sharonville, Ohio (the "City") was incorporated in 1962 under the laws of the State of Ohio and operates under a Mayor-Council form of government.

The accompanying basic financial statements comply with the provisions of the Governmental Accounting Standards Board (the "GASB") Statement No. 14, *"The Financial Reporting Entity,"* in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity includes all funds, agencies, boards and commissions that are part of the primary government, which include the following services: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services. The City also owns and operates senior citizen housing and a convention center which are reported as enterprise funds. In addition, the City has included the Community Improvement Corporation of Sharonville (CIC) as a discretely presented component unit.

***Discretely Presented Component Unit*** – The component unit column in the entity-wide financial statements includes the financial data of the City's component unit. It is reported in a separate column to emphasize that it is legally separate from the City. The component unit is being presented as a part of the City's reporting entity because the City appoints the voting majority of the component unit's board and the City can impose its' will on the component unit.

***Community Improvement Corporation of Sharonville*** – The Community Improvement Corporation of Sharonville (CIC), a non-profit organization, is a six member board comprised of four City officials and two council members. The primary purpose of the CIC is the planning of the industrial, commercial, distribution and research development of the City, including the assurance that mortgage payments will be made to foster such development, the acquisition, construction, equipment and improvement of buildings, structures and other properties, the acquisition of sites for such development, the lease, sale and subdivision of such sites and incurring of debt in order to carry out such development, and to make loans to any individual or business entity in order to carry out such development purpose for the City. The City provides all subsidies to the CIC to finance its operations and activities, there were no subsidies provided to the CIC in 2007. Financial statements related to the CIC can be obtained from the City Auditor.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

The City uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The following fund types are used by the City:

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

**General Fund** - This fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. Principal sources of revenue are municipal income taxes and shared tax revenues. Primary expenditures are for police protection, community environment and general government.

**Fire Department Fund** - This fund is used to account for income tax revenues collected to fund Fire Department operations.

**Capital Improvement Fund** - This fund is used to account for the accumulation of funds for the acquisition of capital assets and/or the construction of major capital facilities.

**Chester Road TIF Fund** - This fund is used to account for the construction on the Chester Road Project.

The other governmental funds of the City account for grants and other resources whose use is restricted to a particular purpose.

***Proprietary Funds*** - The proprietary funds are accounted for on an "economic resource" measurement focus. This measurement focus provides that all assets and liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting** (Continued)

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The following is the City's major enterprise fund:

Convention Center Fund - This fund is used to account for revenues and expenses associated with the operation of the city-owned convention center.

The other enterprise fund of the City, the Senior Citizen Housing Fund, is used to account for revenues and expenses associated with the operation of the city-owned Senior Housing Apartment Complex, as well as revenues from lease deposits and waiting list deposits.

***Fiduciary Funds***

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Fiduciary funds are used to account for assets the City holds in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. The City's fiduciary funds are a private-purpose trust fund and agency funds. The private purpose trust fund is used to account for unclaimed monies. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. The City's agency funds account for funds from the Mayor's Court, funds for employee benefits plans, fees for building standards, tax refunds, and funds to repair the downtown shopping area.

**C. Basis of Presentation – Financial Statements**

**Government-wide Financial Statements** – The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements (Continued)**

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

**Fund Financial Statements** – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

**D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Basis of Accounting (Continued)**

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

Revenue considered susceptible to accrual at year-end includes income taxes withheld by employers, interest on investments, and state levied locally shared taxes (including motor vehicle license fees, gasoline tax, and local government assistance). Other revenue, including licenses, permits; certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues are recorded as revenue when received in cash because generally these revenues are not measurable until received.

Special assessments receivable, which are measurable, but not available at December 31, are recorded as deferred revenue.

For governmental activities and proprietary funds, the City applies Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

The accrual basis of accounting is utilized for reporting purposes by the governmental activities, proprietary funds, and the fiduciary funds. Revenues are recognized when they are earned and expenses recognized when incurred.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the department level and within each department at the levels of personal services and other expenditures. Administrative control is maintained through the establishment of more detailed line-item budgets. Budgetary modifications may only be made by ordinance of the City Council.

**1. Tax Budget**

By July 15, the City Auditor submits an annual tax budget for the following fiscal year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

**2. Estimated Resources**

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2007.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process (Continued)**

**3. Appropriations**

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31.

The appropriation ordinance establishes spending controls at the fund level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2007, supplemental appropriations were necessary to budget for projects that were not originally appropriated. The budgetary figures, which appear on the budgetary statements, are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

**4. Encumbrances**

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Encumbrances outstanding at year end, however, are reported as reservations of fund balances for subsequent year expenditures in the accompanying basic purpose financial statements.

**5. Lapsing of Appropriations**

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process (Continued)**

**6. Budgetary Basis of Accounting**

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the "Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual" for the General Fund and Fire Department Fund:

	Net Change in Fund Balance	
	General Fund	Fire Department Fund
GAAP Basis (as reported)	\$972,845	(\$271,532)
Increase (Decrease):		
Accrued Revenues at December 31, 2007 received during 2008	(2,456,476)	(877,842)
Accrued Revenues at December 31, 2006 received during 2007	2,109,503	876,963
Accrued Expenditures at December 31, 2007 paid during 2008	890,113	607,693
Accrued Expenditures at December 31, 2006 paid during 2007	(717,796)	(425,208)
2007 Prepays for 2008	(9,814)	(1,949)
2006 Prepays for 2007	10,865	14,198
Outstanding Encumbrances	(274,441)	(143,861)
Budget Basis	<u>\$524,799</u>	<u>(\$221,538)</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits and the State Treasurer's Asset Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment with an original maturity date of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. For purposes of the statement of cash flows, the proprietary funds' share of equity in pooled cash and cash equivalents (both unrestricted and restricted) are considered to be cash equivalents. See Note 3 "Cash, Cash Equivalents and Investments."

**G. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City reports its investments, which consists of STAR Ohio and various federal securities, at fair value. Fair value is determined by quoted market prices. See Note 3, "Cash, Cash Equivalents and Investments."

The City has invested funds in STAR Ohio during 2007. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2007.

**H. Inventory**

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

**I. Capital Assets and Depreciation**

Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life threshold of three or more years.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**I. Capital Assets and Depreciation** (Continued)

**1. Property, Plant and Equipment - Governmental Activities**

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, improvements to land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined at December 31, 1987 by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

**2. Property, Plant and Equipment – Business Type Activities**

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

**3. Depreciation**

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Governmental and Business-Type Activities Estimated Lives (Years)
Land Improvements	20
Buildings	25 – 50
Building Improvements	20 – 30
Infrastructure	10 – 20
Machinery, Equipment, Furniture, Fixtures and Vehicles	3 – 30

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Long-Term Obligations**

Long-term liabilities are being repaid from the following funds:

Obligation	Fund
Notes Payable	Note Debt Retirement Fund
Special Assessment Bonds	Special Assessment Retirement Fund Crystalview Widening Fund Zind Lane Sewer Fund Crowne Point Drive Fund
General Obligation Bonds	Convention Center Fund Note Debt Retirement Fund Debt Retirement Fund
Capital Leases	Street Construction, Maintenance and Repair Fund
Compensated Absences	General Fund Street Construction, Maintenance and Repair Fund Fire Fund Health Fund Senior Citizen Housing Fund Convention Center Fund

**K. Compensated Absences**

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Compensated Absences** (Continued)

For governmental funds, that portion of unpaid compensated absences that is due and payable is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. There were no Compensated Absences Payable due from Governmental funds at December 31, 2007.

Compensated absences are expensed in the Senior Citizens Housing and Convention Center enterprise funds when earned. The related liability is reported within the fund.

**L. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2007, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

**M. Restricted Assets**

Certain cash and cash equivalents are classified as restricted on the balance sheet and statement of net assets because these funds are being held by a trustee, an agent or by the City for specified purposes.

**N. Intergovernmental Revenues**

In governmental funds, grants awarded on a non-reimbursement basis, entitlements and shared revenues are recorded as intergovernmental receivables and revenues when measurable and available. Reimbursable grants are recorded as intergovernmental receivables and revenues when the related expenditures are made.

Grants received for proprietary fund operations are recognized as revenues when measurable and earned. Such resources restricted for the construction of capital assets are recorded as contributed capital.

**O. Pensions**

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**P. Interfund Activity**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Interfund services provided and used are not eliminated in the process of consolidation. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements.

The City generally eliminates the effect of interfund activity in the government-wide financial statements to remove indirect expenses, except where the elimination would distort the costs and program revenues reported for the various functions.

**Q. Reservations of Fund Balance**

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for supplies inventory, prepaid items, debt service and encumbered amounts that are not accrued at year end.

**R. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction of improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Assets restricted for Other Purposes include programs for street and highway improvements, federal grants for security of persons and property and mandatory fines for various court programs.

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

**S. Interfund Assets/ Liabilities**

The City reports cash overdrafts from pooled cash and cash equivalents as an interfund loan payable in the fund with the overdraft and as an interfund loan receivable in the fund(s) designated by management.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**T. Estimates**

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

**U. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City and that are either unusual in nature or infrequent in occurrence. Neither transaction occurred within the City during fiscal year 2007.

**V. Operating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services from the convention center and the senior housing center. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**NOTE 2 - COMPLIANCE AND ACCOUNTABILITY**

**A. Fund Deficits**

The fund deficits at December 31, 2007 of \$664,851 in the Capital Improvement Fund, and \$2,218,512 in the Chester Road TIF Fund (major governmental funds), arose from the recognition of certain liabilities under the modified accrual basis of accounting. Under the budgetary basis of accounting, proceeds from the sale of notes are recognized as revenue and expenditures are recognized when paid, therefore, deficits do not exist. The General Fund provides transfers when cash is required, not when accruals occur.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 3 - CASH AND CASH EQUIVALENTS**

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments.

Statutes require the classification of funds held by the City into three categories. Category 1 consists of “active” funds - those funds required to be kept in a “cash” or “near cash” status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

**NOTE 3 - CASH AND CASH EQUIVALENTS (Continued)**

**A. Deposits**

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of City cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the City's deposits was \$8,709,772 and the bank balance was \$8,950,996. Federal depository insurance covered \$100,000 of the bank balance and \$8,850,996 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	\$8,850,996
Total Balance	<u><u>\$8,850,996</u></u>

**B. Investments**

The City's investments at December 31, 2007 were as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Investment Maturities (in Years)</u>	
			<u>less than 1</u>	<u>1-3</u>
STAR Ohio	\$2,034,018	AAA <sup>1</sup>	\$2,034,018	\$0
FHLMC	<u>1,494,736</u>	AAA <sup>1</sup> / Aaa <sup>2</sup>	<u>0</u>	<u>1,494,736</u> <sup>a</sup>
Total Investments	<u><u>\$3,528,754</u></u>		<u><u>\$2,034,018</u></u>	<u><u>\$1,494,736</u></u>

<sup>1</sup> Standard & Poor's

<sup>2</sup> Moody's Investor Service

<sup>a</sup> Call Options –May 14, 2008

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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**NOTE 3 - CASH AND CASH EQUIVALENTS (Continued)**

**B. Investments** (Continued)

*Interest Rate Risk* – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date.

*Investment Credit Risk* – The City has no investment policy that limits its investment choices other than the limitation of State statute for “interim” funds described previously.

*Concentration of Credit Risk* – The City places no limit on the amount the City may invest in one issuer. Of the City’s total investments, 57.6% are STAR Ohio, and 42.4% are FHLMC.

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

**C. Reconciliation of Cash, Cash Equivalents and Investments**

The classification of cash, cash equivalents and investments on the financial statements is based on criteria set forth in GASB Statement No. 9. Certificates of deposit with an original maturity of three months or less are treated as cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
Per Financial Statements	\$10,743,790	\$1,494,736
STAR Ohio	<u>(2,034,018)</u>	<u>2,034,018</u>
Per GASB Statement No. 3	<u>\$8,709,772</u>	<u>\$3,528,754</u>

\* Includes Restricted Cash and Cash Equivalents.

**NOTE 4 - INCOME TAXES**

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

**CITY OF SHARONVILLE, OHIO**

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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**NOTE 5 - RECEIVABLES**

Receivables at December 31, 2007 consisted of income taxes, accounts receivable, interest, special assessments, and intergovernmental receivables arising from shared revenues.

**NOTE 6 – TRANSFERS AND INTERFUND BALANCES**

Following is a summary of transfers in and out for all funds for 2007:

Fund	Transfers In	Transfers Out
General Fund	\$0	\$3,333,748
Fire Department Fund	0	701,370
Capital Improvement Fund	1,918,575	0
Nonmajor Governmental Funds:		
State Health Licenses Fund	222,130	0
Teen Fund	1,871	0
Termination Benefits Fund	85,000	0
Note Debt Retirement Fund	865,420	471,000
Debt Retirement Fund	1,282,022	0
Storm Water Fund	131,100	0
Total Nonmajor Governmental Funds	<u>2,587,543</u>	<u>471,000</u>
Totals	<u>\$4,506,118</u>	<u>\$4,506,118</u>

Transfers are used to remove from the funds that statute or budget requires to collect them to the funds that statute or budget requires to expend them; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; to return money to the fund from which it was originally provided once a project is completed; and to transfer capital assets.

Individual interfund balances at December 31, 2007 are as follows:

Fund	Interfund Loan Receivable	Interfund Loan Payable
General Fund	\$0	\$10,000
Nonmajor Governmental Funds:		
DUI Education and Enforcement Fund	50,000	0
DUI Checkpoint Grant Fund	0	40,000
Law Enforcement Block Grant Fund	0	10,000
DEA Federal Sharing Fund	10,000	0
Total Nonmajor Governmental Funds	<u>60,000</u>	<u>50,000</u>
Totals	<u>\$60,000</u>	<u>\$60,000</u>

The interfund loans receivable/payable on the Governmental Balance Sheet are temporary loans to assist with cash flows until the receipt of certain grants.

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

**NOTE 7 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2007:

**Historical Cost:**

Class	December 31, 2006	Additions	Deletions	December 31, 2007
<b>Capital assets not being depreciated:</b>				
Land	\$5,871,002	\$595,384	\$0	\$6,466,386
Construction in Progress	5,545,681	2,041,426	(4,765,275)	2,821,832
Subtotal	11,416,683	2,636,810	(4,765,275)	9,288,218
<b>Capital assets being depreciated:</b>				
Land Improvements	8,380,090	416,362	0	8,796,452
Buildings and Improvements	11,450,718	5,830,110	0	17,280,828
Infrastructure	14,301,105	6,500	0	14,307,605
Machinery and Equipment	1,840,367	255,163	(161,387)	1,934,143
Vehicles	3,291,580	279,786	(168,991)	3,402,375
Subtotal	39,263,860	6,787,921	(330,378)	45,721,403
Total Cost	\$50,680,543	\$9,424,731	(\$5,095,653)	\$55,009,621

**Accumulated Depreciation:**

Class	December 31, 2006	Additions	Deletions	December 31, 2007
Land Improvements	(\$1,999,808)	(\$417,292)	\$0	(\$2,417,100)
Buildings and Improvements	(3,741,602)	(351,189)	0	(4,092,791)
Infrastructure	(10,527,558)	(379,008)	0	(10,906,566)
Machinery and Equipment	(1,013,001)	(144,974)	159,570	(998,405)
Vehicles	(2,562,402)	(266,463)	140,667	(2,688,198)
Total Depreciation	(\$19,844,371)	(\$1,558,926) *	\$300,237	(\$21,103,060)
<b>Net Value:</b>	\$30,836,172			\$33,906,561

\* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$431,896
Public Health and Welfare Services	2,581
Leisure Time Activities	387,534
Community Environment	5,522
Transportation	414,677
General Government	316,716
Total Depreciation Expense	\$1,558,926

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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

**B. Business-Type Activities Capital Assets**

Summary by category of changes in business-type activities capital assets at December 31, 2007:

**Historical Cost:**

Class	December 31, 2006	Additions	Deletions	December 31, 2007
<b>Capital assets not being depreciated:</b>				
Land	\$3,395,000	\$0	\$0	\$3,395,000
Construction In Progress	0	1,139,704	0	1,139,704
<b>Capital assets being depreciated:</b>				
Land Improvements	125,892	0	0	125,892
Buildings and Improvements	8,074,861	0	0	8,074,861
Infrastructure	48,143	0	0	48,143
Machinery and Equipment	268,575	0	0	268,575
Vehicles	25,000	0	0	25,000
Total Cost	\$11,937,471	\$1,139,704	\$0	\$13,077,175

**Accumulated Depreciation:**

Class	December 31, 2006	Additions	Deletions	December 31, 2007
Land Improvements	(\$84,156)	(\$5,962)	\$0	(\$90,118)
Buildings and Improvements	(2,683,431)	(164,599)	0	(2,848,030)
Infrastructure	(42,326)	(646)	0	(42,972)
Machinery and Equipment	(194,065)	(14,066)	0	(208,131)
Vehicles	(25,000)	0	0	(25,000)
Total Depreciation	(\$3,028,978)	(\$185,273)	\$0	(\$3,214,251)

**Net Value:**

\$8,908,493	\$9,862,924
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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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

**C. Component Unit Capital Assets**

Summary by category of changes in component unit capital assets at December 31, 2007:

***Historical Cost:***

Class	December 31, 2006	Additions	Deletions	December 31, 2007
<b><i>Capital assets not being depreciated:</i></b>				
Land	\$260,919	\$0	(\$260,919)	\$0
<b><i>Capital assets being depreciated:</i></b>				
Buildings and Improvements	66,260	0	(66,260)	0
Total Cost	<u>\$327,179</u>	<u>\$0</u>	<u>(\$327,179)</u>	<u>\$0</u>

***Accumulated Depreciation:***

Class	December 31, 2006	Additions	Deletions	December 31, 2007
Buildings and Improvements	(\$10,022)	(\$1,699)	\$11,721	\$0
Total Depreciation	<u>(\$10,022)</u>	<u>(\$1,699)</u>	<u>\$11,721</u>	<u>\$0</u>
<b><i>Net Value:</i></b>	<u>\$317,157</u>			<u>\$0</u>

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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 8 – DEFINED BENEFIT PENSION PLANS**

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

**A. Ohio Public Employees Retirement System (the “Ohio PERS”)**

The following information was provided by the Ohio PERS to assist the City in complying with GASB Statement No. 27, “*Accounting for Pensions by State and Local Government Employers.*”

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by the Ohio PERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD 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 MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

The Ohio PERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for the Ohio PERS. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2007, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 9.5%. The 2007 employer contribution rate for local government employer units was 13.85%, of covered payroll. From January 1 through June 30, 2007, 8.85% was allocated to fund the pension and 5.0% to fund health care and from July 1, 2007 through December 31, 2007, 7.85% was allocated to fund the pension and 6.0% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the Ohio PERS for the years ending December 31, 2007, 2006, and 2005 were \$824,181, \$769,929 and \$751,969, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)**

**A. Ohio Public Employees Retirement System (the “Ohio PERS”) (Continued)**

The Ohio PERS provides postemployment health care benefits to age and service retirees with ten or more years of qualifying Ohio service credit under the TP and CO plans and to primary survivor recipients of such retirees. Health care coverage for disability recipients is also available. The health care coverage provided by the Ohio PERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the Ohio PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the Ohio PERS. The portion of the 2007 employer contribution rate (identified above) that was used to fund health care was 5.0% from January 1 through June 30, 2007 and 6.0% from July 1 through December 31, 2007, of covered payroll which amounted to \$327,292.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the Ohio Public Employees Retirement System's latest actuarial review performed as of December 31, 2006. The individual entry age actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12% corridor. The investment assumption rate for 2006 was 6.5%. An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.5% to 6.3%. Health care costs were assumed to increase 4.0% annually plus an additional factor ranging from .50% to 5% for the next 8 years. In subsequent years (9 and beyond) health care costs were assumed to increase 4% (the projected wage inflation rate).

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants for the TP and CO Plans was 374,979. The actuarial value of the Ohio PERS net assets available for OPEB at December 31, 2006 is \$12.0 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$30.7 billion and \$18.7 billion, respectively.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)**

**B. Ohio Police and Fire Pension Fund (the “OP&F Fund”)**

All City full-time police officers and full-time firefighters participate in the OP&F Fund, a cost-sharing multiple-employer defined benefit pension plan. The OP&F Fund provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the OP&F Fund. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to the OP&F Fund for the years ending December 31, 2007, 2006, and 2005 were \$604,962, \$569,590, and \$549,077 for police and \$796,992, \$740,922 and \$772,119 for firefighters, respectively, which were equal to the required contributions for each year.

The OP&F Fund provides postemployment health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school on a full-time or two-thirds basis. The health care coverage provided by the OP&F Fund is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care costs paid from the funds of the OP&F Fund shall be included in the employer's contribution rate. The Ohio Revised Code also provides statutory authority allowing the Fund's Board of Trustees to provide postemployment health care coverage to all eligible individuals from the employer's contributions to the OP&F Fund.

The portion of the 2007 covered payroll that was used to fund postemployment health care benefits was \$209,410 representing 6.75% of covered payroll for police and \$224,154 representing 6.75% of covered payroll for fire. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions. As of December 31, 2006, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 14,120 for police and 10,563 for firefighters. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 2006 were \$120,373,722, which was net of member contributions of \$58,532,848.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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**NOTE 9 - OTHER EMPLOYEE BENEFITS**

**A. Dental Optical Plan**

The City sponsors a Dental/Optical Plan for full-time employees of the City. Amounts not paid as dental or optical claims are remitted to employees upon termination or retirement. At December 31, 2007 the City had \$301,370 payable to employees for the Dental/Optical Plan.

**B. Compensated Absences**

At December 31, 2007, the City's accumulated, unpaid compensated absences amounted to \$3,155,692. Of this amount, \$2,962,720 is recorded as Governmental Activities on the Entity Wide Statement of Net Assets (\$71,547 is reported as due within one year), \$192,972 is recorded as Business-type activities (\$5,920 is reported as due within one year).

**NOTE 10 - NOTES PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to, and payable no later than, those principal maturities that would have been required if the bonds had been issued at the expiration of the initial five year period.

Notes payable at December 31, 2007 were as follows:

	Balance December 31, 2006	Issued	(Retired)	Balance December 31, 2007
Capital Projects Fund:				
Capital Improvement Fund:				
4.00% Real Estate Acquisition	\$1,775,000	\$0	(\$1,775,000)	\$0
4.00% Real Estate Acquisition	0	1,375,000	0	1,375,000
4.50% Chester Road TIF Project	2,720,000	0	(2,720,000)	0
4.25% Chester Road TIF Project	0	2,720,000	0	2,720,000
Total Capital Projects Fund	<u>4,495,000</u>	<u>4,095,000</u>	<u>(4,495,000)</u>	<u>4,095,000</u>
Enterprise Fund:				
Convention Center Fund:				
4.50% Real Estate Acquisition	0	1,200,000	0	1,200,000
Total Enterprise Fund	<u>0</u>	<u>1,200,000</u>	<u>0</u>	<u>1,200,000</u>
Total Notes Payable	<u>\$4,495,000</u>	<u>\$5,295,000</u>	<u>(\$4,495,000)</u>	<u>\$5,295,000</u>

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

**NOTE 11 - LONG-TERM OBLIGATIONS**

Long-term obligations of the City at December 31, 2007 were as follows:

	Balance December 31, 2006	Issued	(Retired)	Balance December 31, 2007	Amount Due Within One Year
<b>Business-Type Activities:</b>					
General Obligation Bonds:					
1.50% - 5.25% Convention Center - Issue I	\$3,895,000	\$0	(\$380,000)	\$3,515,000	\$390,000
Unamortized Premium	159,162	0	(18,725)	140,437	18,725
Deferred Loss on Refunding	(291,767)	0	32,419	(259,348)	0
1.50% - 5.25% Convention Center - Issue II	2,085,000	0	(160,000)	1,925,000	160,000
Total General Obligation Bonds	5,847,395	0	(526,306)	5,321,089	568,725
Other Long-Term Obligations:					
Compensated Absences	177,386	192,972	(177,386)	192,972	5,920
Total Business-Type Activities	\$6,024,781	\$192,972	(\$703,692)	\$5,514,061	\$574,645
<b>Governmental Activities:</b>					
General Obligation Bonds:					
4.60% - 4.80% Recreation Center	\$3,945,000	\$0	(\$280,000)	\$3,665,000	\$290,000
1.50% - 5.25% Fire House Construction	6,050,000	0	(460,000)	5,590,000	470,000
1.50% - 5.25% Pool Construction	3,430,000	0	(260,000)	3,170,000	265,000
1.50% - 5.25% Kemper Road Improvement	1,195,000	0	(90,000)	1,105,000	95,000
1.50% - 5.25% Crescentville Road	405,000	0	(30,000)	375,000	30,000
Unamortized Premium	297,553	0	(28,339)	269,214	28,339
Total General Obligation Bonds	15,322,553	0	(1,148,339)	14,174,214	1,178,339
Special Assessment Bonds:					
7.00% Crowne Point Drive/ Miller Valentine Phase I	180,000	0	(45,000)	135,000	45,000
7.10% Crowne Point Drive/ Miller Valentine Phase II	55,000	0	(10,000)	45,000	15,000
Total Special Assessment Bonds (with Government Commitment)	235,000	0	(55,000)	180,000	60,000
Other Long-Term Obligations:					
Compensated Absences	2,678,066	2,962,720	(2,678,066)	2,962,720	71,547
Capital Leases	69,065	0	(15,988)	53,077	16,812
Total Other Long-Term Obligations	2,747,131	2,962,720	(2,694,054)	3,015,797	88,359
Total Governmental Activities	\$18,304,684	\$2,962,720	(\$3,897,393)	\$17,370,011	\$1,326,698

The principal amount of the City's special assessment debt outstanding at December 31, 2007, \$180,000, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$391,869 in the debt service funds at December 31, 2007 is reserved for the retirement of outstanding special assessment bonds. Delinquent special assessments at year end were \$0.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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**NOTE 11 - LONG-TERM OBLIGATIONS (Continued)**

**A. Defeasance of General Obligation Debt**

In January of 2003, the City defeased \$5,015,000 of General Obligation Bonds dated January 1, 1996 (the "Convention Center" bonds) through the issuance of \$5,355,000 of General Obligation Bonds (the "Convention Center – Issue I" bonds). The net proceeds of the 2003 General Obligation Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts, which including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded General Obligation Bonds, which have an outstanding balance of \$3,440,000 at December 31, 2007 are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

**B. Principal and Interest Requirements**

A summary of the City's future long-term debt funding requirements, including principal and interest payments as of December 31, 2007 follows:

<u>Years</u>	<u>Business-Type Activities General Obligation Bonds</u>		<u>Governmental Activities General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2008	\$536,306	\$211,138	\$1,178,339	\$596,368
2009	551,306	195,100	1,228,339	557,417
2010	566,306	177,200	1,268,338	514,393
2011	591,306	157,188	1,308,338	467,545
2012	611,306	135,038	1,363,338	416,798
2013-2017	2,464,559	249,001	7,827,522	1,056,506
Totals	<u>\$5,321,089</u>	<u>\$1,124,665</u>	<u>\$14,174,214</u>	<u>\$3,609,027</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007**

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**NOTE 11 - LONG-TERM OBLIGATIONS (Continued)**

**B. Principal and Interest Requirements (Continued)**

Years	Special Assessment Bonds	
	Principal	Interest
2008	\$60,000	\$12,645
2009	60,000	8,430
2010	60,000	4,215
Totals	<u>\$180,000</u>	<u>\$25,290</u>

**C. Capital Leases**

The City has entered into an agreement to lease equipment. The original cost of the equipment was \$69,065. Such agreements are, in substance, lease purchases (capital leases) and are classified as long-term obligations in the financial statements. The costs of these assets are included in the capital asset balances of the Governmental. The capital leases payable are recorded in Governmental Activities in the amount of \$53,077.

The following is a schedule of future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of December 31, 2007:

Year Ending December 31,	Governmental Activities
2008	\$19,545
2009	19,545
2010	19,545
Minimum Lease Payments	58,635
Less: amount representing interest at the City's incremental borrowing rate of interest	(5,558)
Present value of minimum lease payments	<u>\$53,077</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 12 - CONDUIT DEBT OBLIGATIONS**

From 1977 through 1995, the City issued \$65,295,000 in Industrial Revenue Bonds and Economic Development Revenue Bonds to provide financial assistance to private and public sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private or public sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2007, the outstanding principal amount payable on all of the outstanding bonds was \$10,910,000.

**NOTE 13- RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In 2003, the City joined the Arch Insurance Company, a public entity risk plan formed under Section 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for its member political subdivisions. The City pays an annual premium to Arch for its general insurance coverage. The agreement for formation of Arch provides that the organization will be self-sustaining through member premiums and will reinsure through commercial insurance and reinsurance companies.

Workers' Compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

The City also pays unemployment claims to the State of Ohio as incurred.

The City continues to carry commercial insurance for other risks of loss, including employee health and life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

**NOTE 14 - CONTINGENCIES**

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2007***

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**NOTE 15 – CONSTRUCTION COMMITMENTS**

As of December 31, 2007, the City had the following commitments with respect to capital projects:

<u>Project</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
Municipal Building Generator	\$176,500	February-08

**NOTE 16 - RELATED PARTY TRANSACTIONS**

The Community Improvement Corporation of Sharonville (CIC), a discretely presented component unit of the City, did not receive transfers from the City for operations in 2007. Property located in the City and owned by the City at 11083 Reading Road and 3327 Creek Road is being managed by the CIC. In exchange for its services, the CIC has been assigned any rent to be earned from tenant use of the property. The City is paying maintenance, insurance and taxes on the property. The tenant at 11083 Reading Road was paying \$700 per month in 2007, while the tenant at 3327 Creek Road is paying \$300 per month through December 31, 2007.



*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE  
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, AND  
FIDUCIARY FUNDS.*

***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

**Street Construction, Maintenance and Repair Fund**

To account for state-levied and controlled gasoline tax and motor vehicle registration fees designated for street maintenance and repair.

**State Highway Fund**

To account for the portion of the state gasoline tax and motor vehicle registration fees designated for street maintenance and repair of state highways within the City.

**Permissive Motor Vehicle Tax Fund**

To account for county-levied motor vehicle registration fees designated for maintenance and repair of roads within the City.

**Federal Emergency Management Agency (FEMA) Fund**

To account for grant monies received from the Federal Emergency Management Agency for assistance with public or individual restoration of disaster-damaged projects. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**State Health Licenses Fund**

To account for the revenues and expenditures of the State-mandated Health Licensing programs such as Food Service, Temporary Food Service, Swimming Pools and Mobile Home Parks.

**Teen Fund**

To account for monies received from fund raising for the City's teen group.

**Law Enforcement Trust Fund**

To account for revenues received from local law enforcement grants from the US Department of Justice for Law Enforcement. Expenditures are restricted to law enforcement including restricted personnel costs and equipment as defined in the grants.

**Drug Law Enforcement Fund**

To account for mandatory fines collected for drug offenses.

**DUI Checkpoint Grant Fund**

To account for financial resources used enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

(Continued)

***Special Revenue Funds***

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**DUI Education and Enforcement Fund**

To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

**Mayor's Court Computer Fund**

To account for revenues from fines to be used for computers and updating Mayor's Court computer functions.

**Clerk of Courts Computer Fund**

To account for revenues from fines to be used for computers and updating Clerk of Courts computer functions.

**Law Enforcement Block Grant Fund**

To account for grant monies for special overtime for the Police Department.

**Confinement Reimbursement Fund**

To account for revenues from fines imposed on individuals who are incarcerated in the Hamilton County Jail.

**Community Oriented Policing Services (COPS) Grant Fund**

To account for proceeds from federal and state grant monies. The grant funds must be used toward the salary and benefits of police officers.

**Drug Enforcement Agency (DEA) Federal Sharing Fund**

To account for funds received from the federal Drug Enforcement Agency.

**Termination Benefits Fund**

To account for the large sum payout of retirees for sick, vacation and compensatory time accrued through their employment with the City.

**Other Grants Fund**

To account for funds received from miscellaneous or one time grants. The fund is currently tracking a Target Grant which is to be used for the City's recreational activities. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

(Continued)

***Debt Service Fund***

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Debt Service Funds are used to account for retirement of the City's general obligation and special assessment bonds.

**Note Debt Retirement Fund**

To account for the accumulation of resources for the payments of general obligation note debt of the City including self-supporting obligations not otherwise paid from proprietary funds.

**Debt Retirement Fund**

To account for the accumulation of resources for the payments of general obligation debt of the City including self-supporting obligations not otherwise paid from proprietary funds. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Special Assessment Retirement Fund**

To accumulate special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of special assessment bonds.

**Crystalview Widening Fund**

To account for payments of principal and interest on the City's Crystalview Widening special assessment bond. Revenues for this purpose include special assessment collections.

**Zind Lane Sewer Fund**

To account for payments of principal and interest on the City's Zind Lane Sewer special assessment bond. Revenues for this purpose include special assessment collections.

**Crowne Point Drive Fund**

To account for payments of principal and interest on the City's Miller Valentine special assessment bonds. Revenues for this purpose include special assessment collections and investment income.

***Capital Projects Funds***

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The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

**Capital Improvement Issue II Fund**

To account for government and local portions of Issue II funds that will be expended as they are approved.

**Fire Capital Improvement Fund**

To account for the construction of the new Fire Department facilities.

**Issue II Mosteller / I-275 Fund**

To account for the City's share of construction at the Mosteller I-275 interchange. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Storm Water Fund**

To account for the collection of assessments for the construction of a storm water system within the City.

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2007**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,332,845	\$ 391,869	\$ 326,200	\$ 2,050,914
Investments	111,230	0	50,839	162,069
Receivables				
Accounts	497	0	0	497
Intergovernmental	1,151,047	0	0	1,151,047
Special Assessments	0	145,202	0	145,202
Interfund Loans Receivables	60,000	0	0	60,000
Inventory of Supplies, at Cost	110,124	0	0	110,124
Prepaid Items	1,656	0	0	1,656
<b>Total Assets</b>	<b>\$ 2,767,399</b>	<b>\$ 537,071</b>	<b>\$ 377,039</b>	<b>\$ 3,681,509</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 124,424	\$ 0	\$ 6,163	\$ 130,587
Accrued Wages and Benefits Payable	41,802	0	0	41,802
Intergovernmental Payable	29,351	0	0	29,351
Interfund Loans Payable	50,000	0	0	50,000
Deferred Revenue	656,586	145,202	0	801,788
<b>Total Liabilities</b>	<b>902,163</b>	<b>145,202</b>	<b>6,163</b>	<b>1,053,528</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	217,110	0	20,420	237,530
Reserved for Prepaid Items	1,656	0	0	1,656
Reserved for Supplies Inventory	110,124	0	0	110,124
Reserved for Debt Service	0	391,869	0	391,869
Reserved for Interfund Loans Receivable	60,000	0	0	60,000
Undesignated/Unreserved	1,476,346	0	350,456	1,826,802
<b>Total Fund Balances</b>	<b>1,865,236</b>	<b>391,869</b>	<b>370,876</b>	<b>2,627,981</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,767,399</b>	<b>\$ 537,071</b>	<b>\$ 377,039</b>	<b>\$ 3,681,509</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2007**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 1,912,024	\$ 211,823	\$ 0	\$ 2,123,847
Charges for Services	4,040	0	0	4,040
Licenses and Permits	79,626	0	0	79,626
Investment Earnings	67,825	0	0	67,825
Special Assessments	0	1,664	129,061	130,725
Fines and Forfeitures	68,353	0	0	68,353
All Other Revenue	12,359	7,150	0	19,509
<b>Total Revenue</b>	<b>2,144,227</b>	<b>220,637</b>	<b>129,061</b>	<b>2,493,925</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	301,016	0	0	301,016
Public Health and Welfare Services	343,177	0	0	343,177
Leisure Time Activities	3,999	0	0	3,999
Transportation	1,972,165	0	0	1,972,165
General Government	106,606	5,979	161,876	274,461
Capital Outlay	0	0	1,255,416	1,255,416
Debt Service:				
Principal Retirement	0	1,175,000	0	1,175,000
Interest & Fiscal Charges	0	773,608	0	773,608
<b>Total Expenditures</b>	<b>2,726,963</b>	<b>1,954,587</b>	<b>1,417,292</b>	<b>6,098,842</b>
Excess (Deficiency) of Revenues Over Expenditures	(582,736)	(1,733,950)	(1,288,231)	(3,604,917)
<b>Other Financing Sources (Uses):</b>				
Premiums on Notes Issuances	0	6,600	0	6,600
Transfers In	309,001	2,147,442	131,100	2,587,543
Transfers Out	0	(471,000)	0	(471,000)
<b>Total Other Financing Sources (Uses)</b>	<b>309,001</b>	<b>1,683,042</b>	<b>131,100</b>	<b>2,123,143</b>
Net Change in Fund Balance	(273,735)	(50,908)	(1,157,131)	(1,481,774)
<b>Fund Balances at Beginning of Year</b>	<b>2,164,278</b>	<b>442,777</b>	<b>1,528,007</b>	<b>4,135,062</b>
Increase (Decrease) in Inventory Reserve	(25,307)	0	0	(25,307)
<b>Fund Balances End of Year</b>	<b>\$ 1,865,236</b>	<b>\$ 391,869</b>	<b>\$ 370,876</b>	<b>\$ 2,627,981</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2007**

	Street Construction, Maintenance and Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	State Health Licenses Fund	Teen Fund
<b>Assets:</b>					
Cash and Cash Equivalents	\$ 470,781	\$ 239,010	\$ 124,793	\$ 6,647	\$ 2,622
Investments	111,230	0	0	0	0
Receivables:					
Accounts	0	0	0	0	0
Intergovernmental	860,767	115,801	151,204	0	0
Interfund Loans Receivables	0	0	0	0	0
Inventory of Supplies, at Cost	73,783	36,341	0	0	0
Prepaid Items	180	0	0	402	0
<b>Total Assets</b>	<b>\$ 1,516,741</b>	<b>\$ 391,152</b>	<b>\$ 275,997</b>	<b>\$ 7,049</b>	<b>\$ 2,622</b>
<b>Liabilities:</b>					
Accounts Payable	\$ 41,122	\$ 17,422	\$ 35,697	\$ 1,175	\$ 0
Accrued Wages and Benefits Payable	36,734	0	4,628	0	0
Intergovernmental Payable	22,957	0	2,988	3,406	0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	510,131	41,362	100,803	0	0
<b>Total Liabilities</b>	<b>610,944</b>	<b>58,784</b>	<b>144,116</b>	<b>4,581</b>	<b>0</b>
<b>Fund Balances:</b>					
Reserved for Encumbrances	100,577	94,685	10,525	5,472	0
Reserved for Prepaid Items	180	0	0	402	0
Reserved for Supplies Inventory	73,783	36,341	0	0	0
Reserved for Interfund Loans Receivable	0	0	0	0	0
Undesignated/Unreserved	731,257	201,342	121,356	(3,406)	2,622
<b>Total Fund Balances</b>	<b>905,797</b>	<b>332,368</b>	<b>131,881</b>	<b>2,468</b>	<b>2,622</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,516,741</b>	<b>\$ 391,152</b>	<b>\$ 275,997</b>	<b>\$ 7,049</b>	<b>\$ 2,622</b>

**CITY OF SHARONVILLE, OHIO**

Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Law Enforcement Block Grant Fund
\$ 8,060	\$ 51,604	\$ 28,416	\$ 7,208	\$ 27,851	\$ 58,860	\$ 11,647
0	0	0	0	0	0	0
497	0	0	0	0	0	0
2,153	1,357	15,673	150	591	1,379	1,288
0	0	0	50,000	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	1,074	0
<u>\$ 10,710</u>	<u>\$ 52,961</u>	<u>\$ 44,089</u>	<u>\$ 57,358</u>	<u>\$ 28,442</u>	<u>\$ 61,313</u>	<u>\$ 12,935</u>
\$ 0	\$ 415	\$ 0	\$ 0	\$ 5,118	\$ 10,095	\$ 0
0	0	440	0	0	0	0
0	0	0	0	0	0	0
0	0	40,000	0	0	0	10,000
0	0	3,538	0	0	0	752
<u>0</u>	<u>415</u>	<u>43,978</u>	<u>0</u>	<u>5,118</u>	<u>10,095</u>	<u>10,752</u>
0	134	0	3,000	87	2,050	0
0	0	0	0	0	1,074	0
0	0	0	0	0	0	0
0	0	0	50,000	0	0	0
10,710	52,412	111	4,358	23,237	48,094	2,183
<u>10,710</u>	<u>52,546</u>	<u>111</u>	<u>57,358</u>	<u>23,324</u>	<u>51,218</u>	<u>2,183</u>
<u>\$ 10,710</u>	<u>\$ 52,961</u>	<u>\$ 44,089</u>	<u>\$ 57,358</u>	<u>\$ 28,442</u>	<u>\$ 61,313</u>	<u>\$ 12,935</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2007**

	Confinement Reimbursement Fund	COPS Grant Fund	DEA Federal Sharing Fund	Termination Benefits Fund	Total Nonmajor Special Revenue Funds
<b>Assets:</b>					
Cash and Cash Equivalents	\$ 6,540	\$ 5,752	\$ 61,413	\$ 221,641	\$ 1,332,845
Investments	0	0	0	0	111,230
Receivables:					
Accounts	0	0	0	0	497
Intergovernmental	684	0	0	0	1,151,047
Interfund Loans Receivables	0	0	10,000	0	60,000
Inventory of Supplies, at Cost	0	0	0	0	110,124
Prepaid Items	0	0	0	0	1,656
<b>Total Assets</b>	<b>\$ 7,224</b>	<b>\$ 5,752</b>	<b>\$ 71,413</b>	<b>\$ 221,641</b>	<b>\$ 2,767,399</b>
<b>Liabilities:</b>					
Accounts Payable	\$ 0	\$ 0	\$ 13,380	\$ 0	\$ 124,424
Accrued Wages and Benefits Payable	0	0	0	0	41,802
Intergovernmental Payable	0	0	0	0	29,351
Interfund Loans Payable	0	0	0	0	50,000
Deferred Revenue	0	0	0	0	656,586
<b>Total Liabilities</b>	<b>0</b>	<b>0</b>	<b>13,380</b>	<b>0</b>	<b>902,163</b>
<b>Fund Balances:</b>					
Reserved for Encumbrances	570	0	10	0	217,110
Reserved for Prepaid Items	0	0	0	0	1,656
Reserved for Supplies Inventory	0	0	0	0	110,124
Reserved for Interfund Loans Receivable	0	0	10,000	0	60,000
Undesignated/Unreserved	6,654	5,752	48,023	221,641	1,476,346
<b>Total Fund Balances</b>	<b>7,224</b>	<b>5,752</b>	<b>58,033</b>	<b>221,641</b>	<b>1,865,236</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,224</b>	<b>\$ 5,752</b>	<b>\$ 71,413</b>	<b>\$ 221,641</b>	<b>\$ 2,767,399</b>



**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

	Street Construction, Maintenance and Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund	State Health Licenses Fund
<b>Revenues:</b>					
Intergovernmental Revenues	\$ 1,330,997	\$ 107,919	\$ 209,277	\$ 80,976	\$ 5,246
Charges for Services	0	0	0	0	1,090
Licenses and Permits	0	0	0	0	79,626
Investment Earnings	42,258	20,507	5,060	0	0
Fines and Forfeitures	0	0	0	0	0
All Other Revenue	6,899	2,000	0	0	742
<b>Total Revenue</b>	<b>1,380,154</b>	<b>130,426</b>	<b>214,337</b>	<b>80,976</b>	<b>86,704</b>
<b>Expenditures:</b>					
Current:					
Security of Persons and Property	0	0	0	80,976	0
Public Health and Welfare Services	0	0	0	0	343,177
Leisure Time Activities	0	0	0	0	0
Transportation	1,541,166	263,516	167,483	0	0
General Government	0	0	0	0	0
<b>Total Expenditures</b>	<b>1,541,166</b>	<b>263,516</b>	<b>167,483</b>	<b>80,976</b>	<b>343,177</b>
Excess (Deficiency) of Revenues Over Expenditures	(161,012)	(133,090)	46,854	0	(256,473)
<b>Other Financing Sources (Uses):</b>					
Transfers In	0	0	0	0	222,130
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>222,130</b>
Net Change in Fund Balance	(161,012)	(133,090)	46,854	0	(34,343)
<b>Fund Balances at Beginning of Year</b>	<b>1,083,765</b>	<b>473,809</b>	<b>85,027</b>	<b>0</b>	<b>36,811</b>
Increase (Decrease) in Inventory Reserve	(16,956)	(8,351)	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 905,797</b>	<b>\$ 332,368</b>	<b>\$ 131,881</b>	<b>\$ 0</b>	<b>\$ 2,468</b>

**CITY OF SHARONVILLE, OHIO**

<u>Teen Fund</u>	<u>Law Enforcement Trust Fund</u>	<u>Drug Law Enforcement Fund</u>	<u>DUI Checkpoint Grant Fund</u>	<u>DUI Education and Enforcement Fund</u>	<u>Mayor's Court Computer Fund</u>	<u>Clerk of Courts Computer Fund</u>
\$ 0	\$ 0	\$ 0	\$ 133,886	\$ 0	\$ 0	\$ 0
2,950	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	3,516	31,981	0	927	8,935	20,821
0	1,181	431	0	1,106	0	0
<u>2,950</u>	<u>4,697</u>	<u>32,412</u>	<u>133,886</u>	<u>2,033</u>	<u>8,935</u>	<u>20,821</u>
0	1,068	2,258	133,155	3,431	14,135	28,121
0	0	0	0	0	0	0
2,199	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>2,199</u>	<u>1,068</u>	<u>2,258</u>	<u>133,155</u>	<u>3,431</u>	<u>14,135</u>	<u>28,121</u>
751	3,629	30,154	731	(1,398)	(5,200)	(7,300)
1,871	0	0	0	0	0	0
<u>1,871</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
2,622	3,629	30,154	731	(1,398)	(5,200)	(7,300)
0	7,081	22,392	(620)	58,756	28,524	58,518
0	0	0	0	0	0	0
<u>\$ 2,622</u>	<u>\$ 10,710</u>	<u>\$ 52,546</u>	<u>\$ 111</u>	<u>\$ 57,358</u>	<u>\$ 23,324</u>	<u>\$ 51,218</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

	Law Enforcement Block Grant Fund	Confinement Reimbursement Fund	COPS Grant Fund	DEA Federal Sharing Fund	Termination Benefits Fund
<b>Revenues:</b>					
Intergovernmental Revenues	\$ 5,148	\$ 0	\$ 0	\$ 38,575	\$ 0
Charges for Services	0	0	0	0	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	0	0
Fines and Forfeitures	0	2,173	0	0	0
All Other Revenue	0	0	0	0	0
<b>Total Revenue</b>	<b>5,148</b>	<b>2,173</b>	<b>0</b>	<b>38,575</b>	<b>0</b>
<b>Expenditures:</b>					
Current:					
Security of Persons and Property	2,965	430	0	34,477	0
Public Health and Welfare Services	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	0	0	0	106,606
<b>Total Expenditures</b>	<b>2,965</b>	<b>430</b>	<b>0</b>	<b>34,477</b>	<b>106,606</b>
Excess (Deficiency) of Revenues Over Expenditures	2,183	1,743	0	4,098	(106,606)
<b>Other Financing Sources (Uses):</b>					
Transfers In	0	0	0	0	85,000
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>85,000</b>
Net Change in Fund Balance	2,183	1,743	0	4,098	(21,606)
<b>Fund Balances at Beginning of Year</b>	<b>0</b>	<b>5,481</b>	<b>5,752</b>	<b>53,935</b>	<b>243,247</b>
Increase (Decrease) in Inventory Reserve	0	0	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 2,183</b>	<b>\$ 7,224</b>	<b>\$ 5,752</b>	<b>\$ 58,033</b>	<b>\$ 221,641</b>

**CITY OF SHARONVILLE, OHIO**

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Other Grants Fund	Total Nonmajor Special Revenue Funds
\$ 0	\$ 1,912,024
0	4,040
0	79,626
0	67,825
0	68,353
0	12,359
0	2,144,227
0	301,016
0	343,177
1,800	3,999
0	1,972,165
0	106,606
1,800	2,726,963
(1,800)	(582,736)
0	309,001
0	309,001
(1,800)	(273,735)
1,800	2,164,278
0	(25,307)
\$ 0	\$ 1,865,236

**CITY OF SHARONVILLE, OHIO**

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**Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2007**

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	Note Debt Retirement Fund	Special Assessment Retirement Fund	Crystalview Widening Fund	Zind Lane Sewer Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 21,747	\$ 31,706	\$ 33,530	\$ 10,192
Receivables:				
Special Assessments	<u>0</u>	<u>8,189</u>	<u>0</u>	<u>0</u>
<b>Total Assets</b>	<u>\$ 21,747</u>	<u>\$ 39,895</u>	<u>\$ 33,530</u>	<u>\$ 10,192</u>
<b>Liabilities:</b>				
Deferred Revenue	\$ 0	\$ 8,189	\$ 0	\$ 0
<b>Total Liabilities</b>	<u>0</u>	<u>8,189</u>	<u>0</u>	<u>0</u>
<b>Fund Balances:</b>				
Reserved for Debt Service	<u>21,747</u>	<u>31,706</u>	<u>33,530</u>	<u>10,192</u>
<b>Total Fund Balances</b>	<u>21,747</u>	<u>31,706</u>	<u>33,530</u>	<u>10,192</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 21,747</u>	<u>\$ 39,895</u>	<u>\$ 33,530</u>	<u>\$ 10,192</u>

**CITY OF SHARONVILLE, OHIO**

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<u>Crowne Point Drive Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 294,694	\$ 391,869
<u>137,013</u>	<u>145,202</u>
<u>\$ 431,707</u>	<u>\$ 537,071</u>
<u>\$ 137,013</u>	<u>\$ 145,202</u>
<u>137,013</u>	<u>145,202</u>
<u>294,694</u>	<u>391,869</u>
<u>294,694</u>	<u>391,869</u>
<u>\$ 431,707</u>	<u>\$ 537,071</u>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007**

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Retirement Fund	Crystalview Widening Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 211,823	\$ 0	\$ 0	\$ 0
Special Assessments	0	0	0	0
All Other Revenue	7,150	0	0	0
<b>Total Revenue</b>	<u>218,973</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures:</b>				
General Government	4,815	0	0	0
Debt Service:				
Principal Retirement	280,000	840,000	0	0
Interest & Fiscal Charges	314,731	442,022	0	0
<b>Total Expenditures</b>	<u>599,546</u>	<u>1,282,022</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	(380,573)	(1,282,022)	0	0
<b>Other Financing Sources (Uses):</b>				
Premiums on Note Issuances	6,600	0	0	0
Transfers In	865,420	1,282,022	0	0
Transfers Out	(471,000)	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>401,020</u>	<u>1,282,022</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	20,447	0	0	0
<b>Fund Balances at Beginning of Year</b>	<u>1,300</u>	<u>0</u>	<u>31,706</u>	<u>33,530</u>
<b>Fund Balances End of Year</b>	<u>\$ 21,747</u>	<u>\$ 0</u>	<u>\$ 31,706</u>	<u>\$ 33,530</u>

**CITY OF SHARONVILLE, OHIO**

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Zind Lane Sewer Fund	Crowne Point Drive Fund	Total Nonmajor Debt Service Funds
\$ 0	\$ 0	\$ 211,823
1,664	0	1,664
0	0	7,150
<u>1,664</u>	<u>0</u>	<u>220,637</u>
0	1,164	5,979
0	55,000	1,175,000
0	16,855	773,608
<u>0</u>	<u>73,019</u>	<u>1,954,587</u>
1,664	(73,019)	(1,733,950)
0	0	6,600
0	0	2,147,442
0	0	(471,000)
<u>0</u>	<u>0</u>	<u>1,683,042</u>
1,664	(73,019)	(50,908)
8,528	367,713	442,777
<u>\$ 10,192</u>	<u>\$ 294,694</u>	<u>\$ 391,869</u>

**CITY OF SHARONVILLE, OHIO**

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**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2007**

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	Capital Improvement Issue II Fund	Fire Capital Improvement Fund	Storm Water Fund	Total Nonmajor Capital Projects Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 215,177	\$ 6,575	\$ 104,448	\$ 326,200
Investments	50,839	0	0	50,839
<b>Total Assets</b>	<u>\$ 266,016</u>	<u>\$ 6,575</u>	<u>\$ 104,448</u>	<u>\$ 377,039</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 0	\$ 0	\$ 6,163	\$ 6,163
<b>Total Liabilities</b>	<u>0</u>	<u>0</u>	<u>6,163</u>	<u>6,163</u>
<b>Fund Balances:</b>				
Reserved for Encumbrances	0	0	20,420	20,420
Undesignated/Unreserved	266,016	6,575	77,865	350,456
<b>Total Fund Balances</b>	<u>266,016</u>	<u>6,575</u>	<u>98,285</u>	<u>370,876</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 266,016</u>	<u>\$ 6,575</u>	<u>\$ 104,448</u>	<u>\$ 377,039</u>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2007**

	Capital Improvement Issue II Fund	Fire Capital Improvement Fund	Storm Water Fund	Total Nonmajor Capital Project Funds
<b>Revenues:</b>				
Special Assessments	\$ 0	\$ 0	\$ 129,061	\$ 129,061
<b>Total Revenue</b>	<u>0</u>	<u>0</u>	<u>129,061</u>	<u>129,061</u>
<b>Expenditures:</b>				
Current:				
General Government	0	0	161,876	161,876
Capital Outlay	0	1,255,416	0	1,255,416
<b>Total Expenditures</b>	<u>0</u>	<u>1,255,416</u>	<u>161,876</u>	<u>1,417,292</u>
Excess (Deficiency) of Revenues Over Expenditures	0	(1,255,416)	(32,815)	(1,288,231)
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	0	131,100	131,100
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>131,100</u>	<u>131,100</u>
Net Change in Fund Balance	0	(1,255,416)	98,285	(1,157,131)
<b>Fund Balances at Beginning of Year</b>	<u>266,016</u>	<u>1,261,991</u>	<u>0</u>	<u>1,528,007</u>
<b>Fund Balances End of Year</b>	<u>\$ 266,016</u>	<u>\$ 6,575</u>	<u>\$ 98,285</u>	<u>\$ 370,876</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2007**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 12,761,750	\$ 12,761,750	\$ 13,472,432	\$ 710,682
Intergovernmental Revenues	758,553	758,553	1,166,919	408,366
Charges for Services	374,350	374,350	368,797	(5,553)
Licenses and Permits	342,525	342,525	398,573	56,048
Investment Earnings	525,000	525,000	612,245	87,245
Fines and Forfeitures	358,000	358,000	353,342	(4,658)
All Other Revenues	55,380	55,380	64,267	8,887
Total Revenues	<u>15,175,558</u>	<u>15,175,558</u>	<u>16,436,575</u>	<u>1,261,017</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	4,941,517	4,983,596	4,789,563	194,033
Materials and Supplies	265,840	268,104	259,181	8,923
Contractual Services	448,018	451,833	427,323	24,510
Total Police Department	<u>5,655,375</u>	<u>5,703,533</u>	<u>5,476,067</u>	<u>227,466</u>
Total Security of Persons and Property	<u>5,655,375</u>	<u>5,703,533</u>	<u>5,476,067</u>	<u>227,466</u>
Leisure Time Activities:				
Recreation Centers:				
Personal Services	670,731	688,372	639,311	49,061
Materials and Supplies	66,136	67,875	57,384	10,491
Contractual Services	373,548	383,373	329,841	53,532
Total Recreation Centers	<u>1,110,415</u>	<u>1,139,620</u>	<u>1,026,536</u>	<u>113,084</u>
Recreation Parks and Programs:				
Personal Services	1,410,498	1,424,069	1,345,965	78,104
Materials and Supplies	57,888	58,445	38,977	19,468
Contractual Services	188,844	190,661	149,378	41,283
Total Recreation Parks and Programs	<u>1,657,230</u>	<u>1,673,175</u>	<u>1,534,320</u>	<u>138,855</u>
Recreation Pools:				
Personal Services	219,235	208,090	204,261	3,829
Materials and Supplies	40,831	38,755	30,077	8,678
Contractual Services	35,004	33,225	20,048	13,177
Total Recreation Pools	<u>295,070</u>	<u>280,070</u>	<u>254,386</u>	<u>25,684</u>
Total Leisure Time Activities	<u>3,062,715</u>	<u>3,092,865</u>	<u>2,815,242</u>	<u>277,623</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2007***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Community Environment:				
Building and Planning:				
Personal Services	491,377	494,414	432,872	61,542
Materials and Supplies	10,643	10,709	8,395	2,314
Contractual Services	105,394	106,046	61,092	44,954
Total Building and Planning	<u>607,414</u>	<u>611,169</u>	<u>502,359</u>	<u>108,810</u>
Total Community Environment	<u>607,414</u>	<u>611,169</u>	<u>502,359</u>	<u>108,810</u>
Basic Utility Services:				
Waste Collection:				
Contractual Services	541,780	589,866	589,865	1
Total Waste Collection	<u>541,780</u>	<u>589,866</u>	<u>589,865</u>	<u>1</u>
Total Basic Utility Services	<u>541,780</u>	<u>589,866</u>	<u>589,865</u>	<u>1</u>
General Government:				
Mayor:				
Personal Services	56,700	56,700	55,670	1,030
Materials and Supplies	800	800	571	229
Contractual Services	16,200	17,010	9,980	7,030
Total Mayor	<u>73,700</u>	<u>74,510</u>	<u>66,221</u>	<u>8,289</u>
Council:				
Personal Services	116,500	116,500	115,980	520
Materials and Supplies	1,875	1,875	125	1,750
Contractual Services	8,775	9,962	3,125	6,837
Total Council	<u>127,150</u>	<u>128,337</u>	<u>119,230</u>	<u>9,107</u>
Auditor and Treasurer:				
Personal Services	36,100	36,100	35,686	414
Materials and Supplies	1,300	1,300	0	1,300
Contractual Services	45,350	45,350	39,830	5,520
Total Auditor and Treasurer	<u>82,750</u>	<u>82,750</u>	<u>75,516</u>	<u>7,234</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2007***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Law Director:				
Personal Services	88,100	88,100	80,410	7,690
Contractual Services	<u>73,300</u>	<u>124,634</u>	<u>73,224</u>	<u>51,410</u>
Total Law Director	161,400	212,734	153,634	59,100
Civil Service:				
Personal Services	11,378	14,979	14,777	202
Materials and Supplies	152	200	92	108
Contractual Services	<u>30,320</u>	<u>39,915</u>	<u>35,300</u>	<u>4,615</u>
Total Civil Service	41,850	55,094	50,169	4,925
Safety/Service Director:				
Personal Services	980,526	1,002,360	882,629	119,731
Materials and Supplies	6,961	7,116	5,197	1,919
Contractual Services	<u>258,923</u>	<u>264,688</u>	<u>212,337</u>	<u>52,351</u>
Total Safety/Service Director	1,246,410	1,274,164	1,100,163	174,001
Tax Department:				
Personal Services	400,035	413,560	402,309	11,251
Materials and Supplies	20,209	20,892	19,409	1,483
Contractual Services	<u>64,811</u>	<u>67,002</u>	<u>52,277</u>	<u>14,725</u>
Total Tax Department	485,055	501,454	473,995	27,459
Building and Lands:				
Personal Services	342,955	367,850	345,202	22,648
Materials and Supplies	49,899	53,521	39,481	14,040
Contractual Services	<u>360,462</u>	<u>386,627</u>	<u>288,477</u>	<u>98,150</u>
Total Buildings and Lands	753,316	807,998	673,160	134,838
Miscellaneous Government:				
Materials and Supplies	33,655	35,450	27,442	8,008
Contractual Services	<u>630,280</u>	<u>663,904</u>	<u>455,608</u>	<u>208,296</u>
Total Miscellaneous Government	663,935	699,354	483,050	216,304
Total General Government	<u>3,635,566</u>	<u>3,836,395</u>	<u>3,195,138</u>	<u>641,257</u>
Capital Outlay	<u>0</u>	<u>8,897</u>	<u>4,122</u>	<u>4,775</u>
Total Expenditures	<u>13,502,850</u>	<u>13,842,725</u>	<u>12,582,793</u>	<u>1,259,932</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2007**

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,672,708	1,332,833	3,853,782	2,520,949
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	4,765	4,765
Transfers Out	<u>(3,436,119)</u>	<u>(3,422,619)</u>	<u>(3,333,748)</u>	<u>88,871</u>
Total Other Financing Sources (Uses)	<u>(3,436,119)</u>	<u>(3,422,619)</u>	<u>(3,328,983)</u>	<u>93,636</u>
Net Change in Fund Balance	(1,763,411)	(2,089,786)	524,799	2,614,585
Fund Balance at Beginning of Year	3,527,291	3,527,291	3,527,291	0
Prior Year Encumbrances	326,377	326,377	326,377	0
Fund Balance at End of Year	<u>\$ 2,090,257</u>	<u>\$ 1,763,882</u>	<u>\$ 4,378,467</u>	<u>\$ 2,614,585</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Special Revenue Fund  
For the Year Ended December 31, 2007**

	<b>FIRE DEPARTMENT FUND</b>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Taxes	\$ 6,122,827	\$ 6,122,827	\$ 6,456,592	\$ 333,765
Charges for Services	375,000	375,000	481,442	106,442
All Other Revenues	<u>0</u>	<u>0</u>	<u>2,601</u>	<u>2,601</u>
Total Revenues	<u>6,497,827</u>	<u>6,497,827</u>	<u>6,940,635</u>	<u>442,808</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Fire Department:				
Personal Services	5,399,444	5,358,341	5,288,032	70,309
Materials and Supplies	207,071	205,495	183,252	22,243
Contractual Services	<u>819,083</u>	<u>812,848</u>	<u>673,034</u>	<u>139,814</u>
Total Security of Persons and Property	<u>6,425,598</u>	<u>6,376,684</u>	<u>6,144,318</u>	<u>232,366</u>
Capital Outlay	<u>327,563</u>	<u>325,069</u>	<u>316,485</u>	<u>8,584</u>
Total Expenditures	<u>6,753,161</u>	<u>6,701,753</u>	<u>6,460,803</u>	<u>240,950</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,334)	(203,926)	479,832	683,758
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(701,370)	(701,370)	0
Advances In	0	0	82,500	82,500
Advances Out	<u>0</u>	<u>0</u>	<u>(82,500)</u>	<u>(82,500)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(701,370)</u>	<u>(701,370)</u>	<u>0</u>
Net Change in Fund Balance	(255,334)	(905,296)	(221,538)	683,758
Fund Balance at Beginning of Year	1,239,772	1,239,772	1,239,772	0
Prior Year Encumbrances	<u>290,476</u>	<u>290,476</u>	<u>290,476</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,274,914</u>	<u>\$ 624,952</u>	<u>\$ 1,308,710</u>	<u>\$ 683,758</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Project Fund  
For the Year Ended December 31, 2007***

<b>CAPITAL IMPROVEMENT FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 100,000	\$ 0	\$ (100,000)
All Other Revenues	60,000	0	(60,000)
Total Revenues	<u>160,000</u>	<u>0</u>	<u>(160,000)</u>
<b>Expenditures:</b>			
Capital Outlay	3,005,492	2,668,109	337,383
Total Expenditures	<u>3,005,492</u>	<u>2,668,109</u>	<u>337,383</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,845,492)	(2,668,109)	177,383
<b>Other Financing Sources (Uses):</b>			
Sale of Capital Assets	0	6,940	6,940
Transfers In	1,447,575	1,447,575	0
Total Other Financing Sources (Uses)	<u>1,447,575</u>	<u>1,454,515</u>	<u>6,940</u>
Net Change in Fund Balance	(1,397,917)	(1,213,594)	184,323
Fund Balance at Beginning of Year	936,517	936,517	0
Prior Year Encumbrances	538,158	538,158	0
Fund Balance at End of Year	<u>\$ 76,758</u>	<u>\$ 261,081</u>	<u>\$ 184,323</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Project Fund  
For the Year Ended December 31, 2007**

<b>CHESTER ROAD TIF FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Charges for Services	\$ 6,000	\$ 15,045	\$ 9,045
Total Revenues	<u>6,000</u>	<u>15,045</u>	<u>9,045</u>
<b>Expenditures:</b>			
Capital Outlay	2,415,856	2,185,655	230,201
Debt Service:			
Principal Retirement	2,720,000	2,720,000	0
Interest Charges	23,042	17,799	5,243
Total Debt Service	<u>2,743,042</u>	<u>2,737,799</u>	<u>5,243</u>
Total Expenditures	<u>5,158,898</u>	<u>4,923,454</u>	<u>235,444</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,152,898)	(4,908,409)	244,489
<b>Other Financing Sources (Uses):</b>			
Premiums on Debt Issuance	17,679	12,267	(5,412)
General Obligation Notes Issued	2,720,000	2,720,000	0
Total Other Financing Sources (Uses)	<u>2,737,679</u>	<u>2,732,267</u>	<u>(5,412)</u>
Net Change in Fund Balance	(2,415,219)	(2,176,142)	239,077
Fund Balance at Beginning of Year	<u>2,420,856</u>	<u>2,420,856</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,637</u>	<u>\$ 244,714</u>	<u>\$ 239,077</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

<b>STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 1,180,000	\$ 1,274,044	\$ 94,044
Investment Earnings	25,000	42,258	17,258
All Other Revenues	6,070	6,899	829
Total Revenues	<u>1,211,070</u>	<u>1,323,201</u>	<u>112,131</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	932,257	878,754	53,503
Materials and Supplies	106,132	77,380	28,752
Contractual Services	106,556	85,323	21,233
Snow and Ice Removal Department:			
Personal Services	40,000	31,998	8,002
Materials and Supplies	124,859	114,222	10,637
Contractual Services	12,821	6,952	5,869
Traffic Signs and Signals Department:			
Materials and Supplies	72,500	69,844	2,656
Contractual Services	57,750	54,508	3,242
Total Transportation	<u>1,452,875</u>	<u>1,318,981</u>	<u>133,894</u>
Capital Outlay	<u>446,600</u>	<u>433,421</u>	<u>13,179</u>
Total Expenditures	<u>1,899,475</u>	<u>1,752,402</u>	<u>147,073</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(688,405)	(429,201)	259,204
Fund Balance at Beginning of Year	739,685	739,685	0
Prior Year Encumbrances	129,827	129,827	0
Fund Balance at End of Year	<u>\$ 181,107</u>	<u>\$ 440,311</u>	<u>\$ 259,204</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

<b>STATE HIGHWAY FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 97,500	\$ 103,301	\$ 5,801
Investment Earnings	11,000	20,507	9,507
All Other Revenues	2,000	2,000	0
Total Revenues	<u>110,500</u>	<u>125,808</u>	<u>15,308</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Contractual Services	84,105	65,000	19,105
Snow and Ice Removal Department:			
Materials and Supplies	63,083	62,703	380
Traffic Signs and Signals Department:			
Materials and Supplies	2,800	1,422	1,378
Contractual Services	39,194	34,135	5,059
Total Transportation	<u>189,182</u>	<u>163,260</u>	<u>25,922</u>
Capital Outlay	<u>277,000</u>	<u>277,000</u>	<u>0</u>
Total Expenditures	<u>466,182</u>	<u>440,260</u>	<u>25,922</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(355,682)	(314,452)	41,230
Fund Balance at Beginning of Year	291,023	291,023	0
Prior Year Encumbrances	150,332	150,332	0
Fund Balance at End of Year	<u>\$ 85,673</u>	<u>\$ 126,903</u>	<u>\$ 41,230</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 194,000	\$ 190,997	\$ (3,003)
Investment Earnings	1,500	5,060	3,560
Total Revenues	<u>195,500</u>	<u>196,057</u>	<u>557</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	160,324	112,353	47,971
Materials and Supplies	38,350	36,305	2,045
Contractual Services	23,772	21,720	2,052
Traffic Signs and Signals Department:			
Contractual Services	<u>100</u>	<u>76</u>	<u>24</u>
Total Transportation	<u>222,546</u>	<u>170,454</u>	<u>52,092</u>
Capital Outlay	<u>6,500</u>	<u>6,500</u>	<u>0</u>
Total Expenditures	<u>229,046</u>	<u>176,954</u>	<u>52,092</u>
Net Change in Fund Balance	(33,546)	19,103	52,649
Fund Balance at Beginning of Year	55,846	55,846	0
Prior Year Encumbrances	<u>3,622</u>	<u>3,622</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 25,922</u>	<u>\$ 78,571</u>	<u>\$ 52,649</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 82,500	\$ 80,976	\$ (1,524)
Total Revenues	<u>82,500</u>	<u>80,976</u>	<u>(1,524)</u>
<b>Expenditures:</b>			
Capital Outlay	82,500	80,976	1,524
Total Expenditures	<u>82,500</u>	<u>80,976</u>	<u>1,524</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
<b>Other Financing Sources (Uses):</b>			
Advances In	0	82,500	82,500
Advances Out	0	(82,500)	(82,500)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

**STATE HEALTH LICENSES FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 10,000	\$ 5,246	\$ (4,754)
Charges for Services	500	1,090	590
Licenses and Permits	75,000	79,626	4,626
All Other Revenues	<u>0</u>	<u>1,517</u>	<u>1,517</u>
Total Revenues	<u>85,500</u>	<u>87,479</u>	<u>1,979</u>
<b>Expenditures:</b>			
Public Health and Welfare Services:			
Health Department:			
Personal Services	347,090	307,290	39,800
Materials and Supplies	13,548	12,366	1,182
Contractual Services	<u>50,016</u>	<u>38,653</u>	<u>11,363</u>
Total Public Health and Welfare Services	<u>410,654</u>	<u>358,309</u>	<u>52,345</u>
Total Expenditures	<u>410,654</u>	<u>358,309</u>	<u>52,345</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(325,154)	(270,830)	54,324
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>311,000</u>	<u>222,130</u>	<u>(88,870)</u>
Total Other Financing Sources (Uses)	<u>311,000</u>	<u>222,130</u>	<u>(88,870)</u>
Net Change in Fund Balance	(14,154)	(48,700)	(34,546)
Fund Balance at Beginning of Year	42,850	42,850	0
Prior Year Encumbrances	<u>5,850</u>	<u>5,850</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 34,546</u>	<u>\$ 0</u>	<u>\$ (34,546)</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	TEEN FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>			
Charges for Services	\$ 2,500	\$ 2,950	\$ 450
Total Revenues	<u>2,500</u>	<u>2,950</u>	<u>450</u>
<b>Expenditures:</b>			
Leisure Time Activities:			
Recreation Parks and Programs Department:			
Contractual Services	<u>4,300</u>	<u>2,199</u>	<u>2,101</u>
Total Leisure Time Activities	<u>4,300</u>	<u>2,199</u>	<u>2,101</u>
Total Expenditures	<u>4,300</u>	<u>2,199</u>	<u>2,101</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,800)	751	2,551
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>1,870</u>	<u>1,871</u>	<u>1</u>
Total Other Financing Sources (Uses)	<u>1,870</u>	<u>1,871</u>	<u>1</u>
Net Change in Fund Balance	70	2,622	2,552
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 70</u>	<u>\$ 2,622</u>	<u>\$ 2,552</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 500	\$ 2,657	\$ 2,157
All Other Revenues	0	684	684
Total Revenues	<u>500</u>	<u>3,341</u>	<u>2,841</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	<u>3,287</u>	<u>1,114</u>	<u>2,173</u>
Total Security of Persons and Property	<u>3,287</u>	<u>1,114</u>	<u>2,173</u>
Total Expenditures	<u>3,287</u>	<u>1,114</u>	<u>2,173</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,787)	2,227	5,014
Fund Balance at Beginning of Year	4,446	4,446	0
Prior Year Encumbrances	<u>1,387</u>	<u>1,387</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,046</u>	<u>\$ 8,060</u>	<u>\$ 5,014</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 10,000	\$ 31,536	\$ 21,536
All Other Revenues	0	431	431
Total Revenues	<u>10,000</u>	<u>31,967</u>	<u>21,967</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	3,500	1,931	1,569
Contractual Services	500	460	40
Total Security of Persons and Property	<u>4,000</u>	<u>2,391</u>	<u>1,609</u>
Total Expenditures	<u>4,000</u>	<u>2,391</u>	<u>1,609</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,000	29,576	23,576
Fund Balance at Beginning of Year	<u>21,480</u>	<u>21,480</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 27,480</u>	<u>\$ 51,056</u>	<u>\$ 23,576</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	<b>DUI CHECKPOINT GRANT FUND</b>		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 176,000	\$ 131,461	\$ (44,539)
Total Revenues	<u>176,000</u>	<u>131,461</u>	<u>(44,539)</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	33,690	25,215	8,475
Materials and Supplies	5,500	230	5,270
Contractual Services	137,350	107,428	29,922
Total Security of Persons and Property	<u>176,540</u>	<u>132,873</u>	<u>43,667</u>
Total Expenditures	<u>176,540</u>	<u>132,873</u>	<u>43,667</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(540)	(1,412)	(872)
Fund Balance at Beginning of Year	<u>29,828</u>	<u>29,828</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 29,288</u>	<u>\$ 28,416</u>	<u>\$ (872)</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 500	\$ 852	\$ 352
All Other Revenues	500	1,106	606
Total Revenues	<u>1,000</u>	<u>1,958</u>	<u>958</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	<u>8,750</u>	<u>6,431</u>	<u>2,319</u>
Total Security of Persons and Property	<u>8,750</u>	<u>6,431</u>	<u>2,319</u>
Total Expenditures	<u>8,750</u>	<u>6,431</u>	<u>2,319</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,750)	(4,473)	3,277
Fund Balance at Beginning of Year	<u>8,681</u>	<u>8,681</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 931</u>	<u>\$ 4,208</u>	<u>\$ 3,277</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 11,000	\$ 9,118	\$ (1,882)
Total Revenues	<u>11,000</u>	<u>9,118</u>	<u>(1,882)</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	4,650	1,681	2,969
Contractual Services	<u>2,700</u>	<u>1,660</u>	<u>1,040</u>
Total Security of Persons and Property	<u>7,350</u>	<u>3,341</u>	<u>4,009</u>
Capital Outlay	<u>15,884</u>	<u>10,739</u>	<u>5,145</u>
Total Expenditures	<u>23,234</u>	<u>14,080</u>	<u>9,154</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,234)	(4,962)	7,272
Fund Balance at Beginning of Year	<u>27,608</u>	<u>27,608</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 15,374</u>	<u>\$ 22,646</u>	<u>\$ 7,272</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 24,200	\$ 21,248	\$ (2,952)
Total Revenues	<u>24,200</u>	<u>21,248</u>	<u>(2,952)</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	7,500	5,525	1,975
Contractual Services	4,550	4,002	548
Total Security of Persons and Property	<u>12,050</u>	<u>9,527</u>	<u>2,523</u>
Capital Outlay	<u>37,061</u>	<u>21,576</u>	<u>15,485</u>
Total Expenditures	<u>49,111</u>	<u>31,103</u>	<u>18,008</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,911)	(9,855)	15,056
Fund Balance at Beginning of Year	<u>56,570</u>	<u>56,570</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 31,659</u>	<u>\$ 46,715</u>	<u>\$ 15,056</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 20,000	\$ 4,612	\$ (15,388)
Total Revenues	<u>20,000</u>	<u>4,612</u>	<u>(15,388)</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	<u>20,000</u>	<u>2,965</u>	<u>17,035</u>
Total Security of Persons and Property	<u>20,000</u>	<u>2,965</u>	<u>17,035</u>
Total Expenditures	<u>20,000</u>	<u>2,965</u>	<u>17,035</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	1,647	1,647
<b>Other Financing Sources (Uses):</b>			
Advances In	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Net Change in Fund Balance	0	11,647	11,647
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 11,647</u>	<u>\$ 11,647</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 500	\$ 1,822	\$ 1,322
Total Revenues	<u>500</u>	<u>1,822</u>	<u>1,322</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Contractual Services	<u>5,648</u>	<u>1,000</u>	<u>4,648</u>
Total Security of Persons and Property	<u>5,648</u>	<u>1,000</u>	<u>4,648</u>
Total Expenditures	<u>5,648</u>	<u>1,000</u>	<u>4,648</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,148)	822	5,970
Fund Balance at Beginning of Year	<u>5,148</u>	<u>5,148</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 5,970</u>	<u>\$ 5,970</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	COPS GRANT FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	<u>5,752</u>	<u>0</u>	<u>5,752</u>
Total Security of Persons and Property	<u>5,752</u>	<u>0</u>	<u>5,752</u>
Total Expenditures	<u>5,752</u>	<u>0</u>	<u>5,752</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,752)	0	5,752
Fund Balance at Beginning of Year	<u>5,752</u>	<u>5,752</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 5,752</u>	<u>\$ 5,752</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 0	\$ 38,575	\$ 38,575
Total Revenues	<u>0</u>	<u>38,575</u>	<u>38,575</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	<u>39,500</u>	<u>34,487</u>	<u>5,013</u>
Total Security of Persons and Property	<u>39,500</u>	<u>34,487</u>	<u>5,013</u>
Total Expenditures	<u>39,500</u>	<u>34,487</u>	<u>5,013</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,500)	4,088	43,588
<b>Other Financing Sources (Uses):</b>			
Advances Out	<u>0</u>	<u>(10,000)</u>	<u>(10,000)</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(10,000)</u>	<u>(10,000)</u>
Net Change in Fund Balance	(39,500)	(5,912)	33,588
Fund Balance at Beginning of Year	<u>53,935</u>	<u>53,935</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 14,435</u>	<u>\$ 48,023</u>	<u>\$ 33,588</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

<b>TERMINATION BENEFITS FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Personal Services	110,000	106,606	3,394
Total General Government	110,000	106,606	3,394
Total Expenditures	110,000	106,606	3,394
Excess (Deficiency) of Revenues Over (Under) Expenditures	(110,000)	(106,606)	3,394
<b>Other Financing Sources (Uses):</b>			
Transfers In	85,000	85,000	0
Total Other Financing Sources (Uses)	85,000	85,000	0
Net Change in Fund Balance	(25,000)	(21,606)	3,394
Fund Balance at Beginning of Year	243,247	243,247	0
Fund Balance at End of Year	<u>\$ 218,247</u>	<u>\$ 221,641</u>	<u>\$ 3,394</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2007**

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	OTHER GRANTS FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	<u>1,800</u>	<u>1,800</u>	<u>0</u>
Total General Government	<u>1,800</u>	<u>1,800</u>	<u>0</u>
Total Expenditures	<u>1,800</u>	<u>1,800</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,800)	(1,800)	0
Fund Balance at Beginning of Year	<u>1,800</u>	<u>1,800</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007***

**NOTE DEBT RETIREMENT FUND**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 200,000	\$ 211,823	\$ 11,823
All Other Revenues	7,800	8,450	650
Total Revenues	<u>207,800</u>	<u>220,273</u>	<u>12,473</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	5,900	4,815	1,085
Total General Government	<u>5,900</u>	<u>4,815</u>	<u>1,085</u>
Debt Service:			
Principal Retirement	2,055,000	2,055,000	0
Interest Charges	387,320	385,731	1,589
Total Debt Service	<u>2,442,320</u>	<u>2,440,731</u>	<u>1,589</u>
Total Expenditures	<u>2,448,220</u>	<u>2,445,546</u>	<u>2,674</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,240,420)	(2,225,273)	15,147
<b>Other Financing Sources (Uses):</b>			
General Obligation Notes Issued	1,375,000	1,375,000	0
Premiums on General Obligation Notes	0	6,600	6,600
Transfers In	865,420	865,420	0
Total Other Financing Sources (Uses)	<u>2,240,420</u>	<u>2,247,020</u>	<u>6,600</u>
Net Change in Fund Balance	0	21,747	21,747
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 21,747</u>	<u>\$ 21,747</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007**

<b>DEBT RETIREMENT FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Principal Retirement	840,000	840,000	0
Interest Charges	442,022	442,022	0
Total Debt Service	<u>1,282,022</u>	<u>1,282,022</u>	<u>0</u>
Total Expenditures	<u>1,282,022</u>	<u>1,282,022</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,282,022)	(1,282,022)	0
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>1,282,022</u>	<u>1,282,022</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,282,022</u>	<u>1,282,022</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007**

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	<u>31,706</u>	<u>0</u>	<u>31,706</u>
Total General Government	<u>31,706</u>	<u>0</u>	<u>31,706</u>
Total Expenditures	<u>31,706</u>	<u>0</u>	<u>31,706</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,706)	0	31,706
Fund Balance at Beginning of Year	<u>31,706</u>	<u>31,706</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 31,706</u>	<u>\$ 31,706</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>33,530</u>	<u>33,530</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 33,530</u>	<u>\$ 33,530</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Special Assessments	\$ 6,300	\$ 1,664	\$ (4,636)
Total Revenues	<u>6,300</u>	<u>1,664</u>	<u>(4,636)</u>
<b>Expenditures:</b>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,300	1,664	(4,636)
Fund Balance at Beginning of Year	<u>8,528</u>	<u>8,528</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 14,828</u>	<u>\$ 10,192</u>	<u>\$ (4,636)</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2007**

<b>CROWNE POINT DRIVE FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	1,200	1,164	36
Total General Government	1,200	1,164	36
Debt Service:			
Principal Retirement	55,000	55,000	0
Interest Charges	16,855	16,855	0
Total Debt Service	71,855	71,855	0
Total Expenditures	73,055	73,019	36
Excess (Deficiency) of Revenues Over (Under) Expenditures	(73,055)	(73,019)	36
Fund Balance at Beginning of Year	367,713	367,713	0
Fund Balance at End of Year	<u>\$ 294,658</u>	<u>\$ 294,694</u>	<u>\$ 36</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2007***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Capital Outlay	266,016	0	266,016
Total Expenditures	266,016	0	266,016
Excess (Deficiency) of Revenues Over (Under) Expenditures	(266,016)	0	266,016
Fund Balance at Beginning of Year	266,016	266,016	0
Fund Balance at End of Year	\$ 0	\$ 266,016	\$ 266,016

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2007***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Capital Outlay	1,261,991	1,255,416	6,575
Total Expenditures	1,261,991	1,255,416	6,575
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,261,991)	(1,255,416)	6,575
Fund Balance at Beginning of Year	1,261,991	1,261,991	0
Fund Balance at End of Year	\$ 0	\$ 6,575	\$ 6,575

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2007**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 814,670	\$ 0	\$ (814,670)
Total Revenues	<u>814,670</u>	<u>0</u>	<u>(814,670)</u>
<b>Expenditures:</b>			
Capital Outlay	<u>814,670</u>	<u>0</u>	<u>814,670</u>
Total Expenditures	<u>814,670</u>	<u>0</u>	<u>814,670</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2007**

<b>STORM WATER FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Special Assessments	\$ 135,000	\$ 129,061	\$ (5,939)
Total Revenues	<u>135,000</u>	<u>129,061</u>	<u>(5,939)</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	<u>260,160</u>	<u>182,296</u>	<u>77,864</u>
Total General Government	<u>260,160</u>	<u>182,296</u>	<u>77,864</u>
Total Expenditures	<u>260,160</u>	<u>182,296</u>	<u>77,864</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(125,160)	(53,235)	71,925
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>131,100</u>	<u>131,100</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>131,100</u>	<u>131,100</u>	<u>0</u>
Net Change in Fund Balance	5,940	77,865	71,925
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,940</u>	<u>\$ 77,865</u>	<u>\$ 71,925</u>

***Fiduciary Funds***

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Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

***Agency Funds***

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**Mayor's Court Fund**

To account for funds that flow through the Mayor's Court.

**Employee Benefits Fund**

To account for funds related to the IRS 125 Employee Benefits Plan.

**Tax Rebate Fund**

To account for funds being claimed by taxpayers for over-payment of taxes.

**Ohio Board of Building Standards Fund**

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

**Tax Rebate 1.5% Fund**

To account for funds being claimed by taxpayers for over-payment of taxes at the 1.5% tax rate.

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended December 31, 2007**

	Balance December 31, 2006	Additions	Deductions	Balance December 31, 2007
<b><u>Mayor's Court Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$16,016	\$477,167	(\$474,573)	\$18,610
Total Assets	<u>\$16,016</u>	<u>\$477,167</u>	<u>(\$474,573)</u>	<u>\$18,610</u>
Liabilities:				
Due to Others	\$16,016	\$477,167	(\$474,573)	\$18,610
Total Liabilities	<u>\$16,016</u>	<u>\$477,167</u>	<u>(\$474,573)</u>	<u>\$18,610</u>
<b><u>Employee Benefits Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$280,060	\$173,123	(\$151,811)	\$301,372
Total Assets	<u>\$280,060</u>	<u>\$173,123</u>	<u>(\$151,811)</u>	<u>\$301,372</u>
Liabilities:				
Due to Others	\$280,060	\$173,123	(\$151,811)	\$301,372
Total Liabilities	<u>\$280,060</u>	<u>\$173,123</u>	<u>(\$151,811)</u>	<u>\$301,372</u>
<b><u>Tax Rebate Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$19,602	\$0	(\$2,807)	\$16,795
Total Assets	<u>\$19,602</u>	<u>\$0</u>	<u>(\$2,807)</u>	<u>\$16,795</u>
Liabilities:				
Due to Others	\$19,602	\$0	(\$2,807)	\$16,795
Total Liabilities	<u>\$19,602</u>	<u>\$0</u>	<u>(\$2,807)</u>	<u>\$16,795</u>
<b><u>Ohio Board of Building Standards Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$3,028	\$5,692	(\$5,587)	\$3,133
Total Assets	<u>\$3,028</u>	<u>\$5,692</u>	<u>(\$5,587)</u>	<u>\$3,133</u>
Liabilities:				
Intergovernmental Payables	\$3,028	\$5,692	(\$5,587)	\$3,133
Total Liabilities	<u>\$3,028</u>	<u>\$5,692</u>	<u>(\$5,587)</u>	<u>\$3,133</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

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	Balance December 31, 2006	Additions	Deductions	Balance December 31, 2007
<u>Tax Rebate 1.5% Fund</u>				
Assets:				
Cash and Cash Equivalents	\$156,040	\$1,032,007	(\$740,669)	\$447,378
Total Assets	<u>\$156,040</u>	<u>\$1,032,007</u>	<u>(\$740,669)</u>	<u>\$447,378</u>
Liabilities:				
Due to Others	\$156,040	\$1,032,007	(\$740,669)	\$447,378
Total Liabilities	<u>\$156,040</u>	<u>\$1,032,007</u>	<u>(\$740,669)</u>	<u>\$447,378</u>
<u>Totals - All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$474,746	\$1,687,989	(\$1,375,447)	\$787,288
Total Assets	<u>\$474,746</u>	<u>\$1,687,989</u>	<u>(\$1,375,447)</u>	<u>\$787,288</u>
Liabilities:				
Intergovernmental Payables	\$3,028	\$5,692	(\$5,587)	\$3,133
Due to Others	471,718	1,682,297	(1,369,860)	784,155
Total Liabilities	<u>\$474,746</u>	<u>\$1,687,989</u>	<u>(\$1,375,447)</u>	<u>\$787,288</u>

*CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL FUNDS*

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***CITY OF SHARONVILLE, OHIO***

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
December 31, 2007***

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Capital Assets:

Land	\$6,466,386
Construction in Progress	2,821,832
Land Improvements	8,796,452
Buildings and Improvements	17,280,828
Infrastructure	14,307,605
Machinery and Equipment	1,934,143
Vehicles	<u>3,402,375</u>
Total Capital Assets	<u><u>\$55,009,621</u></u>

Investment in Capital Assets:

Special Revenue Funds	\$21,411,156
Capital Project Funds	<u>33,598,465</u>
Total Investment in Capital Assets	<u><u>\$55,009,621</u></u>

**CITY OF SHARONVILLE, OHIO**

**Capital Assets Used in the Operation of Governmental Funds  
Schedule by Function and Activity  
December 31, 2007**

<u>Function and Activity</u>	<u>Land</u>	<u>Construction in Progress</u>	<u>Land Improvements</u>	<u>Buildings and Improvements</u>
<u>Security of Persons and Property:</u>				
Police Department	\$0	\$0	\$0	\$0
Fire Department	2,000,000	0	43,058	5,815,168
Total	2,000,000	0	43,058	5,815,168
<u>Public Health and Welfare Services:</u>				
Health Department	0	0	0	0
<u>Leisure Time Activities:</u>				
Recreation Centers	0	23,472	476,180	98,228
Recreation Parks and Programs	0	0	1,836,479	0
Recreation Pools	0	0	4,906,487	0
Total	0	23,472	7,219,146	98,228
<u>Community Environment:</u>				
Building and Planning	0	1,445,341	84,278	0
<u>Transportation:</u>				
Street Construction and Reconstruction	2,406,175	387,648	488,153	87,275
Street Maintenance and Repairs	0	596,876	57,390	0
Traffic Signs and Signals	0	23,550	0	0
Total	2,406,175	1,008,074	545,543	87,275
<u>General Government:</u>				
Council	0	0	63,231	9,755
Auditor and Treasurer	0	0	0	0
Safety/Service Director	0	65,910	0	0
Tax Department	707,840	0	492,160	14,500
Buildings and Lands	1,352,371	130,741	349,036	11,255,902
Miscellaneous Government	0	148,294	0	0
Total	2,060,211	344,945	904,427	11,280,157
Total Capital Assets	\$6,466,386	\$2,821,832	\$8,796,452	\$17,280,828

**CITY OF SHARONVILLE, OHIO**

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<u>Infrastructure</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Total</u>
\$0	\$466,195	\$547,614	\$1,013,809
<u>376,760</u>	<u>561,378</u>	<u>2,055,993</u>	<u>10,852,357</u>
<u>376,760</u>	<u>1,027,573</u>	<u>2,603,607</u>	<u>11,866,166</u>
0	0	20,811	20,811
0	182,338	83,216	863,434
0	233,247	14,844	2,084,570
<u>0</u>	<u>30,680</u>	<u>0</u>	<u>4,937,167</u>
<u>0</u>	<u>446,265</u>	<u>98,060</u>	<u>7,885,171</u>
0	33,765	60,506	1,623,890
11,335,778	14,999	0	14,720,028
470,401	225,927	566,391	1,916,985
<u>1,378,678</u>	<u>0</u>	<u>0</u>	<u>1,402,228</u>
<u>13,184,857</u>	<u>240,926</u>	<u>566,391</u>	<u>18,039,241</u>
0	0	0	72,986
0	7,290	0	7,290
0	16,030	0	81,940
0	35,043	0	1,249,543
738,008	29,596	53,000	13,908,654
<u>7,980</u>	<u>97,655</u>	<u>0</u>	<u>253,929</u>
<u>745,988</u>	<u>185,614</u>	<u>53,000</u>	<u>15,574,342</u>
<u>\$14,307,605</u>	<u>\$1,934,143</u>	<u>\$3,402,375</u>	<u>\$55,009,621</u>

**CITY OF SHARONVILLE, OHIO**

***Capital Assets Used in the Operation of Governmental Funds  
Schedule Changes by Function and Activity  
For Year Ended December 31, 2007***

Function and Activity	December 31, 2006	Additions	Deletions	December 31, 2007
<u>Security of Persons and Property:</u>				
Police Department	\$1,023,733	\$155,846	(\$165,770)	\$1,013,809
Fire Department	9,590,040	6,096,501	(4,834,184)	10,852,357
Total	<u>10,613,773</u>	<u>6,252,347</u>	<u>(4,999,954)</u>	<u>11,866,166</u>
<u>Public Health and Welfare Services:</u>				
Health Department	41,461	0	(20,650)	20,811
<u>Leisure Time Activities:</u>				
Recreation Centers	534,728	363,804	(35,098)	863,434
Recreation Parks and Programs	2,041,216	48,805	(5,451)	2,084,570
Recreation Pools	4,937,167	0	0	4,937,167
Total	<u>7,513,111</u>	<u>412,609</u>	<u>(40,549)</u>	<u>7,885,171</u>
<u>Community Environment:</u>				
Building and Planning	482,544	1,141,346	0	1,623,890
<u>Transportation:</u>				
Street Construction and Reconstruction	14,112,639	619,189	(11,800)	14,720,028
Street Maintenance and Repairs	1,336,309	603,376	(22,700)	1,916,985
Traffic Signs and Signals	1,378,678	23,550	0	1,402,228
Total	<u>16,827,626</u>	<u>1,246,115</u>	<u>(34,500)</u>	<u>18,039,241</u>
<u>General Government:</u>				
Council	72,986	0	0	72,986
Auditor and Treasurer	7,290	0	0	7,290
Safety/Service Director	26,020	55,920	0	81,940
Tax Department	1,249,543	0	0	1,249,543
Buildings and Lands	13,770,533	138,121	0	13,908,654
Miscellaneous Government	75,656	178,273	0	253,929
Total	<u>15,202,028</u>	<u>372,314</u>	<u>0</u>	<u>15,574,342</u>
Total Capital Assets	<u>\$50,680,543</u>	<u>\$9,424,731</u>	<u>(\$5,095,653)</u>	<u>\$55,009,621</u>

# *STATISTICAL SECTION*

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## *STATISTICAL TABLES*

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

### *Contents*

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<b>Financial Trends</b>	S 2 – S 13
These schedules contain trend information to help the reader understand how the city’s financial position has changed over time.	
<b>Revenue Capacity</b>	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the city’s ability to generate its most significant local revenue sources, the property tax and the income tax.	
<b>Debt Capacity</b>	S 18 – S 27
These schedules present information to help the reader assess the affordability of the city’s current levels of outstanding debt and the city’s ability to issue additional debt in the future.	
<b>Economic and Demographic Information</b>	S 28 – S 31
These schedules offer economic and demographic indicators to help the reader understand the environment within which the city’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
<b>Operating Information</b>	S 32 – S 36
These schedules contain service and infrastructure data to help the reader understand how the information in the city’s financial report relates to the services the city provides and the activities it performs.	
<b>Sources Note:</b>	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.	

## City of Sharonville

Net Assets by Component  
Last Five Years  
(accrual basis of accounting)

	2003	2004	2005	2006
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$7,579,874	\$6,034,135	\$7,565,792	\$13,967,107
Restricted	9,810,613	9,779,977	10,551,263	7,088,138
Unrestricted	2,964,793	6,439,690	5,968,841	3,773,963
Total Governmental Activities Net Assets	<u>\$20,355,280</u>	<u>\$22,253,802</u>	<u>\$24,085,896</u>	<u>\$24,829,208</u>
<b>Business-type Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$1,890,127	\$1,840,939	\$1,960,040	\$2,394,091
Unrestricted	781,059	460,278	1,193,441	1,145,530
Total Business-type Activities Net Assets	<u>\$2,671,186</u>	<u>\$2,301,217</u>	<u>\$3,153,481</u>	<u>\$3,539,621</u>
<b>Primary Government:</b>				
Invested in Capital Assets, Net of Related Debt	\$9,470,001	\$7,875,074	\$9,525,832	\$16,361,198
Restricted	9,810,613	9,779,977	10,551,263	7,088,138
Unrestricted	3,745,852	6,899,968	7,162,282	4,919,493
Total Primary Government Net Assets	<u>\$23,026,466</u>	<u>\$24,555,019</u>	<u>\$27,239,377</u>	<u>\$28,368,829</u>

Source: City Finance Office

*City of Sharonville*

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2007

\$15,362,490

5,583,479

4,963,610

\$25,909,579

\$3,415,488

1,140,989

\$4,556,477

\$18,777,978

5,583,479

6,104,599

\$30,466,056

## City of Sharonville

Changes in Net Assets  
Last Five Years  
(accrual basis of accounting)

	2003	2004	2005
<b>Expenses</b>			
Governmental Activities:			
Security of Persons and Property	\$10,269,289	\$11,398,938	\$11,726,212
Public Health and Welfare Services	382,116	350,553	361,002
Leisure Time Activities	2,807,430	2,962,009	3,313,120
Community Environment	533,193	585,562	561,985
Basic Utility Services	468,046	431,204	577,944
Transportation	2,871,053	1,826,457	1,655,934
General Government	7,395,342	5,659,441	4,068,570
Interest and Fiscal Charges	746,869	759,495	757,929
<i>Total Governmental Activities Expenses</i>	<u>25,473,338</u>	<u>23,973,659</u>	<u>23,022,696</u>
Business-type Activities:			
Convention Center	1,846,690	1,782,608	1,616,476
Senior Citizen Housing	167,776	185,300	226,006
<i>Total Business-type Activities Expenses</i>	<u>2,014,466</u>	<u>1,967,908</u>	<u>1,842,482</u>
<i>Total Primary Government Expenses</i>	<u>\$27,487,804</u>	<u>\$25,941,567</u>	<u>\$24,865,178</u>
<b>Program Revenues</b>			
Governmental Activities:			
Charges for Services			
Security of Persons and Property	\$778,637	\$1,127,288	\$772,124
Public Health and Welfare Services	71,112	73,124	78,229
Leisure Time Activities	313,240	375,287	371,937
Community Environment	139,055	155,626	307,639
Transportation	17,935	3,545	315
General Government	10,506	5,448	49
Operating Grants and Contributions	176,551	2,474,915	1,794,027
Capital Grants and Contributions	1,058,392	2,081	34,431
<i>Total Governmental Activities</i>	<u>2,565,428</u>	<u>4,217,314</u>	<u>3,358,751</u>
<i>Program Revenues</i>	<u>2,565,428</u>	<u>4,217,314</u>	<u>3,358,751</u>

*City of Sharonville*

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<u>2006</u>	<u>2007</u>
\$11,736,011	\$12,781,602
349,637	325,641
3,223,962	3,199,167
495,139	474,967
507,998	541,779
2,039,820	2,368,038
3,860,974	4,703,522
837,660	798,793
23,051,201	25,193,509
1,520,275	1,623,356
188,040	199,472
1,708,315	1,822,828
\$24,759,516	\$27,016,337

\$827,235	\$858,087
83,347	81,458
383,172	361,611
261,735	213,804
1,538	989
17	0
1,607,033	1,989,130
249,831	130,725
3,413,908	3,635,804

(continued)

## City of Sharonville

### Changes in Net Assets Last Five Years (accrual basis of accounting)

	2003	2004	2005
Business-type Activities:			
Charges for Services			
Convention Center	859,776	1,007,123	1,365,959
Senior Citizen Housing	196,179	195,172	205,567
Operating Grants and Contributions	390,384	398,644	738,984
<i>Total Business-type Activities Program Revenues</i>	1,446,339	1,600,939	2,310,510
<i>Total Primary Government Program Revenues</i>	4,011,767	5,818,253	5,669,261
<b>Net (Expense)/Revenue</b>			
Governmental Activities	(22,907,910)	(19,756,345)	(19,663,945)
Business-type Activities	(568,127)	(366,969)	468,028
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$23,476,037)	(\$20,123,314)	(\$19,195,917)
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental Activities:			
Income Taxes	\$18,573,923	\$20,601,078	\$19,488,300
Other Local Taxes	0	0	268,487
Grants and Entitlements not Restricted to Specific Programs	1,954,517	471,168	1,135,536
Investment Earnings	220,211	330,352	446,000
Miscellaneous	393,863	328,662	567,601
Transfers	(235,000)	0	(384,236)
<i>Total Governmental Activities</i>	20,907,514	21,731,260	21,521,688
Business-type Activities:			
Investment Earnings	0	0	0
Transfers	210,000	0	384,236
<i>Total Business-type Activities</i>	210,000	0	384,236
<i>Total Primary Government</i>	\$21,117,514	\$21,731,260	\$21,905,924
<b>Change in Net Assets</b>			
Governmental Activities	(\$2,000,396)	\$1,974,915	\$1,857,743
Business-type Activities	(358,127)	(366,969)	852,264
<i>Total Primary Government Change in Net Assets</i>	(\$2,358,523)	\$1,607,946	\$2,710,007

Source: City Finance Office

*City of Sharonville*

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<u>2006</u>	<u>2007</u>
951,945	1,084,056
216,804	223,811
925,706	1,526,405
<u>2,094,455</u>	<u>2,834,272</u>
<u>5,508,363</u>	<u>6,470,076</u>
(19,637,293)	(21,557,705)
386,140	1,011,444
<u>(\$19,251,153)</u>	<u>(\$20,546,261)</u>
\$19,077,969	\$20,141,422
0	0
1,028,370	1,478,133
784,306	727,051
352,589	291,470
0	0
<u>21,243,234</u>	<u>22,638,076</u>
0	5,412
0	0
0	5,412
<u>\$21,243,234</u>	<u>\$22,643,488</u>
\$1,605,941	\$1,080,371
386,140	1,016,856
<u>\$1,992,081</u>	<u>\$2,097,227</u>

## *City of Sharonville*

*Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
General Fund				
Reserved	\$195,546	\$301,866	\$295,815	\$241,068
Unreserved	<u>4,012,601</u>	<u>4,591,486</u>	<u>4,106,972</u>	<u>4,520,902</u>
<i>Total General Fund</i>	<u>4,208,147</u>	<u>4,893,352</u>	<u>4,402,787</u>	<u>4,761,970</u>
All Other Governmental Funds				
Reserved	1,742,515	1,979,144	2,862,168	2,356,526
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	500,237	731,861	915,154	740,895
Debt Service Funds	0	0	0	0
Capital Projects Funds	<u>843,652</u>	<u>2,663,877</u>	<u>1,407,730</u>	<u>819,993</u>
Total All Other Governmental Funds	<u>3,086,404</u>	<u>5,374,882</u>	<u>5,185,052</u>	<u>3,917,414</u>
<i>Total Governmental Funds</i>	<u><u>\$7,294,551</u></u>	<u><u>\$10,268,234</u></u>	<u><u>\$9,587,839</u></u>	<u><u>\$8,679,384</u></u>

Source: City Finance Office

*City of Sharonville*

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<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$323,078	\$132,959	\$144,599	\$175,922	\$133,670	\$99,020
<u>2,095,454</u>	<u>3,351,630</u>	<u>4,507,745</u>	<u>5,137,744</u>	<u>5,122,570</u>	<u>6,130,065</u>
<u>2,418,532</u>	<u>3,484,589</u>	<u>4,652,344</u>	<u>5,313,666</u>	<u>5,256,240</u>	<u>6,229,085</u>
5,173,160	3,915,449	2,274,435	2,108,165	3,819,987	1,251,062
2,004,711	1,413,303	2,798,138	3,791,802	3,536,093	3,162,766
0	294	0	0	442,777	391,869
<u>1,725,287</u>	<u>1,241,778</u>	<u>4,422,068</u>	<u>4,498,142</u>	<u>(2,427,215)</u>	<u>(3,336,410)</u>
<u>8,903,158</u>	<u>6,570,824</u>	<u>9,494,641</u>	<u>10,398,109</u>	<u>5,371,642</u>	<u>1,469,287</u>
<u>\$11,321,690</u>	<u>\$10,055,413</u>	<u>\$14,146,985</u>	<u>\$15,711,775</u>	<u>\$10,627,882</u>	<u>\$7,698,372</u>

## *City of Sharonville*

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	1998	1999	2000	2001
<b>Revenues:</b>				
Taxes	\$11,831,540	\$12,536,287	\$12,425,983	\$12,472,396
Intergovernmental Revenues	1,780,162	2,996,206	2,367,566	2,557,875
Charges for Services	520,103	611,785	572,830	637,937
Licenses and Permits	416,184	460,931	388,794	403,317
Investment Earnings	378,520	306,889	602,311	438,603
Special Assessments	141,351	143,693	133,155	125,560
Fines and Forfeitures	323,564	337,461	304,409	285,793
All Other Revenue	251,447	312,154	513,311	419,053
<b>Total Revenue</b>	<b>15,642,871</b>	<b>17,705,406</b>	<b>17,308,359</b>	<b>17,340,534</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	5,093,379	5,559,558	6,270,707	6,470,013
Public Health and Welfare Services	262,059	301,332	267,266	285,270
Leisure Time Activities	1,674,967	1,877,362	2,059,204	2,249,929
Community Environment	300,773	363,099	369,457	498,626
Basic Utility Services	480,728	440,941	377,154	452,286
Transportation	843,890	948,442	1,043,682	1,049,109
General Government	1,761,829	1,988,902	2,273,330	2,370,029
Capital Outlay	2,172,123	2,689,728	4,463,078	4,192,111
Debt Service:				
Principal Retirement	265,000	355,662	370,401	385,405
Interest and Fiscal Charges	424,912	377,117	383,133	384,677
<b>Total Expenditures</b>	<b>13,279,660</b>	<b>14,902,143</b>	<b>17,877,412</b>	<b>18,337,455</b>
Excess (Deficiency) of Revenues Over Expenditures	2,363,211	2,803,263	(569,053)	(996,921)

*City of Sharonville*

2002	2003	2004	2005	2006	2007
\$17,366,445	\$18,706,607	\$20,349,502	\$20,602,024	\$19,139,977	\$20,290,549
2,673,895	3,265,709	2,748,108	3,102,272	2,760,328	3,261,644
643,529	688,258	850,096	794,036	778,376	867,879
389,235	360,900	398,895	554,483	523,917	476,617
237,410	193,374	348,475	449,196	755,679	708,184
125,270	120,187	100,772	89,260	89,553	130,725
371,820	387,486	413,749	433,952	432,898	417,104
345,013	204,428	283,974	257,534	128,873	81,330
<u>22,152,617</u>	<u>23,926,949</u>	<u>25,493,571</u>	<u>26,282,757</u>	<u>24,609,601</u>	<u>26,234,032</u>
7,695,278	9,300,676	11,070,181	11,249,491	11,261,727	12,148,459
306,549	325,916	345,310	355,894	379,359	347,062
2,403,827	2,566,192	2,854,058	2,940,080	2,840,788	2,809,181
451,860	477,303	560,735	520,869	498,434	497,291
440,747	468,046	431,204	577,944	507,998	541,779
1,143,510	1,283,222	1,314,293	1,306,783	1,564,074	1,972,165
2,811,164	3,004,275	3,555,646	2,979,947	3,562,483	3,410,862
5,158,780	9,703,256	7,623,458	2,490,515	6,342,629	5,456,038
400,688	3,206,000	1,163,861	1,181,869	1,160,000	1,175,000
354,241	1,039,251	773,788	772,384	847,603	810,970
<u>21,166,644</u>	<u>31,374,137</u>	<u>29,692,534</u>	<u>24,375,776</u>	<u>28,965,095</u>	<u>29,168,807</u>
985,973	(7,447,188)	(4,198,963)	1,906,981	(4,355,494)	(2,934,775)

(Continued)

**City of Sharonville**

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

	1998	1999	2000	2001
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Capital Assets	0	0	0	0
Other Financing Sources - Capital Leases	0	0	0	0
General Obligation Bonds Issued	6,000,000	0	0	0
Premium on General Obligation Notes	0	0	0	0
Transfers In	4,130,387	3,716,511	4,703,886	2,936,859
Transfers Out	(4,542,387)	(3,846,511)	(4,803,886)	(3,096,859)
<b>Total Other Financing Sources (Uses)</b>	<u>5,588,000</u>	<u>(130,000)</u>	<u>(100,000)</u>	<u>(160,000)</u>
<b>Net Change in Fund Balance</b>	<u>\$7,951,211</u>	<u>\$2,673,263</u>	<u>(\$669,053)</u>	<u>(\$1,156,921)</u>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	5.72%	5.28%	4.79%	5.04%

Source: City Finance Office

*City of Sharonville*

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2002	2003	2004	2005	2006	2007
0	0	5,807	2,895	22,246	11,705
0	0	0	0	69,065	0
2,000,000	14,746,739	0	0	0	0
0	0	0	0	27,233	18,867
6,998,757	1,891,400	3,959,350	3,819,956	3,423,736	4,506,118
(7,249,757)	(2,126,400)	(3,959,350)	(4,204,192)	(3,423,736)	(4,506,118)
1,749,000	14,511,739	5,807	(381,341)	118,544	30,572
<u>\$2,734,973</u>	<u>\$7,064,551</u>	<u>(\$4,193,156)</u>	<u>\$1,525,640</u>	<u>(\$4,236,950)</u>	<u>(\$2,904,203)</u>
4.27%	18.97%	8.82%	9.48%	9.86%	8.82%

**City of Sharonville**

*Income Tax Revenues by Source, Governmental Funds  
Last Ten Years*

<b>Tax year</b>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Income Tax Rate	1.00%	1.00%	1.00%	1.00%
Estimated Personal Income (in thousands)	\$358,726	\$364,948	\$467,454	\$483,817
Total Tax Collected	\$10,689,517	\$11,667,123	\$11,807,312	\$12,272,780
<b>Income Tax Receipts</b>				
Withholding	8,695,037	9,602,503	10,036,620	11,380,268
Percentage	81.34%	82.30%	85.00%	92.73%
Corporate	1,526,170	1,515,327	1,146,289	121,184
Percentage	14.28%	12.99%	9.71%	0.99%
Individuals	461,524	524,816	601,772	733,006
Percentage	4.32%	4.50%	5.10%	5.97%
Penalty and Interest	6,786	24,477	22,631	38,322
Percentage	0.06%	0.21%	0.19%	0.31%

Source: City Income Tax Department

*City of Sharonville*

2002	2003	2004	2005	2006	2007
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$503,508	\$518,827	\$549,617	\$556,163	\$556,163	\$577,609
\$16,766,353	\$18,819,336	\$19,360,339	\$20,078,349	\$19,937,204	\$20,971,260
14,350,771	14,974,511	15,064,199	15,549,738	15,681,150	17,064,053
85.59%	79.57%	77.81%	77.45%	78.65%	81.37%
1,532,679	2,386,694	2,587,091	2,943,801	2,772,855	2,502,457
9.14%	12.68%	13.36%	14.66%	13.91%	11.93%
852,247	1,419,893	1,650,570	1,523,617	1,394,448	1,353,362
5.08%	7.54%	8.53%	7.59%	6.99%	6.45%
30,656	38,238	58,479	61,193	88,751	51,388
0.18%	0.20%	0.30%	0.30%	0.45%	0.25%



## *City of Sharonville*

### *Income Tax Collections Current Year and Eight Years Ago*

#### Calendar Year 2007

Income Tax Filers	Number of Filers	Percent of Total	Taxable Income	Percent of Income	Income Tax Collections	Percent of Income
Top Ten	10	0.09%	\$415,684,147	29.73%	\$6,235,262	29.73%
All Others	10,890	99.91%	982,399,877	70.27%	14,735,998	70.27%
Total	10,900	100.00%	\$1,398,084,024	100.00%	\$20,971,260	100.00%

#### Calendar Year 1999

Income Tax Filers	Number of Filers	Percent of Total	Taxable Income	Percent of Income	Income Tax Collections	Percent of Income
Top Ten	10	0.17%	\$416,111,600	35.67%	\$4,161,116	35.67%
All Others	5,829	99.83%	750,600,800	64.33%	7,506,007	64.33%
Total	5,839	100.00%	\$1,166,712,400	100.00%	\$11,667,123	100.00%

Source: City Income Tax Department

## *City of Sharonville*

### *Ratio of Outstanding Debt By Type Last Ten Years*

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
<b>Governmental Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$5,805,000	\$5,605,000	\$5,395,000	\$5,175,000
Special Assessment Bonds Payable	780,000	710,000	640,000	570,000
Capital Leases	548,887	463,224	372,823	277,418
<b>Business-type Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	<u>\$6,040,000</u>	<u>\$5,800,000</u>	<u>\$5,550,000</u>	<u>\$5,290,000</u>
Total Primary Government	<u><u>\$13,173,887</u></u>	<u><u>\$12,578,224</u></u>	<u><u>\$11,957,823</u></u>	<u><u>\$11,312,418</u></u>
<b>Population</b> <sup>(2)</sup>				
City of Sharonville	11,312	11,312	13,926	13,926
Outstanding Debt Per Capita	\$1,165	\$1,112	\$859	\$812
<b>Income</b> <sup>(3)</sup>				
Personal (in thousands)	358,726	364,948	467,454	483,817
Percentage of Personal Income	3.67%	3.45%	2.56%	2.34%

**Sources:**

- (1) City Finance Office
- (2) US Bureau of Census, Population Division
- (3) US Department of Commerce, Bureau of Economic Analysis
  - (a) Per Capita Income is only available by County, Total Personal Income is a calculation

*City of Sharonville*

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<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$4,950,000	\$18,602,570	\$17,534,231	\$16,445,892	\$15,322,553	\$14,174,214
495,000	425,000	360,000	300,000	235,000	180,000
176,730	120,730	61,869	0	69,065	53,077
<u>\$5,015,000</u>	<u>\$7,879,271</u>	<u>\$7,366,324</u>	<u>\$6,682,887</u>	<u>\$5,847,395</u>	<u>\$5,321,089</u>
<u>\$10,636,730</u>	<u>\$27,027,571</u>	<u>\$25,322,424</u>	<u>\$23,428,779</u>	<u>\$21,474,013</u>	<u>\$19,728,380</u>
13,926	13,926	13,926	13,926	13,926	13,926
\$764	\$1,941	\$1,818	\$1,682	\$1,542	\$1,417
503,508	518,827	549,617	556,163	556,163	577,609
2.11%	5.21%	4.61%	4.21%	3.86%	3.42%

## *City of Sharonville*

### *Ratios of General Bonded Debt Outstanding Last Ten Years*

Year	1998	1999	2000	2001
<b>Population</b> <sup>(1)</sup>	11,312	11,312	13,926	13,926
<b>Personal Income</b> <sup>(2)</sup>	\$358,726	\$364,948	\$467,454	\$483,817
<b>General Bonded Debt</b> <sup>(3)</sup>				
General Obligation Bonds	\$11,845,000	\$11,405,000	\$10,945,000	\$10,465,000
<b>Resources Available to Pay Principal</b> <sup>(4)</sup>	\$335,242	\$381,677	\$412,882	\$342,838
<b>Net General Bonded Debt</b>	\$11,509,758	\$11,023,323	\$10,532,118	\$10,122,162
<b>Ratio of Net Bonded Debt to Estimated Personal Income</b>	3.21%	3.02%	2.25%	2.09%
<b>Net Bonded Debt per Capita</b>	\$1,017.48	\$974.48	\$756.29	\$726.85

**Source:**

- (1) U.S. Bureau of Census of Population
- (2) Hamilton County Auditor
- (3) Includes general obligation bonded debt of governmental and business-type activities.
- (4) Includes only Debt Service funds available for general obligation bonded debt supported by income taxes.

*City of Sharonville*

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<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
13,926	13,926	13,926	13,926	13,926	13,926
\$503,508	\$518,827	\$549,617	\$556,163	\$556,163	\$577,609
\$9,965,000	\$26,481,841	\$24,900,555	\$23,128,779	\$21,169,948	\$19,495,303
\$90,048	\$0	\$4,890	\$46,095	\$1,300	\$21,747
\$9,874,952	\$26,481,841	\$24,895,665	\$23,082,684	\$21,168,648	\$19,473,556
1.96%	5.10%	4.53%	4.15%	3.81%	3.37%
\$709.10	\$1,901.61	\$1,787.71	\$1,657.52	\$1,520.08	\$1,398.36



## *City of Sharonville*

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2007*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Sharonville</u>	<u>Amount Applicable to the City of Sharonville</u>
<b>Direct:</b>			
City of Sharonville	\$18,269,214	100.00%	\$18,269,214
<b>Overlapping:</b>			
Princeton City School District	79,070,000	31.78%	25,128,446
Sycamore City School District	34,930,337	0.00%	0
Great Oaks Joint Vocational School District	9,070,000	3.09%	280,263
Hamilton County	113,577,000	2.70%	3,066,579
Butler County	84,792,820	59.00%	50,027,764
		Subtotal	<u>78,503,052</u>
		Total	<u><u>\$96,772,266</u></u>

Source: Ohio Municipal Advisory Council

## *City of Sharonville*

### *Debt Limitations Last Ten Years*

<b>Collection Year</b>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
<b>Total Debt</b>				
Net Assessed Valuation	\$486,317,830	\$542,918,870	\$555,776,740	\$551,403,620
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	51,063,372	57,006,481	58,356,558	57,897,380
City Debt Outstanding (2)	0	0	0	0
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Overall Legal Debt Margin	<u><u>\$51,063,372</u></u>	<u><u>\$57,006,481</u></u>	<u><u>\$58,356,558</u></u>	<u><u>\$57,897,380</u></u>
<b>Unvoted Debt</b>				
Net Assessed Valuation	\$486,317,830	\$542,918,870	\$555,776,740	\$551,403,620
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	26,747,481	29,860,538	30,567,721	30,327,199
City Debt Outstanding (2)	0	0	0	0
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Overall Legal Debt Margin	<u><u>\$26,747,481</u></u>	<u><u>\$29,860,538</u></u>	<u><u>\$30,567,721</u></u>	<u><u>\$30,327,199</u></u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding does not include General Obligation Bonds and Notes supported by income taxes.  
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: City Finance Office

*City of Sharonville*

2002	2003	2004	2005	2006	2007
\$580,710,700	\$563,218,560	\$569,852,010	\$554,668,383	\$510,813,800	\$495,320,220
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
60,974,624	59,137,949	59,834,461	58,240,180	53,635,449	52,008,623
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$60,974,624</u>	<u>\$59,137,949</u>	<u>\$59,834,461</u>	<u>\$58,240,180</u>	<u>\$53,635,449</u>	<u>\$52,008,623</u>
\$580,710,700	\$563,218,560	\$569,852,010	\$554,668,383	\$510,813,800	\$495,320,220
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
31,939,089	30,977,021	31,341,861	30,506,761	28,094,759	27,242,612
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$31,939,089</u>	<u>\$30,977,021</u>	<u>\$31,341,861</u>	<u>\$30,506,761</u>	<u>\$28,094,759</u>	<u>\$27,242,612</u>

**City of Sharonville**

*Pledged Revenue Coverage  
Last Ten Years*

	1998	1999	2000	2001
<b>Special Assessment Bonds (1)</b>				
Special Assessment Collections	\$137,785	\$143,693	\$133,155	\$125,560
Debt Service				
Principal	70,000	70,000	70,000	70,000
Interest	61,760	56,525	51,290	46,055
Coverage	1.05	1.14	1.10	1.08

- (1) The Crystal View Widening Special Assessment Bonds were issued in 1984, in the amount of \$178,000  
The Zind Lane Sewer Special Assessment Bonds were issued in 1987, in the amount of \$91,437  
The Miller Valentine Phase I Special Assessment Bonds were issued in 1991, in the amount of \$880,000  
The Miller Valentine Phase II Special Assessment Bonds were issued in 1991, in the amount of \$235,000

Source: City Finance Office

*City of Sharonville*

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2002	2003	2004	2005	2006	2007
\$125,270	\$120,187	\$100,772	\$89,260	\$89,553	\$130,725
75,000	70,000	65,000	60,000	65,000	55,000
40,820	35,230	29,995	25,380	21,120	14,705
1.08	1.14	1.06	1.05	1.04	1.88

# City of Sharonville

## Demographic and Economic Statistics Last Ten Years

Calendar Year	1998	1999	2000	2001
<b>Population</b> (1)				
City of Sharonville	11,312	11,312	13,926	13,926
Hamilton County	866,228	866,228	845,303	845,303
<b>Income</b> (2) (a)				
Total Personal (in thousands)	358,726	364,948	467,454	483,817
Per Capita	31,712	32,262	33,567	34,742
<b>Unemployment Rate</b> (3)				
Federal	4.9%	4.5%	4.2%	3.8%
State	4.6%	4.3%	4.3%	3.7%
Hamilton County	3.4%	3.5%	3.5%	3.6%
<b>Civilian Work Force Estimates</b> (3)				
State	5,678,000	5,749,000	5,900,400	5,857,000
Hamilton County	439,400	439,400	433,900	444,100

### Sources:

(1) US Bureau of Census of Population

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

(3) State Department of Labor Statistics

*City of Sharonville*

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2002	2003	2004	2005	2006	2007
13,926	13,926	13,926	13,926	13,926	13,926
845,303	845,303	845,303	806,652	806,652	806,652
503,508	518,827	549,617	556,163	556,163	577,609
36,156	37,256	39,467	39,937	39,937	41,477
4.8%	5.8%	6.0%	5.5%	5.0%	4.6%
4.3%	5.7%	6.1%	6.0%	5.9%	5.6%
5.1%	5.1%	5.1%	4.9%	5.0%	5.0%
5,828,000	5,915,000	5,875,300	5,900,400	5,934,000	5,976,500
435,200	437,900	422,200	426,800	423,500	431,200



## *City of Sharonville*

### *Principal Employers Current Year and Nine Years Ago*

Employer	Nature of Business	2007 (1)	
		Rank	Number of Employees
Ford Motor Company	AutoParts Manufacturing	1	N/A
US Postal Service	Bulk Mail Processing	2	N/A
Princeton City School District	Public Education	3	N/A
United Parcel Service	Bulk Mail Processing	4	N/A
Xtek	Steel Fabrication	5	N/A
Johnson Diversey	Health and Beauty Products	6	N/A
General Mills	Cereal Manufacturing	7	N/A
Champion	Manufacturing	8	N/A
Great Oaks JVSD	Public Education	9	N/A
City of Sharonville	Municipal Government	10	N/A
Total			N/A

Employer	Nature of Business	1998 (1)	
		Rank	Number of Employees
Ford Motor Company	Auto Parts Manufacturing	1	N/A
US Postal Service	Bulk Mail Processing	2	N/A
Princeton City School District	Public Education	3	N/A
United Parcel Service	Bulk Mail Processing	4	N/A
General Mills Services Inc	Cereal Manufacturing	5	N/A
Xtek Inc	Steel Fabrication	6	N/A
GM Payroll Services	Manufacturing	7	N/A
Great Oaks JVSD	Public Education	8	N/A
Diversey Lever	Health and Beauty Products	9	N/A
Xerox Global Services Inc	Business Processing Services	10	N/A
Total			N/A

**Sources:**

City Income Tax Department

(1) The City's Income Tax Department will not disclose number of employees due to privacy concerns.

## *City of Sharonville*

### *Full Time Equivalent Employees by Function Last Ten Years*

	1998	1999	2000	2001	2002	2003
<b>Governmental Activities</b>						
General Government						
Finance	5.00	5.00	5.00	5.00	5.00	5.00
Legal/Court	2.00	2.00	2.00	2.00	2.00	2.00
Administration	2.00	2.00	3.00	3.00	3.00	3.00
Maintenance	16.00	16.00	16.00	16.00	17.00	17.00
Security of Persons and Property						
Police	52.00	53.00	59.00	56.00	55.00	57.00
Fire	42.00	42.00	45.00	42.00	59.00	67.00
Transportation						
Street	18.00	18.00	18.00	19.00	21.00	21.00
Leisure Time Activities						
Recreation	61.00	62.00	69.00	81.00	85.00	84.00
Community Environment						
Service	6.00	6.00	6.00	5.00	7.00	7.00
<b>Business-Type Activities</b>						
Senior Citizen Housing	1.00	1.00	1.00	1.00	1.00	1.00
Convention Center	8.00	12.00	18.00	15.00	15.00	15.00
<i>Total Employees</i>	<u>213.00</u>	<u>219.00</u>	<u>242.00</u>	<u>245.00</u>	<u>270.00</u>	<u>279.00</u>

**Method:** 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: City Finance Office

*City of Sharonville*

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<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
5.00	5.00	5.00	6.00
2.00	2.00	2.00	2.00
3.00	3.00	3.00	3.00
17.00	17.00	17.00	19.00
55.00	49.00	49.00	50.00
57.00	57.00	64.00	79.00
21.00	20.00	21.00	22.00
76.00	91.00	65.00	73.00
8.00	8.00	8.00	8.00
1.00	1.00	1.00	1.00
14.00	11.00	11.00	13.00
<u>259.00</u>	<u>264.00</u>	<u>246.00</u>	<u>276.00</u>

## *City of Sharonville*

### *Operating Indicators by Function Last Ten Years*

	1998	1999	2000	2001	2002
<b>Governmental Activities</b>					
General Government					
Court					
Number of Traffic Cases	N/A	N/A	N/A	N/A	N/A
Number of Open Cases	N/A	N/A	N/A	N/A	N/A
Licenses and Permits					
Number of Building Permits	703	689	636	591	618
Number of Building Inspections	1,660	1,630	1,518	1,364	1,560
Security of Persons and Property					
Police					
Number of Citations Issued	4,914	4,345	3,890	3,860	4,777
Number of Arrests	1,134	1,469	1,045	1,064	1,071
Number of Accidents	1,268	1,232	1,406	1,174	1,284
Fire					
Number of Fire Calls	924	984	914	831	702
Number of EMS Runs	1,770	1,776	1,906	1,898	1,813
Number of Inspections	1,431	1,346	1,226	1,139	865
Transportation					
Street					
Number of Streets Resurfaced	11	4	8	9	7
Number of Potholes Repaired	173	110	100	153	124
Leisure Time Activities					
Recreation					
Number of Programs Offered	95	100	150	150	165
Number of Pool Passes Issued	N/A	N/A	1,554	1,656	1,694

Source: City Finance Office

*City of Sharonville*

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2003	2004	2005	2006	2007
N/A	4,167	3,748	3,179	3,145
N/A	110	179	184	138
498	677	740	573	662
1,096	1,418	1,476	1,281	1,433
4,591	4,606	4,249	3,493	3,761
1,046	1,054	1,203	1,398	1,188
1,436	1,334	1,190	1,074	1,076
867	863	792	781	992
1,791	2,195	2,071	2,045	2,113
840	617	834	1,093	1,172
10	9	3	3	7
169	161	200	180	185
200	220	175	150	150
1,599	2,059	2,042	1,497	1,776

## *City of Sharonville*

### *Capital Asset Statistics by Function Last Four Years*

	2004	2005	2006	2007
<b>Governmental Activities</b>	(1)			
General Government				
Public Land and Buildings				
Land (acres)	6,848	6,848	6,848	6,848
Buildings	1	1	1	1
Security of Persons and Property				
Police				
Stations	1	1	1	1
Vehicles	12	12	12	12
Fire				
Stations	3	3	3	3
Vehicles	18	18	18	18
Transportation				
Street				
Streets (lane miles)	134	134	134	135
Street Lights	935	933	934	935
Vehicles	16	16	16	18
Leisure Time Activities				
Recreation				
Land (acres)	35	35	35	35
Buildings	2	2	2	2
Parks	4	4	4	4
Playgrounds	4	4	4	4
Swimming Pools	2	2	2	2
Tennis Courts	5	5	5	5
Baseball/Softball Diamonds	14	14	14	14
Soccer Fields	11	11	11	11
<b>Business-Type Activities</b>				
Senior Citizen Housing				
Buildings	3	3	3	3
Convention Center				
Buildings	1	1	1	1

Source: City Finance Office

(1) Information prior to 2004 is not available.