

CITY OF SHARONVILLE COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2009





On the cover:

Main Photo: The City of Sharonville Administrative Building Façade

Thumbnails (top to bottom): Recreation Center Façade, Main Fire Station Façade, Convention Center Façade, and Tax Office Façade

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2009

Prepared by the Auditor's Office

Mark Piepmeier
City Auditor

and

Amy Moore
Deputy Auditor and Budget Director



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HAMILTON COUNTY, OHIO

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INTRODUCTORY SECTION





CITY OF SHARONVILLE

10900 Reading Road • Sharonville, Ohio 45241

phone (513) 563-1144

fax (513)-563-0617

June 29, 2010

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

We are pleased to submit the ninth Comprehensive Annual Financial Report for the City of Sharonville for the fiscal year ended December 31, 2009. 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, 2009***

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 an authorized strength of 50 full-time officers and non-sworn administrative personnel (40 sworn and 10 support staff). The Department responds to approximately 2,000 service calls per month, and is made up of the Administrative Section, Patrol Division, Detective Division, and Clerical Section. In addition to preventive patrol, criminal investigations, and traffic safety, the 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 and has the services of a full-time K-9 for drug investigation, searching and apprehension, and public relations.

The Fire Department is an ISO Class III department staffed 24 hours a day by 38 full-time and 36 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, and household sewage system monitoring, public health nuisances, enforcement of Smoke Free Ohio 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, vaccines for children and provides school health services.

***Letter of Transmittal
For the Year Ended December 31, 2009***

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.

Services provided by the Public Works Department include brush pick-up, landscaping, tree trimming, roadside and facility mowing, and street sweeping. The Department is also responsible for parking lot maintenance, pot hole repair, snow removal, street name and directional signage, street painting, street, curb and sidewalk repairs, and storm sewer and catch basin repair. The City provides solid waste collection through contracted service which is managed by the Public Works Department. The Department also manages the City offered recycling drop off sites and participates in the Hamilton County Residential Recycling Incentive Program. 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 wireless internet and 1,000 free, on-site parking spaces.

Economic Conditions and Outlook

The City of Sharonville is ideally located just 15 miles north of downtown Cincinnati along Interstate Highways 275 and 75. With Interstate Highway 71 only one mile away from the City limits, there are four interstate exits which provide access to the City. The City's strategic location has encouraged development in leading regional industries like tourism, transportation, engineering, automotive, and logistics.

***Letter of Transmittal
For the Year Ended December 31, 2009***

The City of Sharonville is one of the few cities in the State of Ohio that does not levy property taxes, thus the City primarily relies upon income tax revenue. There are approximately 1,200 businesses within city limits which increase the daily population to roughly 35,000. The Economic Development Office has been working hard to improve business opportunities through creation of various incentive, retention, and attraction programs.

The City's tax structure, location, and existing business foundation, have been catalysts for establishing and maintaining a diverse income tax base which allows the City to continue preferred level of services in a challenging economic environment. The diversity can be seen in the top ten employers who collectively represent 28% of the total income tax collections.

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.

Major Initiatives

The City has a Street Repair Program which addresses streets, curbs, and sidewalks scheduled annually. There are several traffic improvement projects addressing signalization, intersection improvements and pedestrian movement.

The City has over \$31 million in public and private physical improvements, which include a major campus renovation to a vocational school, a new light manufacturing facility and the new SPCA Cincinnati headquarters, among others, that created nearly 600 new employees resulting in a new source of revenue.

Design work continued in 2009 for the expansion of the Sharonville Convention Center. The proposed expansion will create a new ballroom; add a 20,000 sq. ft. exhibit hall and 14,000 sq. ft. of meeting space, for a grand total of 61,200 sq. ft. of meeting space in the expanded facility. This investment is expected to increase private investment in the development of properties around the Convention Center, as well as increase the economic outlook of the supporting hospitality and retail industries. The project is supported financially through taxes generated from the Hamilton County's and City of Sharonville's transient occupancy tax (hotel tax) combined.

The "Northern Lights" project, to be financed by tax increment financing (TIF) dollars, was still in the design phase in 2009. The necessary easements for the utility relocations are being finalized and work is expected to begin in 2010. 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.

***Letter of Transmittal
For the Year Ended December 31, 2009***

The City selected a preferred developer for 46 acres of land being released by the federal agency know as the Government Services Administration (GSA). A new end-user of the property has purchased approximately 17-acres of the site and has begun construction on a 100,000 square foot facility to be completed by January 2011. Additionally, the City of Sharonville has arranged to have the owners of the property fund the construction of a new road and improvements to the industrial park that equate to nearly \$1.5 million of improvements. Early discussions between other interested end users are underway. The developer has projected 300-400 new jobs on this site at the completion of the development.

The downtown signal project has been awarded 80% funding from the Ohio Department of Transportation. This project is part of the downtown revitalization effort which began in 2007 and will also include repaving of downtown streets, streetscapes, and new street lighting. The City has also completed a Master Plan for the downtown area to help attract businesses and interest for redevelopment into the district. This area was identified as a station location for a new passenger rail service that would travel throughout Ohio, making Downtown Sharonville a unique area for tourism and redevelopment.

The Mosteller Road repaving project has been awarded 100% funding from the Ohio Department of Transportation. The project includes total curb replacement, base repair and resurfacing of Mosteller Road from Sharon Road to Kemper Road for approximately 5,200 feet. The cost for this work is approximately \$700,000.

The City was awarded Community Development Block Grant (CDBG) funds consisting of both county and federal stimulus funding which were used to update mechanicals of the Golden View Acres property (senior housing).

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. 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

**Letter of Transmittal
For the Year Ended December 31, 2009**

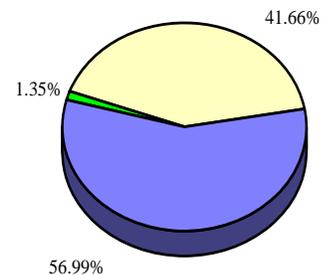
All funds other than the Community Improvement Corporation of Sharonville (CIC) and agency funds are included in the annual appropriated budget. The level of budgetary control (*i.e.*, the level at which expenditures can not legally exceed the appropriated amount) is at the department level and within 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 idle during the year was invested in interest-bearing demand deposit accounts, certificates of deposit, 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 \$159,497 of investment income during 2009. As of December 31, 2009, the City's cash resources were divided between cash and investments as follows:

Cash Resources	2009	%
Cash	\$8,470,383	56.99
Certificates of Deposit	200,000	1.35
STAR Ohio	6,191,782	41.66
Total Resources	<u>\$14,862,165</u>	<u>100.00</u>



At December 31, 2009, the City had deposits of \$8,670,383 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, 2009***

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. The Ohio Plan 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 Incident, 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, 2008. 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, 2009***

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

***Elected Officials
For the Year Ended December 31, 2009***

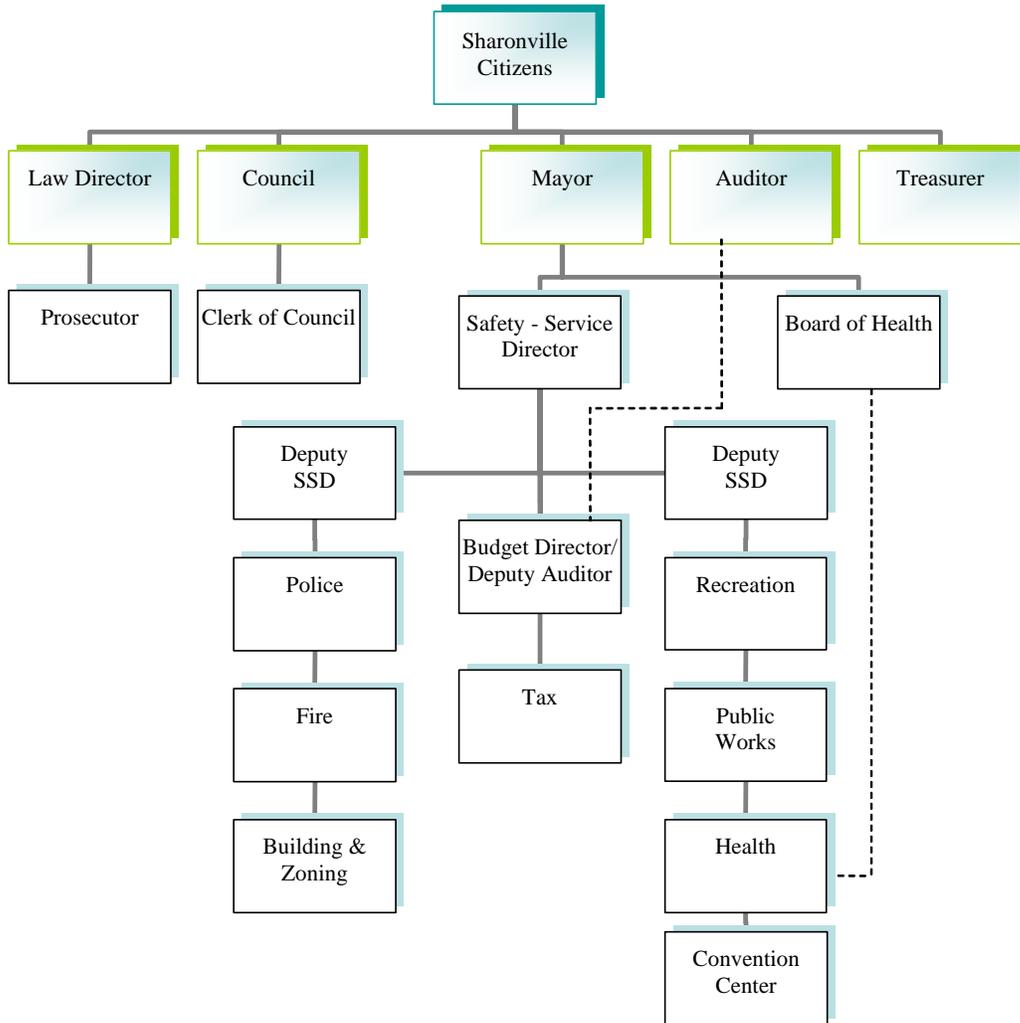
<u>Office</u>	<u>Elected Official</u>	<u>Term Expires</u>
Mayor	Virgil Lovitt II	12/31/2011
President of Council	Kevin Hardman	12/31/2009
Council Ward 1	Jim Dygert	12/31/2009
Council Ward 2	Bob Duerler	12/31/2009
Council Ward 3	Kerry Rabe	12/31/2009
Council Ward 4	Robert Tankersley	12/31/2009
Council at Large	Vicki Hoppe	12/31/2009
Council at Large	Janey Kattleman	12/31/2009
Council at Large	Greg Pugh	12/31/2009
Treasurer	Al Ledbetter	12/31/2009
Auditor	Mark Piepmeier	12/31/2011
Law Director	Thomas Keating	12/31/2011

City Address:

Sharonville City Hall
10900 Reading Road
Sharonville, Ohio 45241

CITY OF SHARONVILLE, OHIO

**City Organizational Chart
For the Year Ended December 31, 2009**



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, 2008

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.



A stylized handwritten signature in black ink.

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

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

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, 2009, which collectively comprise the City's basic financial statements. 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, 2009, and the respective changes in financial position, and cash flows, where applicable, and the respective budgetary comparisons for the General Fund and Fire Department Fund thereof, 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 22, 2010, 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements 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 do not express an opinion or provide any assurance on it.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
June 22, 2010

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, 2009. 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 2009 are as follows:

- ❑ In total, net assets increased by \$2,255,026. Net assets of governmental activities increased by \$813,939, which represents a 2.9% increase from 2008. Net assets of business-type activities increased by \$1,441,087, or 29.1% from 2008.
- ❑ General revenues accounted for \$19,885,219 in revenue, or 71% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$7,954,292, or 29% of total revenues of \$27,839,511.
- ❑ The City had \$23,348,966 in expenses related to governmental activities; only \$3,385,236 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily income taxes) of \$20,777,669 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$14,102,262 in revenues and \$13,051,348 in expenditures. The general fund's fund balance decreased \$697,072.

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.

CITY OF SHARONVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2009**

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, 2009 and 2008:

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$15,751,271	\$17,434,562	\$3,436,756	\$2,119,350	\$19,188,027	\$19,553,912
Capital assets, Net	34,509,565	34,342,749	14,276,505	9,754,000	48,786,070	44,096,749
Total assets	50,260,836	51,777,311	17,713,261	11,873,350	67,974,097	63,650,661
Long-term debt outstanding	15,540,774	16,855,025	4,487,874	5,009,671	20,028,648	21,864,696
Other liabilities	6,108,537	7,124,700	6,832,690	1,912,069	12,941,227	9,036,769
Total liabilities	21,649,311	23,979,725	11,320,564	6,921,740	32,969,875	30,901,465
Net assets						
Invested in capital assets, net of related debt	17,610,943	15,216,606	4,993,028	3,769,217	22,603,971	18,985,823
Restricted	8,172,552	9,135,665	0	0	8,172,552	9,135,665
Unrestricted	2,828,030	3,445,315	1,399,669	1,182,393	4,227,699	4,627,708
Total net assets	\$28,611,525	\$27,797,586	\$6,392,697	\$4,951,610	\$35,004,222	\$32,749,196

CITY OF SHARONVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2009**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal years 2009 and 2008:

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program revenues:						
Charges for Services and Sales	\$1,799,412	\$1,796,785	\$1,141,744	\$1,257,441	\$2,941,156	\$3,054,226
Operating Grants and Contributions	1,571,977	1,836,691	3,427,312	1,178,616	4,999,289	3,015,307
Capital Grants and Contributions	13,847	806,472	0	0	13,847	806,472
General revenues:						
Income Taxes	17,656,370	19,591,472	0	0	17,656,370	19,591,472
Payments in Lieu of Taxes	736,368	699,857	0	0	736,368	699,857
Grants and Entitlements not Restricted to Specific Programs	965,973	1,683,303	0	0	965,973	1,683,303
Investment Earnings	159,497	418,611	0	0	159,497	418,611
Miscellaneous	367,011	462,404	0	0	367,011	462,404
Total revenues	23,270,455	27,295,595	4,569,056	2,436,057	27,839,511	29,731,652
Program Expenses						
Security of Persons and Property	11,820,345	12,627,634	0	0	11,820,345	12,627,634
Public Health and Welfare Services	345,875	417,441	0	0	345,875	417,441
Leisure Time Activities	3,301,438	3,329,341	0	0	3,301,438	3,329,341
Community Environment	572,323	479,941	0	0	572,323	479,941
Basic Utility Services	560,329	555,320	0	0	560,329	555,320
Transportation	2,234,076	3,006,944	0	0	2,234,076	3,006,944
General Government	3,923,301	4,181,862	0	0	3,923,301	4,181,862
Interest and Fiscal Charges	591,279	809,105	0	0	591,279	809,105
Convention Center	0	0	1,815,100	1,787,979	1,815,100	1,787,979
Senior Citizen Housing	0	0	420,419	252,945	420,419	252,945
Total expenses	23,348,966	25,407,588	2,235,519	2,040,924	25,584,485	27,448,512
Change in Net Assets before Transfers	(78,511)	1,888,007	2,333,537	395,133	2,255,026	2,283,140
Transfers	892,450	0	(892,450)	0	0	0
Total Change in Net Assets	813,939	1,888,007	1,441,087	395,133	2,255,026	2,283,140
Beginning Net Assets	27,797,586	25,909,579	4,951,610	4,556,477	32,749,196	30,466,056
Ending Net Assets	\$28,611,525	\$27,797,586	\$6,392,697	\$4,951,610	\$35,004,222	\$32,749,196

Governmental Activities

Net assets of the City's governmental activities increased by \$813,939. The increase was caused by a transfer from business type activities to governmental activities. The transfer was made on a GAAP basis to reflect a bond anticipation note previously accounted for in the Capital Improvement Fund which was moved to the Convention Center Fund, since it was used for additional parking at the Convention Center. While revenues decreased, with the most significant decreases in income taxes, expenses were also decreased to help offset the effect on net assets.

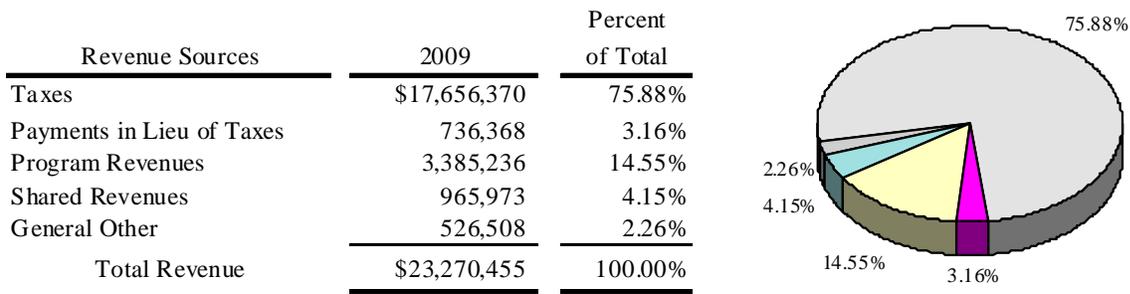
CITY OF SHARONVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2009**

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 75.88% of revenues for governmental activities for the City in fiscal year 2009. The City's reliance upon tax revenues is demonstrated by the following graph:



Business-Type Activities

The net assets of the business-type activities increased by \$1,441,087 during 2009, due to preliminary construction costs of the Convention Center expansion being reported as construction in progress.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$7,923,633, which is a decrease from last year's balance of \$8,475,735. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2009 and 2008:

	Fund Balance December 31, 2009	Fund Balance December 31, 2008	Increase (Decrease)
General	\$4,348,489	\$5,045,561	(\$697,072)
Fire Department	1,613,363	2,363,007	(749,644)
Chester Road TIF	(1,479,325)	(1,769,722)	290,397
Other Governmental	3,441,106	2,836,889	604,217
Total	\$7,923,633	\$8,475,735	(\$552,102)

CITY OF SHARONVILLE, OHIO

***Management's Discussion and Analysis
For the Year Ended December 31, 2009***

Unaudited

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

	2009 <u>Revenues</u>	2008 <u>Revenues</u>	Increase <u>(Decrease)</u>
Taxes	\$11,789,151	\$12,898,910	(\$1,109,759)
Intergovernmental Revenues	966,258	1,605,879	(639,621)
Charges for Services	325,141	291,680	33,461
Licenses and Permits	467,005	523,759	(56,754)
Investment Earnings	40,328	366,731	(326,403)
Fines and Forfeitures	300,539	288,905	11,634
All Other Revenue	213,840	141,236	72,604
Total	<u>\$14,102,262</u>	<u>\$16,117,100</u>	<u>(\$2,014,838)</u>

General Fund revenues in 2009 decreased by 12.5% compared to revenues in fiscal year 2008. The most significant factor contributing to this decrease was a decrease in income tax receivable/revenue.

	2009 <u>Expenditures</u>	2008 <u>Expenditures</u>	Increase <u>(Decrease)</u>
Security of Persons and Property	\$5,510,853	\$5,752,460	(\$241,607)
Public Health and Welfare Services	329,839	419,323	(89,484)
Leisure Time Activities	2,809,199	2,896,878	(87,679)
Community Environment	557,096	466,570	90,526
Basic Utility Services	560,329	555,320	5,009
General Government	3,284,032	3,522,549	(238,517)
Total	<u>\$13,051,348</u>	<u>\$13,613,100</u>	<u>(\$561,752)</u>

The decrease in General Fund expenditures was the result of the City’s efforts to control expenditures during the fiscal year.

Fire Department Fund – The fund balance decreased by \$749,644 during 2009. The decrease in fund balance was caused by a lease/purchase transaction that overlapped into 2009. The proceeds for a new fire truck were received in 2008 and the funds were encumbered. The expense occurred in 2009. The Fire Fund also experienced a decrease in income taxes.

***Management's Discussion and Analysis
For the Year Ended December 31, 2009***

Unaudited

Chester Road TIF Fund – The fund balance increased by \$290,397 during the year. A slight increase in TIF receipts in conjunction lower interest rates on the notes allowed revenues to continue to exceed expenditures.

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 2009 the City amended its General Fund budget several times.

For the General Fund, final budget basis revenue of \$14.1 million did change when compared to the original budget estimates of \$15.5 million. The City lowered estimated income tax receipts to account for the down economy. The General Fund's actual results varied slightly from the final budgeted amounts. The General Fund had an adequate fund balance to cover expenditures.

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CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2009 the City had \$48,786,070 net of accumulated depreciation invested in land, construction in progress, land improvements, buildings and improvements, machinery and equipment and vehicles. Of this total, \$34,509,565 was related to governmental activities and \$14,276,505 to the business-type activities. The following table shows fiscal year 2009 and 2008 balances:

	Governmental Activities		Increase (Decrease)
	2009	2008	
Land	\$6,466,386	\$6,466,386	\$0
Construction in Progress	2,456,877	3,469,404	(1,012,527)
Land Improvements	8,271,653	8,315,130	(43,477)
Buildings and Improvements	18,158,901	18,025,112	133,789
Infrastructure	16,809,506	14,799,552	2,009,954
Machinery and Equipment	2,328,963	2,255,466	73,497
Vehicles	4,202,315	3,600,503	601,812
Less: Accumulated Depreciation	(24,185,036)	(22,588,804)	(1,596,232)
Totals	<u>\$34,509,565</u>	<u>\$34,342,749</u>	<u>\$166,816</u>

	Business-Type Activities		Increase (Decrease)
	2009	2008	
Land	\$3,395,000	\$3,395,000	\$0
Construction in Progress	5,857,501	1,201,030	4,656,471
Land Improvements	168,090	125,892	42,198
Buildings and Improvements	8,074,861	8,074,861	0
Infrastructure	60,129	48,143	11,986
Machinery and Equipment	279,633	286,184	(6,551)
Vehicles	25,000	25,000	0
Less: Accumulated Depreciation	(3,583,709)	(3,402,110)	(181,599)
Totals	<u>\$14,276,505</u>	<u>\$9,754,000</u>	<u>\$4,522,505</u>

The primary increases in governmental activities' capital assets occurred in infrastructure. During 2009 the City continued several infrastructure projects throughout the City. Additional information on the City's capital assets can be found in Note 7.

**Management's Discussion and Analysis
For the Year Ended December 31, 2009**

Unaudited

Debt

At December 31, 2009, the City had \$15,988,663 in general obligation bonds outstanding, \$1,903,587 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2009 and 2008:

	<u>2009</u>	<u>2008</u>
Governmental Activities:		
General Obligation Bonds	\$11,755,186	\$12,995,875
Special Assessment Bonds	60,000	120,000
Compensated Absences	3,302,152	3,203,885
Capital Leases	423,436	535,265
Total Governmental Activities	<u>15,540,774</u>	<u>16,855,025</u>
Business-Type Activities:		
General Obligation Bonds	4,233,477	4,784,783
Compensated Absences	254,397	224,888
Total Business-Type Activities	<u>4,487,874</u>	<u>5,009,671</u>
Totals	<u><u>\$20,028,648</u></u>	<u><u>\$21,864,696</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, 2009, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 12.

ECONOMIC FACTORS

The City's financial position will be significantly affected by the redevelopment of Chester Road and the expansion of the Convention Center. 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, 2009**

	Primary Government			Component Unit Community Improvement Corporation of Sharonville
	Governmental Activities	Business-Type Activities	Total	
Assets:				
Cash and Cash Equivalents	\$ 10,735,671	\$ 3,313,614	\$ 14,049,285	\$ 44,415
Investments	200,000	0	200,000	0
Receivables:				
Taxes	2,988,485	0	2,988,485	0
Accounts	257,794	35,024	292,818	0
Intergovernmental	1,178,782	0	1,178,782	0
Interest	127	0	127	0
Inventory of Supplies at Cost	112,448	0	112,448	0
Prepaid Items	77,507	4,948	82,455	0
Unamortized Bond Issuance Costs	200,457	54,013	254,470	0
Restricted Assets:				
Cash and Cash Equivalents	0	29,157	29,157	0
Capital Assets:				
Capital Assets Not Being Depreciated	8,923,263	9,252,501	18,175,764	0
Capital Assets Being Depreciated, Net	25,586,302	5,024,004	30,610,306	0
Total Assets	50,260,836	17,713,261	67,974,097	44,415
Liabilities:				
Accounts Payable	477,067	66,542	543,609	0
Accrued Wages and Benefits	202,969	11,795	214,764	0
Intergovernmental Payable	618,574	64,946	683,520	0
Customer Deposits	0	31,527	31,527	0
Accrued Real Estate Taxes	0	0	0	2,644
Tenant Security Deposit	0	0	0	1,050
Unearned Revenue	0	1,564,178	1,564,178	0
Accrued Interest Payable	89,927	43,702	133,629	0
General Obligation Notes Payable	4,720,000	5,050,000	9,770,000	0
Noncurrent liabilities:				
Due within one year	1,552,796	608,229	2,161,025	0
Due in more than one year	13,987,978	3,879,645	17,867,623	0
Total Liabilities	21,649,311	11,320,564	32,969,875	3,694

CITY OF SHARONVILLE, OHIO

	<u>Primary Government</u>			<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Community Improvement Corporation of Sharonville</u>
Net Assets:				
Invested in Capital Assets, Net of Related Debt	17,610,943	4,993,028	22,603,971	0
Restricted For:				
Capital Projects	3,952,388	0	3,952,388	0
Debt Service	654,385	0	654,385	0
Streets and Highways	1,910,754	0	1,910,754	0
Security of Persons and Property	1,454,354	0	1,454,354	0
Other Purposes	200,671	0	200,671	0
Unrestricted	2,828,030	1,399,669	4,227,699	40,721
Total Net Assets	<u>\$ 28,611,525</u>	<u>\$ 6,392,697</u>	<u>\$ 35,004,222</u>	<u>\$ 40,721</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Activities
For the Year Ended December 31, 2009**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Security of Persons and Property	\$ 11,820,345	\$ 950,231	\$ 72,297	\$ 0
Public Health and Welfare Services	345,875	89,594	17,161	0
Leisure Time Activities	3,301,438	306,803	12,360	0
Community Environment	572,323	181,447	0	0
Basic Utility Services	560,329	0	0	0
Transportation	2,234,076	178,811	1,470,159	13,847
General Government	3,923,301	92,526	0	0
Interest and Fiscal Charges	591,279	0	0	0
Total Governmental Activities	23,348,966	1,799,412	1,571,977	13,847
Business-Type Activities:				
Convention Center	1,815,100	888,091	3,204,839	0
Senior Citizen Housing	420,419	253,653	222,473	0
Total Business-Type Activities	2,235,519	1,141,744	3,427,312	0
Totals	\$ 25,584,485	\$ 2,941,156	\$ 4,999,289	\$ 13,847
Component Unit:				
Community Improvement Corporation of Sharonville	\$ 17,672	\$ 621	\$ 12,700	\$ 0

General Revenues

Income Taxes
Payments in Lieu of Taxes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Transfers
Total General Revenues and Transfers
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
\$ (10,797,817)	\$ 0	\$ (10,797,817)	
(239,120)	0	(239,120)	
(2,982,275)	0	(2,982,275)	
(390,876)	0	(390,876)	
(560,329)	0	(560,329)	
(571,259)	0	(571,259)	
(3,830,775)	0	(3,830,775)	
(591,279)	0	(591,279)	
<u>(19,963,730)</u>	<u>0</u>	<u>(19,963,730)</u>	
0	2,277,830	2,277,830	
0	55,707	55,707	
0	2,333,537	2,333,537	
<u>(19,963,730)</u>	<u>2,333,537</u>	<u>(17,630,193)</u>	
<u>0</u>	<u>0</u>	<u>0</u>	<u>(4,351)</u>
17,656,370	0	17,656,370	0
736,368	0	736,368	0
965,973	0	965,973	0
159,497	0	159,497	0
367,011	0	367,011	0
892,450	(892,450)	0	
<u>20,777,669</u>	<u>(892,450)</u>	<u>19,885,219</u>	<u>0</u>
813,939	1,441,087	2,255,026	(4,351)
27,797,586	4,951,610	32,749,196	45,072
<u>\$ 28,611,525</u>	<u>\$ 6,392,697</u>	<u>\$ 35,004,222</u>	<u>\$ 40,721</u>

CITY OF SHARONVILLE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2009**

	General Fund	Fire Department Fund	Chester Road TIF Fund
Assets:			
Cash and Cash Equivalents	\$ 3,008,960	\$ 1,123,594	\$ 3,473,688
Investments	200,000	0	0
Receivables:			
Taxes	2,015,642	972,843	0
Accounts	95,065	162,729	0
Intergovernmental	292,870	0	0
Interest	127	0	0
Interfund Loans Receivables	10,000	0	0
Inventory of Supplies, at Cost	0	0	0
Prepaid Items	36,461	35,669	0
Total Assets	\$ 5,659,125	\$ 2,294,835	\$ 3,473,688
Liabilities:			
Accounts Payable	\$ 179,209	\$ 70,091	\$ 167,811
Accrued Wages and Benefits Payable	123,135	62,519	0
Intergovernmental Payable	345,135	245,865	4,095
Interfund Loans Payable	0	0	0
Deferred Revenue	663,157	302,997	0
Accrued Interest Payable	0	0	61,107
General Obligation Notes Payable	0	0	4,720,000
Total Liabilities	1,310,636	681,472	4,953,013
Fund Balances:			
Reserved for Encumbrances	174,272	84,332	1,061,265
Reserved for Prepaid Items	36,461	35,669	0
Reserved for Supplies Inventory	0	0	0
Reserved for Debt Service	0	0	0
Undesignated and Unreserved in:			
General Fund	4,137,756	0	0
Special Revenue Funds	0	1,493,362	0
Capital Projects Funds	0	0	(2,540,590)
Total Fund Balances	4,348,489	1,613,363	(1,479,325)
Total Liabilities and Fund Balances	\$ 5,659,125	\$ 2,294,835	\$ 3,473,688

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

Other Governmental Funds	Total Governmental Funds
\$ 3,129,429	\$ 10,735,671
0	200,000
0	2,988,485
0	257,794
885,912	1,178,782
0	127
10,000	20,000
112,448	112,448
5,377	77,507
<u>\$ 4,143,166</u>	<u>\$ 15,570,814</u>
\$ 59,956	\$ 477,067
17,315	202,969
23,479	618,574
20,000	20,000
581,310	1,547,464
0	61,107
0	4,720,000
<u>702,060</u>	<u>7,647,181</u>
672,198	1,992,067
5,377	77,507
112,448	112,448
655,583	655,583
0	4,137,756
1,587,196	3,080,558
408,304	(2,132,286)
<u>3,441,106</u>	<u>7,923,633</u>
<u>\$ 4,143,166</u>	<u>\$ 15,570,814</u>

CITY OF SHARONVILLE, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2009***

Total Governmental Fund Balances	\$ 7,923,633
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	34,509,565
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	1,547,464
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	(11,565,000)
Unamortized Bond Premiums	(298,957)
Unamortized Bond Issuance Costs	200,457
Deferred Loss on Refunding	108,771
Special Assessment Bonds Payable	(60,000)
Capital Lease Payable	(423,436)
Compensated Absences Payable	(3,302,152)
Accrued Interest Payable	(28,820)
<i>Net Assets of Governmental Activities</i>	<u><u>\$ 28,611,525</u></u>

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, 2009**

	General Fund	Fire Department Fund	Chester Road TIF Fund
Revenues:			
Taxes	\$ 11,789,151	\$ 5,715,524	\$ 0
Payments in Lieu of Taxes	0	0	736,368
Intergovernmental Revenues	966,258	0	0
Charges for Services	325,141	592,945	39,595
Licenses and Permits	467,005	0	0
Investment Earnings	40,328	217	0
Special Assessments	0	0	0
Fines and Forfeitures	300,539	0	0
All Other Revenue	213,840	14,971	0
Total Revenue	14,102,262	6,323,657	775,963
Expenditures:			
Current:			
Security of Persons and Property	5,510,853	5,623,419	0
Public Health and Welfare Services	329,839	0	0
Leisure Time Activities	2,809,199	0	0
Community Environment	557,096	0	0
Basic Utility Services	560,329	0	0
Transportation	0	0	0
General Government	3,284,032	0	0
Capital Outlay	0	748,887	381,274
Debt Service:			
Principal Retirement	0	0	0
Interest & Fiscal Charges	0	0	127,467
Total Expenditures	13,051,348	6,372,306	508,741
Excess (Deficiency) of Revenues Over Expenditures	1,050,914	(48,649)	267,222

CITY OF SHARONVILLE, OHIO

Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 17,504,675
0	736,368
1,841,617	2,807,875
1,642	959,323
0	467,005
3,595	44,140
13,847	13,847
69,774	370,313
<u>292,657</u>	<u>521,468</u>
<u>2,223,132</u>	<u>23,425,014</u>
115,300	11,249,572
15,722	345,561
15,019	2,824,218
0	557,096
0	560,329
1,578,400	1,578,400
139,173	3,423,205
1,342,612	2,472,773
1,335,000	1,335,000
<u>525,567</u>	<u>653,034</u>
<u>5,066,793</u>	<u>24,999,188</u>
(2,843,661)	(1,574,174)

(Continued)

CITY OF SHARONVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2009**

	General Fund	Fire Department Fund	Chester Road TIF Fund
Other Financing Sources (Uses):			
Sale of Capital Assets	14,590	0	0
General Obligation Refunding Bonds Issued	0	0	0
Premiums on Debt Issuances	0	0	23,175
Transfers In	0	0	0
Transfers Out	(1,762,576)	(700,995)	0
Payments to Refunding Escrow Agent	0	0	0
Total Other Financing Sources (Uses)	<u>(1,747,986)</u>	<u>(700,995)</u>	<u>23,175</u>
Net Change in Fund Balances	(697,072)	(749,644)	290,397
Fund Balances at Beginning of Year	5,045,561	2,363,007	(1,769,722)
Increase (Decrease) in Inventory Reserve	0	0	0
Fund Balances End of Year	<u>\$ 4,348,489</u>	<u>\$ 1,613,363</u>	<u>\$ (1,479,325)</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
571	15,161
3,460,000	3,460,000
92,182	115,357
3,356,021	3,356,021
0	(2,463,571)
<u>(3,491,022)</u>	<u>(3,491,022)</u>
<u>3,417,752</u>	<u>991,946</u>
574,091	(582,228)
2,836,889	8,475,735
30,126	30,126
<u>\$ 3,441,106</u>	<u>\$ 7,923,633</u>

CITY OF SHARONVILLE, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For the Year Ended December 31, 2009***

Net Change in Fund Balances - Total Governmental Funds \$ (582,228)

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	2,105,963	
Depreciation Expense	<u>(1,796,725)</u>	309,238

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 gains arising from the disposal of capital assets. Conversely, the governmental funds do not report any gains on the disposal of capital assets.	(142,422)
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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.	(149,932)
--	-----------

The issuance of long-term debt provides current financial resources to

General Obligation Refunding Bonds Issued	(3,460,000)	
Premium on General Obligation Bonds Issued	(92,182)	
Unamortized Bond Issuance Costs	61,160	
Deferred Loss on Refunding	<u>116,022</u>	(3,375,000)

Repayment of bond and loan principal is an expenditure in the governmental funds,

General Obligation Bond Principal Payment	4,650,000	
Amortization of General Obligation Bond Premium	34,100	
Special Assessment Bond Principal Payment	60,000	
Capital Leases Principal Payment	<u>111,829</u>	4,855,929

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(3,349)
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Some expenses reported in the statement of activities do not require the use of

Compensated Absences	(98,267)	
Change in Inventory	30,126	
Amortization of Bond Issuance Costs	<u>(30,156)</u>	(98,297)

<i>Change in Net Assets of Governmental Activities</i>	<u>\$ 813,939</u>
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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, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 13,202,255	\$ 11,952,255	\$ 11,962,251	\$ 9,996
Intergovernmental Revenue	885,860	885,860	977,671	91,811
Charges for Services	379,950	379,950	334,741	(45,209)
Licenses and Permits	455,154	455,154	465,496	10,342
Investment Earnings	175,000	75,000	40,201	(34,799)
Fines and Forfeitures	267,000	267,000	299,136	32,136
All Other Revenues	92,436	119,358	176,750	57,392
Total Revenues	<u>15,457,655</u>	<u>14,134,577</u>	<u>14,256,246</u>	<u>121,669</u>
Expenditures:				
Current:				
Security of Persons and Property	6,217,137	6,014,031	5,633,198	380,833
Public Health and Welfare Services	436,018	397,554	345,642	51,912
Leisure Time Activities	3,099,125	3,131,325	2,841,592	289,733
Community Environment	601,774	652,328	570,585	81,743
Basic Utility Services	598,544	649,526	649,525	1
General Government	3,792,999	3,887,584	3,382,276	505,308
Total Expenditures	<u>14,745,597</u>	<u>14,732,348</u>	<u>13,422,818</u>	<u>1,309,530</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	712,058	(597,771)	833,428	1,431,199
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	14,590	14,590
Transfers In	26,921	0	400,000	400,000
Transfers Out	(3,070,596)	(2,164,526)	(2,162,576)	1,950
Advances Out	0	0	(10,000)	(10,000)
Total Other Financing Sources (Uses):	<u>(3,043,675)</u>	<u>(2,164,526)</u>	<u>(1,757,986)</u>	<u>406,540</u>
Net Change in Fund Balance	(2,331,617)	(2,762,297)	(924,558)	1,837,739
Fund Balance at Beginning of Year	3,531,561	3,531,561	3,531,561	0
Prior Year Encumbrances	304,918	304,918	304,918	0
Fund Balance at End of Year	<u>\$ 1,504,862</u>	<u>\$ 1,074,182</u>	<u>\$ 2,911,921</u>	<u>\$ 1,837,739</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, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 6,332,679	\$ 5,932,679	\$ 5,738,202	\$ (194,477)
Charges for Services	450,000	650,000	644,222	(5,778)
Investment Earnings	0	0	217	217
All Other Revenues	0	0	18,323	18,323
Total Revenues	<u>6,782,679</u>	<u>6,582,679</u>	<u>6,400,964</u>	<u>(181,715)</u>
Expenditures:				
Current:				
Security of Persons and Property	6,476,059	6,608,008	5,931,035	676,973
Capital Outlay	26,700	763,200	759,687	3,513
Total Expenditures	<u>6,502,759</u>	<u>7,371,208</u>	<u>6,690,722</u>	<u>680,486</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	279,920	(788,529)	(289,758)	498,771
Other Financing Sources (Uses):				
Transfers In	27,201	27,201	0	(27,201)
Transfers Out	(700,995)	(700,995)	(700,995)	0
Total Other Financing Sources (Uses):	<u>(673,794)</u>	<u>(673,794)</u>	<u>(700,995)</u>	<u>(27,201)</u>
Net Change in Fund Balance	(393,874)	(1,462,323)	(990,753)	471,570
Fund Balance at Beginning of Year	1,098,132	1,098,132	1,098,132	0
Prior Year Encumbrances	868,449	868,449	868,449	0
Fund Balance at End of Year	<u>\$ 1,572,707</u>	<u>\$ 504,258</u>	<u>\$ 975,828</u>	<u>\$ 471,570</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Net Assets
Proprietary Funds
December 31, 2009**

	Business-Type Activities Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 3,007,095	\$ 306,519	\$ 3,313,614
Accounts Receivable	35,024	0	35,024
Prepaid Items	3,512	1,436	4,948
Total Current Assets	3,045,631	307,955	3,353,586
Noncurrent Assets:			
Cash and Cash Equivalents	0	29,157	29,157
Total Restricted Assets	0	29,157	29,157
Unamortized Bond Issuance Cost	54,013	0	54,013
Capital Assets:			
Capital Assets not being Depreciated	9,207,501	45,000	9,252,501
Capital Assets being Depreciated	7,019,326	1,594,938	8,614,264
Less: Accumulated Depreciation	(2,716,043)	(874,217)	(3,590,260)
Net Capital Assets	13,510,784	765,721	14,276,505
Total Noncurrent Assets	13,564,797	794,878	14,359,675
Total Assets	16,610,428	1,102,833	17,713,261
LIABILITIES			
Current Liabilities:			
Accounts Payable	64,137	2,405	66,542
Accrued Wages and Benefits	10,756	1,039	11,795
Intergovernmental Payable	51,777	13,169	64,946
Customer Deposits	0	31,527	31,527
Deferred Revenue	1,564,178	0	1,564,178
Accrued Interest Payable	43,702	0	43,702
General Obligation Notes Payable	5,050,000	0	5,050,000
General Obligation Bonds Payable - Current	598,725	0	598,725
Compensated Absences - Current	8,038	1,466	9,504
Total Current Liabilities	7,391,313	49,606	7,440,919

CITY OF SHARONVILLE, OHIO

	Business-Type Activities Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Noncurrent Liabilities:			
General Obligation Bonds Payable	3,634,752	0	3,634,752
Compensated Absences Payable	203,434	41,459	244,893
Total Noncurrent Liabilities	3,838,186	41,459	3,879,645
Total Liabilities	11,229,499	91,065	11,320,564
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	4,227,307	765,721	4,993,028
Unrestricted	1,153,622	246,047	1,399,669
Total Net Assets	\$ 5,380,929	\$ 1,011,768	\$ 6,392,697

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, 2009**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Operating Revenues:			
Charges for Services	\$ 749,892	\$ 237,729	\$ 987,621
Other Operating Revenues	127,979	15,924	143,903
Total Operating Revenues	877,871	253,653	1,131,524
Operating Expenses:			
Personal Services	892,347	96,160	988,507
Materials and Supplies	52,557	16,475	69,032
Contractual Services	232,244	242,798	475,042
Utilities	192,820	25,806	218,626
Depreciation	148,970	39,180	188,150
Total Operating Expenses	1,518,938	420,419	1,939,357
Operating Income (Loss)	(641,067)	(166,766)	(807,833)
Non-Operating Revenue (Expenses):			
Interest Income	10,220	0	10,220
Interest and Fiscal Charges	(296,162)	0	(296,162)
Intergovernmental Revenues	3,204,839	222,473	3,427,312
Total Non-Operating Revenues (Expenses)	2,918,897	222,473	3,141,370
Income Before Transfers	2,277,830	55,707	2,333,537
Transfers:			
Transfers-Out	(892,450)	0	(892,450)
Total Transfers	(892,450)	0	(892,450)
Change in Net Assets	1,385,380	55,707	1,441,087
Net Assets Beginning of Year	3,995,549	956,061	4,951,610
Net Assets End of Year	\$ 5,380,929	\$ 1,011,768	\$ 6,392,697

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2009**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$787,327	\$242,375	\$1,029,702
Cash Payments for Goods and Services	(441,145)	(303,511)	(744,656)
Cash Payments to Employees	(861,827)	(96,791)	(958,618)
Other Operating Revenues	127,979	19,538	147,517
Net Cash Provided (Used) by Operating Activities	(387,666)	(138,389)	(526,055)
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers Out to Other Funds	(892,450)	0	(892,450)
Intergovernmental Revenue Received	4,140,589	222,473	4,363,062
Net Cash Provided by Noncapital Financing Activities	3,248,139	222,473	3,470,612
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(4,617,925)	(54,184)	(4,672,109)
Gross Receipts from issuance of General Obligation Notes	5,060,066	0	5,060,066
Payment on General Obligation Notes	(1,200,000)	0	(1,200,000)
Payment on General Obligation Bonds	(565,000)	0	(565,000)
Interest Paid on All Debt	(249,525)	0	(249,525)
Net Cash Used for Capital and Related Financing Activities	(1,572,384)	(54,184)	(1,626,568)
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	154	0	154
Net Cash Used for Investing Activities	154	0	154
Net Decrease in Cash and Cash Equivalents	1,288,243	29,900	1,318,143
Cash and Cash Equivalents at Beginning of Year	1,718,852	305,776	2,024,628
Cash and Cash Equivalents at End of Year	\$3,007,095	\$335,676	\$3,342,771
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$3,007,095	\$306,519	\$3,313,614
Restricted Cash and Cash Equivalents	0	29,157	29,157
Cash and Cash Equivalents at End of Year	\$3,007,095	\$335,676	\$3,342,771

CITY OF SHARONVILLE, OHIO

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$641,067)	(\$166,766)	(\$807,833)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	148,970	39,180	188,150
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	(8,971)	3,844	(5,127)
Decrease in Prepaid Items	(2,520)	(1,436)	(3,956)
Increase in Accounts Payable	2,282	(25,139)	(22,857)
Decrease in Accrued Wages and Benefits	2,764	267	3,031
Decrease in Intergovernmental Payable	34,387	11,038	45,425
Increase in Customer Deposits Payable	0	1,197	1,197
Decrease in Deferred Revenue	46,406	0	46,406
Increase in Compensated Absences	30,083	(574)	29,509
Total Adjustments	253,401	28,377	281,778
Net Cash Provided (Used) by Operating Activities	(\$387,666)	(\$138,389)	(\$526,055)

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Net Assets
Fiduciary Fund
December 31, 2009**

	Private Purpose Trust	
	Unclaimed Monies Fund	Agency Funds
Assets:		
Cash and Cash Equivalents	\$ 22,210	\$ 0
Restricted Assets:		
Cash and Cash Equivalents	0	561,513
Total Assets	<u>22,210</u>	<u>561,513</u>
Liabilities:		
Intergovernmental Payable	0	3,073
Due to Others	0	558,440
Total Liabilities	<u>0</u>	<u>561,513</u>
Net Assets:		
Unrestricted	22,210	0
Total Net Assets	<u>\$ 22,210</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Changes in Net Assets
Fiduciary Funds
For the Year Ended December 31, 2009**

	Private Purpose Trust <u>Unclaimed Monies Fund</u>
Additions:	
Contributions:	
Miscellaneous	\$ 2
Total Additions	<u>2</u>
Deductions:	
Total Deductions	<u>0</u>
Change in Net Assets	2
Net Assets at Beginning of Year	<u>22,208</u>
Net Assets End of Year	<u>\$ 22,210</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

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 2009. 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, 2009***

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.

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, 2009***

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, 2009***

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, 2009***

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, 2009***

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 2009.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

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 2009, 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, 2009**

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)	(\$697,072)	(\$749,644)
Increase (Decrease):		
Accrued Revenues at December 31, 2009 received during 2010	(1,750,547)	(832,575)
Accrued Revenues at December 31, 2008 received during 2009	1,894,531	909,882
Accrued Expenditures at December 31, 2009 paid during 2010	647,479	378,475
Accrued Expenditures at December 31, 2008 paid during 2009	(694,113)	(521,067)
2009 Prepays for 2010	(36,461)	(35,669)
2008 Prepays for 2009	8,664	7,611
Outstanding Encumbrances	(297,039)	(147,766)
Budget Basis	<u>(\$924,558)</u>	<u>(\$990,753)</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

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 2009. 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, 2009.

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, 2009***

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:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (Years)</u>
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, 2009***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
Notes Payable	Note Debt Retirement Fund
Special Assessment Bonds	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 Permissive Motor Vehicle License 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, 2009***

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, 2009.

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, 2009, 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 are recorded when the related payroll is accrued and the obligation is incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

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 or 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, 2009***

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 2009.

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, 2009 of \$1,479,325 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, 2009***

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, 2009**

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 \$8,670,383 and the bank balance was \$9,241,710. Federal depository insurance covered \$250,000 of the bank balance and \$8,991,710 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	\$8,991,710
Total Balance	<u><u>\$8,991,710</u></u>

B. Investments

The City's investments at December 31, 2009 were as follows:

	<u>Fair Value</u>	Credit Rating	<u>Investment Maturities (in Years)</u>	
			<u>less than 1</u>	<u>1-3</u>
STAR Ohio	<u>\$6,191,782</u>	AAAm ¹	<u>\$6,191,782</u>	<u>\$0</u>
Total Investments	<u><u>\$6,191,782</u></u>		<u><u>\$6,191,782</u></u>	<u><u>\$0</u></u>

¹ Standard & Poor's

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

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.

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	\$14,662,165	\$200,000
Certificates of Deposit (with maturities of more than 3 months)	200,000	(200,000)
STAR Ohio	<u>(6,191,782)</u>	<u>6,191,782</u>
Per GASB Statement No. 3	<u>\$8,670,383</u>	<u>\$6,191,782</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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 5 - RECEIVABLES

Receivables at December 31, 2009 consisted of income taxes, accounts receivable, 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 2009:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$0	\$1,762,576
Fire Department Fund	0	700,995
Convention Center Fund	0	892,450
Nonmajor Governmental Funds:		
Termination Benefits Fund	100,000	0
Note Debt Retirement Fund	365,329	0
Debt Retirement Fund	1,285,572	0
Capital Improvement Fund	<u>1,605,120</u>	<u>0</u>
Total Nonmajor Governmental Funds	<u>3,356,021</u>	<u>0</u>
Totals	<u>\$3,356,021</u>	<u>\$3,356,021</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. The Fire Department and the Convention Center Funds made transfers out to retire debt in accordance with Ohio Revised Code.

Individual interfund balances at December 31, 2009 are as follows:

<u>Fund</u>	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
General Fund	\$10,000	\$0
Nonmajor Governmental Funds:		
State Health Licenses Fund	0	10,000
Law Enforcement Block Grant Fund	0	10,000
DEA Federal Sharing Fund	<u>10,000</u>	<u>0</u>
Total Nonmajor Governmental Funds	<u>10,000</u>	<u>20,000</u>
Totals	<u>\$20,000</u>	<u>\$20,000</u>

The interfund loans receivable/payable on the Governmental Balance Sheet is 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, 2009**

NOTE 7 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2009:

Historical Cost:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
<i>Capital assets not being depreciated:</i>				
Land	\$6,466,386	\$0	\$0	\$6,466,386
Construction in Progress	3,469,404	450,133	(1,462,660)	2,456,877
Subtotal	9,935,790	450,133	(1,462,660)	8,923,263
<i>Capital assets being depreciated:</i>				
Land Improvements	8,315,130	21,560	(65,037)	8,271,653
Buildings and Improvements	18,025,112	311,817	(178,028)	18,158,901
Infrastructure	14,799,552	2,009,954	0	16,809,506
Machinery and Equipment	2,255,466	84,005	(10,508)	2,328,963
Vehicles	3,600,503	691,154	(89,342)	4,202,315
Subtotal	46,995,763	3,118,490	(342,915)	49,771,338
Total Cost	\$56,931,553	\$3,568,623	(\$1,805,575)	\$58,694,601

Accumulated Depreciation:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
Land Improvements	(\$2,830,901)	(\$399,348)	\$65,037	(\$3,165,212)
Buildings and Improvements	(4,458,224)	(408,917)	35,606	(4,831,535)
Infrastructure	(11,329,857)	(533,127)	0	(11,862,984)
Machinery and Equipment	(1,174,666)	(171,801)	10,508	(1,335,959)
Vehicles	(2,795,156)	(283,532)	89,342	(2,989,346)
Total Depreciation	(\$22,588,804)	(\$1,796,725)*	\$200,493	(\$24,185,036)
Net Value:	\$34,342,749			\$34,509,565

* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$452,018
Leisure Time Activities	411,729
Community Environment	2,815
Transportation	563,437
General Government	366,726
Total Depreciation Expense	\$1,796,725

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

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, 2009:

Historical Cost:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
<i>Capital assets not being depreciated:</i>				
Land	\$3,395,000	\$0	\$0	\$3,395,000
Construction In Progress	1,201,030	4,656,471	0	5,857,501
<i>Capital assets being depreciated:</i>				
Land Improvements	125,892	42,198	0	168,090
Buildings and Improvements	8,074,861	0	0	8,074,861
Infrastructure	48,143	11,986	0	60,129
Machinery and Equipment	286,184	0	(6,551)	279,633
Vehicles	25,000	0	0	25,000
Total Cost	\$13,156,110	\$4,710,655	(\$6,551)	\$17,860,214

Accumulated Depreciation:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
Land Improvements	(\$96,080)	(\$10,182)	\$0	(\$106,262)
Buildings and Improvements	(3,012,629)	(164,599)	0	(3,177,228)
Infrastructure	(43,618)	(1,844)	0	(45,462)
Machinery and Equipment	(224,783)	(11,525)	6,551	(229,757)
Vehicles	(25,000)	0	0	(25,000)
Total Depreciation	(\$3,402,110)	(\$188,150)	\$6,551	(\$3,583,709)

Net Value:

\$9,754,000	\$14,276,505
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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 (“OPERS”)

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

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 OPERS: 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.

OPERS 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 OPERS. 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 ORC provides statutory authority for employee and employer contributions. For 2009, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2009 employer contribution rate for local government employer units was 14.00%, of covered payroll which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2009, from January 1 through March 31, 2009 7.0% of annual covered salary was the portion used to fund pension obligations, and from April 1 through December 31, 2009 8.5% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City's required contributions for pension obligations to OPERS for the years ending December 31, 2009, 2008, and 2007 were \$502,001, \$427,860 and \$496,889, respectively, which were equal to the required contributions for each year. Contributions to the member-directed plan for 2009 were \$18,755 made by the City and \$13,122 made by the plan members.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

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

All City full-time police officers and full-time firefighters participate in OP&F, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the ORC. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the plan. 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. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2009, 12.75% of annual covered salary for police and 17.25% of annual covered salary for firefighters, respectively, were the portions used to fund pension obligations. The City's contributions for pension obligations to the OP&F Fund for the years ending December 31, 2009, 2008, and 2007 were \$391,768, \$398,518 and \$395,552 for police and \$515,171, \$512,359 and \$572,838 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 9 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

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

OPERS issues a stand-alone financial report. 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.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2009, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. For 2009, the employer contribution allocated to the health care plan was 7.0% of covered payroll from January 1 through March 31, 2009 and 5.5% from April 1 through December 31, 2009. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2009, 2008, and 2007 were \$359,483, \$427,860 and \$327,292, respectively, which were equal to the required contributions for each year.

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, 2009***

NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2009, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OP&F for the years ending December 31, 2009, 2008, and 2007 were \$207,406, \$398,518 and \$395,552 for police and \$201,588, \$209,488 and \$224,154 for firefighters, respectively, which were equal to the required contributions for each year.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 10 - 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, 2009 the City had \$304,389 payable to employees for the Dental/Optical Plan.

B. Compensated Absences

At December 31, 2009, the City's accumulated, unpaid compensated absences amounted to \$3,556,549. Of this amount, \$3,302,152 is recorded as Governmental Activities on the Entity Wide Statement of Net Assets (\$72,403 is reported as due within one year), \$254,397 is recorded as Business-type activities (\$9,504 is reported as due within one year).

NOTE 11 - 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, 2009 were as follows:

	Balance December 31, 2008	Issued	(Retired)	Balance December 31, 2009
Capital Projects Fund:				
Capital Improvement Fund:				
2.00% Real Estate Acquisition	\$875,000	\$0	(\$875,000)	\$0
2.75% Chester Road TIF Project	2,720,000	0	(2,720,000)	0
3.50% Chester Road TIF Project	2,000,000	0	(2,000,000)	0
2.00% Chester Road TIF Project	0	2,720,000	0	2,720,000
2.00% Chester Road TIF Project	0	2,000,000	0	2,000,000
Total Capital Projects Fund	5,595,000	4,720,000	(5,595,000)	4,720,000
Enterprise Fund:				
Convention Center Fund:				
2.75% Convention Center Imprv.	1,200,000	0	(1,200,000)	0
2.00% Convention Center Imprv.	0	850,000	0	850,000
2.00% Convention Center Imprv.	0	1,200,000	0	1,200,000
1.00% Convention Center Imprv.	0	3,000,000	0	3,000,000
Total Enterprise Fund	1,200,000	5,050,000	(1,200,000)	5,050,000
Total Notes Payable	\$6,795,000	\$9,770,000	(\$6,795,000)	\$9,770,000

CITY OF SHARONVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 12 - LONG-TERM OBLIGATIONS

Long-term obligations of the City at December 31, 2009 were as follows:

	Balance December 31, 2008	Issued	(Retired)	Balance December 31, 2009	Amount Due Within One Year
Business-Type Activities:					
General Obligation Bonds:					
1.50% - 5.25% Convention Center - Issue I	\$3,125,000	\$0	(\$400,000)	\$2,725,000	\$410,000
Unamortized Premium	121,712	0	(18,725)	102,987	18,725
Deferred Loss on Refunding	(226,929)	0	32,419	(194,510)	0
1.50% - 5.25% Convention Center - Issue II	1,765,000	0	(165,000)	1,600,000	170,000
Total General Obligation Bonds	4,784,783	0	(551,306)	4,233,477	598,725
Other Long-Term Obligations:					
Compensated Absences	224,888	32,817	(3,308)	254,397	9,504
Total Business-Type Activities	\$5,009,671	\$32,817	(\$554,614)	\$4,487,874	\$608,229
Governmental Activities:					
General Obligation Bonds:					
4.60% - 4.80% Recreation Center	\$3,375,000	\$0	(\$3,375,000)	\$0	\$0
1.50% - 5.25% Fire House Construction	5,120,000	0	(485,000)	4,635,000	500,000
1.50% - 5.25% Pool Construction	2,905,000	0	(275,000)	2,630,000	285,000
1.50% - 5.25% Kenper Road Improvement	1,010,000	0	(95,000)	915,000	100,000
1.50% - 5.25% Crescentville Road	345,000	0	(35,000)	310,000	35,000
Unamortized Premium	240,875	0	(28,339)	212,536	28,339
2.50% - 4.25% Recreation Center Refunding	0	3,460,000	(385,000)	3,075,000	345,000
Unamortized Premium	0	92,182	(5,761)	86,421	11,523
Deferred Loss on Refunding	0	(116,022)	7,251	(108,771)	0
Total General Obligation Bonds	12,995,875	3,436,160	(4,676,849)	11,755,186	1,304,862
Special Assessment Bonds:					
7.00% Crowne Point Drive/ Miller Valentine Phase I	90,000	0	(45,000)	45,000	45,000
7.10% Crowne Point Drive/ Miller Valentine Phase II	30,000	0	(15,000)	15,000	15,000
Total Special Assessment Bonds (with Government Commitment)	120,000	0	(60,000)	60,000	60,000
Other Long-Term Obligations:					
Compensated Absences	3,203,885	155,551	(57,284)	3,302,152	72,403
Capital Leases	535,265	0	(111,829)	423,436	115,531
Total Other Long-Term Obligations	3,739,150	155,551	(169,113)	3,725,588	187,934
Total Governmental Activities	\$16,855,025	\$3,591,711	(\$4,905,962)	\$15,540,774	\$1,552,796

The principal amount of the City's special assessment debt outstanding at December 31, 2009, \$60,000, 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 \$215,435 in the debt service funds at December 31, 2009 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, 2009**

NOTE 12 - LONG-TERM OBLIGATIONS (Continued)

A. 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, 2009 follows:

Years	Business-Type Activities General Obligation Bonds		Governmental Activities General Obligation Bonds	
	Principal	Interest	Principal	Interest
2010	\$566,306	\$177,200	\$1,290,358	\$458,116
2011	591,306	157,188	1,320,358	412,252
2012	611,306	135,038	1,370,358	374,587
2013	641,306	106,281	1,420,358	318,557
2014	671,306	75,388	1,485,358	262,537
2015-2016	1,151,947	67,329	4,868,396	330,944
Totals	<u>\$4,233,477</u>	<u>\$718,424</u>	<u>\$11,755,186</u>	<u>\$2,156,993</u>

Years	Special Assessment Bonds	
	Principal	Interest
2010	\$60,000	\$4,215
Totals	<u>\$60,000</u>	<u>\$4,215</u>

B. Defeasance of General Obligation and Special Assessment Debt

In May of 2009, the City refunded \$3,375,000 of the Recreation Center General Obligation Bonds, dated 1998. The net proceeds of the current refunding payment have been invested in obligations guaranteed as to both principal and interest by the United States Government 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 bonds are not included in the City's outstanding debt since the City has satisfied its obligations through the current refunding. The City reduced its aggregate debt service payments over the life of the refunded bonds by \$236,795.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2009**

NOTE 12 - LONG-TERM OBLIGATIONS (Continued)

C. Capital Leases

The City has entered into an agreement to lease equipment. The original cost of the equipment was \$568,065. 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 \$423,436.

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, 2009:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>
2010	\$128,148
2011	108,603
2012	108,603
2013	108,603
Minimum Lease Payments	453,957
Less: amount representing interest at the City's incremental borrowing rate of interest	<u>(30,521)</u>
Present value of minimum lease payments	<u><u>\$423,436</u></u>

NOTE 13 - 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, 2009, the outstanding principal amount payable on all of the outstanding bonds was \$9,130,000.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 14 - 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 2007, the City joined the Ohio Government Risk Management Plan (OGRMP), a public entity risk plan formed under 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 550 member political subdivisions. The City pays an annual premium to OGRMP for its general insurance coverage. The agreement for formation of OGRMP 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 15 – CONTRACTUAL COMMITMENTS

As of December 31, 2009, the City had the following commitments with respect to capital projects:

<u>Project</u>	<u>Remaining Contractual Commitment</u>	<u>Expected Date of Completion</u>
Waste Collection Services	\$2,369,135	May-14
Traffic Signals	533,461	July-10
Princeton Softball Field Relocation	186,825	June-10
Prime Contract 1.0 Sitework Convention Center	1,036,798	April-12
Prime Contract 2.0 Site Electric Convention Center	217,702	August-10
2009 Storm Sewer Repair Project	29,880	March-10
Spinner Avenue Streak Bank Stabilization	29,575	May-10
Total	<u>\$4,403,376</u>	

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2009***

NOTE 16 - 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.

NOTE 17 - 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 2009. 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 paid \$700 per month in 2009, while the tenant at 3327 Creek Road paid \$350 per month in 2009.

NOTE 18 – RECLASSIFICATION OF FUND BALANCE

During 2009 the City discovered monies being reported in the Fire Department Fund that should have been reported in the General Fund. The City reclassified \$24,303 from the Fire Department Fund to the General Fund at the beginning of the year to properly account for these monies. The Other Governmental Funds balance also changed from the amount reported in the prior year as the Capital Improvement Fund no longer is being reported as a major fund.



*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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 local grants monies used for various projects throughout the City.

Police Grants Fund

To account for grant monies for the Police Department.

(Continued)

Debt Service Fund

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

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 Fund

To account for the accumulation of funds for the acquisition of capital assets and/or the construction of major capital facilities.

Capital Improvement Issue II Fund

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

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, 2009**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 1,716,394	\$ 683,205	\$ 729,830	\$ 3,129,429
Receivables (net of allowance for doubtful accounts):				
Intergovernmental	885,912	0	0	885,912
Interfund Loans Receivables	10,000	0	0	10,000
Inventory of Supplies, at Cost	112,448	0	0	112,448
Prepaid Items	5,377	0	0	5,377
Total Assets	\$ 2,730,131	\$ 683,205	\$ 729,830	\$ 4,143,166
Liabilities:				
Accounts Payable	\$ 41,839	\$ 0	\$ 18,117	\$ 59,956
Accrued Wages and Benefits Payable	17,315	0	0	17,315
Intergovernmental Payable	23,479	0	0	23,479
Interfund Loans Payable	20,000	0	0	20,000
Deferred Revenue	581,310	0	0	581,310
Total Liabilities	683,943	0	18,117	702,060
Fund Balances:				
Reserved for Encumbrances	341,167	0	331,031	672,198
Reserved for Prepaid Items	5,377	0	0	5,377
Reserved for Supplies Inventory	112,448	0	0	112,448
Reserved for Debt Service	0	683,205	(27,622)	655,583
Undesignated/Unreserved	1,587,196	0	408,304	1,995,500
Total Fund Balances	2,046,188	683,205	711,713	3,441,106
Total Liabilities and Fund Balances	\$ 2,730,131	\$ 683,205	\$ 729,830	\$ 4,143,166

CITY OF SHARONVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2009**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Intergovernmental Revenues	\$ 1,626,994	\$ 214,623	\$ 0	\$ 1,841,617
Charges for Services	1,642	0	0	1,642
Investment Earnings	3,146	449	0	3,595
Special Assessments	0	437	13,410	13,847
Fines and Forfeitures	69,774	0	0	69,774
All Other Revenue	284,857	7,800	0	292,657
Total Revenue	1,986,413	223,309	13,410	2,223,132
Expenditures:				
Current:				
Security of Persons and Property	115,300	0	0	115,300
Public Health and Welfare Services	15,722	0	0	15,722
Leisure Time Activities	15,019	0	0	15,019
Transportation	1,578,400	0	0	1,578,400
General Government	94,821	3,320	41,032	139,173
Capital Outlay	92,526	0	1,250,086	1,342,612
Debt Service:				
Principal Retirement	0	1,335,000	0	1,335,000
Interest & Fiscal Charges	0	523,172	2,395	525,567
Total Expenditures	1,911,788	1,861,492	1,293,513	5,066,793
Excess (Deficiency) of Revenues Over Expenditures	74,625	(1,638,183)	(1,280,103)	(2,843,661)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	571	571
General Obligations Bonds Issued	0	3,460,000	0	3,460,000
Premium on Bonds Issued	0	92,182	0	92,182
Transfers In	100,000	1,650,901	1,605,120	3,356,021
Payments to Refunding Escrow Agent	0	(3,491,022)	0	(3,491,022)
Total Other Financing Sources (Uses)	100,000	1,712,061	1,605,691	3,417,752
Net Change in Fund Balance	174,625	73,878	325,588	574,091
Fund Balances at Beginning of Year	1,841,437	609,327	386,125	2,836,889
Increase (Decrease) in Inventory Reserve	30,126	0	0	30,126
Fund Balances End of Year	\$ 2,046,188	\$ 683,205	\$ 711,713	\$ 3,441,106

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009**

	Street Construction, Maintenance and Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund
Assets:				
Cash and Cash Equivalents	\$ 806,423	\$ 340,577	\$ 83,675	\$ 8,853
Receivables (net of allowance for doubtful accounts):				
Intergovernmental	669,411	54,276	144,555	9,942
Interfund Loans Receivables	0	0	0	0
Inventory of Supplies, at Cost	75,340	37,108	0	0
Prepaid Items	4,159	0	0	0
Total Assets	\$ 1,555,333	\$ 431,961	\$ 228,230	\$ 18,795
Liabilities:				
Accounts Payable	\$ 31,916	\$ 2,859	\$ 448	\$ 0
Accrued Wages and Benefits Payable	15,303	0	2,012	0
Intergovernmental Payable	18,885	0	2,780	0
Interfund Loans Payable	0	0	0	0
Deferred Revenue	446,274	36,184	96,370	0
Total Liabilities	512,378	39,043	101,610	0
Fund Balances:				
Reserved for Encumbrances	170,467	134,593	2,467	0
Reserved for Prepaid Items	4,159	0	0	0
Reserved for Supplies Inventory	75,340	37,108	0	0
Undesignated/Unreserved	792,989	221,217	124,153	18,795
Total Fund Balances	1,042,955	392,918	126,620	18,795
Total Liabilities and Fund Balances	\$ 1,555,333	\$ 431,961	\$ 228,230	\$ 18,795

CITY OF SHARONVILLE, OHIO

<u>State Health Licenses Fund</u>	<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>
\$ 16,052	\$ 2,113	\$ 14,324	\$ 85,285	\$ 6,832	\$ 12,822
2,482	0	0	1,245	809	367
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	150	0	0
<u>\$ 18,534</u>	<u>\$ 2,113</u>	<u>\$ 14,324</u>	<u>\$ 86,680</u>	<u>\$ 7,641</u>	<u>\$ 13,189</u>
\$ 1,623	\$ 0	\$ 0	\$ 2,125	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
10,000	0	0	0	0	0
2,482	0	0	0	0	0
<u>14,105</u>	<u>0</u>	<u>0</u>	<u>2,125</u>	<u>0</u>	<u>0</u>
350	0	0	3,117	0	0
0	0	0	150	0	0
0	0	0	0	0	0
4,079	2,113	14,324	81,288	7,641	13,189
<u>4,429</u>	<u>2,113</u>	<u>14,324</u>	<u>84,555</u>	<u>7,641</u>	<u>13,189</u>
<u>\$ 18,534</u>	<u>\$ 2,113</u>	<u>\$ 14,324</u>	<u>\$ 86,680</u>	<u>\$ 7,641</u>	<u>\$ 13,189</u>

(Continued)

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2009**

	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Law Enforcement Block Grant Fund	Confinement Reimbursement Fund
Assets:				
Cash and Cash Equivalents	\$ 31,992	\$ 70,952	\$ 18,400	\$ 958
Receivables (net of allowance for doubtful accounts):				
Intergovernmental	840	1,960	0	25
Interfund Loans Receivables	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	320	748	0	0
Total Assets	\$ 33,152	\$ 73,660	\$ 18,400	\$ 983
Liabilities:				
Accounts Payable	\$ 47	\$ 110	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Interfund Loans Payable	0	0	10,000	0
Deferred Revenue	0	0	0	0
Total Liabilities	47	110	10,000	0
Fund Balances:				
Reserved for Encumbrances	6,292	14,681	0	0
Reserved for Prepaid Items	320	748	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	26,493	58,121	8,400	983
Total Fund Balances	33,105	73,550	8,400	983
Total Liabilities and Fund Balances	\$ 33,152	\$ 73,660	\$ 18,400	\$ 983

CITY OF SHARONVILLE, OHIO

<u>COPS Grant Fund</u>	<u>DEA Federal Sharing Fund</u>	<u>Termination Benefits Fund</u>	<u>Other Grants Fund</u>	<u>Police Grants Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 5,752	\$ 34,252	\$ 171,672	\$ 2,814	\$ 2,646	\$ 1,716,394
0	0	0	0	0	885,912
0	10,000	0	0	0	10,000
0	0	0	0	0	112,448
0	0	0	0	0	5,377
<u>\$ 5,752</u>	<u>\$ 44,252</u>	<u>\$ 171,672</u>	<u>\$ 2,814</u>	<u>\$ 2,646</u>	<u>\$ 2,730,131</u>
\$ 0	\$ 2,711	\$ 0	\$ 0	\$ 0	\$ 41,839
0	0	0	0	0	17,315
0	0	0	1,814	0	23,479
0	0	0	0	0	20,000
0	0	0	0	0	581,310
<u>0</u>	<u>2,711</u>	<u>0</u>	<u>1,814</u>	<u>0</u>	<u>683,943</u>
0	6,554	0	0	2,646	341,167
0	0	0	0	0	5,377
0	0	0	0	0	112,448
5,752	34,987	171,672	1,000	0	1,587,196
<u>5,752</u>	<u>41,541</u>	<u>171,672</u>	<u>1,000</u>	<u>2,646</u>	<u>2,046,188</u>
<u>\$ 5,752</u>	<u>\$ 44,252</u>	<u>\$ 171,672</u>	<u>\$ 2,814</u>	<u>\$ 2,646</u>	<u>\$ 2,730,131</u>

CITY OF SHARONVILLE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	Street Construction, Maintenance and Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund
Revenues:				
Intergovernmental Revenues	\$ 1,205,246	\$ 97,722	\$ 208,477	\$ 39,934
Charges for Services	0	0	0	0
Investment Earnings	2,008	878	260	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	146,443	40,323	0	92,526
Total Revenue	1,353,697	138,923	208,737	132,460
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	34,430
Public Health and Welfare Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Transportation	1,243,218	119,623	215,559	0
General Government	0	0	0	0
Capital Outlay	0	0	0	92,526
Total Expenditures	1,243,218	119,623	215,559	126,956
Excess (Deficiency) of Revenues Over Expenditures	110,479	19,300	(6,822)	5,504
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	110,479	19,300	(6,822)	5,504
Fund Balances at Beginning of Year	912,292	363,676	133,442	13,291
Increase (Decrease) in Inventory Reserve	20,184	9,942	0	0
Fund Balances End of Year	\$ 1,042,955	\$ 392,918	\$ 126,620	\$ 18,795

CITY OF SHARONVILLE, OHIO

State Health Licenses Fund	Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund
\$ 14,679	\$ 0	\$ 0	\$ 0	\$ 4,332	\$ 0
0	1,642	0	0	0	0
0	0	0	0	0	0
0	0	6,785	27,438	0	878
0	0	0	0	0	5,565
<u>14,679</u>	<u>1,642</u>	<u>6,785</u>	<u>27,438</u>	<u>4,332</u>	<u>6,443</u>
0	0	3,230	16,221	2,919	1,005
15,722	0	0	0	0	0
0	3,659	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>15,722</u>	<u>3,659</u>	<u>3,230</u>	<u>16,221</u>	<u>2,919</u>	<u>1,005</u>
(1,043)	(2,017)	3,555	11,217	1,413	5,438
0	0	0	0	0	0
0	0	0	0	0	0
(1,043)	(2,017)	3,555	11,217	1,413	5,438
5,472	4,130	10,769	73,338	6,228	7,751
0	0	0	0	0	0
<u>\$ 4,429</u>	<u>\$ 2,113</u>	<u>\$ 14,324</u>	<u>\$ 84,555</u>	<u>\$ 7,641</u>	<u>\$ 13,189</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, 2009**

	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Law Enforcement Block Grant Fund	Confinement Reimbursement Fund
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 16,524	\$ 0
Charges for Services	0	0	0	0
Investment Earnings	0	0	0	0
Fines and Forfeitures	10,146	23,678	0	849
All Other Revenue	0	0	0	0
Total Revenue	10,146	23,678	16,524	849
Expenditures:				
Current:				
Security of Persons and Property	5,294	11,697	12,291	3,105
Public Health and Welfare Services	0	0	0	0
Leisure Time Activities	0	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	0
Capital Outlay	0	0	0	0
Total Expenditures	5,294	11,697	12,291	3,105
Excess (Deficiency) of Revenues Over Expenditures	4,852	11,981	4,233	(2,256)
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	4,852	11,981	4,233	(2,256)
Fund Balances at Beginning of Year	28,253	61,569	4,167	3,239
Increase (Decrease) in Inventory Reserve	0	0	0	0
Fund Balances End of Year	\$ 33,105	\$ 73,550	\$ 8,400	\$ 983

CITY OF SHARONVILLE, OHIO

<u>COPS Grant Fund</u>	<u>DEA Federal Sharing Fund</u>	<u>Termination Benefits Fund</u>	<u>Other Grants Fund</u>	<u>Police Grants Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 5,279	\$ 0	\$ 12,360	\$ 22,441	\$ 1,626,994
0	0	0	0	0	1,642
0	0	0	0	0	3,146
0	0	0	0	0	69,774
0	0	0	0	0	284,857
<u>0</u>	<u>5,279</u>	<u>0</u>	<u>12,360</u>	<u>22,441</u>	<u>1,986,413</u>
0	5,313	0	0	19,795	115,300
0	0	0	0	0	15,722
0	0	0	11,360	0	15,019
0	0	0	0	0	1,578,400
0	0	94,821	0	0	94,821
0	0	0	0	0	92,526
<u>0</u>	<u>5,313</u>	<u>94,821</u>	<u>11,360</u>	<u>19,795</u>	<u>1,911,788</u>
0	(34)	(94,821)	1,000	2,646	74,625
<u>0</u>	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>0</u>	<u>100,000</u>
<u>0</u>	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>0</u>	<u>100,000</u>
0	(34)	5,179	1,000	2,646	174,625
5,752	41,575	166,493	0	0	1,841,437
0	0	0	0	0	30,126
<u>\$ 5,752</u>	<u>\$ 41,541</u>	<u>\$ 171,672</u>	<u>\$ 1,000</u>	<u>\$ 2,646</u>	<u>\$ 2,046,188</u>

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2009**

	Note Debt Retirement Fund	Special Assessment Retirement Fund	Crystalview Widening Fund	Zind Lane Sewer Fund
Assets:				
Cash and Cash Equivalents	\$ 467,770	\$ 31,706	\$ 33,530	\$ 13,595
Total Assets	<u>\$ 467,770</u>	<u>\$ 31,706</u>	<u>\$ 33,530</u>	<u>\$ 13,595</u>
Liabilities:				
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fund Balances:				
Reserved for Debt Service	467,770	31,706	33,530	13,595
Total Fund Balances	<u>467,770</u>	<u>31,706</u>	<u>33,530</u>	<u>13,595</u>
Total Liabilities and Fund Balances	<u>\$ 467,770</u>	<u>\$ 31,706</u>	<u>\$ 33,530</u>	<u>\$ 13,595</u>

CITY OF SHARONVILLE, OHIO

<u>Crowne Point Drive Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 136,604	\$ 683,205
<u>\$ 136,604</u>	<u>\$ 683,205</u>
<u>\$ 0</u>	<u>\$ 0</u>
136,604	683,205
<u>136,604</u>	<u>683,205</u>
<u>\$ 136,604</u>	<u>\$ 683,205</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, 2009***

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Retirement Fund	Crystalview Widening Fund
Revenues:				
Intergovernmental Revenues	\$ 214,623	\$ 0	\$ 0	\$ 0
Investment Earnings	449	0	0	0
Special Assessments	0	0	0	0
All Other Revenue	7,800	0	0	0
Total Revenue	222,872	0	0	0
Expenditures:				
General Government	2,171	0	0	0
Debt Service:				
Principal Retirement	385,000	890,000	0	0
Interest & Fiscal Charges	118,820	395,572	0	0
Total Expenditures	505,991	1,285,572	0	0
Excess (Deficiency) of Revenues Over Expenditures	(283,119)	(1,285,572)	0	0
Other Financing Sources (Uses):				
General Obligation Bonds Issued	3,460,000	0	0	0
Premium on Bonds Issued	92,182	0	0	0
Transfers In	365,329	1,285,572	0	0
Payments to Refunding Escrow Agent	(3,491,022)	0	0	0
Total Other Financing Sources (Uses)	426,489	1,285,572	0	0
Net Change in Fund Balance	143,370	0	0	0
Fund Balances at Beginning of Year	324,400	0	31,706	33,530
Fund Balances End of Year	\$ 467,770	\$ 0	\$ 31,706	\$ 33,530

CITY OF SHARONVILLE, OHIO

Zind Lane Sewer Fund	Crowne Point Drive Fund	Total Nonmajor Debt Service Funds
\$ 0	\$ 0	\$ 214,623
0	0	449
437	0	437
0	0	7,800
<u>437</u>	<u>0</u>	<u>223,309</u>
22	1,127	3,320
0	60,000	1,335,000
0	8,780	523,172
<u>22</u>	<u>69,907</u>	<u>1,861,492</u>
415	(69,907)	(1,638,183)
0	0	3,460,000
0	0	92,182
0	0	1,650,901
0	0	(3,491,022)
<u>0</u>	<u>0</u>	<u>1,712,061</u>
415	(69,907)	73,878
13,180	206,511	609,327
<u>\$ 13,595</u>	<u>\$ 136,604</u>	<u>\$ 683,205</u>

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2009**

	Capital Improvement Fund	Capital Improvement Issue II Fund	Storm Water Fund	Total Nonmajor Capital Projects Funds
Assets:				
Cash and Cash Equivalents	\$ 324,564	\$ 251,117	\$ 154,149	\$ 729,830
Total Assets	<u>\$ 324,564</u>	<u>\$ 251,117</u>	<u>\$ 154,149</u>	<u>\$ 729,830</u>
Liabilities:				
Accounts Payable	\$ 18,117	\$ 0	\$ 0	\$ 18,117
Total Liabilities	<u>18,117</u>	<u>0</u>	<u>0</u>	<u>18,117</u>
Fund Balances:				
Reserved for Encumbrances	102,683	220,588	7,760	331,031
Reserved for Debt Service	0	0	(27,622)	(27,622)
Undesignated/Unreserved	203,764	30,529	174,011	408,304
Total Fund Balances	<u>306,447</u>	<u>251,117</u>	<u>154,149</u>	<u>711,713</u>
Total Liabilities and Fund Balances	<u>\$ 324,564</u>	<u>\$ 251,117</u>	<u>\$ 154,149</u>	<u>\$ 729,830</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, 2009**

	Capital Improvement Fund	Capital Improvement Issue II Fund	Storm Water Fund	Total Nonmajor Capital Project Funds
Revenues:				
Special Assessments	\$ 0	\$ 0	\$ 13,410	\$ 13,410
Total Revenue	<u>0</u>	<u>0</u>	<u>13,410</u>	<u>13,410</u>
Expenditures:				
Current:				
General Government	0	0	41,032	41,032
Capital Outlay	1,235,187	14,899	0	1,250,086
Debt Service:				
Interest & Fiscal Charges	2,395	0	0	2,395
Total Expenditures	<u>1,237,582</u>	<u>14,899</u>	<u>41,032</u>	<u>1,293,513</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,237,582)	(14,899)	(27,622)	(1,280,103)
Other Financing Sources (Uses):				
Sale of Capital Assets	571	0	0	571
Transfers In	1,605,120	0	0	1,605,120
Total Other Financing Sources (Uses)	<u>1,605,691</u>	<u>0</u>	<u>0</u>	<u>1,605,691</u>
Net Change in Fund Balance	368,109	(14,899)	(27,622)	325,588
Fund Balances at Beginning of Year	<u>(61,662)</u>	<u>266,016</u>	<u>181,771</u>	<u>386,125</u>
Fund Balances End of Year	<u>\$ 306,447</u>	<u>\$ 251,117</u>	<u>\$ 154,149</u>	<u>\$ 711,713</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 13,202,255	\$ 11,952,255	\$ 11,962,251	\$ 9,996
Intergovernmental Revenues	885,860	885,860	977,671	91,811
Charges for Services	379,950	379,950	334,741	(45,209)
Licenses and Permits	455,154	455,154	465,496	10,342
Investment Earnings	175,000	75,000	40,201	(34,799)
Fines and Forfeitures	267,000	267,000	299,136	32,136
All Other Revenues	92,436	119,358	176,750	57,392
Total Revenues	<u>15,457,655</u>	<u>14,134,577</u>	<u>14,256,246</u>	<u>121,669</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	5,426,270	5,171,456	4,928,775	242,681
Materials and Supplies	264,439	282,344	231,353	50,991
Contractual Services	504,125	535,928	451,753	84,175
Total Police Department	<u>6,194,834</u>	<u>5,989,728</u>	<u>5,611,881</u>	<u>377,847</u>
Fire Department:				
Contractual Services	22,303	24,303	21,317	2,986
Total Fire Department	<u>22,303</u>	<u>24,303</u>	<u>21,317</u>	<u>2,986</u>
Total Security of Persons and Property	<u>6,217,137</u>	<u>6,014,031</u>	<u>5,633,198</u>	<u>380,833</u>
Public Health and Welfare Services:				
Health Department:				
Personal Services	383,645	331,898	297,372	34,526
Materials and Supplies	18,550	30,956	20,986	9,970
Contractual Services	33,823	34,700	27,284	7,416
Total Health Department	<u>436,018</u>	<u>397,554</u>	<u>345,642</u>	<u>51,912</u>
Total Public Health and Welfare Services	<u>436,018</u>	<u>397,554</u>	<u>345,642</u>	<u>51,912</u>
Leisure Time Activities:				
Recreation Centers:				
Personal Services	648,867	648,948	610,377	38,571
Materials and Supplies	71,845	75,835	49,242	26,593
Contractual Services	364,637	369,928	345,306	24,622
Total Recreation Centers	<u>1,085,349</u>	<u>1,094,711</u>	<u>1,004,925</u>	<u>89,786</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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Recreation Parks and Programs:				
Personal Services	1,494,691	1,494,691	1,419,230	75,461
Materials and Supplies	50,545	54,825	30,495	24,330
Contractual Services	177,240	194,623	129,409	65,214
Total Recreation Parks and Programs	<u>1,722,476</u>	<u>1,744,139</u>	<u>1,579,134</u>	<u>165,005</u>
Recreation Pools:				
Personal Services	213,150	213,150	202,637	10,513
Materials and Supplies	39,565	39,688	30,655	9,033
Contractual Services	38,585	39,637	24,241	15,396
Total Recreation Pools	<u>291,300</u>	<u>292,475</u>	<u>257,533</u>	<u>34,942</u>
Total Leisure Time Activities	<u>3,099,125</u>	<u>3,131,325</u>	<u>2,841,592</u>	<u>289,733</u>
Community Environment:				
Building and Planning:				
Personal Services	499,619	499,809	489,450	10,359
Materials and Supplies	9,850	11,237	6,484	4,753
Contractual Services	92,305	141,282	74,651	66,631
Total Building and Planning	<u>601,774</u>	<u>652,328</u>	<u>570,585</u>	<u>81,743</u>
Total Community Environment	<u>601,774</u>	<u>652,328</u>	<u>570,585</u>	<u>81,743</u>
Basic Utility Services:				
Waste Collection:				
Contractual Services	598,544	649,526	649,525	1
Total Waste Collection	<u>598,544</u>	<u>649,526</u>	<u>649,525</u>	<u>1</u>
Total Basic Utility Services	<u>598,544</u>	<u>649,526</u>	<u>649,525</u>	<u>1</u>
General Government:				
Mayor:				
Personal Services	59,600	59,600	58,263	1,337
Materials and Supplies	2,800	2,650	210	2,440
Contractual Services	12,796	14,511	9,768	4,743
Total Mayor	<u>75,196</u>	<u>76,761</u>	<u>68,241</u>	<u>8,520</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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Council:				
Personal Services	119,900	119,900	119,407	493
Materials and Supplies	1,850	1,865	811	1,054
Contractual Services	8,800	8,914	2,941	5,973
Total Council	130,550	130,679	123,159	7,520
Auditor and Treasurer:				
Personal Services	37,000	37,000	36,719	281
Materials and Supplies	1,300	1,300	0	1,300
Contractual Services	50,870	51,070	47,783	3,287
Total Auditor and Treasurer	89,170	89,370	84,502	4,868
Law Director:				
Personal Services	82,700	82,700	82,253	447
Contractual Services	74,000	81,214	73,799	7,415
Total Law Director	156,700	163,914	156,052	7,862
Civil Service:				
Personal Services	32,500	32,500	29,717	2,783
Materials and Supplies	400	400	0	400
Contractual Services	32,550	33,168	9,676	23,492
Total Civil Service	65,450	66,068	39,393	26,675
Safety/Service Director:				
Personal Services	1,081,500	1,081,500	1,045,363	36,137
Materials and Supplies	10,700	9,864	810	9,054
Contractual Services	234,120	254,529	188,813	65,716
Total Safety/Service Director	1,326,320	1,345,893	1,234,986	110,907
Tax Department:				
Personal Services	457,586	457,586	444,032	13,554
Materials and Supplies	14,320	19,035	16,931	2,104
Contractual Services	56,750	60,110	52,225	7,885
Total Tax Department	528,656	536,731	513,188	23,543

(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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Building and Lands:				
Personal Services	380,414	380,798	364,449	16,349
Materials and Supplies	46,900	48,052	36,435	11,617
Contractual Services	331,203	346,666	323,145	23,521
Total Buildings and Lands	<u>758,517</u>	<u>775,516</u>	<u>724,029</u>	<u>51,487</u>
Miscellaneous Government:				
Materials and Supplies	31,050	32,703	22,700	10,003
Contractual Services	631,390	669,949	416,026	253,923
Total Miscellaneous Government	<u>662,440</u>	<u>702,652</u>	<u>438,726</u>	<u>263,926</u>
Total General Government	<u>3,792,999</u>	<u>3,887,584</u>	<u>3,382,276</u>	<u>505,308</u>
Total Expenditures	<u>14,745,597</u>	<u>14,732,348</u>	<u>13,422,818</u>	<u>1,309,530</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	712,058	(597,771)	833,428	1,431,199
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	14,590	14,590
Transfers In	26,921	0	400,000	400,000
Transfers Out	(3,070,596)	(2,164,526)	(2,162,576)	1,950
Advances Out	0	0	(10,000)	(10,000)
Total Other Financing Sources (Uses)	<u>(3,043,675)</u>	<u>(2,164,526)</u>	<u>(1,757,986)</u>	<u>406,540</u>
Net Change in Fund Balance	(2,331,617)	(2,762,297)	(924,558)	1,837,739
Fund Balance at Beginning of Year	3,531,561	3,531,561	3,531,561	0
Prior Year Encumbrances	304,918	304,918	304,918	0
Fund Balance at End of Year	<u>\$ 1,504,862</u>	<u>\$ 1,074,182</u>	<u>\$ 2,911,921</u>	<u>\$ 1,837,739</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 – Fire Department Fund
For the Year Ended December 31, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative
Revenues:				
Taxes	\$ 6,332,679	\$ 5,932,679	\$ 5,738,202	\$ (194,477)
Charges for Services	450,000	650,000	644,222	(5,778)
Investment Earnings	0	0	217	217
All Other Revenues	0	0	18,323	18,323
Total Revenues	<u>6,782,679</u>	<u>6,582,679</u>	<u>6,400,964</u>	<u>(181,715)</u>
Expenditures:				
Security of Persons and Property:				
Fire Department:				
Personal Services	5,497,359	5,561,709	5,049,656	512,053
Materials and Supplies	204,800	191,373	161,145	30,228
Contractual Services	773,900	854,926	720,234	134,692
Total Security of Persons and Property	<u>6,476,059</u>	<u>6,608,008</u>	<u>5,931,035</u>	<u>676,973</u>
Capital Outlay	26,700	763,200	759,687	3,513
Total Expenditures	<u>6,502,759</u>	<u>7,371,208</u>	<u>6,690,722</u>	<u>680,486</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	279,920	(788,529)	(289,758)	498,771
Other Financing Sources (Uses):				
Transfers In	27,201	27,201	0	(27,201)
Transfers Out	(700,995)	(700,995)	(700,995)	0
Total Other Financing Sources (Uses)	<u>(673,794)</u>	<u>(673,794)</u>	<u>(700,995)</u>	<u>(27,201)</u>
Net Change in Fund Balance	(393,874)	(1,462,323)	(990,753)	471,570
Fund Balance at Beginning of Year	1,098,132	1,098,132	1,098,132	0
Prior Year Encumbrances	868,449	868,449	868,449	0
Fund Balance at End of Year	<u>\$ 1,572,707</u>	<u>\$ 504,258</u>	<u>\$ 975,828</u>	<u>\$ 471,570</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 – Chester Road TIF Fund
For the Year Ended December 31, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Payments in Lieu of Taxes	\$ 400,000	\$ 400,000	\$ 736,368	\$ 336,368
Charges for Services	19,680	19,680	39,595	19,915
Total Revenues	<u>419,680</u>	<u>419,680</u>	<u>775,963</u>	<u>356,283</u>
Expenditures:				
Capital Outlay	1,978,025	2,202,188	1,440,834	761,354
Debt Service:				
Principal Retirement	4,720,000	4,720,000	4,720,000	0
Interest Charges	165,200	165,200	164,355	845
Total Debt Service	<u>4,885,200</u>	<u>4,885,200</u>	<u>4,884,355</u>	<u>845</u>
Total Expenditures	<u>6,863,225</u>	<u>7,087,388</u>	<u>6,325,189</u>	<u>762,199</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,443,545)	(6,667,708)	(5,549,226)	1,118,482
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	0	23,175	23,175
General Obligation Notes Issued	4,720,000	4,720,000	4,720,000	0
Total Other Financing Sources (Uses)	<u>4,720,000</u>	<u>4,720,000</u>	<u>4,743,175</u>	<u>23,175</u>
Net Change in Fund Balance	(1,723,545)	(1,947,708)	(806,051)	1,141,657
Fund Balance at Beginning of Year	<u>3,050,663</u>	<u>3,050,663</u>	<u>3,050,663</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,327,118</u>	<u>\$ 1,102,955</u>	<u>\$ 2,244,612</u>	<u>\$ 1,141,657</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, 2009**

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 1,210,000	\$ 1,210,000	\$ 1,223,348	\$ 13,348
Investment Earnings	6,000	6,000	2,008	(3,992)
All Other Revenues	19,689	91,880	160,032	68,152
Total Revenues	<u>1,235,689</u>	<u>1,307,880</u>	<u>1,385,388</u>	<u>77,508</u>
Expenditures:				
Transportation:				
Street Maintenance and Repair Department:				
Personal Services	933,841	934,540	848,721	85,819
Materials and Supplies	108,500	128,233	72,274	55,959
Contractual Services	108,330	113,618	87,963	25,655
Snow and Ice Removal Department:				
Personal Services	42,000	42,000	21,812	20,188
Materials and Supplies	39,850	60,561	52,746	7,815
Contractual Services	9,000	12,062	9,917	2,145
Traffic Signs and Signals Department:				
Materials and Supplies	2,000	2,000	0	2,000
Contractual Services	45,620	53,525	38,547	14,978
Total Transportation	<u>1,289,141</u>	<u>1,346,539</u>	<u>1,131,980</u>	<u>214,559</u>
Capital Outlay	<u>339,545</u>	<u>377,523</u>	<u>287,531</u>	<u>89,992</u>
Total Expenditures	<u>1,628,686</u>	<u>1,724,062</u>	<u>1,419,511</u>	<u>304,551</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(392,997)	(416,182)	(34,123)	382,059
Other Financing Sources (Uses):				
Transfers In	72,191	0	0	0
Total Other Financing Sources (Uses)	<u>72,191</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(320,806)	(416,182)	(34,123)	382,059
Fund Balance at Beginning of Year	544,855	544,855	544,855	0
Prior Year Encumbrances	95,375	95,375	95,375	0
Fund Balance at End of Year	<u>\$ 319,424</u>	<u>\$ 224,048</u>	<u>\$ 606,107</u>	<u>\$ 382,059</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, 2009**

	STATE HIGHWAY FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 96,000	\$ 96,000	\$ 99,190	\$ 3,190
Investment Earnings	4,000	4,000	878	(3,122)
All Other Revenues	2,000	2,000	51,914	49,914
Total Revenues	<u>102,000</u>	<u>102,000</u>	<u>151,982</u>	<u>49,982</u>
Expenditures:				
Transportation:				
Street Maintenance and Repair Department:				
Contractual Services	27,500	41,737	34,168	7,569
Snow and Ice Removal Department:				
Materials and Supplies	30,000	48,431	48,431	0
Traffic Signs and Signals Department:				
Materials and Supplies	2,500	2,999	1,854	1,145
Contractual Services	31,400	38,352	26,817	11,535
Total Transportation	<u>91,400</u>	<u>131,519</u>	<u>111,270</u>	<u>20,249</u>
Capital Outlay	<u>77,000</u>	<u>211,610</u>	<u>145,663</u>	<u>65,947</u>
Total Expenditures	<u>168,400</u>	<u>343,129</u>	<u>256,933</u>	<u>86,196</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(66,400)	(241,129)	(104,951)	136,178
Fund Balance at Beginning of Year	134,245	134,245	134,245	0
Prior Year Encumbrances	<u>174,729</u>	<u>174,729</u>	<u>174,729</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 242,574</u>	<u>\$ 67,845</u>	<u>\$ 204,023</u>	<u>\$ 136,178</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, 2009**

	PERMISSIVE MOTOR VEHICLE TAX FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 181,000	\$ 181,000	\$ 230,193	\$ 49,193
Investment Earnings	1,000	1,000	260	(740)
Total Revenues	<u>182,000</u>	<u>182,000</u>	<u>230,453</u>	<u>48,453</u>
Expenditures:				
Transportation:				
Street Maintenance and Repair Department:				
Personal Services	164,097	164,097	159,001	5,096
Materials and Supplies	37,000	39,718	38,784	934
Contractual Services	27,750	27,962	20,410	7,552
Traffic Signs and Signals Department:				
Contractual Services	120	120	83	37
Total Transportation	<u>228,967</u>	<u>231,897</u>	<u>218,278</u>	<u>13,619</u>
Capital Outlay	5,000	5,000	0	5,000
Total Expenditures	<u>233,967</u>	<u>236,897</u>	<u>218,278</u>	<u>18,619</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(51,967)	(54,897)	12,175	67,072
Fund Balance at Beginning of Year	65,654	65,654	65,654	0
Prior Year Encumbrances	2,930	2,930	2,930	0
Fund Balance at End of Year	<u>\$ 16,617</u>	<u>\$ 13,687</u>	<u>\$ 80,759</u>	<u>\$ 67,072</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, 2009**

	FEMA FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 58,345	\$ 58,345	\$ 43,283	\$ (15,062)
All Other Revenues	92,471	92,471	92,526	55
Total Revenues	<u>150,816</u>	<u>150,816</u>	<u>135,809</u>	<u>(15,007)</u>
Expenditures:				
General Government:				
Miscellaneous Government Department:				
Capital Outlay	40,000	132,526	126,956	5,570
Total Expenditures	<u>40,000</u>	<u>132,526</u>	<u>126,956</u>	<u>5,570</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	110,816	18,290	8,853	(9,437)
Other Financing Sources (Uses):				
Transfers Out	(110,816)	(18,290)	0	18,290
Total Other Financing Sources (Uses)	<u>(110,816)</u>	<u>(18,290)</u>	<u>0</u>	<u>18,290</u>
Net Change in Fund Balance	0	0	8,853	8,853
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,853</u>	<u>\$ 8,853</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, 2009**

	STATE HEALTH LICENSES FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 23,872	\$ 14,679	\$ (9,193)
Total Revenues	<u>0</u>	<u>23,872</u>	<u>14,679</u>	<u>(9,193)</u>
Expenditures:				
Public Health and Welfare Services:				
Health Department:				
Materials and Supplies	5,472	4,417	4,417	0
Contractual Services	0	13,055	11,164	1,891
Total Public Health and Welfare Services	<u>5,472</u>	<u>17,472</u>	<u>15,581</u>	<u>1,891</u>
Total Expenditures	<u>5,472</u>	<u>17,472</u>	<u>15,581</u>	<u>1,891</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,472)	6,400	(902)	(7,302)
Other Financing Sources (Uses):				
Advances In	0	0	10,000	10,000
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>10,000</u>
Net Change in Fund Balance	(5,472)	6,400	9,098	2,698
Fund Balance at Beginning of Year	5,472	5,472	5,472	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 11,872</u>	<u>\$ 14,570</u>	<u>\$ 2,698</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, 2009**

	TEEN FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Charges for Services	\$ 3,400	\$ 1,600	\$ 1,642	\$ 42
Total Revenues	<u>3,400</u>	<u>1,600</u>	<u>1,642</u>	<u>42</u>
Expenditures:				
Leisure Time Activities:				
Recreation Parks and Programs Department:				
Contractual Services	6,000	4,000	3,659	341
Total Leisure Time Activities	<u>6,000</u>	<u>4,000</u>	<u>3,659</u>	<u>341</u>
Total Expenditures	<u>6,000</u>	<u>4,000</u>	<u>3,659</u>	<u>341</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,600)	(2,400)	(2,017)	383
Fund Balance at Beginning of Year	4,130	4,130	4,130	0
Fund Balance at End of Year	<u>\$ 1,530</u>	<u>\$ 1,730</u>	<u>\$ 2,113</u>	<u>\$ 383</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, 2009**

LAW ENFORCEMENT TRUST FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Fines and Forfeitures	\$ 1,700	\$ 1,700	\$ 6,785	\$ 5,085
Total Revenues	<u>1,700</u>	<u>1,700</u>	<u>6,785</u>	<u>5,085</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Materials and Supplies	6,000	6,248	3,230	3,018
Contractual Services	500	500	0	500
Total Security of Persons and Property	<u>6,500</u>	<u>6,748</u>	<u>3,230</u>	<u>3,518</u>
Total Expenditures	<u>6,500</u>	<u>6,748</u>	<u>3,230</u>	<u>3,518</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,800)	(5,048)	3,555	8,603
Fund Balance at Beginning of Year	10,521	10,521	10,521	0
Prior Year Encumbrances	248	248	248	0
Fund Balance at End of Year	<u>\$ 5,969</u>	<u>\$ 5,721</u>	<u>\$ 14,324</u>	<u>\$ 8,603</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 14,000	\$ 14,000	\$ 34,912	\$ 20,912
Total Revenues	<u>14,000</u>	<u>14,000</u>	<u>34,912</u>	<u>20,912</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Materials and Supplies	6,500	12,300	11,730	570
Contractual Services	<u>7,500</u>	<u>1,700</u>	<u>1,248</u>	<u>452</u>
Total Security of Persons and Property	<u>14,000</u>	<u>14,000</u>	<u>12,978</u>	<u>1,022</u>
Capital Outlay	<u>30,000</u>	<u>30,000</u>	<u>6,360</u>	<u>23,640</u>
Total Expenditures	<u>44,000</u>	<u>44,000</u>	<u>19,338</u>	<u>24,662</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,000)	(30,000)	15,574	45,574
Fund Balance at Beginning of Year	<u>64,469</u>	<u>64,469</u>	<u>64,469</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 34,469</u>	<u>\$ 34,469</u>	<u>\$ 80,043</u>	<u>\$ 45,574</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, 2009**

	DUI CHECKPOINT GRANT FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 24,600	\$ 4,600	\$ 3,834	\$ (766)
Total Revenues	<u>24,600</u>	<u>4,600</u>	<u>3,834</u>	<u>(766)</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	24,600	9,600	2,919	6,681
Total Security of Persons and Property	<u>24,600</u>	<u>9,600</u>	<u>2,919</u>	<u>6,681</u>
Total Expenditures	<u>24,600</u>	<u>9,600</u>	<u>2,919</u>	<u>6,681</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(5,000)	915	5,915
Fund Balance at Beginning of Year	5,917	5,917	5,917	0
Fund Balance at End of Year	<u>\$ 5,917</u>	<u>\$ 917</u>	<u>\$ 6,832</u>	<u>\$ 5,915</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, 2009**

DUI EDUCATION AND ENFORCEMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 350	\$ 350	\$ 636	\$ 286
All Other Revenues	350	350	5,565	5,215
Total Revenues	<u>700</u>	<u>700</u>	<u>6,201</u>	<u>5,501</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Materials and Supplies	3,000	6,000	1,005	4,995
Contractual Services	1,000	1,000	0	1,000
Total Security of Persons and Property	<u>4,000</u>	<u>7,000</u>	<u>1,005</u>	<u>5,995</u>
Total Expenditures	<u>4,000</u>	<u>7,000</u>	<u>1,005</u>	<u>5,995</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,300)	(6,300)	5,196	11,496
Fund Balance at Beginning of Year	4,626	4,626	4,626	0
Prior Year Encumbrances	3,000	3,000	3,000	0
Fund Balance at End of Year	<u>\$ 4,326</u>	<u>\$ 1,326</u>	<u>\$ 12,822</u>	<u>\$ 11,496</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, 2009**

MAYOR'S COURT COMPUTER FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Fines and Forfeitures	\$ 7,500	\$ 7,500	\$ 9,927	\$ 2,427
Total Revenues	<u>7,500</u>	<u>7,500</u>	<u>9,927</u>	<u>2,427</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Materials and Supplies	4,700	4,700	247	4,453
Contractual Services	2,885	2,908	700	2,208
Total Security of Persons and Property	<u>7,585</u>	<u>7,608</u>	<u>947</u>	<u>6,661</u>
Capital Outlay	13,785	15,615	12,388	3,227
Total Expenditures	<u>21,370</u>	<u>23,223</u>	<u>13,335</u>	<u>9,888</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,870)	(15,723)	(3,408)	12,315
Fund Balance at Beginning of Year	27,208	27,208	27,208	0
Prior Year Encumbrances	1,853	1,853	1,853	0
Fund Balance at End of Year	<u>\$ 15,191</u>	<u>\$ 13,338</u>	<u>\$ 25,653</u>	<u>\$ 12,315</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, 2009**

	CLERK OF COURTS COMPUTER FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Fines and Forfeitures	\$ 19,000	\$ 19,000	\$ 23,167	\$ 4,167
Total Revenues	<u>19,000</u>	<u>19,000</u>	<u>23,167</u>	<u>4,167</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Materials and Supplies	6,200	6,200	0	6,200
Contractual Services	6,765	6,819	1,376	5,443
Total Security of Persons and Property	<u>12,965</u>	<u>13,019</u>	<u>1,376</u>	<u>11,643</u>
Capital Outlay	<u>32,165</u>	<u>36,435</u>	<u>29,317</u>	<u>7,118</u>
Total Expenditures	<u>45,130</u>	<u>49,454</u>	<u>30,693</u>	<u>18,761</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,130)	(30,454)	(7,526)	22,928
Fund Balance at Beginning of Year	59,363	59,363	59,363	0
Prior Year Encumbrances	4,324	4,324	4,324	0
Fund Balance at End of Year	<u>\$ 37,557</u>	<u>\$ 33,233</u>	<u>\$ 56,161</u>	<u>\$ 22,928</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative
Revenues:				
Intergovernmental Revenues	\$ 15,500	\$ 15,500	\$ 16,524	\$ 1,024
Total Revenues	<u>15,500</u>	<u>15,500</u>	<u>16,524</u>	<u>1,024</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	15,500	15,500	12,291	3,209
Total Security of Persons and Property	<u>15,500</u>	<u>15,500</u>	<u>12,291</u>	<u>3,209</u>
Total Expenditures	<u>15,500</u>	<u>15,500</u>	<u>12,291</u>	<u>3,209</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	4,233	4,233
Fund Balance at Beginning of Year	14,167	14,167	14,167	0
Fund Balance at End of Year	<u>\$ 14,167</u>	<u>\$ 14,167</u>	<u>\$ 18,400</u>	<u>\$ 4,233</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, 2009***

CONFINEMENT REIMBURSEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Fines and Forfeitures	\$ 500	\$ 500	\$ 958	\$ 458
Total Revenues	<u>500</u>	<u>500</u>	<u>958</u>	<u>458</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Contractual Services	3,105	3,105	3,105	0
Total Security of Persons and Property	<u>3,105</u>	<u>3,105</u>	<u>3,105</u>	<u>0</u>
Total Expenditures	<u>3,105</u>	<u>3,105</u>	<u>3,105</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,605)	(2,605)	(2,147)	458
Fund Balance at Beginning of Year	3,105	3,105	3,105	0
Fund Balance at End of Year	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ 958</u>	<u>\$ 458</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, 2009**

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

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, 2009**

DEA FEDERAL SHARING FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 5,279	\$ 5,279
Total Revenues	<u>0</u>	<u>0</u>	<u>5,279</u>	<u>5,279</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Materials and Supplies	25,000	30,288	17,045	13,243
Contractual Services	<u>5,000</u>	<u>5,000</u>	<u>0</u>	<u>5,000</u>
Total Security of Persons and Property	<u>30,000</u>	<u>35,288</u>	<u>17,045</u>	<u>18,243</u>
Total Expenditures	<u>30,000</u>	<u>35,288</u>	<u>17,045</u>	<u>18,243</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,000)	(35,288)	(11,766)	23,522
Fund Balance at Beginning of Year	<u>36,753</u>	<u>36,753</u>	<u>36,753</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 6,753</u>	<u>\$ 1,465</u>	<u>\$ 24,987</u>	<u>\$ 23,522</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, 2009***

TERMINATION BENEFITS FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Personal Services	100,000	100,000	94,821	5,179
Total General Government	100,000	100,000	94,821	5,179
Total Expenditures	100,000	100,000	94,821	5,179
Excess (Deficiency) of Revenues Over (Under) Expenditures	(100,000)	(100,000)	(94,821)	5,179
Other Financing Sources (Uses):				
Transfers In	100,000	100,000	100,000	0
Total Other Financing Sources (Uses)	100,000	100,000	100,000	0
Net Change in Fund Balance	0	0	5,179	5,179
Fund Balance at Beginning of Year	166,493	166,493	166,493	0
Fund Balance at End of Year	<u>\$ 166,493</u>	<u>\$ 166,493</u>	<u>\$ 171,672</u>	<u>\$ 5,179</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, 2009**

	OTHER GRANTS FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 11,360	\$ 11,360	\$ 12,360	\$ 1,000
Total Revenues	<u>11,360</u>	<u>11,360</u>	<u>12,360</u>	<u>1,000</u>
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Contractual Services	<u>11,360</u>	<u>11,360</u>	<u>11,360</u>	<u>0</u>
Total General Government	<u>11,360</u>	<u>11,360</u>	<u>11,360</u>	<u>0</u>
Total Expenditures	<u>11,360</u>	<u>11,360</u>	<u>11,360</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	1,000	1,000
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,000</u>	<u>\$ 1,000</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 22,441	\$ 22,441	\$ 0
Total Revenues	<u>0</u>	<u>22,441</u>	<u>22,441</u>	<u>0</u>
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Capital Outlay	0	22,441	22,441	0
Total Expenditures	<u>0</u>	<u>22,441</u>	<u>22,441</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF 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, 2009**

NOTE DEBT RETIREMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 212,024	\$ 214,623	\$ 2,599
Investment Earnings	0	448	449	1
All Other Revenues	<u>7,150</u>	<u>7,150</u>	<u>7,800</u>	<u>650</u>
Total Revenues	<u>7,150</u>	<u>219,622</u>	<u>222,872</u>	<u>3,250</u>
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Contractual Services	<u>2,200</u>	<u>23,200</u>	<u>23,171</u>	<u>29</u>
Total General Government	<u>2,200</u>	<u>23,200</u>	<u>23,171</u>	<u>29</u>
Principal Retirement	310,000	3,876,022	3,876,022	0
Interest Charges	<u>161,845</u>	<u>97,821</u>	<u>97,820</u>	<u>1</u>
Total Debt Service	<u>471,845</u>	<u>3,973,843</u>	<u>3,973,842</u>	<u>1</u>
Total Expenditures	<u>474,045</u>	<u>3,997,043</u>	<u>3,997,013</u>	<u>30</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(466,895)	(3,777,421)	(3,774,141)	3,280
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	3,460,000	3,460,000	0
Premiums on General Obligation Notes	0	92,182	92,182	0
Transfers In	<u>609,615</u>	<u>367,279</u>	<u>365,329</u>	<u>(1,950)</u>
Total Other Financing Sources (Uses)	<u>609,615</u>	<u>3,919,461</u>	<u>3,917,511</u>	<u>(1,950)</u>
Net Change in Fund Balance	142,720	142,040	143,370	1,330
Fund Balance at Beginning of Year	<u>324,400</u>	<u>324,400</u>	<u>324,400</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 467,120</u>	<u>\$ 466,440</u>	<u>\$ 467,770</u>	<u>\$ 1,330</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, 2009**

DEBT RETIREMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Principal Retirement	890,000	890,000	890,000	0
Interest Charges	395,572	395,572	395,572	0
Total Debt Service	<u>1,285,572</u>	<u>1,285,572</u>	<u>1,285,572</u>	<u>0</u>
Total Expenditures	<u>1,285,572</u>	<u>1,285,572</u>	<u>1,285,572</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,285,572)	(1,285,572)	(1,285,572)	0
Other Financing Sources (Uses):				
Transfers In	1,285,572	1,285,572	1,285,572	0
Total Other Financing Sources (Uses)	<u>1,285,572</u>	<u>1,285,572</u>	<u>1,285,572</u>	<u>0</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF 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, 2009**

SPECIAL ASSESSMENT RETIREMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Contractual Services	31,706	31,706	0	31,706
Total General Government	31,706	31,706	0	31,706
Total Expenditures	31,706	31,706	0	31,706
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,706)	(31,706)	0	31,706
Fund Balance at Beginning of Year	31,706	31,706	31,706	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 31,706</u>	<u>\$ 31,706</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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u> 0</u>	<u> 0</u>	<u> 0</u>	<u> 0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u> 33,530</u>	<u> 33,530</u>	<u> 33,530</u>	<u> 0</u>
Fund Balance at End of Year	<u><u>\$ 33,530</u></u>	<u><u>\$ 33,530</u></u>	<u><u>\$ 33,530</u></u>	<u><u>\$ 0</u></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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Special Assessments	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 437</u>	<u>\$ 437</u>
Total Revenues	<u>0</u>	<u>0</u>	<u>437</u>	<u>437</u>
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Contractual Services	<u>0</u>	<u>22</u>	<u>22</u>	<u>0</u>
Total General Government	<u>0</u>	<u>22</u>	<u>22</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>22</u>	<u>22</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(22)	415	437
Fund Balance at Beginning of Year	<u>13,180</u>	<u>13,180</u>	<u>13,180</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 13,180</u>	<u>\$ 13,158</u>	<u>\$ 13,595</u>	<u>\$ 437</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Contractual Services	<u>73,166</u>	<u>73,166</u>	<u>1,127</u>	<u>72,039</u>
Total General Government	<u>73,166</u>	<u>73,166</u>	<u>1,127</u>	<u>72,039</u>
Debt Service:				
Principal Retirement	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>	<u>0</u>
Interest Charges	<u>8,780</u>	<u>8,780</u>	<u>8,780</u>	<u>0</u>
Total Debt Service	<u>68,780</u>	<u>68,780</u>	<u>68,780</u>	<u>0</u>
Total Expenditures	<u>141,946</u>	<u>141,946</u>	<u>69,907</u>	<u>72,039</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(141,946)</u>	<u>(141,946)</u>	<u>(69,907)</u>	<u>72,039</u>
Fund Balance at Beginning of Year	<u>206,511</u>	<u>206,511</u>	<u>206,511</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 64,565</u>	<u>\$ 64,565</u>	<u>\$ 136,604</u>	<u>\$ 72,039</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, 2009***

CAPITAL IMPROVEMENT FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay	1,846,495	1,647,883	1,453,467	194,416
Total Expenditures	1,846,495	1,647,883	1,453,467	194,416
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,846,495)	(1,647,883)	(1,453,467)	194,416
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	571	571
Transfers In	1,376,403	712,403	712,670	267
Total Other Financing Sources (Uses)	1,376,403	712,403	713,241	838
Net Change in Fund Balance	(470,092)	(935,480)	(740,226)	195,254
Fund Balance at Beginning of Year	501,369	501,369	501,369	0
Prior Year Encumbrances	442,621	442,621	442,621	0
Fund Balance at End of Year	<u>\$ 473,898</u>	<u>\$ 8,510</u>	<u>\$ 203,764</u>	<u>\$ 195,254</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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	<u>\$ 517,000</u>	<u>\$ 517,000</u>	<u>\$ 0</u>	<u>\$ (517,000)</u>
Total Revenues	<u>517,000</u>	<u>517,000</u>	<u>0</u>	<u>(517,000)</u>
Expenditures:				
Capital Outlay	<u>783,000</u>	<u>783,000</u>	<u>235,487</u>	<u>547,513</u>
Total Expenditures	<u>783,000</u>	<u>783,000</u>	<u>235,487</u>	<u>547,513</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(266,000)	(266,000)	(235,487)	30,513
Fund Balance at Beginning of Year	<u>266,016</u>	<u>266,016</u>	<u>266,016</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 16</u>	<u>\$ 16</u>	<u>\$ 30,529</u>	<u>\$ 30,513</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, 2009**

	STORM WATER FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Special Assessments	<u>\$ 200,500</u>	<u>\$ 12,500</u>	<u>\$ 13,410</u>	<u>\$ 910</u>
Total Revenues	<u>200,500</u>	<u>12,500</u>	<u>13,410</u>	<u>910</u>
Expenditures:				
General Government:				
Miscellaneous Financing Department:				
Contractual Services	<u>382,271</u>	<u>194,271</u>	<u>48,792</u>	<u>145,479</u>
Total General Government	<u>382,271</u>	<u>194,271</u>	<u>48,792</u>	<u>145,479</u>
Total Expenditures	<u>382,271</u>	<u>194,271</u>	<u>48,792</u>	<u>145,479</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(181,771)	(181,771)	(35,382)	146,389
Fund Balance at Beginning of Year	<u>181,771</u>	<u>181,771</u>	<u>181,771</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 146,389</u>	<u>\$ 146,389</u>



Fiduciary Funds

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

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, 2009**

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
Mayor's Court Fund				
Assets:				
Cash and Cash Equivalents	\$18,965	\$464,505	(\$425,309)	\$58,161
Total Assets	<u>\$18,965</u>	<u>\$464,505</u>	<u>(\$425,309)</u>	<u>\$58,161</u>
Liabilities:				
Due to Others	\$18,965	\$464,505	(\$425,309)	\$58,161
Total Liabilities	<u>\$18,965</u>	<u>\$464,505</u>	<u>(\$425,309)</u>	<u>\$58,161</u>
Employee Benefits Fund				
Assets:				
Cash and Cash Equivalents	\$335,408	\$122,397	(\$153,414)	\$304,391
Total Assets	<u>\$335,408</u>	<u>\$122,397</u>	<u>(\$153,414)</u>	<u>\$304,391</u>
Liabilities:				
Due to Others	\$335,408	\$122,397	(\$153,414)	\$304,391
Total Liabilities	<u>\$335,408</u>	<u>\$122,397</u>	<u>(\$153,414)</u>	<u>\$304,391</u>
Tax Rebate Fund				
Assets:				
Cash and Cash Equivalents	\$15,497	\$0	(\$15,497)	\$0
Total Assets	<u>\$15,497</u>	<u>\$0</u>	<u>(\$15,497)</u>	<u>\$0</u>
Liabilities:				
Due to Others	\$15,497	\$0	(\$15,497)	\$0
Total Liabilities	<u>\$15,497</u>	<u>\$0</u>	<u>(\$15,497)</u>	<u>\$0</u>
Ohio Board of Building Standards Fund				
Assets:				
Cash and Cash Equivalents	\$3,231	\$4,821	(\$4,979)	\$3,073
Total Assets	<u>\$3,231</u>	<u>\$4,821</u>	<u>(\$4,979)</u>	<u>\$3,073</u>
Liabilities:				
Intergovernmental Payables	\$3,231	\$4,821	(\$4,979)	\$3,073
Total Liabilities	<u>\$3,231</u>	<u>\$4,821</u>	<u>(\$4,979)</u>	<u>\$3,073</u>

CITY OF SHARONVILLE, OHIO

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
Tax Rebate 1.5% Fund				
Assets:				
Cash and Cash Equivalents	\$247,093	\$953,013	(\$1,004,218)	\$195,888
Total Assets	<u>\$247,093</u>	<u>\$953,013</u>	<u>(\$1,004,218)</u>	<u>\$195,888</u>
Liabilities:				
Due to Others	\$247,093	\$953,013	(\$1,004,218)	\$195,888
Total Liabilities	<u>\$247,093</u>	<u>\$953,013</u>	<u>(\$1,004,218)</u>	<u>\$195,888</u>
Totals - All Agency Funds				
Assets:				
Cash and Cash Equivalents	\$620,194	\$1,544,736	(\$1,603,417)	\$561,513
Total Assets	<u>\$620,194</u>	<u>\$1,544,736</u>	<u>(\$1,603,417)</u>	<u>\$561,513</u>
Liabilities:				
Intergovernmental Payables	\$3,231	\$4,821	(\$4,979)	\$3,073
Due to Others	616,963	1,539,915	(1,598,438)	558,440
Total Liabilities	<u>\$620,194</u>	<u>\$1,544,736</u>	<u>(\$1,603,417)</u>	<u>\$561,513</u>

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

CITY OF SHARONVILLE, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
December 31, 2009***

Capital Assets:

Land	\$6,466,386
Construction in Progress	2,456,877
Land Improvements	8,271,653
Buildings and Improvements	18,158,901
Infrastructure	16,809,506
Machinery and Equipment	2,328,963
Vehicles	<u>4,202,315</u>
Total Capital Assets	<u><u>\$58,694,601</u></u>

Investment in Capital Assets:

Special Revenue Funds	\$22,165,283
Capital Project Funds	<u>36,529,318</u>
Total Investment in Capital Assets	<u><u>\$58,694,601</u></u>

CITY OF SHARONVILLE, OHIO

**Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
December 31, 2009**

Function and Activity	Land	Construction in Progress	Land Improvements	Buildings and Improvements
Security of Persons and Property:				
Police Department	\$0	\$19,795	\$0	\$0
Fire Department	2,000,000	0	64,618	5,815,168
Total	2,000,000	19,795	64,618	5,815,168
Leisure Time Activities:				
Recreation Centers	0	27,851	476,180	473,775
Recreation Parks and Programs	0	0	1,771,442	0
Recreation Pools	0	0	4,906,487	0
Total	0	27,851	7,154,109	473,775
Community Environment:				
Building and Planning	0	388,273	0	0
Transportation:				
Street Construction and Reconstruction	2,406,175	857,700	583,269	87,275
Street Maintenance and Repairs	0	885,919	57,390	0
Traffic Signs and Signals	0	23,550	0	0
Total	2,406,175	1,767,169	640,659	87,275
General Government:				
Council	0	0	63,231	9,755
Auditor and Treasurer	0	0	0	0
Safety/Service Director	0	209,572	0	24,684
Tax Department	707,840	0	0	506,660
Buildings and Lands	1,352,371	44,217	349,036	11,241,584
Miscellaneous Government	0	0	0	0
Total	2,060,211	253,789	412,267	11,782,683
Total Capital Assets	\$6,466,386	\$2,456,877	\$8,271,653	\$18,158,901

CITY OF SHARONVILLE, OHIO

<u>Infrastructure</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Total</u>
\$0	\$481,108	\$604,098	\$1,105,001
<u>376,760</u>	<u>598,563</u>	<u>2,779,472</u>	<u>11,634,581</u>
<u>376,760</u>	<u>1,079,671</u>	<u>3,383,570</u>	<u>12,739,582</u>
0	176,849	83,216	1,237,871
0	228,228	14,843	2,014,513
<u>0</u>	<u>65,548</u>	<u>0</u>	<u>4,972,035</u>
<u>0</u>	<u>470,625</u>	<u>98,059</u>	<u>8,224,419</u>
0	33,765	44,176	466,214
13,345,732	14,999	0	17,295,150
962,348	237,480	524,561	2,667,698
<u>1,378,678</u>	<u>0</u>	<u>0</u>	<u>1,402,228</u>
<u>15,686,758</u>	<u>252,479</u>	<u>524,561</u>	<u>21,365,076</u>
0	0	0	72,986
0	7,290	0	7,290
0	16,031	0	250,287
0	35,043	0	1,249,543
738,008	302,592	151,949	14,179,757
<u>7,980</u>	<u>131,467</u>	<u>0</u>	<u>139,447</u>
<u>745,988</u>	<u>492,423</u>	<u>151,949</u>	<u>15,899,310</u>
<u>\$16,809,506</u>	<u>\$2,328,963</u>	<u>\$4,202,315</u>	<u>\$58,694,601</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, 2009**

Function and Activity	December 31, 2008	Additions	Deletions	December 31, 2009
Security of Persons and Property:				
Police Department	\$1,082,025	\$95,987	(\$73,011)	\$1,105,001
Fire Department	10,986,059	648,522	0	11,634,581
Total	<u>12,068,084</u>	<u>744,509</u>	<u>(73,011)</u>	<u>12,739,582</u>
Leisure Time Activities:				
Recreation Centers	986,823	256,537	(5,489)	1,237,871
Recreation Parks and Programs	2,084,570	0	(70,057)	2,014,513
Recreation Pools	4,937,167	34,868	0	4,972,035
Total	<u>8,008,560</u>	<u>291,405</u>	<u>(75,546)</u>	<u>8,224,419</u>
Community Environment:				
Building and Planning	1,623,890	0	(1,157,676)	466,214
Transportation:				
Street Construction and Reconstruction	14,924,644	2,370,506	0	17,295,150
Street Maintenance and Repairs	2,802,203	82,803	(217,308)	2,667,698
Traffic Signs and Signals	1,402,228	0	0	1,402,228
Total	<u>19,129,075</u>	<u>2,453,309</u>	<u>(217,308)</u>	<u>21,365,076</u>
General Government:				
Council	72,986	0	0	72,986
Auditor and Treasurer	7,290	0	0	7,290
Safety/Service Director	207,462	42,825	0	250,287
Tax Department	1,249,543	0	0	1,249,543
Buildings and Lands	14,302,505	36,575	(159,323)	14,179,757
Miscellaneous Government	262,158	0	(122,711)	139,447
Total	<u>16,101,944</u>	<u>79,400</u>	<u>(282,034)</u>	<u>15,899,310</u>
Total Capital Assets	<u><u>\$56,931,553</u></u>	<u><u>\$3,568,623</u></u>	<u><u>(\$1,805,575)</u></u>	<u><u>\$58,694,601</u></u>

STATISTICAL SECTION



STATISTICAL TABLES

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

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the city's financial position has changed over time.	
Revenue Capacity	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.	
Debt Capacity	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.	
Economic and Demographic Information	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.	
Operating Information	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.	
Sources Note:	
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 Seven Years
(accrual basis of accounting)*

	2003	2004	2005	2006
Governmental Activities:				
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>
Business-type Activities:				
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>
Primary Government:				
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

<u>2007</u>	<u>2008</u>	<u>2009</u>
\$15,362,490	\$15,216,606	\$17,610,943
5,583,479	9,135,665	8,172,552
4,963,610	3,445,315	2,828,030
<u>\$25,909,579</u>	<u>\$27,797,586</u>	<u>\$28,611,525</u>
\$3,415,488	\$3,769,217	\$4,993,028
1,140,989	1,182,393	1,399,669
<u>\$4,556,477</u>	<u>\$4,951,610</u>	<u>\$6,392,697</u>
\$18,777,978	\$18,985,823	\$22,603,971
5,583,479	9,135,665	8,172,552
6,104,599	4,627,708	4,227,699
<u>\$30,466,056</u>	<u>\$32,749,196</u>	<u>\$35,004,222</u>

City of Sharonville

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

	2003	2004	2005
Expenses			
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>
Program Revenues			
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

2006	2007	2008	2009
\$11,736,011	\$12,781,602	\$12,627,634	\$11,820,345
349,637	325,641	417,441	345,875
3,223,962	3,199,167	3,329,341	3,301,438
495,139	474,967	479,941	572,323
507,998	541,779	555,320	560,329
2,039,820	2,368,038	3,006,944	2,234,076
3,860,974	4,703,522	4,181,862	3,923,301
837,660	798,793	809,105	591,279
<u>23,051,201</u>	<u>25,193,509</u>	<u>25,407,588</u>	<u>23,348,966</u>
1,520,275	1,623,356	1,787,979	1,815,100
188,040	199,472	252,945	420,419
<u>1,708,315</u>	<u>1,822,828</u>	<u>2,040,924</u>	<u>2,235,519</u>
<u>\$24,759,516</u>	<u>\$27,016,337</u>	<u>\$27,448,512</u>	<u>\$25,584,485</u>
\$827,235	\$858,087	\$912,430	\$950,231
83,347	81,458	84,322	89,594
383,172	361,611	359,354	306,803
261,735	213,804	264,345	181,447
1,538	989	176,334	178,811
17	0	0	92,526
1,607,033	1,989,130	1,836,691	1,571,977
249,831	130,725	806,472	13,847
<u>3,413,908</u>	<u>3,635,804</u>	<u>4,439,948</u>	<u>3,385,236</u>

(continued)

City of Sharonville

Changes in Net Assets
Last Seven 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>	<u>1,446,339</u>	<u>1,600,939</u>	<u>2,310,510</u>
<i>Total Primary Government Program Revenues</i>	<u>4,011,767</u>	<u>5,818,253</u>	<u>5,669,261</u>
Net (Expense)/Revenue			
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>	<u><u>(\$23,476,037)</u></u>	<u><u>(\$20,123,314)</u></u>	<u><u>(\$19,195,917)</u></u>
General Revenues and Other Changes in Net Assets			
Governmental Activities:			
Income Taxes	\$18,573,923	\$20,601,078	\$19,488,300
Payments in Lieu of Taxes	0	0	0
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>	<u>20,907,514</u>	<u>21,731,260</u>	<u>21,521,688</u>
Business-type Activities:			
Investment Earnings	0	0	0
Transfers	210,000	0	384,236
<i>Total Business-type Activities</i>	<u>210,000</u>	<u>0</u>	<u>384,236</u>
<i>Total Primary Government</i>	<u><u>\$21,117,514</u></u>	<u><u>\$21,731,260</u></u>	<u><u>\$21,905,924</u></u>
Change in Net Assets			
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>	<u><u>(\$2,358,523)</u></u>	<u><u>\$1,607,946</u></u>	<u><u>\$2,710,007</u></u>

Source: City Finance Office

City of Sharonville

2006	2007	2008	2009
951,945	1,084,056	1,021,770	888,091
216,804	223,811	235,671	253,653
925,706	1,526,405	1,178,616	3,427,312
<u>2,094,455</u>	<u>2,834,272</u>	<u>2,436,057</u>	<u>4,569,056</u>
<u>5,508,363</u>	<u>6,470,076</u>	<u>6,876,005</u>	<u>7,954,292</u>
(19,637,293)	(21,557,705)	(20,967,640)	(19,963,730)
386,140	1,011,444	395,133	2,333,537
<u>(\$19,251,153)</u>	<u>(\$20,546,261)</u>	<u>(\$20,572,507)</u>	<u>(\$17,630,193)</u>
\$19,077,969	\$20,141,422	\$19,591,472	\$17,656,370
0	0	699,857	736,368
0	0	0	0
1,028,370	1,478,133	1,683,303	965,973
784,306	727,051	418,611	159,497
352,589	291,470	462,404	367,011
0	0	0	892,450
<u>21,243,234</u>	<u>22,638,076</u>	<u>22,855,647</u>	<u>20,777,669</u>
0	5,412	0	0
0	0	0	(892,450)
0	5,412	0	(892,450)
<u>\$21,243,234</u>	<u>\$22,643,488</u>	<u>\$22,855,647</u>	<u>\$19,885,219</u>
\$1,605,941	\$1,080,371	\$1,888,007	\$813,939
386,140	1,016,856	395,133	1,441,087
<u>\$1,992,081</u>	<u>\$2,097,227</u>	<u>\$2,283,140</u>	<u>\$2,255,026</u>

City of Sharonville

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

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund				
Reserved	\$295,815	\$241,068	\$323,078	\$132,959
Unreserved	4,106,972	4,520,902	2,095,454	3,351,630
<i>Total General Fund</i>	<u>4,402,787</u>	<u>4,761,970</u>	<u>2,418,532</u>	<u>3,484,589</u>
All Other Governmental Funds				
Reserved	2,862,168	2,356,526	5,173,160	3,915,449
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	915,154	740,895	2,004,711	1,413,303
Debt Service Funds	0	0	0	294
Capital Projects Funds	1,407,730	819,993	1,725,287	1,241,778
<i>Total All Other Governmental Funds</i>	<u>5,185,052</u>	<u>3,917,414</u>	<u>8,903,158</u>	<u>6,570,824</u>
<i>Total Governmental Funds</i>	<u><u>\$9,587,839</u></u>	<u><u>\$8,679,384</u></u>	<u><u>\$11,321,690</u></u>	<u><u>\$10,055,413</u></u>

Source: City Finance Office

City of Sharonville

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$144,599	\$175,922	\$133,670	\$99,020	\$169,259	\$210,733
<u>4,507,745</u>	<u>5,137,744</u>	<u>5,122,570</u>	<u>6,130,065</u>	<u>4,851,999</u>	<u>4,137,756</u>
<u>4,652,344</u>	<u>5,313,666</u>	<u>5,256,240</u>	<u>6,229,085</u>	<u>5,021,258</u>	<u>4,348,489</u>
2,274,435	2,108,165	3,819,987	1,251,062	1,570,198	1,971,289
2,798,138	3,791,802	3,536,093	3,162,766	3,207,347	3,080,558
0	0	442,777	391,869	609,327	655,583
<u>4,422,068</u>	<u>4,498,142</u>	<u>(2,427,215)</u>	<u>(3,336,410)</u>	<u>(1,932,395)</u>	<u>(2,132,286)</u>
<u>9,494,641</u>	<u>10,398,109</u>	<u>5,371,642</u>	<u>1,469,287</u>	<u>3,454,477</u>	<u>3,575,144</u>
<u>\$14,146,985</u>	<u>\$15,711,775</u>	<u>\$10,627,882</u>	<u>\$7,698,372</u>	<u>\$8,475,735</u>	<u>\$7,923,633</u>

City of Sharonville

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

	2000	2001	2002	2003
Revenues:				
Taxes	\$12,425,983	\$12,472,396	\$17,366,445	\$18,706,607
Payments in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	2,367,566	2,557,875	2,673,895	3,265,709
Charges for Services	572,830	637,937	643,529	688,258
Licenses and Permits	388,794	403,317	389,235	360,900
Investment Earnings	602,311	438,603	237,410	193,374
Special Assessments	133,155	125,560	125,270	120,187
Fines and Forfeitures	304,409	285,793	371,820	387,486
All Other Revenue	513,311	419,053	345,013	204,428
Total Revenue	<u>17,308,359</u>	<u>17,340,534</u>	<u>22,152,617</u>	<u>23,926,949</u>
Expenditures:				
Current:				
Security of Persons and Property	6,270,707	6,470,013	7,695,278	9,300,676
Public Health and Welfare Services	267,266	285,270	306,549	325,916
Leisure Time Activities	2,059,204	2,249,929	2,403,827	2,566,192
Community Environment	369,457	498,626	451,860	477,303
Basic Utility Services	377,154	452,286	440,747	468,046
Transportation	1,043,682	1,049,109	1,143,510	1,283,222
General Government	2,273,330	2,370,029	2,811,164	3,004,275
Capital Outlay	4,463,078	4,192,111	5,158,780	9,703,256
Debt Service:				
Principal Retirement	370,401	385,405	400,688	3,206,000
Interest and Fiscal Charges	383,133	384,677	354,241	1,039,251
Total Expenditures	<u>17,877,412</u>	<u>18,337,455</u>	<u>21,166,644</u>	<u>31,374,137</u>
Excess (Deficiency) of Revenues Over Expenditures	(569,053)	(996,921)	985,973	(7,447,188)

City of Sharonville

2004	2005	2006	2007	2008	2009
\$20,349,502	\$20,602,024	\$19,139,977	\$20,290,549	\$19,212,542	\$17,504,675
0	0	0	0	699,857	736,368
2,748,108	3,102,272	2,760,328	3,261,644	4,470,345	2,807,875
850,096	794,036	778,376	867,879	933,899	959,323
398,895	554,483	523,917	476,617	523,759	467,005
348,475	449,196	755,679	708,184	425,854	44,140
100,772	89,260	89,553	130,725	137,004	13,847
413,749	433,952	432,898	417,104	348,046	370,313
283,974	257,534	128,873	81,330	348,964	521,468
<u>25,493,571</u>	<u>26,282,757</u>	<u>24,609,601</u>	<u>26,234,032</u>	<u>27,100,270</u>	<u>23,425,014</u>
11,070,181	11,249,491	11,261,727	12,148,459	11,958,679	11,249,572
345,310	355,894	379,359	347,062	419,725	345,561
2,854,058	2,940,080	2,840,788	2,809,181	2,900,484	2,824,218
560,735	520,869	498,434	497,291	466,570	557,096
431,204	577,944	507,998	541,779	555,320	560,329
1,314,293	1,306,783	1,564,074	1,972,165	1,739,059	1,578,400
3,555,646	2,979,947	3,562,483	3,410,862	3,732,419	3,423,205
7,623,458	2,490,515	6,342,629	5,456,038	3,010,260	2,472,773
1,163,861	1,181,869	1,160,000	1,175,000	1,210,000	1,335,000
773,788	772,384	847,603	810,970	821,227	653,034
<u>29,692,534</u>	<u>24,375,776</u>	<u>28,965,095</u>	<u>29,168,807</u>	<u>26,813,743</u>	<u>24,999,188</u>
(4,198,963)	1,906,981	(4,355,494)	(2,934,775)	286,527	(1,574,174)

(Continued)

City of Sharonville

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

	2000	2001	2002	2003
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	0	0	0	0
Other Financing Sources - Capital Leases	0	0	0	0
General Obligation Refunding Bonds Issued	0	0	0	0
General Obligation Bonds Issued	0	0	2,000,000	14,746,739
Premiums on Debt Issuances	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	4,703,886	2,936,859	6,998,757	1,891,400
Transfers Out	(4,803,886)	(3,096,859)	(7,249,757)	(2,126,400)
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>(160,000)</u>	<u>1,749,000</u>	<u>14,511,739</u>
Net Change in Fund Balance	<u>(\$669,053)</u>	<u>(\$1,156,921)</u>	<u>\$2,734,973</u>	<u>\$7,064,551</u>
 Debt Service as a Percentage of Noncapital Expenditures	 4.58%	 4.79%	 4.10%	 15.95%

Source: City Finance Office

City of Sharonville

2004	2005	2006	2007	2008	2009
5,807	2,895	22,246	11,705	19,638	15,161
0	0	69,065	0	499,000	0
0	0	0	0	0	3,460,000
0	0	0	0	0	0
0	0	27,233	18,867	0	115,357
0	0	0	0	0	(3,491,022)
3,959,350	3,819,956	3,423,736	4,506,118	4,966,559	3,356,021
(3,959,350)	(4,204,192)	(3,423,736)	(4,506,118)	(4,966,559)	(2,463,571)
5,807	(381,341)	118,544	30,572	518,638	991,946
(\$4,193,156)	\$1,525,640	(\$4,236,950)	(\$2,904,203)	\$805,165	(\$582,228)
8.11%	8.66%	8.97%	8.10%	8.21%	8.68%

City of Sharonville

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

Tax year	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Income Tax Rate	1.00%	1.00%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$467,454	\$483,817	\$503,508	\$518,827
Total Tax Collected	\$11,807,312	\$12,272,780	\$16,766,353	\$18,819,336
Income Tax Receipts				
Withholding	10,036,620	11,380,268	14,350,771	14,974,511
Percentage	85.00%	92.73%	85.59%	79.57%
Corporate	1,146,289	121,184	1,532,679	2,386,694
Percentage	9.71%	0.99%	9.14%	12.68%
Individuals	601,772	733,006	852,247	1,419,893
Percentage	5.10%	5.97%	5.08%	7.54%
Penalty and Interest	22,631	38,322	30,656	38,238
Percentage	0.19%	0.31%	0.18%	0.20%

Source: City Income Tax Department

City of Sharonville

2004	2005	2006	2007	2008	2009
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$549,617	\$556,163	\$556,163	\$577,609	\$577,609	\$577,609
\$19,360,339	\$20,078,349	\$19,937,204	\$20,971,260	\$20,594,952	\$18,677,400
15,064,199	15,549,738	15,681,150	17,064,053	16,611,460	15,354,257
77.81%	77.45%	78.65%	81.37%	80.65%	82.20%
2,587,091	2,943,801	2,772,855	2,502,457	2,581,828	1,990,915
13.36%	14.66%	13.91%	11.93%	12.54%	10.66%
1,650,570	1,523,617	1,394,448	1,353,362	1,340,718	1,250,076
8.53%	7.59%	6.99%	6.45%	6.51%	6.69%
58,479	61,193	88,751	51,388	60,946	82,152
0.30%	0.30%	0.45%	0.25%	0.30%	0.44%



City of Sharonville

Income Tax Collections Current Year and Nine Years Ago

Calendar Year 2009

<u>Income Tax Filers</u>	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>Taxable Income</u>	<u>Percent of Income</u>	<u>Income Tax Collections</u>	<u>Percent of Income</u>
Top Ten	10	0.07%	\$350,420,715	28.14%	\$5,256,311	28.14%
All Others	14,033	99.93%	894,739,303	71.86%	13,421,090	71.86%
Total	14,043	100.00%	\$1,245,160,018	100.00%	\$18,677,400	100.00%

Calendar Year 2000

<u>Income Tax Filers</u>	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>Taxable Income</u>	<u>Percent of Income</u>	<u>Income Tax Collections</u>	<u>Percent of Income</u>
Top Ten	10	0.17%	\$459,290,442	38.90%	\$4,592,904	38.90%
All Others	5,879	99.83%	721,440,763	61.10%	7,214,408	61.10%
Total	5,889	100.00%	\$1,180,731,205	100.00%	\$11,807,312	100.00%

Source: City Income Tax Department

City of Sharonville

Ratio of Outstanding Debt By Type Last Ten Years

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$5,395,000	\$5,175,000	\$4,950,000	\$18,602,570
Special Assessment Bonds Payable	640,000	570,000	495,000	425,000
Capital Leases	372,823	277,418	176,730	120,730
Business-type Activities ⁽¹⁾				
General Obligation Bonds Payable	<u>\$5,550,000</u>	<u>\$5,290,000</u>	<u>\$5,015,000</u>	<u>\$7,879,271</u>
Total Primary Government	<u><u>\$11,957,823</u></u>	<u><u>\$11,312,418</u></u>	<u><u>\$10,636,730</u></u>	<u><u>\$27,027,571</u></u>
Population ⁽²⁾				
City of Sharonville	13,926	13,926	13,926	13,926
Outstanding Debt Per Capita	\$859	\$812	\$764	\$1,941
Income ⁽³⁾				
Personal (in thousands)	467,454	483,817	503,508	518,827
Percentage of Personal Income	2.56%	2.34%	2.11%	5.21%

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

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$17,534,231	\$16,445,892	\$15,322,553	\$14,174,214	\$12,995,875	\$11,755,186
360,000	300,000	235,000	180,000	120,000	60,000
61,869	0	69,065	53,077	535,265	423,436
<u>\$7,366,324</u>	<u>\$6,682,887</u>	<u>\$5,847,395</u>	<u>\$5,321,089</u>	<u>\$4,784,783</u>	<u>\$4,233,477</u>
<u>\$25,322,424</u>	<u>\$23,428,779</u>	<u>\$21,474,013</u>	<u>\$19,728,380</u>	<u>\$18,435,923</u>	<u>\$16,472,099</u>
13,926	13,926	13,926	13,926	13,926	13,926
\$1,818	\$1,682	\$1,542	\$1,417	\$1,324	\$1,183
549,617	556,163	556,163	577,609	577,609	577,609
4.61%	4.21%	3.86%	3.42%	3.19%	2.85%

City of Sharonville

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2000	2001	2002	2003
Population ⁽¹⁾	13,926	13,926	13,926	13,926
Personal Income ⁽²⁾	\$467,454	\$483,817	\$503,508	\$518,827
General Bonded Debt ⁽³⁾				
General Obligation Bonds	\$10,945,000	\$10,465,000	\$9,965,000	\$26,481,841
Resources Available to Pay Principal ⁽⁴⁾	\$412,882	\$342,838	\$90,048	\$0
Net General Bonded Debt	\$10,532,118	\$10,122,162	\$9,874,952	\$26,481,841
Ratio of Net Bonded Debt to Estimated Personal Income	2.25%	2.09%	1.96%	5.10%
Net Bonded Debt per Capita	\$756.29	\$726.85	\$709.10	\$1,901.61

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

2004	2005	2006	2007	2008	2009
13,926	13,926	13,926	13,926	13,926	13,926
\$549,617	\$556,163	\$556,163	\$577,609	\$577,609	\$577,609
\$24,900,555	\$23,128,779	\$21,169,948	\$19,495,303	\$17,780,658	\$15,988,663
\$4,890	\$46,095	\$1,300	\$21,747	\$324,400	\$467,770
\$24,895,665	\$23,082,684	\$21,168,648	\$19,473,556	\$17,456,258	\$15,520,893
4.53%	4.15%	3.81%	3.37%	3.02%	2.69%
\$1,787.71	\$1,657.52	\$1,520.08	\$1,398.36	\$1,253.50	\$1,114.53



City of Sharonville

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2009*

<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>
Direct:			
City of Sharonville	\$16,475,186	100.00%	\$16,475,186
Overlapping:			
Princeton City School District	77,340,000	31.38%	24,269,292
Sycamore City School District	31,194,985	0.01%	3,119
Great Oaks Joint Vocational School District	10,000,000	2.84%	284,000
Hamilton County	107,460,000	2.47%	2,654,262
Butler County	57,228,590	0.56%	320,480
		Subtotal	<u>27,531,153</u>
		Total	<u><u>\$44,006,339</u></u>

Source: Ohio Municipal Advisory Council

City of Sharonville

*Debt Limitations
Last Ten Years*

Collection Year	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$555,776,740	\$551,403,620	\$580,710,700	\$563,218,560
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	58,356,558	57,897,380	60,974,624	59,137,949
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>\$58,356,558</u></u>	<u><u>\$57,897,380</u></u>	<u><u>\$60,974,624</u></u>	<u><u>\$59,137,949</u></u>
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$555,776,740	\$551,403,620	\$580,710,700	\$563,218,560
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	30,567,721	30,327,199	31,939,089	30,977,021
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>\$30,567,721</u></u>	<u><u>\$30,327,199</u></u>	<u><u>\$31,939,089</u></u>	<u><u>\$30,977,021</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

2004	2005	2006	2007	2008	2009
\$569,852,010	\$554,668,383	\$510,813,800	\$495,320,220	\$476,015,410	\$478,329,590
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
59,834,461	58,240,180	53,635,449	52,008,623	49,981,618	50,224,607
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$59,834,461</u>	<u>\$58,240,180</u>	<u>\$53,635,449</u>	<u>\$52,008,623</u>	<u>\$49,981,618</u>	<u>\$50,224,607</u>
\$569,852,010	\$554,668,383	\$510,813,800	\$495,320,220	\$476,015,410	\$478,329,590
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
31,341,861	30,506,761	28,094,759	27,242,612	26,180,848	26,308,127
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$31,341,861</u>	<u>\$30,506,761</u>	<u>\$28,094,759</u>	<u>\$27,242,612</u>	<u>\$26,180,848</u>	<u>\$26,308,127</u>

City of Sharonville

*Pledged Revenue Coverage
Last Ten Years*

	2000	2001	2002	2003	2004
Special Assessment Bonds (1)					
Special Assessment Collections	\$133,155	\$125,560	\$125,270	\$120,187	\$100,772
Debt Service					
Principal	70,000	70,000	75,000	70,000	65,000
Interest	51,290	46,055	40,820	35,230	29,995
Coverage	1.10	1.08	1.08	1.14	1.06

- (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

2005	2006	2007	2008	2009
\$89,260	\$89,553	\$130,725	\$137,004	\$13,847
60,000	65,000	55,000	60,000	60,000
25,380	21,120	14,705	12,645	8,430
1.05	1.04	1.88	1.89	0.20

City of Sharonville

Demographic and Economic Statistics Last Ten Years

Calendar Year	2000	2001	2002	2003
Population (1)				
City of Sharonville	13,926	13,926	13,926	13,926
Hamilton County	845,303	845,303	845,303	845,303
Income (2) (a)				
Total Personal (in thousands)	467,454	483,817	503,508	518,827
Per Capita	33,567	34,742	36,156	37,256
Unemployment Rate (3)				
Federal	4.2%	3.8%	4.8%	5.8%
State	4.3%	3.7%	4.3%	5.7%
Hamilton County	3.5%	3.6%	5.1%	5.1%
Civilian Work Force Estimates (3)				
State	5,900,400	5,857,000	5,828,000	5,915,000
Hamilton County	433,900	444,100	435,200	437,900

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

2004	2005	2006	2007	2008	2009
13,926	13,926	13,926	13,926	13,926	13,926
845,303	806,652	806,652	806,652	806,652	806,652
549,617	556,163	556,163	577,609	577,609	577,609
39,467	39,937	39,937	41,477	41,477	41,477
6.0%	5.5%	5.0%	4.6%	5.8%	9.3%
6.1%	6.0%	5.9%	5.6%	6.6%	10.2%
5.1%	4.9%	5.0%	5.0%	5.6%	8.9%
5,875,300	5,900,400	5,934,000	5,976,500	5,986,400	5,905,100
422,200	426,800	423,500	431,200	432,400	410,676



City of Sharonville

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2009 (1)	
		Rank	Number of Employees
Ford Motor Company	Auto Parts Manufacturing	1	N/A
US Postal Service	Bulk Mail Processing	2	N/A
United Parcel Service	Bulk Mail Processing	3	N/A
Princeton School District	Public Education	4	N/A
General Mills	Cereal Manufacturing	5	N/A
Xtek Inc	Steel Fabrication	6	N/A
Great Oaks JVSD	Public Education	7	N/A
TSS Aviation	Manufacturing	8	N/A
Hobsons Inc	Publishing and Technology	9	N/A
City of Sharonville	Municipal Government	10	N/A
Total			N/A

Employer	Nature of Business	2000 (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
Xtek Inc	Steel Fabrication	5	N/A
General Mills	Cereal Manufacturing	6	N/A
Diversey Lever	Health and Beauty Products	7	N/A
Champion	Manufacturing	8	N/A
GM Payroll Services	Manufacturing	9	N/A
Great Oaks	Public Education	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

	2000	2001	2002	2003	2004	2005
Governmental Activities						
General Government						
Finance	9.00	10.00	10.00	10.00	12.00	11.00
Legal/Court	2.00	2.00	2.00	2.00	2.00	2.00
Administration	3.00	3.00	4.00	5.00	5.00	4.00
Maintenance	5.00	5.00	5.00	4.00	5.00	5.00
Security of Persons and Property						
Police	49.00	50.00	51.00	51.00	53.00	48.00
Fire	31.00	34.00	41.00	50.00	53.00	54.00
Transportation						
Street	13.00	13.00	15.00	14.00	15.00	14.00
Leisure Time Activities						
Recreation	42.00	47.00	45.00	45.00	54.00	56.00
Parks and Grounds	9.00	9.00	9.00	10.00	10.00	10.00
Public Health and Welfare Services						
Health	6.00	6.00	6.00	6.00	6.00	6.00
Community Environment						
Building and Planning	7.00	9.00	8.00	9.00	9.00	8.00
Business-Type Activities						
Senior Citizen Housing	1.00	1.00	1.00	1.00	1.00	1.00
Convention Center	12.00	14.00	14.00	13.00	13.00	11.00
<i>Total Employees</i>	<u>189.00</u>	<u>203.00</u>	<u>211.00</u>	<u>220.00</u>	<u>238.00</u>	<u>230.00</u>

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

An hour limit of 900 was used to differentiate between part time and seasonal.

Source: City Finance Office

City of Sharonville

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
11.00	11.00	11.00	11.00
2.00	2.00	2.00	2.00
4.00	5.00	6.00	6.00
5.00	5.00	6.00	5.00
48.00	47.00	50.00	48.00
58.00	59.00	55.00	56.00
14.00	14.00	13.00	13.00
49.00	52.00	47.00	34.00
11.00	9.00	9.00	7.00
5.00	5.00	5.00	5.00
8.00	7.00	7.00	7.00
1.00	1.00	1.00	1.00
11.00	11.00	12.00	12.00
<u>227.00</u>	<u>228.00</u>	<u>224.00</u>	<u>207.00</u>

City of Sharonville

Operating Indicators by Function Last Ten Years

	2000	2001	2002	2003	2004
Governmental Activities					
General Government					
Court					
Number of Traffic Cases	N/A	N/A	N/A	N/A	4,167
Number of Open Cases	N/A	N/A	N/A	N/A	110
Licenses and Permits					
Number of Building Permits	636	591	618	498	677
Number of Building Inspections	1,518	1,364	1,560	1,096	1,418
Security of Persons and Property					
Police					
Number of Citations Issued	3,890	3,860	4,777	4,591	4,606
Number of Arrests	1,045	1,064	1,071	1,046	1,054
Number of Accidents	1,406	1,174	1,284	1,436	1,334
Fire					
Number of Fire Calls	914	831	702	867	863
Number of EMS Runs	1,906	1,898	1,813	1,791	2,195
Number of Inspections	1,226	1,139	865	840	617
Transportation					
Street					
Number of Streets Resurfaced	8	9	7	10	9
Number of Potholes Repaired	100	153	124	169	161
Leisure Time Activities					
Recreation					
Number of Programs Offered	150	150	165	200	220
Number of Pool Passes Issued	1,554	1,656	1,694	1,599	2,059

Source: City Finance Office

City of Sharonville

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
3,748	3,179	3,145	3,076	3,441
179	184	138	71	180
740	573	662	526	497
1,476	1,281	1,433	1,309	1,199
4,249	3,493	3,761	2,725	3,446
1,203	1,398	1,188	991	914
1,190	1,074	1,076	1,124	979
792	781	992	1,163	1,109
2,071	2,045	2,113	2,337	2,085
834	1,093	1,172	1,131	1,087
3	3	7	6	3
200	180	185	170	185
175	150	150	150	120
2,042	1,497	1,776	1,895	1,816

City of Sharonville

Capital Asset Statistics by Function Last Six Years

	2004	2005	2006	2007	2008
Governmental Activities	(1)				
General Government					
Public Land and Buildings					
Land (acres)	6,848	6,848	6,848	6,848	6,848
Buildings	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Vehicles	22	22	22	24	24
Fire					
Stations	3	3	3	3	3
Vehicles	18	18	18	18	18
Transportation					
Street					
Streets (lane miles)	134	134	134	135	135
Street Lights	935	933	934	935	935
Vehicles	16	16	16	18	17
Leisure Time Activities					
Recreation					
Land (acres)	35	35	35	35	35
Buildings	2	2	2	2	2
Parks	4	4	4	4	4
Playgrounds	4	4	4	4	4
Swimming Pools	2	2	2	2	2
Tennis Courts	5	5	5	5	5
Baseball/Softball Diamonds	14	14	14	14	14
Soccer Fields	11	11	11	11	11
Business-Type Activities					
Senior Citizen Housing					
Buildings	3	3	3	3	3
Convention Center					
Buildings	1	1	1	1	1

Source: City Finance Office

(1) Information prior to 2004 is not available.

City of Sharonville

2009

6,848

1

1

24

3

19

135

935

17

35

2

4

4

2

5

14

11

3

1

