

# SHARONVILLE



## CITY OF SHARONVILLE, OHIO

### COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Year Ended December 31, 2010



On the cover:

Left to right, top to bottom

Depot Square in downtown historic Sharonville, Tax Office Façade, City of Sharonville Administrative Building façade, Main Fire Station, Patriot Pointe Veteran's Memorial

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2010

*Prepared by the Auditor's Office*

Mark Piepmeier  
City Auditor

and

Amy Moore  
Deputy Auditor and Budget Director



TABLE OF CONTENTS

CITY OF SHARONVILLE  
HAMILTON COUNTY, OHIO

---

**I** INTRODUCTORY SECTION

A Letter of Transmittal .....v  
B Elected Officials ..... xii  
C City Organizational Chart ..... xiii  
D Certificate of Achievement for Excellence in Financial Reporting..... xiv

**II** FINANCIAL SECTION

A Independent Accountants' Report .....1  
B Management's Discussion and Analysis.....3  
C Basic Financial Statements:  
    Government-wide Financial Statements:  
        Statement of Net Assets .....12  
        Statement of Activities .....14  
    Fund Financial Statements:  
        *Governmental Funds:*  
            Balance Sheet .....16  
            Reconciliation of Total Governmental Fund Balances to Net Assets of  
            Governmental Activities .....18  
            Statement of Revenues, Expenditures and Changes in Fund Balances .....20  
            Reconciliation of the Statement of Revenues, Expenditures and Changes  
            in Fund Balances to the Statement of Activities .....24  
            Statement of Revenues, Expenditures and Changes in Fund Balance -  
            Budget and Actual (Non-GAAP Budgetary Basis):  
                General Fund .....26  
                Fire Department Fund .....27  
        *Proprietary Funds:*  
            Statement of Net Assets .....28  
            Statement of Revenues, Expenses and Changes in Fund Net Assets .....31  
            Statement of Cash Flows .....32  
        *Fiduciary Funds:*  
            Statement of Net Assets .....34  
            Statement of Changes in Net Assets .....35  
Notes to the Basic Financial Statements.....36

**D Combining and Individual Fund Statements and Schedules:**

Nonmajor Governmental Financial Statements:

Combining Balance Sheet.....	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	73
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	78
Combining Balance Sheet – Nonmajor Debt Service Funds.....	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds.....	84
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	88

Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):

Major Governmental Funds:

<i>General Fund</i> .....	90
<i>Special Revenue Fund:</i>	
Fire Department Fund.....	94
<i>Capital Projects Funds:</i>	
Chester Road TIF Fund.....	95

Nonmajor Governmental Funds:

<i>Special Revenue Funds:</i>	
Street Construction, Maintenance and Repair Fund.....	96
State Highway Fund.....	97
Permissive Motor Vehicle Tax Fund.....	98
Federal Emergency Management Agency (FEMA) Fund.....	99
State Health Licenses Fund.....	100
Teen Fund.....	101
Law Enforcement Trust Fund.....	102
Drug Law Enforcement Fund.....	103
DUI Checkpoint Grant Fund.....	104
DUI Education and Enforcement Fund.....	105

*Special Revenue Funds (Continued):*

Mayor’s Court Computer Fund .....	106
Clerk of Courts Computer Fund .....	107
Law Enforcement Block Grant Fund .....	108
Confinement Reimbursement Fund.....	109
Community Oriented Policing Services (COPS) Grant Fund .....	110
Drug Enforcement Agency (DEA) Federal Sharing Fund .....	111
Termination Benefits Fund.....	112
Other Grants Fund .....	113
Police Grants Fund .....	114

*Debt Service Funds:*

Note Debt Retirement Fund.....	115
Debt Retirement Fund .....	116
Special Assessment Bond Retirement Fund.....	117
Special Assessment Retirement Fund .....	118
Crystalview Widening Fund.....	119
Zind Lane Sewer Fund .....	120
Crowne Point Drive Fund.....	121

*Capital Projects Funds:*

Capital Improvement Fund.....	122
Capital Improvement Issue II Fund.....	123
Issue II Mosteller / I-275 Fund.....	124
Special Assessment Fund .....	125
Storm Water Fund .....	126

**Fiduciary Funds – Agency Funds:**

Combining Statement of Changes in Assets and Liabilities .....	129
--	-----

**III**

**STATISTICAL SECTION**

Net Assets by Component - Last Eight Years ..... S 2  
Changes in Net Assets - Last Eight Years ..... S 4  
Fund Balances, Governmental Funds - Last Ten Years ..... S 8  
Changes in Fund Balances, Governmental Funds - Last Ten Years ..... S 10  
Income Tax Revenues by Source, Governmental Funds - Last Ten Years ..... S 14  
Income Tax Collections - Current Year and Nine Years Ago..... S 17  
Ratio of Outstanding Debt By Type - Last Ten Years ..... S 18  
Ratios of General Bonded Debt Outstanding - Last Ten Years..... S 20  
Computation of Direct and Overlapping Debt Attributable to  
Governmental Activities - Current Year ..... S 23  
Debt Limitations - Last Ten Years ..... S 24  
Pledged Revenue Coverage - Last Ten Years ..... S 26  
Demographic and Economic Statistics - Last Ten Years ..... S 28  
Principal Employers - Current Year and Nine Years Ago ..... S 31  
Full Time Equivalent Employees by Function - Last Ten Years ..... S 32  
Operating Indicators by Function - Last Ten Years ..... S 34  
Capital Asset Statistics by Function - Last Seven Years..... S 36

## *INTRODUCTORY SECTION*

---

---





# CITY OF SHARONVILLE

10900 Reading Road • Sharonville, Ohio 45241

phone (513) 563-1144

fax (513)-563-0617

---

June 28, 2011

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

We are pleased to submit the tenth Comprehensive Annual Financial Report for the City of Sharonville for the fiscal year ended December 31, 2010. 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 GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 39, *"Determining Whether Certain Organizations are Component Units"* 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, 2010***

---

**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 37 full-time and 37 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, 2010***

---

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, 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, pothole 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, 2010***

---

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 approximately 29% 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 conducts an annual Street Repair Program which addresses streets, curbs, and sidewalks. There were several traffic improvement projects in 2010 addressing signalization, intersection improvements and pedestrian movement.

The City downtown signal project was completed in 2010. New signals and lights were installed as well as additional upgrades. This project was part of the downtown revitalization effort which began in 2007. The City continues to take steps toward implementation of the Master Plan for the downtown area to help attract businesses and interest for redevelopment in to the district.

The City has seen enhanced growth from the private industry investing over \$475 million in improvements to their buildings and businesses resulting in the growth of 600 new jobs, and retention or approximately 2,000 workers.

The Mosteller Road repaving project is nearly complete. 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 100% funding from the Ohio Department of Transportation.

The City and a private development partner broke ground on 46 acres of land which allowed for a company to relocate on 17-acres of the site bringing approximately 150 new jobs to Sharonville. By the end of 2010 only 10 acres remained for new development. Additionally, the City of Sharonville has arranged a special assessment in combination with a grant to fund the construction of a new road and improvements to the industrial park that equate to nearly \$1.5 million of improvements. The development is expected to create 300-400 new jobs.

***Letter of Transmittal  
For the Year Ended December 31, 2010***

---

The City participated in the redevelopment of a 1,000,000 square foot property that has been vacant for several years. The property was recently purchased by Neyer Properties, who has goals to create a density of jobs on this site, and improve the functionality of this large industrial building to make it more acceptable to today's industrial users building needs. The project involved use of TIF to help cover the costs of improvements. Improvements included various construction and building improvements to the Building and the Site, including the flood protection systems. This investment will allow for the creation of new jobs and new industry to foster in Sharonville.

Construction ensued on the expansion of the Sharonville Convention Center in 2010. 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. The expansion is expected to be complete in the fall of 2011, with renovation of the existing space within the Convention Center to begin and end in the spring of 2012, completing the project. 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.

A contract has been awarded to construct improvements at the Kemper Rd / Reed Hartman Highway intersection. These improvements will reduce traffic congestion in this area by adding turning capacity to the roadway and improving access to I275. The reduced congestion should allow for additional development to occur in vacant parcels within the immediate area and to the east.

As part of the Downtown Strategic Master Plan, a Downtown TIF agreement has recently been created and adopted. Uses for TIF revenues include public infrastructure improvements as well as a potential grant program for façade improvements or similar improvements to benefit the district as a whole.

The "Northern Lights" project, financed by tax increment financing (TIF) dollars, is still in the beginning phase. Some utility line relocation occurred in 2010 to allow for advancement of the project. Discussions have commenced with a private developer to begin work on a mixed-use development on 6 acres located at the gateway of the district. The value of this development is expected to be some \$20 million upon completion. 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.

A Community Entertainment District was created in the Northern Lights District to introduce up to fifteen new liquor licenses in order to attract potential restaurants, night clubs, and other entertainment users to the District. Immediately adjacent to the Northern Lights District, the Princeton School District will be breaking ground in 2011 to build a new combination high school/middle school facility on Chester Road. Paired with expansion of the Convention Center, expected to be complete in early 2012, the entire corridor will be on the rise.

***Letter of Transmittal  
For the Year Ended December 31, 2010***

---

**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.

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.

**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 Ohio Auditor of State. 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.

***Letter of Transmittal  
For the Year Ended December 31, 2010***

---

**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, 2009. 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.

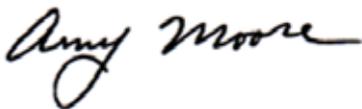
**Acknowledgments**

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, 2010***

---

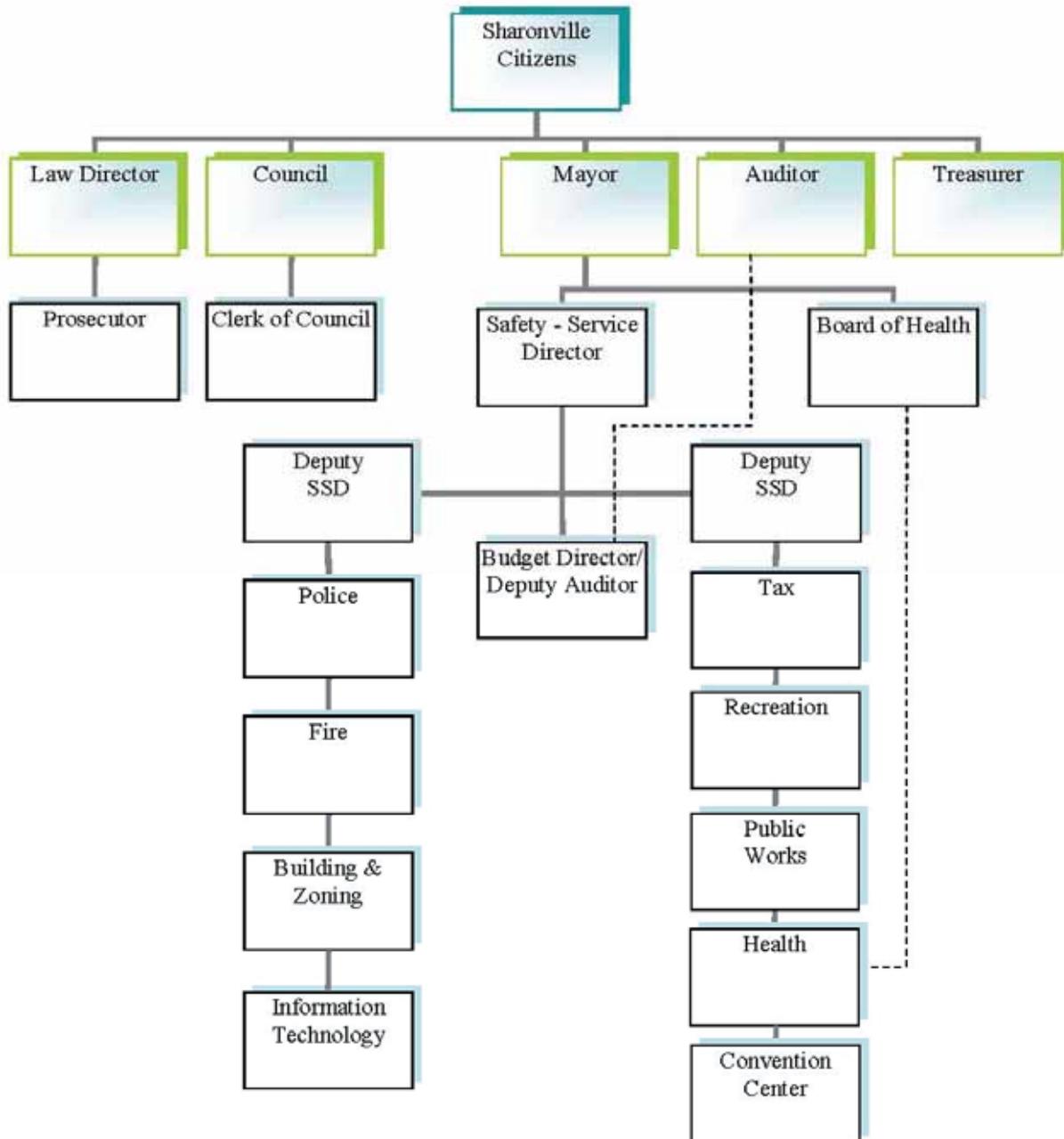
<b>Office</b>	<b>Elected Official</b>	<b>Term Expires</b>
Mayor	Virgil Lovitt II	12/31/2011
President of Council	Kevin Hardman	12/31/2011
Council Ward 1	Ed Cunningham	12/31/2011
Council Ward 2	Janey Kattelman	12/31/2011
Council Ward 3	Kerry Rabe	12/31/2011
Council Ward 4	Robert Tankersley	12/31/2011
Council at Large	Vicki Hoppe	12/31/2011
Council at Large	Greg Pugh	12/31/2011
Council at Large	Paul Schmidt	12/31/2011
Treasurer	Al Ledbetter	12/31/2013
Auditor	Mark Piepmeier	12/31/2011
Law Director	Thomas Keating	12/31/2011

<b>Office</b>	<b>Official</b>
Safety/Service Director	Ted Mack
Deputy Safety/Service Director	Christine Thompson
Deputy Safety/Service Director	Robert Fisher
Budget Director/Deputy Auditor	Amy Moore
Tax Commissioner	Martha Cross Funk
Police Chief	Michael Schappa
Fire Chief	Ralph Hammonds
Building and Planning Director	Richard Osgood
Health Commissioner	Dennis Propes
Public Works Director	Tom Losekamp
Recreation Director	Sue Koetz
Convention Center Manager	Will Greiner

City Address:  
Sharonville City Hall  
10900 Reading Road  
Sharonville, Ohio 45241

*City Organizational Chart  
For the Year Ended December 31, 2010*

---



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, 2009

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.



President

Executive Director

## *FINANCIAL SECTION*

---

---





# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

City of Sharonville  
Hamilton County  
10900 Reading Rd.  
Sharonville, Ohio 45241

Honorable Mayor and Members of City Council:

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, Hamilton County, Ohio (the City), as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 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 of Sharonville, Hamilton County, Ohio, as of December 31, 2010, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund and Fire Department Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2011, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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 other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



**Dave Yost**  
Auditor of State

June 28, 2011

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, 2010. 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 2010 are as follows:**

- ❑ In total, net assets increased by \$5,990,577. Net assets of governmental activities increased by \$5,423,959, which represents a 19% increase from 2009. Net assets of business-type activities increased by \$566,618, or 8.9% from 2009.
- ❑ General revenues accounted for \$21,816,914 in revenue, or 67.2% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$10,656,893, or 32.8% of total revenues of \$32,473,807.
- ❑ The City had \$23,355,306 in expenses related to governmental activities; only \$6,962,351 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily income taxes) of \$21,816,914 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$14,972,578 in revenues and \$12,598,767 in expenditures. The general fund's fund balance increased \$1,116,743.

## **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, 2010**

**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, 2010 and 2009:

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$19,534,256	\$15,751,271	\$27,099,403	\$3,436,756	\$46,633,659	\$19,188,027
Capital assets, Net	36,411,879	34,509,565	20,022,817	14,276,505	56,434,696	48,786,070
Total assets	55,946,135	50,260,836	47,122,220	17,713,261	103,068,355	67,974,097
Long-term debt outstanding	15,721,916	15,540,774	31,649,395	4,487,874	47,371,311	20,028,648
Other liabilities	6,188,735	6,108,537	8,513,510	6,832,690	14,702,245	12,941,227
Total liabilities	21,910,651	21,649,311	40,162,905	11,320,564	62,073,556	32,969,875
Net assets						
Invested in capital assets, net of related debt	19,512,004	17,610,943	5,420,257	4,993,028	24,932,261	22,603,971
Restricted	10,520,510	8,172,552	21,800,169	0	32,320,679	8,172,552
Unrestricted	4,002,970	2,828,030	(20,261,111)	1,399,669	(16,258,141)	4,227,699
Total net assets	\$34,035,484	\$28,611,525	\$6,959,315	\$6,392,697	\$40,994,799	\$35,004,222

**CITY OF SHARONVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2010**

**Unaudited**

**Changes in Net Assets** – The following table shows the changes in net assets for the fiscal years 2010 and 2009:

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
<b>Revenues</b>						
Program revenues:						
Charges for Services and Sales	\$1,725,144	\$1,799,412	\$1,314,469	\$1,141,744	\$3,039,613	\$2,941,156
Operating Grants and Contributions	2,277,689	1,571,977	2,380,073	3,427,312	4,657,762	4,999,289
Capital Grants and Contributions	2,959,518	13,847	0	0	2,959,518	13,847
General revenues:						
Income Taxes	18,411,406	17,656,370	0	0	18,411,406	17,656,370
Payments in Lieu of Taxes	800,688	736,368	0	0	800,688	736,368
Grants and Entitlements not Restricted to Specific Programs	1,810,874	965,973	0	0	1,810,874	965,973
Investment Earnings	21,198	159,497	0	0	21,198	159,497
Miscellaneous	772,748	367,011	0	0	772,748	367,011
Total revenues	28,779,265	23,270,455	3,694,542	4,569,056	32,473,807	27,839,511
<b>Program Expenses</b>						
Security of Persons and Property	12,016,995	11,820,345	0	0	12,016,995	11,820,345
Public Health and Welfare Services	445,232	345,875	0	0	445,232	345,875
Leisure Time Activities	3,176,146	3,301,438	0	0	3,176,146	3,301,438
Community Environment	544,214	572,323	0	0	544,214	572,323
Basic Utility Services	466,805	560,329	0	0	466,805	560,329
Transportation	2,509,460	2,234,076	0	0	2,509,460	2,234,076
General Government	3,538,547	3,923,301	0	0	3,538,547	3,923,301
Interest and Fiscal Charges	657,907	591,279	0	0	657,907	591,279
Convention Center	0	0	2,817,156	1,815,100	2,817,156	1,815,100
Senior Citizen Housing	0	0	310,768	420,419	310,768	420,419
Total expenses	23,355,306	23,348,966	3,127,924	2,235,519	26,483,230	25,584,485
Change in Net Assets before Transfers	5,423,959	(78,511)	566,618	2,333,537	5,990,577	2,255,026
Transfers	0	892,450	0	(892,450)	0	0
Total Change in Net Assets	5,423,959	813,939	566,618	1,441,087	5,990,577	2,255,026
Beginning Net Assets	28,611,525	27,797,586	6,392,697	4,951,610	35,004,222	32,749,196
Ending Net Assets	\$34,035,484	\$28,611,525	\$6,959,315	\$6,392,697	\$40,994,799	\$35,004,222

**Governmental Activities**

Net assets of the City's governmental activities increased by \$5,423,959. The increase was caused by multiple factors: increases in income taxes and grants and entitlements accounted for roughly \$2.3 million of the increase. Special assessments levied in 2010 accounted for \$2.1 million of the increase.

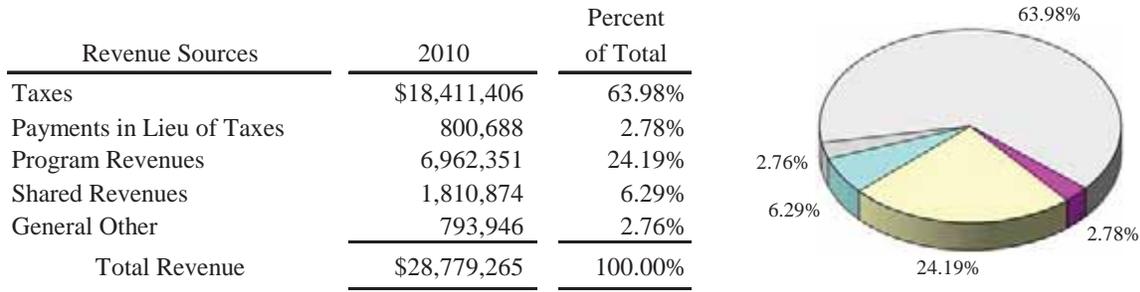
**CITY OF SHARONVILLE, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2010***

***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 63.98% of revenues for governmental activities for the City in fiscal year 2010. 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 \$566,618 during 2010. The revenues decreased due to a one time grant received in 2009 while the expenses increased primarily due to additional interest expense related to a bond issuance. The revenues still exceeded expenses to have a positive impact on net assets.

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

The City's governmental funds reported a combined fund balance of \$8,986,495, which is an increase from last year's balance of \$7,923,633. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2010 and 2009:

	Fund Balance December 31, 2010	Fund Balance December 31, 2009	Increase (Decrease)
General	\$5,465,232	\$4,348,489	\$1,116,743
Fire Department	1,492,435	1,613,363	(120,928)
Chester Road TIF	(1,422,844)	(1,479,325)	56,481
Other Governmental	3,451,672	3,441,106	10,566
<b>Total</b>	<b>\$8,986,495</b>	<b>\$7,923,633</b>	<b>\$1,062,862</b>

**CITY OF SHARONVILLE, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2010***

***Unaudited***

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

	2010 <u>Revenues</u>	2009 <u>Revenues</u>	Increase <u>(Decrease)</u>
Taxes	\$12,365,802	\$11,789,151	\$576,651
Intergovernmental Revenues	1,015,573	966,258	49,315
Charges for Services	370,795	325,141	45,654
Licenses and Permits	483,849	467,005	16,844
Investment Earnings	19,968	40,328	(20,360)
Fines and Forfeitures	340,708	300,539	40,169
All Other Revenue	375,883	213,840	162,043
Total	<u>\$14,972,578</u>	<u>\$14,102,262</u>	<u>\$870,316</u>

General Fund revenues in 2010 increased by 6.2% compared to revenues in fiscal year 2009. The most significant factor contributing to this increase was an increase in income tax revenue due to slightly improved economic condition.

	2010 <u>Expenditures</u>	2009 <u>Expenditures</u>	Increase <u>(Decrease)</u>
Security of Persons and Property	\$5,619,316	\$5,510,853	\$108,463
Public Health and Welfare Services	363,945	329,839	34,106
Leisure Time Activities	2,664,712	2,809,199	(144,487)
Community Environment	543,526	557,096	(13,570)
Basic Utility Services	466,805	560,329	(93,524)
General Government	2,940,463	3,284,032	(343,569)
Total	<u>\$12,598,767</u>	<u>\$13,051,348</u>	<u>(\$452,581)</u>

The decrease in General Fund expenditures was the result of the City’s efforts to control expenditures during the fiscal year through attrition and reduction of transfers for capital.

*Fire Department Fund* – The fund balance decreased by \$120,928 during 2010. The decrease in fund balance was primarily related to increased personnel costs as part of the contract in effect through 2010.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2010***

***Unaudited***

---

*Chester Road TIF Fund* – The fund balance increased by \$56,481 during the year due to a slight increase in TIF receipts in conjunction with fewer project expenses.

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 2010 the City amended its General Fund budget several times.

For the General Fund, final budget basis revenue of \$13.8 million did not change when compared to the original budget estimates. The City lowered appropriations by \$332,866 to account for general reduced spending as well as savings obtained through attrition. The General Fund's actual results varied slightly from the final budgeted amounts. The General Fund had an adequate fund balance to cover expenditures.

This space intentionally left blank.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2010***

***Unaudited***

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

***Capital Assets***

At the end of fiscal 2010 the City had \$56,434,696 net of accumulated depreciation invested in land, construction in progress, land improvements, buildings and improvements, machinery and equipment and vehicles. Of this total, \$36,411,879 was related to governmental activities and \$20,022,817 to the business-type activities. The following table shows fiscal year 2010 and 2009 balances:

	Governmental Activities		Increase (Decrease)
	2010	2009	
Land	\$6,712,310	\$6,466,386	\$245,924
Construction in Progress	4,909,767	2,456,877	2,452,890
Land Improvements	8,235,860	8,271,653	(35,793)
Buildings and Improvements	18,158,901	18,158,901	0
Infrastructure	17,428,757	16,809,506	619,251
Machinery and Equipment	2,534,098	2,328,963	205,135
Vehicles	3,995,166	4,202,315	(207,149)
Less: Accumulated Depreciation	(25,562,980)	(24,185,036)	(1,377,944)
Totals	<u>\$36,411,879</u>	<u>\$34,509,565</u>	<u>\$1,902,314</u>

	Business-Type Activities		Increase (Decrease)
	2010	2009	
Land	\$3,395,000	\$3,395,000	\$0
Construction in Progress	11,772,890	5,857,501	5,915,389
Land Improvements	168,090	168,090	0
Buildings and Improvements	8,074,861	8,074,861	0
Infrastructure	76,929	60,129	16,800
Machinery and Equipment	279,633	279,633	0
Vehicles	25,000	25,000	0
Less: Accumulated Depreciation	(3,769,586)	(3,583,709)	(185,877)
Totals	<u>\$20,022,817</u>	<u>\$14,276,505</u>	<u>\$5,746,312</u>

The primary increases in governmental activities' capital assets occurred in construction in progress. During 2010 the City continued several infrastructure projects throughout the City. Additionally, the business type activities experienced a large increase in construction in progress due to the expansion of the Sharonville Convention Center. 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, 2010***

***Unaudited***

---

***Debt***

At December 31, 2010, the City had \$14,131,998 in general obligation bonds outstanding, \$1,911,665 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Governmental Activities:		
General Obligation Bonds	\$10,464,827	\$11,755,186
Special Assessment Bonds	1,400,000	60,000
Compensated Absences	3,368,312	3,302,152
Capital Leases	488,777	423,436
Total Governmental Activities	<u>15,721,916</u>	<u>15,540,774</u>
Business-Type Activities:		
General Obligation Bonds	3,667,171	4,233,477
Revenue Bonds	27,715,558	0
Compensated Absences	266,666	254,397
Total Business-Type Activities	<u>31,649,395</u>	<u>4,487,874</u>
Totals	<u><u>\$47,371,311</u></u>	<u><u>\$20,028,648</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, 2010, 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**

Despite the recession, the City's income tax collections showed signs of a rebound in 2010. A diverse business base allowed the City to weather the storm better than others. The City is also in a better position than many other governments since no property tax is collected. The City will not experience the effects of the property related tax reductions resulting from recent State legislative activity.

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, 2010**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 11,835,536	\$ 26,521,385	\$ 38,356,921	\$ 11,115
Receivables:				
Taxes	3,355,052	0	3,355,052	0
Accounts	322,929	11,889	334,818	0
Intergovernmental	1,673,503	0	1,673,503	0
Special Assessments	2,063,194	0	2,063,194	0
Inventory of Supplies at Cost	24,133	0	24,133	0
Prepaid Items	86,180	0	86,180	0
Unamortized Bond Issuance Costs	173,729	536,443	710,172	0
Restricted Assets:				
Cash and Cash Equivalents	0	29,686	29,686	0
Capital Assets:				
Capital Assets Not Being Depreciated	11,622,077	15,167,890	26,789,967	0
Capital Assets Being Depreciated, Net	24,789,802	4,854,927	29,644,729	0
<b>Total Assets</b>	<b>55,946,135</b>	<b>47,122,220</b>	<b>103,068,355</b>	<b>11,115</b>
<b>Liabilities:</b>				
Accounts Payable	444,892	1,716,135	2,161,027	0
Accrued Wages and Benefits	235,877	15,376	251,253	0
Intergovernmental Payable	719,625	23,029	742,654	0
Customer Deposits	0	32,056	32,056	0
Accrued Real Estate Taxes	0	0	0	2,857
Tenant Security Deposit	0	0	0	1,050
Unearned Revenue	0	1,525,429	1,525,429	0
Accrued Interest Payable	68,341	181,485	249,826	0
General Obligation Notes Payable	4,720,000	5,020,000	9,740,000	0
Noncurrent liabilities:				
Due within one year	1,771,695	590,637	2,362,332	0
Due in more than one year	13,950,221	31,058,758	45,008,979	0
<b>Total Liabilities</b>	<b>21,910,651</b>	<b>40,162,905</b>	<b>62,073,556</b>	<b>3,907</b>

**CITY OF SHARONVILLE, OHIO**

---

	Primary Government			Component Uni Community Improvement Corporation of Sharonville
	Governmental Activities	Business-Type Activities	Total	
<b>Net Assets:</b>				
Invested in Capital Assets, Net of Related Debt	19,512,004	5,420,257	24,932,261	0
Restricted For:				
Capital Projects	3,871,835	21,800,169	25,672,004	0
Debt Service	2,599,369	0	2,599,369	0
Streets and Highways	2,366,286	0	2,366,286	0
Security of Persons and Property	1,430,200	0	1,430,200	0
Other Purposes	252,820	0	252,820	0
Unrestricted (Deficit)	4,002,970	(20,261,111)	(16,258,141)	7,208
<b>Total Net Assets</b>	<b>\$ 34,035,484</b>	<b>\$ 6,959,315</b>	<b>\$ 40,994,799</b>	<b>\$ 7,208</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2010**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Security of Persons and Property	\$ 12,016,995	\$ 1,081,070	\$ 15,571	\$ 0
Public Health and Welfare Services	445,232	84,412	75,042	0
Leisure Time Activities	3,176,146	351,563	0	0
Community Environment	544,214	204,974	0	0
Basic Utility Services	466,805	0	0	0
Transportation	2,509,460	3,125	2,187,076	2,959,518
General Government	3,538,547	0	0	0
Interest and Fiscal Charges	657,907	0	0	0
<b>Total Governmental Activities</b>	<b>23,355,306</b>	<b>1,725,144</b>	<b>2,277,689</b>	<b>2,959,518</b>
<b>Business-Type Activities:</b>				
Convention Center	2,817,156	1,060,764	2,380,073	0
Senior Citizen Housing	310,768	253,705	0	0
<b>Total Business-Type Activities</b>	<b>3,127,924</b>	<b>1,314,469</b>	<b>2,380,073</b>	<b>0</b>
<b>Totals</b>	<b>\$ 26,483,230</b>	<b>\$ 3,039,613</b>	<b>\$ 4,657,762</b>	<b>\$ 2,959,518</b>
<b>Component Unit:</b>				
Community Improvement Corporation of Sharonville	\$ 46,317	\$ 12,804	\$ 0	\$ 0

**General Revenues**

Income Taxes
Payments in Lieu of Taxes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Miscellaneous
<b>Total General Revenues</b>
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
\$ (10,920,354)	\$ 0	\$ (10,920,354)	
(285,778)	0	(285,778)	
(2,824,583)	0	(2,824,583)	
(339,240)	0	(339,240)	
(466,805)	0	(466,805)	
2,640,259	0	2,640,259	
(3,538,547)	0	(3,538,547)	
(657,907)	0	(657,907)	
<u>(16,392,955)</u>	<u>0</u>	<u>(16,392,955)</u>	
0	623,681	623,681	
0	(57,063)	(57,063)	
<u>0</u>	<u>566,618</u>	<u>566,618</u>	
<u>(16,392,955)</u>	<u>566,618</u>	<u>(15,826,337)</u>	
			(33,513)
18,411,406	0	18,411,406	0
800,688	0	800,688	0
1,810,874	0	1,810,874	0
21,198	0	21,198	0
<u>772,748</u>	<u>0</u>	<u>772,748</u>	<u>0</u>
<u>21,816,914</u>	<u>0</u>	<u>21,816,914</u>	<u>0</u>
5,423,959	566,618	5,990,577	(33,513)
<u>28,611,525</u>	<u>6,392,697</u>	<u>35,004,222</u>	<u>40,721</u>
<u>\$ 34,035,484</u>	<u>\$ 6,959,315</u>	<u>\$ 40,994,799</u>	<u>\$ 7,208</u>

**CITY OF SHARONVILLE, OHIO**

---

**Balance Sheet  
Governmental Funds  
December 31, 2010**

---

	General Fund	Fire Department Fund	Chester Road TIF Fund
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 4,330,808	\$ 1,081,555	\$ 3,328,610
Receivables:			
Taxes	2,266,301	1,088,751	0
Accounts	61,993	260,936	0
Intergovernmental	321,688	0	0
Special Assessments	0	0	0
Interfund Loans Receivables	0	0	0
Inventory of Supplies, at Cost	0	0	0
Prepaid Items	47,060	22,393	0
<b>Total Assets</b>	<b>\$ 7,027,850</b>	<b>\$ 2,453,635</b>	<b>\$ 3,328,610</b>
<b>Liabilities:</b>			
Accounts Payable	\$ 223,542	\$ 135,030	\$ 5,429
Accrued Wages and Benefits Payable	149,041	71,250	0
Intergovernmental Payable	377,523	275,745	0
Interfund Loans Payable	0	0	0
Deferred Revenue	789,194	479,175	0
Accrued Interest Payable	0	0	26,025
General Obligation Notes Payable	0	0	4,720,000
Compensated Absences Payable	23,318	0	0
<b>Total Liabilities</b>	<b>1,562,618</b>	<b>961,200</b>	<b>4,751,454</b>
<b>Fund Balances:</b>			
Reserved for Encumbrances	220,462	79,968	582,199
Reserved for Prepaid Items	47,060	22,393	0
Reserved for Supplies Inventory	0	0	0
Reserved for Debt Service	0	0	0
Designated/Unreserved for Budget Stabilization	400,000	0	0
Undesignated and Unreserved in:			
General Fund	4,797,710	0	0
Special Revenue Funds	0	1,390,074	0
Capital Projects Funds	0	0	(2,005,043)
<b>Total Fund Balances</b>	<b>5,465,232</b>	<b>1,492,435</b>	<b>(1,422,844)</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 7,027,850</b>	<b>\$ 2,453,635</b>	<b>\$ 3,328,610</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---



---

Other Governmental Funds	Total Governmental Funds
\$ 3,094,563	\$ 11,835,536
0	3,355,052
0	322,929
1,351,815	1,673,503
2,063,194	2,063,194
10,000	10,000
24,133	24,133
16,727	86,180
<u>\$ 6,560,432</u>	<u>\$ 19,370,527</u>

\$ 80,891	\$ 444,892
15,586	235,877
66,357	719,625
10,000	10,000
2,935,926	4,204,295
0	26,025
0	4,720,000
0	23,318
<u>3,108,760</u>	<u>10,384,032</u>

477,926	1,360,555
16,727	86,180
24,133	24,133
576,589	576,589
0	400,000
0	4,797,710
1,978,403	3,368,477
377,894	(1,627,149)
<u>3,451,672</u>	<u>8,986,495</u>
<u>\$ 6,560,432</u>	<u>\$ 19,370,527</u>

**CITY OF SHARONVILLE, OHIO**

---

***Reconciliation Of Total Governmental Fund Balances  
To Net Assets Of Governmental Activities  
December 31, 2010***

---

<b>Total Governmental Fund Balances</b>	\$ 8,986,495
<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.	36,411,879
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	4,204,295
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	(10,300,000)
Unamortized Bond Premiums	(259,095)
Unamortized Bond Issuance Costs	173,729
Deferred Loss on Refunding	94,268
Special Assessment Bonds Payable	(1,400,000)
Capital Lease Payable	(488,777)
Compensated Absences Payable	(3,344,994)
Accrued Interest Payable	(42,316)
<b><i>Net Assets of Governmental Activities</i></b>	<b><u>\$ 34,035,484</u></b>

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

---

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2010**

---

	<u>General Fund</u>	<u>Fire Department Fund</u>	<u>Chester Road TIF Fund</u>
<b>Revenues:</b>			
Taxes	\$ 12,365,802	\$ 5,892,109	\$ 0
Payments in Lieu of Taxes	0	0	800,688
Intergovernmental Revenues	1,015,573	0	0
Charges for Services	370,795	491,259	4,774
Licenses and Permits	483,849	0	0
Investment Earnings	19,968	0	0
Special Assessments	0	0	0
Fines and Forfeitures	340,708	2,388	0
All Other Revenue	375,883	36,199	0
<b>Total Revenue</b>	<u>14,972,578</u>	<u>6,421,955</u>	<u>805,462</u>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property	5,619,316	5,805,512	0
Public Health and Welfare Services	363,945	0	0
Leisure Time Activities	2,664,712	0	0
Community Environment	543,526	0	0
Basic Utility Services	466,805	0	0
Transportation	0	0	0
General Government	2,940,463	0	0
Capital Outlay	0	36,776	679,958
Debt Service:			
Principal Retirement	0	0	0
Interest & Fiscal Charges	0	0	69,023
<b>Total Expenditures</b>	<u>12,598,767</u>	<u>5,842,288</u>	<u>748,981</u>

**CITY OF SHARONVILLE, OHIO**

---

---

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 0	\$ 18,257,911
0	800,688
3,465,826	4,481,399
390	867,218
0	483,849
1,230	21,198
200,419	200,419
82,532	425,628
<u>167,640</u>	<u>579,722</u>
<u>3,918,037</u>	<u>26,118,032</u>
97,233	11,522,061
81,820	445,765
0	2,664,712
0	543,526
0	466,805
1,785,519	1,785,519
312,000	3,252,463
3,204,517	3,921,251
1,325,000	1,325,000
<u>574,019</u>	<u>643,042</u>
<u>7,380,108</u>	<u>26,570,144</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

---

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2010**

---

	<u>General Fund</u>	<u>Fire Department Fund</u>	<u>Chester Road TIF Fund</u>
Excess (Deficiency) of Revenues			
Over Expenditures	2,373,811	579,667	56,481
<b>Other Financing Sources (Uses):</b>			
Special Assessment Bonds Issued	0	0	0
Issuance of Capital Leases	0	0	0
Transfers In	0	0	0
Transfers Out	(1,257,068)	(700,595)	0
<b>Total Other Financing Sources (Uses)</b>	<u>(1,257,068)</u>	<u>(700,595)</u>	<u>0</u>
Net Change in Fund Balances	1,116,743	(120,928)	56,481
<b>Fund Balances at Beginning of Year</b>	4,348,489	1,613,363	(1,479,325)
Decrease in Inventory Reserve	0	0	0
<b>Fund Balances End of Year</b>	<u>\$ 5,465,232</u>	<u>\$ 1,492,435</u>	<u>\$ (1,422,844)</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---

---

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
(3,462,071)	(452,112)
1,400,000	1,400,000
203,289	203,289
1,957,663	1,957,663
<u>0</u>	<u>(1,957,663)</u>
<u>3,560,952</u>	<u>1,603,289</u>
98,881	1,151,177
3,441,106	7,923,633
<u>(88,315)</u>	<u>(88,315)</u>
<u>\$ 3,451,672</u>	<u>\$ 8,986,495</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, 2010***

---

Net Change in Fund Balances - Total Governmental Funds \$ 1,151,177

*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	3,792,279	
Depreciation Expense	<u>(1,769,854)</u>	2,022,425

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.		(120,111)
--	--	-----------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		2,656,831
--	--	-----------

The issuance of long-term debt provides current financial resources to governmental funds,		
Special Assessment Bond Issued	(1,400,000)	
Issuance of Capital Lease	<u>(203,289)</u>	(1,603,289)

Repayment of bond and loan principal is an expenditure in the governmental funds, but the		
General Obligation Bond Principal Payment	1,265,000	
Amortization of General Obligation Bond Premium	39,862	
Special Assessment Bond Principal Payment	60,000	
Capital Leases Principal Payment	<u>137,948</u>	1,502,810

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(13,496)
--	--	----------

Some expenses reported in the statement of activities do not require the use of current		
Compensated Absences	(42,842)	
Change in Inventory	(88,315)	
Amortization of Deferred Loss on Defeasance	(14,503)	
Amortization of Bond Issuance Costs	<u>(26,728)</u>	(172,388)

<b><i>Change in Net Assets of Governmental Activities</i></b>		<b><u>\$ 5,423,959</u></b>
---	--	----------------------------

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, 2010**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 11,604,966	\$ 11,604,966	\$ 12,222,185	\$ 617,219
Intergovernmental Revenue	748,206	748,206	1,006,413	258,207
Charges for Services	317,050	317,050	357,082	40,032
Licenses and Permits	445,064	445,064	485,865	40,801
Investment Earnings	40,000	40,000	20,095	(19,905)
Fines and Forfeitures	299,700	299,700	340,045	40,345
All Other Revenues	381,080	381,080	420,652	39,572
Total Revenues	<u>13,836,066</u>	<u>13,836,066</u>	<u>14,852,337</u>	<u>1,016,271</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	5,916,602	5,820,526	5,606,454	214,072
Public Health and Welfare Services	390,385	389,585	361,960	27,625
Leisure Time Activities	2,934,679	2,865,185	2,679,277	185,908
Community Environment	587,727	580,127	547,802	32,325
Basic Utility Services	653,263	653,263	653,263	0
General Government	3,245,688	3,205,852	2,986,539	219,313
Total Expenditures	<u>13,728,344</u>	<u>13,514,538</u>	<u>12,835,295</u>	<u>679,243</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	107,722	321,528	2,017,042	1,695,514
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(1,418,180)	(1,299,120)	(1,257,068)	42,052
Advances In	0	0	10,000	10,000
Total Other Financing Sources (Uses):	<u>(1,418,180)</u>	<u>(1,299,120)</u>	<u>(1,247,068)</u>	<u>52,052</u>
Net Change in Fund Balance	(1,310,458)	(977,592)	769,974	1,747,566
Fund Balance at Beginning of Year	2,913,921	2,913,921	2,913,921	0
Prior Year Encumbrances	295,039	295,039	295,039	0
Fund Balance at End of Year	<u>\$ 1,898,502</u>	<u>\$ 2,231,368</u>	<u>\$ 3,978,934</u>	<u>\$ 1,747,566</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, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 5,535,656	\$ 5,535,656	\$ 5,827,366	\$ 291,710
Charges for Services	600,000	600,000	518,650	(81,350)
Fines and Forfeitures	0	0	1,803	1,803
All Other Revenues	18,345	18,345	36,199	17,854
Total Revenues	<u>6,154,001</u>	<u>6,154,001</u>	<u>6,384,018</u>	<u>230,017</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,175,094	6,040,644	5,900,300	140,344
Capital Outlay	22,500	42,500	36,776	5,724
Total Expenditures	<u>6,197,594</u>	<u>6,083,144</u>	<u>5,937,076</u>	<u>146,068</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(43,593)	70,857	446,942	376,085
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(700,595)	(700,595)	(700,595)	0
Total Other Financing Sources (Uses):	<u>(700,595)</u>	<u>(700,595)</u>	<u>(700,595)</u>	<u>0</u>
Net Change in Fund Balance	(744,188)	(629,738)	(253,653)	376,085
Fund Balance at Beginning of Year	975,828	975,828	975,828	0
Prior Year Encumbrances	147,766	147,766	147,766	0
Fund Balance at End of Year	<u>\$ 379,406</u>	<u>\$ 493,856</u>	<u>\$ 869,941</u>	<u>\$ 376,085</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Net Assets  
Proprietary Funds  
December 31, 2010**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 26,241,059	\$ 280,326	\$ 26,521,385
Accounts Receivable	11,619	270	11,889
Total Current Assets	26,252,678	280,596	26,533,274
Noncurrent Assets:			
Cash and Cash Equivalents	0	29,686	29,686
Total Restricted Assets	0	29,686	29,686
Unamortized Bond Issuance Cost	536,443	0	536,443
Capital Assets:			
Capital Assets not being Depreciated	15,122,890	45,000	15,167,890
Capital Assets being Depreciated	7,012,775	1,611,738	8,624,513
Less: Accumulated Depreciation	(2,851,872)	(917,714)	(3,769,586)
Net Capital Assets	19,283,793	739,024	20,022,817
Total Noncurrent Assets	19,820,236	768,710	20,588,946
Total Assets	46,072,914	1,049,306	47,122,220
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	1,703,856	12,279	1,716,135
Accrued Wages and Benefits	14,078	1,298	15,376
Intergovernmental Payable	19,378	3,651	23,029
Customer Deposits	0	32,056	32,056
Deferred Revenue	1,525,429	0	1,525,429
Accrued Interest Payable	181,485	0	181,485
General Obligation Notes Payable	5,020,000	0	5,020,000
General Obligation Bonds Payable - Current	591,306	0	591,306
Revenue Bond Payable - Current	(12,525)	0	(12,525)
Compensated Absences - Current	8,454	3,402	11,856
Total Current Liabilities	9,051,461	52,686	9,104,147

**CITY OF SHARONVILLE, OHIO**

---

---

	Business-Type Activities		
	Enterprise Funds		
	Convention	Other Enterprise	
	Center	Fund	Total
Noncurrent Liabilities:			
General Obligation Bonds Payable	3,075,865	0	3,075,865
Revenue Bonds Payable	27,728,083	0	27,728,083
Compensated Absences Payable	212,895	41,915	254,810
Total Noncurrent Liabilities	<u>31,016,843</u>	<u>41,915</u>	<u>31,058,758</u>
<b>Total Liabilities</b>	<u>40,068,304</u>	<u>94,601</u>	<u>40,162,905</u>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	4,681,233	739,024	5,420,257
Restricted for Capital Projects	21,800,169	0	21,800,169
Unrestricted	<u>(20,476,792)</u>	<u>215,681</u>	<u>(20,261,111)</u>
Total Net Assets	<u>\$ 6,004,610</u>	<u>\$ 954,705</u>	<u>\$ 6,959,315</u>

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2010**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 779,119	\$ 251,857	\$ 1,030,976
Other Operating Revenues	256,765	1,848	258,613
<b>Total Operating Revenues</b>	<b>1,035,884</b>	<b>253,705</b>	<b>1,289,589</b>
<b>Operating Expenses:</b>			
Personal Services	877,383	88,102	965,485
Materials and Supplies	27,858	17,647	45,505
Contractual Services	285,906	33,453	319,359
Utilities	192,274	28,069	220,343
Depreciation	142,380	43,497	185,877
Other Operating Expense	104,122	100,000	204,122
<b>Total Operating Expenses</b>	<b>1,629,923</b>	<b>310,768</b>	<b>1,940,691</b>
<b>Operating Loss</b>	<b>(594,039)</b>	<b>(57,063)</b>	<b>(651,102)</b>
<b>Non-Operating Revenue (Expenses):</b>			
Interest Income	24,880	0	24,880
Interest and Fiscal Charges	(1,187,233)	0	(1,187,233)
Intergovernmental Revenues	2,380,073	0	2,380,073
<b>Total Non-Operating Revenues (Expenses)</b>	<b>1,217,720</b>	<b>0</b>	<b>1,217,720</b>
<b>Change in Net Assets</b>	<b>623,681</b>	<b>(57,063)</b>	<b>566,618</b>
Net Assets Beginning of Year	5,380,929	1,011,768	6,392,697
<b>Net Assets End of Year</b>	<b>\$ 6,004,610</b>	<b>\$ 954,705</b>	<b>\$ 6,959,315</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2010**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$763,775	\$254,359	\$1,018,134
Cash Payments for Goods and Services	(636,514)	(179,908)	(816,422)
Cash Payments to Employees	(860,351)	(85,163)	(945,514)
Other Operating Revenues	256,765	1,848	258,613
Net Cash Used by Operating Activities	(476,325)	(8,864)	(485,189)
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(4,282,036)	(16,800)	(4,298,836)
Sale of Revenue Bonds	28,060,000	0	28,060,000
Intergovernmental Revenue Received	2,380,073	0	2,380,073
Sale of General Obligation Notes	5,840,000	0	5,840,000
Payment on General Obligation Notes	(5,870,000)	0	(5,870,000)
Payment on General Obligation Bonds	(580,000)	0	(580,000)
Interest Paid on All Debt	(1,862,628)	0	(1,862,628)
Net Cash Provided (Used) for Capital and Related Financing Activities	23,685,409	(16,800)	23,668,609
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	24,880	0	24,880
Net Cash Provided for Investing Activities	24,880	0	24,880
Net Increase (Decrease) in Cash and Cash Equivalents	23,233,964	(25,664)	23,208,300
Cash and Cash Equivalents at Beginning of Year	3,007,095	335,676	3,342,771
Cash and Cash Equivalents at End of Year	\$26,241,059	\$310,012	\$26,551,071
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Assets:</u>			
Cash and Cash Equivalents	\$26,241,059	\$280,326	\$26,521,385
Restricted Cash and Cash Equivalents	0	29,686	29,686
Cash and Cash Equivalents at End of Year	\$26,241,059	\$310,012	\$26,551,071

**CITY OF SHARONVILLE, OHIO**

---

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Reconciliation of Operating Loss to Net Cash</u>			
<u>Used by Operating Activities:</u>			
Operating Loss	(\$594,039)	(\$57,063)	(\$651,102)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:			
Depreciation Expense	142,380	43,497	185,877
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	23,405	(270)	23,135
Decrease in Prepaid Items	3,512	1,436	4,948
Increase in Accounts Payable	6,366	9,874	16,240
Increase in Accrued Wages and Benefits	3,322	259	3,581
Decrease in Intergovernmental Payable	(32,399)	(9,518)	(41,917)
Increase in Customer Deposits Payable	0	529	529
Decrease in Deferred Revenue	(38,749)	0	(38,749)
Increase in Compensated Absences	9,877	2,392	12,269
Total Adjustments	117,714	48,199	165,913
Net Cash Used by Operating Activities	(\$476,325)	(\$8,864)	(\$485,189)

Schedule of Noncash Investing, Capital and Financing Activities:

For the year ended December 31, 2010, the Convention Center Fund had an outstanding liability of \$1,671,899 for the construction and acquisition of capital assets.

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---

**Statement of Net Assets  
Fiduciary Fund  
December 31, 2010**

---

	Private Purpose Trust	
	Unclaimed	Agency Funds
	Monies Fund	
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 22,233	\$ 724,109
<b>Total Assets</b>	<u>22,233</u>	<u>724,109</u>
<b>Liabilities:</b>		
Intergovernmental Payable	0	3,226
Due to Others	0	720,883
<b>Total Liabilities</b>	<u>0</u>	<u>724,109</u>
<b>Net Assets:</b>		
Unrestricted	<u>22,233</u>	<u>0</u>
<b>Total Net Assets</b>	<u>\$ 22,233</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, 2010***

---

	Private Purpose Trust
	<u>Monies Fund</u>
<b>Additions:</b>	
Contributions:	
Miscellaneous	\$ 23
Total Additions	<u>23</u>
<b>Deductions:</b>	
Total Deductions	<u>0</u>
Change in Net Assets	23
Net Assets at Beginning of Year	22,210
Net Assets End of Year	<u>\$ 22,233</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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 GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 39, *"Determining Whether Certain Organizations are Component Units"* 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 2010. 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, 2010***

---

**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, 2010***

---

**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, 2010***

---

**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, 2010***

---

**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, 2010***

---

**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 2010.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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 2010, 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, 2010***

---

**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)	\$1,116,743	(\$120,928)
Increase (Decrease):		
Accrued Revenues at December 31, 2010 received during 2011	(1,860,788)	(870,512)
Accrued Revenues at December 31, 2009 received during 2010	1,750,547	832,575
Accrued Expenditures at December 31, 2010 paid during 2011	773,424	482,025
Accrued Expenditures at December 31, 2009 paid during 2010	(647,479)	(378,475)
2009 Prepays for 2010	36,461	35,669
2010 Prepays for 2011	(47,060)	(22,393)
Outstanding Encumbrances	(351,874)	(211,614)
Budget Basis	<u>\$769,974</u>	<u>(\$253,653)</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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 2010. 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, 2010.

**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, 2010***

---

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

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

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

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

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

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

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

**3. Depreciation**

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

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

**J. Long-Term Obligations**

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

Obligation	Fund
Notes Payable	Note Debt Retirement Fund
Special Assessment Bonds	Crowne Point Drive Fund
General Obligation Bonds	Convention Center Fund Note Debt Retirement Fund Debt Retirement Fund
Revenue Bonds	Convention Center 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, 2010***

---

**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.

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, 2010, 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, 2010***

---

**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 and Designation 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. The designation for budget stabilization was established by City ordinance to be segregated for use if there is budgetary need.

**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, 2010***

---

**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 2010.

**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.

**W. Unearned/Deferred Revenue in Enterprise Funds**

The unearned/deferred revenue recorded within the Business-Type Activities/Convention Center Fund is comprised of deposits received by the City throughout the year for events to be held at the Convention Center in the near future.

**NOTE 2 – FUND DEFICIT**

The fund deficit at December 31, 2010 of \$1,422,844 in the Chester Road TIF Fund (major governmental fund), arises 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, the deficit does 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, 2010***

---

**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, 2010**

---

**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 \$32,934,463 and the bank balance was \$33,149,460. Federal depository insurance covered \$500,000 of the bank balance and \$32,649,460 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	<u>\$32,649,460</u>
Total Balance	<u><u>\$32,649,460</u></u>

**B. Investments**

The City's investments at December 31, 2010 were as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Investment Maturities (in Years)</u>	
			<u>less than 1</u>	<u>1-3</u>
STAR Ohio	<u>\$6,198,486</u>	AAAm <sup>1</sup>	<u>\$6,198,486</u>	<u>\$0</u>
Total Investments	<u><u>\$6,198,486</u></u>		<u><u>\$6,198,486</u></u>	<u><u>\$0</u></u>

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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	\$39,132,949	\$0
STAR Ohio	<u>(6,198,486)</u>	<u>6,198,486</u>
Per GASB Statement No. 3	<u>\$32,934,463</u>	<u>\$6,198,486</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.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**NOTE 5 - RECEIVABLES**

Receivables at December 31, 2010 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 2010:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$0	\$1,257,068
Fire Department Fund	0	700,595
Other Governmental Funds	1,957,663	0
Totals	<u>\$1,957,663</u>	<u>\$1,957,663</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, 2010 are as follows:

<u>Fund</u>	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
Other Governmental Funds:		
Law Enforcement Block Grant Fund	\$0	\$10,000
DEA Federal Sharing Fund	10,000	0
Totals	<u>\$10,000</u>	<u>\$10,000</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.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010**

**NOTE 7 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2010:

**Historical Cost:**

Class	December 31, 2009	Additions	Deletions	December 31, 2010
<b>Capital assets not being depreciated:</b>				
Land	\$6,466,386	\$245,924	\$0	\$6,712,310
Construction in Progress	2,456,877	2,628,119	(175,229)	4,909,767
<b>Capital assets not being depreciated</b>	8,923,263	2,874,043	(175,229)	11,622,077
<b>Capital assets being depreciated:</b>				
Land Improvements	8,271,653	48,485	(84,278)	8,235,860
Buildings and Improvements	18,158,901	0	0	18,158,901
Infrastructure	16,809,506	726,587	(107,336)	17,428,757
Machinery and Equipment	2,328,963	318,393	(113,258)	2,534,098
Vehicles	4,202,315	0	(207,149)	3,995,166
<b>Capital assets being depreciated</b>	49,771,338	1,093,465	(512,021)	50,352,782
<b>Total Cost</b>	\$58,694,601	\$3,967,508	(\$687,250)	\$61,974,859
 <b>Accumulated Depreciation:</b>				
Class	December 31, 2009	Additions	Deletions	December 31, 2010
Land Improvements	(\$2,992,956)	(\$378,025)	\$12,642	(\$3,358,339)
Buildings and Improvements	(5,003,791)	(403,748)	0	(5,407,539)
Infrastructure	(11,862,984)	(546,328)	107,336	(12,301,976)
Machinery and Equipment	(1,335,959)	(204,493)	108,008	(1,432,444)
Vehicles	(2,989,346)	(237,260)	163,924	(3,062,682)
<b>Total Depreciation</b>	(\$24,185,036)	(\$1,769,854) *	\$391,910	(\$25,562,980)
<b>Net Value:</b>	\$34,509,565			\$36,411,879

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

Security of Persons and Property	\$416,756
Leisure Time Activities	534,508
Transportation	623,258
General Government	195,332
<b>Total Depreciation Expense</b>	<b>\$1,769,854</b>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010**

**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, 2010:

**Historical Cost:**

Class	December 31, 2009	Additions	Deletions	December 31, 2010
<i>Capital assets not being depreciated:</i>				
Land	\$3,395,000	\$0	\$0	\$3,395,000
Construction In Progress	5,857,501	5,915,389	0	11,772,890
<i>Capital assets not being depreciated</i>	9,252,501	5,915,389	0	15,167,890
<i>Capital assets being depreciated:</i>				
Land Improvements	168,090	0	0	168,090
Buildings and Improvements	8,074,861	0	0	8,074,861
Infrastructure	60,129	16,800	0	76,929
Machinery and Equipment	279,633	0	0	279,633
Vehicles	25,000	0	0	25,000
<i>Capital assets being depreciated</i>	8,607,713	16,800	0	8,624,513
Total Cost	\$17,860,214	\$5,932,189	\$0	\$23,792,403

**Accumulated Depreciation:**

Class	December 31, 2009	Additions	Deletions	December 31, 2010
Land Improvements	(\$106,262)	(\$10,182)	\$0	(\$116,444)
Buildings and Improvements	(3,177,228)	(164,811)	0	(3,342,039)
Infrastructure	(45,462)	(3,525)	0	(48,987)
Machinery and Equipment	(229,757)	(7,359)	0	(237,116)
Vehicles	(25,000)	0	0	(25,000)
Total Depreciation	(\$3,583,709)	(\$185,877)	\$0	(\$3,769,586)

**Net Value:**

\$14,276,505	\$20,022,817
--------------	--------------

On January 22, 2010 the Community Improvement Corporation of Sharonville (discreetly presented Component Unit) purchased and sold a piece of property located at 11935 Enterprise Drive in Sharonville. The purchase and sale price of the piece of land was \$1,700,000. The transaction was performed to facilitate the transfer of the property from the U.S. Government to a private developer.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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.”*

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 2010, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2010 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. The portion of employer contributions allocated to pension obligations for members in the Traditional Plan was 8.5% from January 1 through February 28, 2010 and 9.0% from March 1 through December 31, 2010. The portion of employer contributions allocated to pension obligations for members in the Combined Plan was 9.27% from January 1 through February 28, 2010, and 9.77% from March 1 through December 31, 2010. The contribution requirements of plan members and the City are established and may be amended by the OPERS

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

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

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

Board. The City's required contributions for pension obligations to OPERS for the years ending December 31, 2010, 2009, and 2008 were \$532,571, \$502,001 and \$427,860, respectively, which were equal to the required contributions for each year. Contributions to the member-directed plan for 2010 were \$21,629 made by the City and \$15,450 made by the plan members.

**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 2010, 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, 2010, 2009, and 2008 were \$401,343, \$391,768 and \$398,518 for police and \$528,817, \$515,171 and \$512,359 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.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)**

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

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.

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 2010, 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. The portion of employer contributions allocated to health care for members in the Traditional Plan was 5.5% from January 1 through February 28, 2010 and 5.0% from March 1 through December 31, 2010. The portion of employer contributions allocated to health care for members in the Combined Plan was 4.73% from January 1 through February 28, 2010, and 4.23% from March 1 through December 31, 2010. 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, 2010, 2009, and 2008 were \$306,734, \$359,483 and \$427,860, 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, 2010***

---

**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 2010, 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, 2010, 2009, and 2008 were \$212,476, \$207,406 and \$398,518 for police and \$206,928, \$201,588 and \$209,488 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, 2010**

**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, 2010 the City had \$234,934 payable to employees for the Dental/Optical Plan.

**B. Compensated Absences**

At December 31, 2010, the City's accumulated, unpaid compensated absences amounted to \$3,634,978. Of this amount, \$3,368,312 is recorded as Governmental Activities on the Entity Wide Statement of Net Assets (\$317,175 is reported as due within one year), \$266,666 is recorded as Business-type activities (\$11,856 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, 2010 were as follows:

	Balance December 31, 2009	Issued	(Retired)	Balance December 31, 2010
Capital Projects Fund:				
Capital Improvement Fund:				
2.00% Chester Road TIF Project	\$2,720,000	\$0	(\$2,720,000)	\$0
2.00% Chester Road TIF Project	2,000,000	0	(2,000,000)	0
1.25% Chester Road TIF Project	0	2,000,000	(2,000,000)	0
1.25% Chester Road TIF Project	0	4,720,000	0	4,720,000
Total Capital Projects Fund	4,720,000	6,720,000	(6,720,000)	4,720,000
Enterprise Fund:				
Convention Center Fund:				
2.00% Convention Center Imprv.	850,000	0	(850,000)	0
2.00% Convention Center Imprv.	1,200,000	0	(1,200,000)	0
1.00% Convention Center Imprv.	3,000,000	0	(3,000,000)	0
1.25% Convention Center Imprv.	0	820,000	(820,000)	0
1.25% Convention Center Imprv.	0	5,020,000	0	5,020,000
Total Enterprise Fund	5,050,000	5,840,000	(5,870,000)	5,020,000
Total Notes Payable	\$9,770,000	\$12,560,000	(\$12,590,000)	\$9,740,000

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010**

**NOTE 12 - LONG-TERM OBLIGATIONS**

Long-term obligations of the City at December 31, 2010 were as follows:

	Balance December 31, 2009	Issued	(Retired)	Balance December 31, 2010	Amount Due Within One Year
<b>Business-Type Activities:</b>					
General Obligation Bonds:					
1.50% - 5.25% Convention Center - Issue I	\$2,725,000	\$0	(\$410,000)	\$2,315,000	\$425,000
Unamortized Premium	102,987	0	(18,725)	84,262	18,725
Deferred Loss on Refunding	(194,510)	0	32,419	(162,091)	(32,419)
1.50% - 5.25% Convention Center - Issue II	<u>1,600,000</u>	<u>0</u>	<u>(170,000)</u>	<u>1,430,000</u>	<u>180,000</u>
Total General Obligation Bonds	<u>4,233,477</u>	<u>0</u>	<u>(566,306)</u>	<u>3,667,171</u>	<u>591,306</u>
Revenue Bonds:					
3.88 - 6.30% Convention Center - RZEDB - BAB	0	28,060,000	0	28,060,000	0
Discount on Bonds	0	(350,705)	6,263	(344,442)	(12,525)
Total Revenue Bonds	<u>0</u>	<u>27,709,295</u>	<u>6,263</u>	<u>27,715,558</u>	<u>(12,525)</u>
Other Long-Term Obligations:					
Compensated Absences	<u>254,397</u>	<u>21,773</u>	<u>(9,504)</u>	<u>266,666</u>	<u>11,856</u>
Total Business-Type Activities	<u>\$4,487,874</u>	<u>\$27,731,068</u>	<u>(\$569,547)</u>	<u>\$31,649,395</u>	<u>\$590,637</u>
<b>Governmental Activities:</b>					
General Obligation Bonds:					
1.50% - 5.25% Fire House Construction	\$4,635,000	\$0	(\$500,000)	\$4,135,000	\$515,000
1.50% - 5.25% Pool Construction	2,630,000	0	(285,000)	2,345,000	295,000
1.50% - 5.25% Kemper Road Improvement	915,000	0	(100,000)	815,000	100,000
1.50% - 5.25% Crescentville Road	310,000	0	(35,000)	275,000	35,000
Unamortized Premium	212,536	0	(28,339)	184,197	28,339
2.50% - 4.25% Recreation Center Refunding	3,075,000	0	(345,000)	2,730,000	350,000
Unamortized Premium	86,421	0	(11,523)	74,898	11,523
Deferred Loss on Refunding	(108,771)	0	14,503	(94,268)	(14,503)
Total General Obligation Bonds	<u>11,755,186</u>	<u>0</u>	<u>(1,290,359)</u>	<u>10,464,827</u>	<u>1,320,359</u>
Special Assessment Bonds:					
7.00% Crowne Point Drive/ Miller Valentine Phase I	45,000	0	(45,000)	0	0
7.10% Crowne Point Drive/ Miller Valentine Phase II	15,000	0	(15,000)	0	0
1.75%-4.38% GSA Property Road	<u>0</u>	<u>1,400,000</u>	<u>0</u>	<u>1,400,000</u>	<u>0</u>
Total Special Assessment Bonds (with Government Commitment)	<u>60,000</u>	<u>1,400,000</u>	<u>(60,000)</u>	<u>1,400,000</u>	<u>0</u>
Other Long-Term Obligations:					
Compensated Absences	3,302,152	396,375	(330,215)	3,368,312	317,175
Capital Leases	423,436	203,289	(137,948)	488,777	134,161
Total Other Long-Term Obligations	<u>3,725,588</u>	<u>599,664</u>	<u>(468,163)</u>	<u>3,857,089</u>	<u>451,336</u>
Total Governmental Activities	<u>\$15,540,774</u>	<u>\$1,999,664</u>	<u>(\$1,818,522)</u>	<u>\$15,721,916</u>	<u>\$1,771,695</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010**

**NOTE 12 - LONG-TERM OBLIGATIONS (Continued)**

The principal amount of the City's special assessment debt outstanding at December 31, 2010, \$1,400,000, 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 \$150,870 in the debt service funds at December 31, 2010 is reserved for the retirement of outstanding special assessment bonds. Delinquent special assessments at year end were \$0.

**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, 2010 follows:

Years	Business-Type Activities General Obligation Bonds		Business-Type Activities Revenue Bonds	
	Principal	Interest	Principal	Interest
2011	\$605,000	\$157,188	\$0	\$1,677,882
2012	625,000	135,037	0	1,677,882
2013	655,000	106,281	0	1,677,882
2014	685,000	75,387	0	1,677,882
2015	715,000	42,918	0	1,677,882
2016-2020	460,000	24,413	2,795,000	8,189,324
2021-2025	0	0	3,985,000	7,319,132
2026-2030	0	0	6,600,000	5,912,356
2031-2035	0	0	8,705,000	3,555,837
2036-2038	0	0	5,975,000	761,355
Totals	<u>\$3,745,000</u>	<u>\$541,224</u>	<u>\$28,060,000</u>	<u>\$34,127,414</u>

Years	Governmental Activities General Obligation Bonds		Governmental Activities Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2011	\$1,295,000	\$412,252	\$0	\$50,425
2012	1,345,000	374,587	55,000	50,425
2013	1,395,000	318,557	55,000	49,490
2014	1,460,000	262,537	60,000	48,555
2015	1,525,000	155,881	60,000	47,535
2016-2020	3,280,000	175,063	325,000	208,455
2021-2025	0	0	380,000	146,065
2026-2030	0	0	465,000	62,244
Totals	<u>\$10,300,000</u>	<u>\$1,698,877</u>	<u>\$1,400,000</u>	<u>\$663,194</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010**

---

**NOTE 12 - LONG-TERM OBLIGATIONS (Continued)**

**B. Recovery Zone Economic Development and Build America Bond Subsidy**

In 2010, the Convention Center Fund issued Series 2010A taxable bonds as Recovery Zone Economic Development (RZEDB) Bonds and Series 2010B taxable bonds as Build America (BAB) Bonds under the provisions of the American Recovery and Reinvestment Act of 2009. The RZEDB Bonds have a par value of \$20,295,000 and the BAB Bonds have a par value of \$7,765,000 totaling \$28,060,000. Under this agreement, the Convention Center is to receive 45% of the bond interest on the RZEDB as a subsidy and 35% of the bond interest on the BA Bonds as a subsidy. The amount of the subsidy received in 2010 was \$325,108. Below is a schedule of the amounts to be received in future years:

Years	Revenue Bond Subsidy	
	RZEDB	BAB
2011	\$568,770	\$144,882
2012	568,770	144,882
2013	568,770	144,882
2014	568,770	144,882
2015	568,770	144,882
2016-2020	2,843,850	654,384
2021-2025	2,843,850	349,814
2026-2030	2,634,540	20,236
2031-2035	1,600,126	0
2036-2038	342,607	0
Totals	<u>\$13,108,823</u>	<u>\$1,748,844</u>

**C. Convention Center Revenue Bond**

A cooperative agreement was entered into on March 18, 2010 between the Convention Facilities Authority for Hamilton County, Ohio, the County of Hamilton and the City of Sharonville to provide for a funding agreement to pay for the Convention Center RZEDB – BAB Bonds. The agreement provides for the County to contribute up to the lesser of the balance in the County Residual Account on each County Annual Contribution Calculation Date (February 28), or \$1,300,000. In the event that the balance in the residual account is less than \$1.3 million, the City of Sharonville is responsible for the first \$200,000 of the County Annual Contribution Deficit, the second \$200,000 is the responsibility of the County and any deficit above \$400,000 will be shared 50-50% between the City and the County.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010**

---

**NOTE 12 - LONG-TERM OBLIGATIONS (Continued)**

**D. Capital Leases**

The City has entered into an agreement to lease equipment. The original cost of the equipment was \$702,289. 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 \$488,477.

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, 2010:

Year Ending December 31,	Governmental Activities
2011	\$151,765
2012	151,765
2013	151,765
2014	151,765
2015	21,581
Minimum Lease Payments	628,641
Less: amount representing interest at the City's incremental borrowing rate of interest	(139,864)
Present value of minimum lease payments	<u>\$488,777</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, 2010, the outstanding principal amount payable on all of the outstanding bonds was \$8,425,000.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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, 2010, the City had the following commitments with respect to capital projects:

Project	Remaining Contractual Commitment	Expected Date of Completion
Various Contracts for the Convention Center Expansion	\$14,566,193	April-12
Reed Hartman-Kemper Connector Improvements	666,178	June-11
Partnership Way Improvements	129,482	June-11
Mosteller Road Improvements	57,755	June-11
Total	<u>\$15,419,608</u>	

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2010***

---

**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 2010. 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 2010, while the tenant at 3327 Creek Road paid \$350 per month in 2010.

*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. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

(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 Bond 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.

**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.

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

To account for the City's share of construction at the Mosteller I-275 interchange.

**Special Assessment Fund**

To account for the construction of a new roadway financed by proceeds of bonds that will be repaid with a voluntary special assessment of the related parcels.

**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, 2010**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,899,049	\$ 576,589	\$ 618,925	\$ 3,094,563
Receivables:				
Intergovernmental	1,312,746	0	39,069	1,351,815
Special Assessments	0	2,063,194	0	2,063,194
Interfund Loans Receivables	10,000	0	0	10,000
Inventory of Supplies, at Cost	24,133	0	0	24,133
Prepaid Items	8,107	0	8,620	16,727
<b>Total Assets</b>	<b>\$ 3,254,035</b>	<b>\$ 2,639,783</b>	<b>\$ 666,614</b>	<b>\$ 6,560,432</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 28,025	\$ 0	\$ 52,866	\$ 80,891
Accrued Wages and Benefits Payable	15,586	0	0	15,586
Intergovernmental Payable	27,288	0	39,069	66,357
Interfund Loans Payable	10,000	0	0	10,000
Deferred Revenue	872,732	2,063,194	0	2,935,926
<b>Total Liabilities</b>	<b>953,631</b>	<b>2,063,194</b>	<b>91,935</b>	<b>3,108,760</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	289,761	0	188,165	477,926
Reserved for Prepaid Items	8,107	0	8,620	16,727
Reserved for Supplies Inventory	24,133	0	0	24,133
Reserved for Debt Service	0	576,589	0	576,589
Undesignated/Unreserved	1,978,403	0	377,894	2,356,297
<b>Total Fund Balances</b>	<b>2,300,404</b>	<b>576,589</b>	<b>574,679</b>	<b>3,451,672</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 3,254,035</b>	<b>\$ 2,639,783</b>	<b>\$ 666,614</b>	<b>\$ 6,560,432</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2010**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 2,130,859	\$ 0	\$ 1,334,967	\$ 3,465,826
Charges for Services	390	0	0	390
Investment Earnings	1,230	0	0	1,230
Special Assessments	0	0	200,419	200,419
Fines and Forfeitures	82,532	0	0	82,532
All Other Revenue	14,580	7,800	145,260	167,640
<b>Total Revenue</b>	<b>2,229,591</b>	<b>7,800</b>	<b>1,680,646</b>	<b>3,918,037</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	97,233	0	0	97,233
Public Health and Welfare Services	81,820	0	0	81,820
Transportation	1,785,519	0	0	1,785,519
General Government	127,488	0	184,512	312,000
Capital Outlay	0	0	3,204,517	3,204,517
Debt Service:				
Principal Retirement	0	1,325,000	0	1,325,000
Interest & Fiscal Charges	0	496,438	77,581	574,019
<b>Total Expenditures</b>	<b>2,092,060</b>	<b>1,821,438</b>	<b>3,466,610</b>	<b>7,380,108</b>
Excess (Deficiency) of Revenues Over Expenditures	137,531	(1,813,638)	(1,785,964)	(3,462,071)
<b>Other Financing Sources (Uses):</b>				
Special Assessment Bonds Issued	0	33,757	1,366,243	1,400,000
Issuance of Capital Leases	0	0	203,289	203,289
Transfers In	205,000	1,673,265	79,398	1,957,663
<b>Total Other Financing Sources (Uses)</b>	<b>205,000</b>	<b>1,707,022</b>	<b>1,648,930</b>	<b>3,560,952</b>
Net Change in Fund Balance	342,531	(106,616)	(137,034)	98,881
<b>Fund Balances at Beginning of Year</b>	<b>2,046,188</b>	<b>683,205</b>	<b>711,713</b>	<b>3,441,106</b>
Decrease in Inventory Reserve	(88,315)	0	0	(88,315)
<b>Fund Balances End of Year</b>	<b>\$ 2,300,404</b>	<b>\$ 576,589</b>	<b>\$ 574,679</b>	<b>\$ 3,451,672</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2010**

	Street Construction, Maintenance and Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	State Health Licenses Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 921,184	\$ 293,336	\$ 126,589	\$ 0
Receivables:				
Intergovernmental	950,010	77,028	282,060	0
Interfund Loans Receivables	0	0	0	0
Inventory of Supplies, at Cost	16,169	7,964	0	0
Prepaid Items	4,599	0	0	133
<b>Total Assets</b>	<b>\$ 1,891,962</b>	<b>\$ 378,328</b>	<b>\$ 408,649</b>	<b>\$ 133</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 15,283	\$ 4,898	\$ 2,573	\$ 0
Accrued Wages and Benefits Payable	13,071	0	2,515	0
Intergovernmental Payable	23,310	0	3,494	0
Interfund Loans Payable	0	0	0	0
Deferred Revenue	633,340	51,352	188,040	0
<b>Total Liabilities</b>	<b>685,004</b>	<b>56,250</b>	<b>196,622</b>	<b>0</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	50,562	169,883	115	0
Reserved for Prepaid Items	4,599	0	0	133
Reserved for Supplies Inventory	16,169	7,964	0	0
Undesignated/Unreserved	1,135,628	144,231	211,912	0
<b>Total Fund Balances</b>	<b>1,206,958</b>	<b>322,078</b>	<b>212,027</b>	<b>133</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,891,962</b>	<b>\$ 378,328</b>	<b>\$ 408,649</b>	<b>\$ 133</b>

**CITY OF SHARONVILLE, OHIO**

<u>Teen Fund</u>	<u>Law Enforcement Trust Fund</u>	<u>Drug Law Enforcement Fund</u>	<u>DUI Checkpoint Grant Fund</u>	<u>DUI Education and Enforcement Fund</u>	<u>Mayor's Court Computer Fund</u>
\$ 2,503	\$ 23,567	\$ 96,434	\$ 8,648	\$ 15,825	\$ 34,113
0	0	288	314	52	882
0	0	0	0	0	0
0	0	0	0	0	0
0	0	2,148	0	0	367
<u>\$ 2,503</u>	<u>\$ 23,567</u>	<u>\$ 98,870</u>	<u>\$ 8,962</u>	<u>\$ 15,877</u>	<u>\$ 35,362</u>
\$ 0	\$ 0	\$ 4,080	\$ 0	\$ 0	\$ 152
0	0	0	0	0	0
0	0	0	314	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>4,080</u>	<u>314</u>	<u>0</u>	<u>152</u>
0	0	418	0	0	3,651
0	0	2,148	0	0	367
0	0	0	0	0	0
<u>2,503</u>	<u>23,567</u>	<u>92,224</u>	<u>8,648</u>	<u>15,877</u>	<u>31,192</u>
<u>2,503</u>	<u>23,567</u>	<u>94,790</u>	<u>8,648</u>	<u>15,877</u>	<u>35,210</u>
<u>\$ 2,503</u>	<u>\$ 23,567</u>	<u>\$ 98,870</u>	<u>\$ 8,962</u>	<u>\$ 15,877</u>	<u>\$ 35,362</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2010**

	Clerk of Courts Computer Fund	Law Enforcement Block Grant Fund	Confinement Reimbursement Fund	COPS Grant Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 76,636	\$ 18,400	\$ 2,042	\$ 5,752
Receivables:				
Intergovernmental	2,058	0	54	0
Interfund Loans Receivables	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	800	0	0	0
<b>Total Assets</b>	<b>\$ 79,494</b>	<b>\$ 18,400</b>	<b>\$ 2,096</b>	<b>\$ 5,752</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 356	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	170	0
Interfund Loans Payable	0	10,000	0	0
Deferred Revenue	0	0	0	0
<b>Total Liabilities</b>	<b>356</b>	<b>10,000</b>	<b>170</b>	<b>0</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	8,520	0	1,290	0
Reserved for Prepaid Items	800	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	69,818	8,400	636	5,752
<b>Total Fund Balances</b>	<b>79,138</b>	<b>8,400</b>	<b>1,926</b>	<b>5,752</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 79,494</b>	<b>\$ 18,400</b>	<b>\$ 2,096</b>	<b>\$ 5,752</b>

**CITY OF SHARONVILLE, OHIO**

---

<u>DEA Federal Sharing Fund</u>	<u>Termination Benefits Fund</u>	<u>Other Grants Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 23,836	\$ 249,184	\$ 1,000	\$ 1,899,049
0	0	0	1,312,746
10,000	0	0	10,000
0	0	0	24,133
60	0	0	8,107
<u>\$ 33,896</u>	<u>\$ 249,184</u>	<u>\$ 1,000</u>	<u>\$ 3,254,035</u>
\$ 683	\$ 0	\$ 0	\$ 28,025
0	0	0	15,586
0	0	0	27,288
0	0	0	10,000
0	0	0	872,732
<u>683</u>	<u>0</u>	<u>0</u>	<u>953,631</u>
2,522	52,800	0	289,761
60	0	0	8,107
0	0	0	24,133
<u>30,631</u>	<u>196,384</u>	<u>1,000</u>	<u>1,978,403</u>
<u>33,213</u>	<u>249,184</u>	<u>1,000</u>	<u>2,300,404</u>
<u>\$ 33,896</u>	<u>\$ 249,184</u>	<u>\$ 1,000</u>	<u>\$ 3,254,035</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, 2010**

	Street Construction, Maintenance and Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 1,586,583	\$ 128,642	\$ 324,899	\$ 0
Charges for Services	0	0	0	0
Investment Earnings	783	319	128	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	9,050	2,000	0	0
<b>Total Revenue</b>	<b>1,596,416</b>	<b>130,961</b>	<b>325,027</b>	<b>0</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	0	0	0	18,795
Public Health and Welfare Services	0	0	0	0
Transportation	1,373,242	172,657	239,620	0
General Government	0	0	0	0
<b>Total Expenditures</b>	<b>1,373,242</b>	<b>172,657</b>	<b>239,620</b>	<b>18,795</b>
Excess (Deficiency) of Revenues Over Expenditures	223,174	(41,696)	85,407	(18,795)
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balance	223,174	(41,696)	85,407	(18,795)
<b>Fund Balances at Beginning of Year</b>	<b>1,042,955</b>	<b>392,918</b>	<b>126,620</b>	<b>18,795</b>
Decrease in Inventory Reserve	(59,171)	(29,144)	0	0
<b>Fund Balances End of Year</b>	<b>\$ 1,206,958</b>	<b>\$ 322,078</b>	<b>\$ 212,027</b>	<b>\$ 0</b>

**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
\$ 77,524	\$ 0	\$ 0	\$ 0	\$ 6,451	\$ 0
0	390	0	0	0	0
0	0	0	0	0	0
0	0	14,308	29,140	0	52
0	0	878	16	0	2,636
<u>77,524</u>	<u>390</u>	<u>15,186</u>	<u>29,156</u>	<u>6,451</u>	<u>2,688</u>
0	0	5,943	18,921	5,444	0
81,820	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>81,820</u>	<u>0</u>	<u>5,943</u>	<u>18,921</u>	<u>5,444</u>	<u>0</u>
(4,296)	390	9,243	10,235	1,007	2,688
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(4,296)	390	9,243	10,235	1,007	2,688
4,429	2,113	14,324	84,555	7,641	13,189
0	0	0	0	0	0
<u>\$ 133</u>	<u>\$ 2,503</u>	<u>\$ 23,567</u>	<u>\$ 94,790</u>	<u>\$ 8,648</u>	<u>\$ 15,877</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, 2010**

	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Law Enforcement Block Grant Fund	Confinement Reimbursement Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Services	0	0	0	0
Investment Earnings	0	0	0	0
Fines and Forfeitures	11,228	26,201	0	1,603
All Other Revenue	0	0	0	0
<b>Total Revenue</b>	<b>11,228</b>	<b>26,201</b>	<b>0</b>	<b>1,603</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	9,123	20,613	0	660
Public Health and Welfare Services	0	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	0
<b>Total Expenditures</b>	<b>9,123</b>	<b>20,613</b>	<b>0</b>	<b>660</b>
Excess (Deficiency) of Revenues Over Expenditures	2,105	5,588	0	943
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balance	2,105	5,588	0	943
<b>Fund Balances at Beginning of Year</b>	<b>33,105</b>	<b>73,550</b>	<b>8,400</b>	<b>983</b>
Decrease in Inventory Reserve	0	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 35,210</b>	<b>\$ 79,138</b>	<b>\$ 8,400</b>	<b>\$ 1,926</b>

**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	\$ 6,760	\$ 0	\$ 0	\$ 0	\$ 2,130,859
0	0	0	0	0	390
0	0	0	0	0	1,230
0	0	0	0	0	82,532
0	0	0	0	0	14,580
<u>0</u>	<u>6,760</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,229,591</u>
0	15,088	0	0	2,646	97,233
0	0	0	0	0	81,820
0	0	0	0	0	1,785,519
0	0	127,488	0	0	127,488
<u>0</u>	<u>15,088</u>	<u>127,488</u>	<u>0</u>	<u>2,646</u>	<u>2,092,060</u>
0	(8,328)	(127,488)	0	(2,646)	137,531
<u>0</u>	<u>0</u>	<u>205,000</u>	<u>0</u>	<u>0</u>	<u>205,000</u>
<u>0</u>	<u>0</u>	<u>205,000</u>	<u>0</u>	<u>0</u>	<u>205,000</u>
0	(8,328)	77,512	0	(2,646)	342,531
5,752	41,541	171,672	1,000	2,646	2,046,188
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(88,315)</u>
<u>\$ 5,752</u>	<u>\$ 33,213</u>	<u>\$ 249,184</u>	<u>\$ 1,000</u>	<u>\$ 0</u>	<u>\$ 2,300,404</u>

**CITY OF SHARONVILLE, OHIO**

---

***Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2010***

---

	Note Debt Retirement Fund	Special Assessment Bond Retirement Fund	Special Assessment Retirement Fund	Crystalview Widening Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 425,719	\$ 0	\$ 31,706	\$ 33,530
Receivables:				
Special Assessments	<u>0</u>	<u>2,063,194</u>	<u>0</u>	<u>0</u>
<b>Total Assets</b>	<u>\$ 425,719</u>	<u>\$ 2,063,194</u>	<u>\$ 31,706</u>	<u>\$ 33,530</u>
<b>Liabilities:</b>				
Deferred Revenue	<u>\$ 0</u>	<u>\$ 2,063,194</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Total Liabilities</b>	<u>0</u>	<u>2,063,194</u>	<u>0</u>	<u>0</u>
<b>Fund Balances:</b>				
Reserved for Debt Service	<u>425,719</u>	<u>0</u>	<u>31,706</u>	<u>33,530</u>
<b>Total Fund Balances</b>	<u>425,719</u>	<u>0</u>	<u>31,706</u>	<u>33,530</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 425,719</u>	<u>\$ 2,063,194</u>	<u>\$ 31,706</u>	<u>\$ 33,530</u>

**CITY OF SHARONVILLE, OHIO**

---

Zind Lane Sewer Fund	Crowne Point Drive Fund	Total Nonmajor Debt Service Funds
\$ 13,595	\$ 72,039	\$ 576,589
<u>0</u>	<u>0</u>	<u>2,063,194</u>
<u>\$ 13,595</u>	<u>\$ 72,039</u>	<u>\$ 2,639,783</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,063,194</u>
<u>0</u>	<u>0</u>	<u>2,063,194</u>
<u>13,595</u>	<u>72,039</u>	<u>576,589</u>
<u>13,595</u>	<u>72,039</u>	<u>576,589</u>
<u>\$ 13,595</u>	<u>\$ 72,039</u>	<u>\$ 2,639,783</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, 2010**

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Bond Retirement Fund	Special Assessment Retirement Fund
<b>Revenues:</b>				
All Other Revenue	\$ 7,800	\$ 0	\$ 0	\$ 0
<b>Total Revenue</b>	<u>7,800</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Expenditures:</b>				
Debt Service:				
Principal Retirement	345,000	920,000	0	0
Interest & Fiscal Charges	<u>90,844</u>	<u>367,272</u>	<u>33,757</u>	<u>0</u>
<b>Total Expenditures</b>	<u>435,844</u>	<u>1,287,272</u>	<u>33,757</u>	<u>0</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(428,044)	(1,287,272)	(33,757)	0
<b>Other Financing Sources (Uses):</b>				
Special Assessment Bonds Issued	0	0	33,757	0
Transfers In	<u>385,993</u>	<u>1,287,272</u>	<u>0</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>385,993</u>	<u>1,287,272</u>	<u>33,757</u>	<u>0</u>
Net Change in Fund Balance	(42,051)	0	0	0
<b>Fund Balances at Beginning of Year</b>	<u>467,770</u>	<u>0</u>	<u>0</u>	<u>31,706</u>
<b>Fund Balances End of Year</b>	<u>\$ 425,719</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 31,706</u>

**CITY OF SHARONVILLE, OHIO**

---

<u>Crystalview Widening Fund</u>	<u>Zind Lane Sewer Fund</u>	<u>Crowne Point Drive Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,800</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>7,800</u>
<u>0</u>	<u>0</u>	<u>60,000</u>	<u>1,325,000</u>
<u>0</u>	<u>0</u>	<u>4,565</u>	<u>496,438</u>
<u>0</u>	<u>0</u>	<u>64,565</u>	<u>1,821,438</u>
<u>0</u>	<u>0</u>	<u>(64,565)</u>	<u>(1,813,638)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>33,757</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,673,265</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,707,022</u>
<u>0</u>	<u>0</u>	<u>(64,565)</u>	<u>(106,616)</u>
<u>33,530</u>	<u>13,595</u>	<u>136,604</u>	<u>683,205</u>
<u>\$ 33,530</u>	<u>\$ 13,595</u>	<u>\$ 72,039</u>	<u>\$ 576,589</u>

**CITY OF SHARONVILLE, OHIO**

---

**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2010**

---

	Capital Improvement Fund	Capital Improvement Issue II Fund	Issue II Mosteller / I-275 Fund	Special Assessment Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 89,105	\$ 14,457	\$ 0	\$ 208,718
Receivables:				
Intergovernmental	0	0	39,069	0
Prepaid Items	0	0	0	0
<b>Total Assets</b>	<u>\$ 89,105</u>	<u>\$ 14,457</u>	<u>\$ 39,069</u>	<u>\$ 208,718</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 14,424	\$ 0	\$ 0	\$ 38,442
Intergovernmental Payable	0	0	39,069	0
<b>Total Liabilities</b>	<u>14,424</u>	<u>0</u>	<u>39,069</u>	<u>38,442</u>
<b>Fund Balances:</b>				
Reserved for Encumbrances	23,127	0	0	156,082
Reserved for Prepaid Items	0	0	0	0
Undesignated/Unreserved	51,554	14,457	0	14,194
<b>Total Fund Balances</b>	<u>74,681</u>	<u>14,457</u>	<u>0</u>	<u>170,276</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 89,105</u>	<u>\$ 14,457</u>	<u>\$ 39,069</u>	<u>\$ 208,718</u>

**CITY OF SHARONVILLE, OHIO**

---

---

<u>Storm Water Fund</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ 306,645	\$ 618,925
0	39,069
<u>8,620</u>	<u>8,620</u>
<u>\$ 315,265</u>	<u>\$ 666,614</u>
\$ 0	\$ 52,866
<u>0</u>	<u>39,069</u>
<u>0</u>	<u>91,935</u>
8,956	188,165
8,620	8,620
<u>297,689</u>	<u>377,894</u>
<u>315,265</u>	<u>574,679</u>
<u>\$ 315,265</u>	<u>\$ 666,614</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, 2010***

	Capital Improvement Fund	Capital Improvement Issue II Fund	Issue II Mosteller / I-275 Fund	Special Assessment Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 339,062	\$ 695,905	\$ 300,000
Special Assessments	0	0	0	0
All Other Revenue	51	0	0	0
<b>Total Revenue</b>	<b>51</b>	<b>339,062</b>	<b>695,905</b>	<b>300,000</b>
<b>Expenditures:</b>				
Current:				
General Government	0	0	0	0
Capital Outlay	514,504	575,722	695,905	1,418,386
Debt Service:				
Interest & Fiscal Charges	0	0	0	77,581
<b>Total Expenditures</b>	<b>514,504</b>	<b>575,722</b>	<b>695,905</b>	<b>1,495,967</b>
Excess (Deficiency) of Revenues Over Expenditures	(514,453)	(236,660)	0	(1,195,967)
<b>Other Financing Sources (Uses):</b>				
Special Assessment Bonds Issued	0	0	0	1,366,243
Issuance of Capital Leases	203,289	0	0	0
Transfers In	79,398	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>282,687</b>	<b>0</b>	<b>0</b>	<b>1,366,243</b>
Net Change in Fund Balance	(231,766)	(236,660)	0	170,276
<b>Fund Balances at Beginning of Year</b>	<b>306,447</b>	<b>251,117</b>	<b>0</b>	<b>0</b>
<b>Fund Balances End of Year</b>	<b>\$ 74,681</b>	<b>\$ 14,457</b>	<b>\$ 0</b>	<b>\$ 170,276</b>

**CITY OF SHARONVILLE, OHIO**

---

Storm Water Fund	Total Nonmajor Capital Project Funds
\$ 0	\$ 1,334,967
200,419	200,419
145,209	145,260
<u>345,628</u>	<u>1,680,646</u>
184,512	184,512
0	3,204,517
0	77,581
<u>184,512</u>	<u>3,466,610</u>
161,116	(1,785,964)
0	1,366,243
0	203,289
0	79,398
<u>0</u>	<u>1,648,930</u>
161,116	(137,034)
154,149	711,713
<u>\$ 315,265</u>	<u>\$ 574,679</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, 2010**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 11,604,966	\$ 11,604,966	\$ 12,222,185	\$ 617,219
Intergovernmental Revenues	748,206	748,206	1,006,413	258,207
Charges for Services	317,050	317,050	357,082	40,032
Licenses and Permits	445,064	445,064	485,865	40,801
Investment Earnings	40,000	40,000	20,095	(19,905)
Fines and Forfeitures	299,700	299,700	340,045	40,345
All Other Revenues	381,080	381,080	420,652	39,572
Total Revenues	13,836,066	13,836,066	14,852,337	1,016,271
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	5,236,928	5,172,429	5,033,114	139,315
Materials and Supplies	170,661	170,316	154,287	16,029
Contractual Services	509,013	477,781	419,053	58,728
Total Security of Persons and Property	5,916,602	5,820,526	5,606,454	214,072
Public Health and Welfare Services:				
Health Department:				
Personal Services	338,764	342,264	327,810	14,454
Materials and Supplies	15,959	13,659	7,889	5,770
Contractual Services	35,662	33,662	26,261	7,401
Total Public Health and Welfare Services	390,385	389,585	361,960	27,625
Leisure Time Activities:				
Recreation Centers:				
Personal Services	642,845	626,745	607,663	19,082
Materials and Supplies	55,097	54,162	43,350	10,812
Contractual Services	320,471	368,306	335,024	33,282
Total Recreation Centers	1,018,413	1,049,213	986,037	63,176

(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, 2010***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Recreation Parks and Programs:				
Personal Services	1,476,765	1,398,257	1,322,413	75,844
Materials and Supplies	35,165	35,165	24,185	10,980
Contractual Services	150,098	150,098	115,060	35,038
Total Recreation Parks and Programs	<u>1,662,028</u>	<u>1,583,520</u>	<u>1,461,658</u>	<u>121,862</u>
Recreation Pools:				
Personal Services	198,200	186,618	186,283	335
Materials and Supplies	34,592	29,094	28,962	132
Contractual Services	21,446	16,740	16,337	403
Total Recreation Pools	<u>254,238</u>	<u>232,452</u>	<u>231,582</u>	<u>870</u>
Total Leisure Time Activities	<u>2,934,679</u>	<u>2,865,185</u>	<u>2,679,277</u>	<u>185,908</u>
Community Environment:				
Building and Planning:				
Personal Services	503,879	503,879	490,502	13,377
Materials and Supplies	10,147	9,047	6,749	2,298
Contractual Services	73,701	67,201	50,551	16,650
Total Community Environment	<u>587,727</u>	<u>580,127</u>	<u>547,802</u>	<u>32,325</u>
Basic Utility Services:				
Waste Collection:				
Contractual Services	653,263	653,263	653,263	0
Total Basic Utility Services	<u>653,263</u>	<u>653,263</u>	<u>653,263</u>	<u>0</u>
General Government:				
Mayor:				
Personal Services	58,000	58,299	58,155	144
Materials and Supplies	630	630	0	630
Contractual Services	12,431	12,131	9,789	2,342
Total Mayor	<u>71,061</u>	<u>71,060</u>	<u>67,944</u>	<u>3,116</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, 2010***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Council:</b>				
Personal Services	119,900	119,900	118,996	904
Materials and Supplies	848	848	314	534
Contractual Services	4,877	4,877	2,587	2,290
Total Council	<u>125,625</u>	<u>125,625</u>	<u>121,897</u>	<u>3,728</u>
<b>Auditor and Treasurer:</b>				
Personal Services	37,000	36,724	36,615	109
Contractual Services	49,800	49,500	47,905	1,595
Total Auditor and Treasurer	<u>86,800</u>	<u>86,224</u>	<u>84,520</u>	<u>1,704</u>
<b>Law Director:</b>				
Personal Services	82,700	82,200	81,967	233
Contractual Services	67,216	67,216	44,590	22,626
Total Law Director	<u>149,916</u>	<u>149,416</u>	<u>126,557</u>	<u>22,859</u>
<b>Civil Service:</b>				
Personal Services	25,600	25,380	22,353	3,027
Materials and Supplies	400	400	0	400
Contractual Services	34,618	34,618	4,322	30,296
Total Civil Service	<u>60,618</u>	<u>60,398</u>	<u>26,675</u>	<u>33,723</u>
<b>Safety/Service Director:</b>				
Personal Services	1,057,000	1,051,600	1,035,167	16,433
Materials and Supplies	2,494	1,494	720	774
Contractual Services	136,766	120,766	110,744	10,022
Total Safety/Service Director	<u>1,196,260</u>	<u>1,173,860</u>	<u>1,146,631</u>	<u>27,229</u>
<b>Tax Department:</b>				
Personal Services	461,386	454,486	444,053	10,433
Materials and Supplies	18,064	18,066	16,767	1,299
Contractual Services	62,406	62,404	54,160	8,244
Total Tax Department	<u>541,856</u>	<u>534,956</u>	<u>514,980</u>	<u>19,976</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, 2010**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Building and Lands:</b>				
Personal Services	210,628	207,628	192,962	14,666
Materials and Supplies	48,316	37,220	23,540	13,680
Contractual Services	343,229	348,086	339,065	9,021
Total Buildings and Lands	602,173	592,934	555,567	37,367
<b>Miscellaneous Government:</b>				
Materials and Supplies	39,189	42,750	36,818	5,932
Contractual Services	372,190	368,629	304,950	63,679
Total Miscellaneous Government	411,379	411,379	341,768	69,611
Total General Government	3,245,688	3,205,852	2,986,539	219,313
Total Expenditures	13,728,344	13,514,538	12,835,295	679,243
Excess (Deficiency) of Revenues Over (Under) Expenditures	107,722	321,528	2,017,042	1,695,514
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(1,418,180)	(1,299,120)	(1,257,068)	42,052
Advances In	0	0	10,000	10,000
Total Other Financing Sources (Uses)	(1,418,180)	(1,299,120)	(1,247,068)	52,052
Net Change in Fund Balance	(1,310,458)	(977,592)	769,974	1,747,566
Fund Balance at Beginning of Year	2,913,921	2,913,921	2,913,921	0
Prior Year Encumbrances	295,039	295,039	295,039	0
Fund Balance at End of Year	\$ 1,898,502	\$ 2,231,368	\$ 3,978,934	\$ 1,747,566

**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, 2010**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 5,535,656	\$ 5,535,656	\$ 5,827,366	\$ 291,710
Charges for Services	600,000	600,000	518,650	(81,350)
Fines and Forfeitures	0	0	1,803	1,803
All Other Revenues	18,345	18,345	36,199	17,854
Total Revenues	<u>6,154,001</u>	<u>6,154,001</u>	<u>6,384,018</u>	<u>230,017</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Fire Department:				
Personal Services	5,365,044	5,212,044	5,153,981	58,063
Materials and Supplies	175,444	227,644	211,004	16,640
Contractual Services	634,606	600,956	535,315	65,641
Total Security of Persons and Property	<u>6,175,094</u>	<u>6,040,644</u>	<u>5,900,300</u>	<u>140,344</u>
Capital Outlay	22,500	42,500	36,776	5,724
Total Expenditures	<u>6,197,594</u>	<u>6,083,144</u>	<u>5,937,076</u>	<u>146,068</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(43,593)	70,857	446,942	376,085
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(700,595)	(700,595)	(700,595)	0
Total Other Financing Sources (Uses)	<u>(700,595)</u>	<u>(700,595)</u>	<u>(700,595)</u>	<u>0</u>
Net Change in Fund Balance	(744,188)	(629,738)	(253,653)	376,085
Fund Balance at Beginning of Year	975,828	975,828	975,828	0
Prior Year Encumbrances	147,766	147,766	147,766	0
Fund Balance at End of Year	<u>\$ 379,406</u>	<u>\$ 493,856</u>	<u>\$ 869,941</u>	<u>\$ 376,085</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, 2010**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Payments in Lieu of Taxes	\$ 400,000	\$ 800,688	\$ 400,688
Charges for Services	0	4,774	4,774
Total Revenues	<u>400,000</u>	<u>805,462</u>	<u>405,462</u>
<b>Expenditures:</b>			
Capital Outlay	<u>2,453,409</u>	<u>1,430,181</u>	<u>1,023,228</u>
Debt Service:			
Principal Retirement	6,720,000	6,720,000	0
Interest Charges	<u>138,095</u>	<u>138,095</u>	<u>0</u>
Total Debt Service	<u>6,858,095</u>	<u>6,858,095</u>	<u>0</u>
Total Expenditures	<u>9,311,504</u>	<u>8,288,276</u>	<u>1,023,228</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,911,504)	(7,482,814)	1,428,690
<b>Other Financing Sources (Uses):</b>			
General Obligation Notes Issued	6,720,000	6,720,000	0
Premium on Notes Issued	<u>0</u>	<u>33,990</u>	<u>33,990</u>
Total Other Financing Sources (Uses)	<u>6,720,000</u>	<u>6,753,990</u>	<u>33,990</u>
Net Change in Fund Balance	(2,191,504)	(728,824)	1,462,680
Fund Balance at Beginning of Year	<u>3,473,688</u>	<u>3,473,688</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,282,184</u>	<u>\$ 2,744,864</u>	<u>\$ 1,462,680</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, 2010***

<b>STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 1,224,000	\$ 1,493,050	\$ 269,050
Investment Earnings	1,500	783	(717)
All Other Revenues	6,100	9,050	2,950
Total Revenues	<u>1,231,600</u>	<u>1,502,883</u>	<u>271,283</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	1,042,361	961,750	80,611
Materials and Supplies	112,704	73,875	38,829
Contractual Services	96,235	73,945	22,290
Snow and Ice Removal Department:			
Personal Services	52,000	46,540	5,460
Materials and Supplies	38,440	37,940	500
Contractual Services	15,270	15,269	1
Traffic Signs and Signals Department:			
Materials and Supplies	300	0	300
Contractual Services	57,238	32,252	24,986
Total Transportation	<u>1,414,548</u>	<u>1,241,571</u>	<u>172,977</u>
Capital Outlay	376,199	211,349	164,850
Total Expenditures	<u>1,790,747</u>	<u>1,452,920</u>	<u>337,827</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(559,147)	49,963	609,110
Fund Balance at Beginning of Year	606,107	606,107	0
Prior Year Encumbrances	200,316	200,316	0
Fund Balance at End of Year	<u>\$ 247,276</u>	<u>\$ 856,386</u>	<u>\$ 609,110</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, 2010***

<b>STATE HIGHWAY FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 99,000	\$ 121,058	\$ 22,058
Investment Earnings	750	319	(431)
All Other Revenues	<u>2,000</u>	<u>2,000</u>	<u>0</u>
Total Revenues	<u>101,750</u>	<u>123,377</u>	<u>21,627</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Contractual Services	24,720	18,596	6,124
Snow and Ice Removal Department:			
Materials and Supplies	27,000	26,461	539
Traffic Signs and Signals Department:			
Materials and Supplies	3,000	830	2,170
Contractual Services	<u>35,225</u>	<u>30,631</u>	<u>4,594</u>
Total Transportation	<u>89,945</u>	<u>76,518</u>	<u>13,427</u>
Capital Outlay	<u>286,009</u>	<u>268,009</u>	<u>18,000</u>
Total Expenditures	<u>375,954</u>	<u>344,527</u>	<u>31,427</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(274,204)	(221,150)	53,054
Fund Balance at Beginning of Year	204,023	204,023	0
Prior Year Encumbrances	<u>136,554</u>	<u>136,554</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 66,373</u>	<u>\$ 119,427</u>	<u>\$ 53,054</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, 2010**

**PERMISSIVE MOTOR VEHICLE TAX FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 220,000	\$ 279,064	\$ 59,064
Investment Earnings	<u>200</u>	<u>128</u>	<u>(72)</u>
Total Revenues	<u>220,200</u>	<u>279,192</u>	<u>58,992</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	172,612	168,488	4,124
Materials and Supplies	35,148	35,068	80
Contractual Services	35,568	35,344	224
Traffic Signs and Signals Department:			
Contractual Services	<u>120</u>	<u>66</u>	<u>54</u>
Total Expenditures	<u>243,448</u>	<u>238,966</u>	<u>4,482</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,248)	40,226	63,474
Fund Balance at Beginning of Year	80,759	80,759	0
Prior Year Encumbrances	<u>2,916</u>	<u>2,916</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 60,427</u>	<u>\$ 123,901</u>	<u>\$ 63,474</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 9,942</u>	<u>\$ 9,942</u>	<u>\$ 0</u>
Total Revenues	<u>9,942</u>	<u>9,942</u>	<u>0</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Capital Outlay	<u>18,795</u>	<u>18,795</u>	<u>0</u>
Total Expenditures	<u>18,795</u>	<u>18,795</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,853)	(8,853)	0
Fund Balance at Beginning of Year	<u>8,853</u>	<u>8,853</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2010***

<b>STATE HEALTH LICENSES FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 77,524	\$ 77,524	\$ 0
Total Revenues	<u>77,524</u>	<u>77,524</u>	<u>0</u>
<b>Expenditures:</b>			
Public Health and Welfare Services:			
Health Department:			
Contractual Services	<u>83,576</u>	<u>83,576</u>	<u>0</u>
Total Expenditures	<u>83,576</u>	<u>83,576</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,052)	(6,052)	0
<b>Other Financing Sources (Uses):</b>			
Advances Out	<u>(10,000)</u>	<u>(10,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>0</u>
Net Change in Fund Balance	(16,052)	(16,052)	0
Fund Balance at Beginning of Year	14,570	14,570	0
Prior Year Encumbrances	<u>1,482</u>	<u>1,482</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2010**

---

	TEEN FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>			
Charges for Services	<u>\$ 2,000</u>	<u>\$ 390</u>	<u>\$ (1,610)</u>
Total Revenues	<u>2,000</u>	<u>390</u>	<u>(1,610)</u>
<b>Expenditures:</b>			
Leisure Time Activities:			
Recreation Parks and Programs Department:			
Contractual Services	<u>4,000</u>	<u>0</u>	<u>4,000</u>
Total Expenditures	<u>4,000</u>	<u>0</u>	<u>4,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,000)	390	2,390
Fund Balance at Beginning of Year	<u>2,113</u>	<u>2,113</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 113</u>	<u>\$ 2,503</u>	<u>\$ 2,390</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 1,700	\$ 14,308	\$ 12,608
All Other Revenues	<u>0</u>	<u>878</u>	<u>878</u>
Total Revenues	<u>1,700</u>	<u>15,186</u>	<u>13,486</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	5,600	5,053	547
Contractual Services	<u>900</u>	<u>890</u>	<u>10</u>
Total Expenditures	<u>6,500</u>	<u>5,943</u>	<u>557</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,800)	9,243	14,043
Fund Balance at Beginning of Year	<u>14,324</u>	<u>14,324</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 9,524</u>	<u>\$ 23,567</u>	<u>\$ 14,043</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 18,000	\$ 30,097	\$ 12,097
All Other Revenues	<u>0</u>	<u>16</u>	<u>16</u>
Total Revenues	<u>18,000</u>	<u>30,113</u>	<u>12,113</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	15,242	12,512	2,730
Contractual Services	<u>4,000</u>	<u>1,014</u>	<u>2,986</u>
Total Security of Persons and Property	<u>19,242</u>	<u>13,526</u>	<u>5,716</u>
Capital Outlay	<u>20,000</u>	<u>9,936</u>	<u>10,064</u>
Total Expenditures	<u>39,242</u>	<u>23,462</u>	<u>15,780</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,242)	6,651	27,893
Fund Balance at Beginning of Year	80,043	80,043	0
Prior Year Encumbrances	<u>5,242</u>	<u>5,242</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 64,043</u>	<u>\$ 91,936</u>	<u>\$ 27,893</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 7,000	\$ 6,946	\$ (54)
Total Revenues	<u>7,000</u>	<u>6,946</u>	<u>(54)</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	13,332	5,130	8,202
Materials and Supplies	<u>500</u>	<u>0</u>	<u>500</u>
Total Expenditures	<u>13,832</u>	<u>5,130</u>	<u>8,702</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,832)	1,816	8,648
Fund Balance at Beginning of Year	<u>6,832</u>	<u>6,832</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 8,648</u>	<u>\$ 8,648</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 350	\$ 367	\$ 17
All Other Revenues	<u>350</u>	<u>2,636</u>	<u>2,286</u>
Total Revenues	<u>700</u>	<u>3,003</u>	<u>2,303</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	2,000	0	2,000
Contractual Services	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Expenditures	<u>3,000</u>	<u>0</u>	<u>3,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,300)	3,003	5,303
Fund Balance at Beginning of Year	<u>12,822</u>	<u>12,822</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 10,522</u>	<u>\$ 15,825</u>	<u>\$ 5,303</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	<u>\$ 8,300</u>	<u>\$ 11,186</u>	<u>\$ 2,886</u>
Total Revenues	<u>8,300</u>	<u>11,186</u>	<u>2,886</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	3,430	56	3,374
Contractual Services	<u>4,131</u>	<u>2,263</u>	<u>1,868</u>
Total Security of Persons and Property	<u>7,561</u>	<u>2,319</u>	<u>5,242</u>
Capital Outlay	<u>18,358</u>	<u>10,421</u>	<u>7,937</u>
Total Expenditures	<u>25,919</u>	<u>12,740</u>	<u>13,179</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,619)	(1,554)	16,065
Fund Balance at Beginning of Year	25,653	25,653	0
Prior Year Encumbrances	<u>6,339</u>	<u>6,339</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 14,373</u>	<u>\$ 30,438</u>	<u>\$ 16,065</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, 2010**

---

**CLERK OF COURTS COMPUTER FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	<u>\$ 19,000</u>	<u>\$ 26,103</u>	<u>\$ 7,103</u>
Total Revenues	<u>19,000</u>	<u>26,103</u>	<u>7,103</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	4,200	498	3,702
Contractual Services	<u>8,743</u>	<u>4,411</u>	<u>4,332</u>
Total Security of Persons and Property	<u>12,943</u>	<u>4,909</u>	<u>8,034</u>
Capital Outlay	<u>35,836</u>	<u>24,085</u>	<u>11,751</u>
Total Expenditures	<u>48,779</u>	<u>28,994</u>	<u>19,785</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,779)	(2,891)	26,888
Fund Balance at Beginning of Year	56,161	56,161	0
Prior Year Encumbrances	<u>14,791</u>	<u>14,791</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 41,173</u>	<u>\$ 68,061</u>	<u>\$ 26,888</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 15,500</u>	<u>\$ 0</u>	<u>\$ (15,500)</u>
Total Revenues	<u>15,500</u>	<u>0</u>	<u>(15,500)</u>
<b>Expenditures:</b>			
Security of Persons and Property: Police Department:			
Personal Services	<u>15,500</u>	<u>0</u>	<u>15,500</u>
Total Expenditures	<u>15,500</u>	<u>0</u>	<u>15,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>18,400</u>	<u>18,400</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 18,400</u>	<u>\$ 18,400</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	<u>\$ 1,000</u>	<u>\$ 1,574</u>	<u>\$ 574</u>
Total Revenues	<u>1,000</u>	<u>1,574</u>	<u>574</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Contractual Services	<u>1,958</u>	<u>1,950</u>	<u>8</u>
Total Expenditures	<u>1,958</u>	<u>1,950</u>	<u>8</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(958)	(376)	582
Fund Balance at Beginning of Year	<u>958</u>	<u>958</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 582</u>	<u>\$ 582</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, 2010***

---

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

**CITY OF SHARONVILLE, OHIO**

---

***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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 0</u>	<u>\$ 6,760</u>	<u>\$ 6,760</u>
Total Revenues	<u>0</u>	<u>6,760</u>	<u>6,760</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	27,252	19,328	7,924
Contractual Services	<u>7,000</u>	<u>1,052</u>	<u>5,948</u>
Total Expenditures	<u>34,252</u>	<u>20,380</u>	<u>13,872</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,252)	(13,620)	20,632
Fund Balance at Beginning of Year	<u>34,252</u>	<u>34,252</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 20,632</u>	<u>\$ 20,632</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Personal Services	<u>251,672</u>	<u>180,288</u>	<u>71,384</u>
Total Expenditures	<u>251,672</u>	<u>180,288</u>	<u>71,384</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(251,672)	(180,288)	71,384
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>80,000</u>	<u>205,000</u>	<u>125,000</u>
Total Other Financing Sources (Uses)	<u>80,000</u>	<u>205,000</u>	<u>125,000</u>
Net Change in Fund Balance	(171,672)	24,712	196,384
Fund Balance at Beginning of Year	<u>171,672</u>	<u>171,672</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 196,384</u>	<u>\$ 196,384</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, 2010**

---

<b>OTHER GRANTS FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	<u>2,814</u>	<u>1,814</u>	<u>1,000</u>
Total Expenditures	<u>2,814</u>	<u>1,814</u>	<u>1,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,814)	(1,814)	1,000
Fund Balance at Beginning of Year	<u>2,814</u>	<u>2,814</u>	<u>0</u>
Fund Balance at End of Year	<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, 2010***

---

	POLICE GRANTS FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues:</b>			
Total Revenues	<u>\$          0</u>	<u>\$          0</u>	<u>\$          0</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Capital Outlay	<u>          2,646</u>	<u>          2,646</u>	<u>          0</u>
Total Expenditures	<u>          2,646</u>	<u>          2,646</u>	<u>          0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>          (2,646)</u>	<u>          (2,646)</u>	<u>          0</u>
Fund Balance at Beginning of Year	<u>          2,646</u>	<u>          2,646</u>	<u>          0</u>
Fund Balance at End of Year	<u><u>          0</u></u>	<u><u>          0</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, 2010**

---

**NOTE DEBT RETIREMENT FUND**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
All Other Revenues	<u>\$ 7,150</u>	<u>\$ 7,800</u>	<u>\$ 650</u>
Total Revenues	<u>7,150</u>	<u>7,800</u>	<u>650</u>
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	<u>345,000</u>	<u>345,000</u>	<u>0</u>
Interest Charges	<u>90,844</u>	<u>90,844</u>	<u>0</u>
Total Debt Service	<u>435,844</u>	<u>435,844</u>	<u>0</u>
Total Expenditures	<u>435,844</u>	<u>435,844</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(428,694)</u>	<u>(428,044)</u>	<u>650</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>385,993</u>	<u>385,993</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>385,993</u>	<u>385,993</u>	<u>0</u>
Net Change in Fund Balance	<u>(42,701)</u>	<u>(42,051)</u>	<u>650</u>
Fund Balance at Beginning of Year	<u>467,770</u>	<u>467,770</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 425,069</u>	<u>\$ 425,719</u>	<u>\$ 650</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, 2010***

<b>DEBT RETIREMENT FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	920,000	920,000	0
Interest Charges	<u>367,273</u>	<u>367,272</u>	<u>1</u>
Total Debt Service	<u>1,287,273</u>	<u>1,287,272</u>	<u>1</u>
Total Expenditures	<u>1,287,273</u>	<u>1,287,272</u>	<u>1</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(1,287,273)	(1,287,272)	1
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>1,287,273</u>	<u>1,287,272</u>	<u>(1)</u>
Total Other Financing Sources (Uses)	<u>1,287,273</u>	<u>1,287,272</u>	<u>(1)</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2010***

<b>SPECIAL ASSESSMENT BOND RETIREMENT FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Debt Service:			
Interest Charges	33,757	33,757	0
Total Debt Service	33,757	33,757	0
Total Expenditures	33,757	33,757	0
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(33,757)	(33,757)	0
<b>Other Financing Sources (Uses):</b>			
Special Assessment Bonds Issued	33,757	33,757	0
Total Other Financing Sources (Uses)	33,757	33,757	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	<u>\$          0</u>	<u>\$          0</u>	<u>\$          0</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	<u>          31,706</u>	<u>              0</u>	<u>          31,706</u>
Total Expenditures	<u>          31,706</u>	<u>              0</u>	<u>          31,706</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>          (31,706)</u>	<u>              0</u>	<u>          31,706</u>
Fund Balance at Beginning of Year	<u>          31,706</u>	<u>          31,706</u>	<u>              0</u>
Fund Balance at End of Year	<u><u>          0</u></u>	<u><u>          31,706</u></u>	<u><u>          31,706</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, 2010***

---

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

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2010***

---

<b>ZIND LANE SEWER FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>13,595</u>	<u>13,595</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 13,595</u></u>	<u><u>\$ 13,595</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, 2010**

---

<b>CROWNE POINT DRIVE FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	72,039	0	72,039
Total General Government	72,039	0	72,039
Debt Service:			
Principal Retirement	60,000	60,000	0
Interest Charges	4,565	4,565	0
Total Debt Service	64,565	64,565	0
Total Expenditures	136,604	64,565	72,039
Excess (Deficiency) of Revenues Over (Under) Expenditures	(136,604)	(64,565)	72,039
Fund Balance at Beginning of Year	136,604	136,604	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 72,039</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, 2010**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
All Other Revenues	\$ 0	\$ 51	\$ 51
Total Revenues	<u>0</u>	<u>51</u>	<u>51</u>
<b>Expenditures:</b>			
Capital Outlay	<u>593,529</u>	<u>555,748</u>	<u>37,781</u>
Debt Service:			
Total Expenditures	<u>593,529</u>	<u>555,748</u>	<u>37,781</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(593,529)	(555,697)	37,832
<b>Other Financing Sources (Uses):</b>			
Issuance of Capital Leases	203,289	203,289	0
Transfers In	<u>79,398</u>	<u>79,398</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>282,687</u>	<u>282,687</u>	<u>0</u>
Net Change in Fund Balance	(310,842)	(273,010)	37,832
Fund Balance at Beginning of Year	203,764	203,764	0
Prior Year Encumbrances	<u>120,800</u>	<u>120,800</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 13,722</u>	<u>\$ 51,554</u>	<u>\$ 37,832</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, 2010***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 383,000</u>	<u>\$ 339,062</u>	<u>\$ (43,938)</u>
Total Revenues	<u>383,000</u>	<u>339,062</u>	<u>(43,938)</u>
<b>Expenditures:</b>			
Capital Outlay	<u>634,117</u>	<u>575,722</u>	<u>58,395</u>
Total Expenditures	<u>634,117</u>	<u>575,722</u>	<u>58,395</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(251,117)	(236,660)	14,457
Fund Balance at Beginning of Year	30,529	30,529	0
Prior Year Encumbrances	<u>220,588</u>	<u>220,588</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 14,457</u>	<u>\$ 14,457</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, 2010**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 1,159,000	\$ 656,836	\$ (502,164)
Total Revenues	1,159,000	656,836	(502,164)
<b>Expenditures:</b>			
Capital Outlay	1,159,000	656,836	502,164
Total Expenditures	1,159,000	656,836	502,164
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0

**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, 2010**

SPECIAL ASSESSMENT FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 300,000	\$ 300,000	\$ 0
Total Revenues	<u>300,000</u>	<u>300,000</u>	<u>0</u>
<b>Expenditures:</b>			
Capital Outlay	<u>1,587,915</u>	<u>1,573,248</u>	<u>14,667</u>
Debt Service:			
Interest Charges	<u>78,328</u>	<u>78,328</u>	<u>0</u>
Total Debt Service	<u>78,328</u>	<u>78,328</u>	<u>0</u>
Total Expenditures	<u>1,666,243</u>	<u>1,651,576</u>	<u>14,667</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(1,366,243)	(1,351,576)	14,667
<b>Other Financing Sources (Uses):</b>			
Special Assessment Bonds Issued	<u>1,366,243</u>	<u>1,366,243</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,366,243</u>	<u>1,366,243</u>	<u>0</u>
Net Change in Fund Balance	0	14,667	14,667
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 14,667</u>	<u>\$ 14,667</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, 2010**

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Special Assessments	\$ 186,800	\$ 200,419	\$ 13,619
All Other Revenues	<u>145,000</u>	<u>145,209</u>	<u>209</u>
Total Revenues	<u>331,800</u>	<u>345,628</u>	<u>13,828</u>
<b>Expenditures:</b>			
General Government:			
Contractual Services	<u>381,110</u>	<u>202,088</u>	<u>179,022</u>
Total General Government	<u>381,110</u>	<u>202,088</u>	<u>179,022</u>
Total Expenditures	<u>381,110</u>	<u>202,088</u>	<u>179,022</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,310)	143,540	192,850
Fund Balance at Beginning of Year	146,389	146,389	0
Prior Year Encumbrances	<u>7,760</u>	<u>7,760</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 104,839</u>	<u>\$ 297,689</u>	<u>\$ 192,850</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.

**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, 2010**

	Balance December 31, 2009	Additions	Deductions	Balance December 31, 2010
<b>Mayor's Court Fund</b>				
Assets:				
Cash and Cash Equivalents	\$58,161	\$555,175	(\$545,376)	\$67,960
Total Assets	<u>\$58,161</u>	<u>\$555,175</u>	<u>(\$545,376)</u>	<u>\$67,960</u>
Liabilities:				
Due to Others	\$58,161	\$555,175	(\$545,376)	\$67,960
Total Liabilities	<u>\$58,161</u>	<u>\$555,175</u>	<u>(\$545,376)</u>	<u>\$67,960</u>
<b>Employee Benefits Fund</b>				
Assets:				
Cash and Cash Equivalents	\$304,391	\$174,256	(\$243,713)	\$234,934
Total Assets	<u>\$304,391</u>	<u>\$174,256</u>	<u>(\$243,713)</u>	<u>\$234,934</u>
Liabilities:				
Due to Others	\$304,391	\$174,256	(\$243,713)	\$234,934
Total Liabilities	<u>\$304,391</u>	<u>\$174,256</u>	<u>(\$243,713)</u>	<u>\$234,934</u>
<b>Ohio Board of Building Standards Fund</b>				
Assets:				
Cash and Cash Equivalents	\$3,073	\$5,561	(\$5,408)	\$3,226
Total Assets	<u>\$3,073</u>	<u>\$5,561</u>	<u>(\$5,408)</u>	<u>\$3,226</u>
Liabilities:				
Intergovernmental Payables	\$3,073	\$5,561	(\$5,408)	\$3,226
Total Liabilities	<u>\$3,073</u>	<u>\$5,561</u>	<u>(\$5,408)</u>	<u>\$3,226</u>
<b>Tax Rebate 1.5% Fund</b>				
Assets:				
Cash and Cash Equivalents	\$195,888	\$978,272	(\$756,171)	\$417,989
Total Assets	<u>\$195,888</u>	<u>\$978,272</u>	<u>(\$756,171)</u>	<u>\$417,989</u>
Liabilities:				
Due to Others	\$195,888	\$978,272	(\$756,171)	\$417,989
Total Liabilities	<u>\$195,888</u>	<u>\$978,272</u>	<u>(\$756,171)</u>	<u>\$417,989</u>
<b>Totals - All Agency Funds</b>				
Assets:				
Cash and Cash Equivalents	\$561,513	\$1,713,264	(\$1,550,668)	\$724,109
Total Assets	<u>\$561,513</u>	<u>\$1,713,264</u>	<u>(\$1,550,668)</u>	<u>\$724,109</u>
Liabilities:				
Intergovernmental Payables	\$3,073	\$5,561	(\$5,408)	\$3,226
Due to Others	558,440	1,707,703	(1,545,260)	720,883
Total Liabilities	<u>\$561,513</u>	<u>\$1,713,264</u>	<u>(\$1,550,668)</u>	<u>\$724,109</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*

---

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

## City of Sharonville

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

	2003	2004	2005	2006
<b>Governmental Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$7,579,874	\$6,034,135	\$7,565,792	\$13,967,107
Restricted	9,810,613	9,779,977	10,551,263	7,088,138
Unrestricted	2,964,793	6,439,690	5,968,841	3,773,963
Total Governmental Activities Net Assets	<u>\$20,355,280</u>	<u>\$22,253,802</u>	<u>\$24,085,896</u>	<u>\$24,829,208</u>
<b>Business-type Activities:</b>				
Invested in Capital Assets, Net of Related Debt	\$1,890,127	\$1,840,939	\$1,960,040	\$2,394,091
Restricted	0	0	0	0
Unrestricted	781,059	460,278	1,193,441	1,145,530
Total Business-type Activities Net Assets	<u>\$2,671,186</u>	<u>\$2,301,217</u>	<u>\$3,153,481</u>	<u>\$3,539,621</u>
<b>Primary Government:</b>				
Invested in Capital Assets, Net of Related Debt	\$9,470,001	\$7,875,074	\$9,525,832	\$16,361,198
Restricted	9,810,613	9,779,977	10,551,263	7,088,138
Unrestricted	3,745,852	6,899,968	7,162,282	4,919,493
Total Primary Government Net Assets	<u>\$23,026,466</u>	<u>\$24,555,019</u>	<u>\$27,239,377</u>	<u>\$28,368,829</u>

Source: City Finance Office

*City of Sharonville*

---

---

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$15,362,490	\$15,216,606	\$17,610,943	\$19,512,004
5,583,479	9,135,665	8,172,552	10,520,510
4,963,610	3,445,315	2,828,030	4,002,970
<u>\$25,909,579</u>	<u>\$27,797,586</u>	<u>\$28,611,525</u>	<u>\$34,035,484</u>
\$3,415,488	\$3,769,217	\$4,993,028	\$5,420,257
0	0	0	21,800,169
1,140,989	1,182,393	1,399,669	(20,261,111)
<u>\$4,556,477</u>	<u>\$4,951,610</u>	<u>\$6,392,697</u>	<u>\$6,959,315</u>
\$18,777,978	\$18,985,823	\$22,603,971	\$24,932,261
5,583,479	9,135,665	8,172,552	32,320,679
6,104,599	4,627,708	4,227,699	(16,258,141)
<u>\$30,466,056</u>	<u>\$32,749,196</u>	<u>\$35,004,222</u>	<u>\$40,994,799</u>

## City of Sharonville

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

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

*City of Sharonville*

2006	2007	2008	2009	2010
\$11,736,011	\$12,781,602	\$12,627,634	\$11,820,345	\$12,016,995
349,637	325,641	417,441	345,875	445,232
3,223,962	3,199,167	3,329,341	3,301,438	3,176,146
495,139	474,967	479,941	572,323	544,214
507,998	541,779	555,320	560,329	466,805
2,039,820	2,368,038	3,006,944	2,234,076	2,509,460
3,860,974	4,703,522	4,181,862	3,923,301	3,538,547
837,660	798,793	809,105	591,279	657,907
<u>23,051,201</u>	<u>25,193,509</u>	<u>25,407,588</u>	<u>23,348,966</u>	<u>23,355,306</u>
1,520,275	1,623,356	1,787,979	1,815,100	2,817,156
188,040	199,472	252,945	420,419	310,768
<u>1,708,315</u>	<u>1,822,828</u>	<u>2,040,924</u>	<u>2,235,519</u>	<u>3,127,924</u>
<u>\$24,759,516</u>	<u>\$27,016,337</u>	<u>\$27,448,512</u>	<u>\$25,584,485</u>	<u>\$26,483,230</u>
\$827,235	\$858,087	\$912,430	\$950,231	\$1,081,070
83,347	81,458	84,322	89,594	84,412
383,172	361,611	359,354	306,803	351,563
261,735	213,804	264,345	181,447	204,974
1,538	989	176,334	178,811	3,125
17	0	0	92,526	0
1,607,033	1,989,130	1,836,691	1,571,977	2,277,689
249,831	130,725	806,472	13,847	2,959,518
<u>3,413,908</u>	<u>3,635,804</u>	<u>4,439,948</u>	<u>3,385,236</u>	<u>6,962,351</u>

(continued)

## City of Sharonville

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

	2003	2004	2005
Business-type Activities:			
Charges for Services			
Convention Center	859,776	1,007,123	1,365,959
Senior Citizen Housing	196,179	195,172	205,567
Operating Grants and Contributions	390,384	398,644	738,984
<i>Total Business-type Activities Program Revenues</i>	1,446,339	1,600,939	2,310,510
<i>Total Primary Government Program Revenues</i>	4,011,767	5,818,253	5,669,261
<b>Net (Expense)/Revenue</b>			
Governmental Activities	(22,907,910)	(19,756,345)	(19,663,945)
Business-type Activities	(568,127)	(366,969)	468,028
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$23,476,037)	(\$20,123,314)	(\$19,195,917)
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental Activities:			
Income Taxes	\$18,573,923	\$20,601,078	\$19,488,300
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>	20,907,514	21,731,260	21,521,688
Business-type Activities:			
Investment Earnings	0	0	0
Transfers	210,000	0	384,236
<i>Total Business-type Activities</i>	210,000	0	384,236
<i>Total Primary Government</i>	\$21,117,514	\$21,731,260	\$21,905,924
<b>Change in Net Assets</b>			
Governmental Activities	(\$2,000,396)	\$1,974,915	\$1,857,743
Business-type Activities	(358,127)	(366,969)	852,264
<i>Total Primary Government Change in Net Assets</i>	(\$2,358,523)	\$1,607,946	\$2,710,007

Source: City Finance Office

*City of Sharonville*

2006	2007	2008	2009	2010
951,945	1,084,056	1,021,770	888,091	1,060,764
216,804	223,811	235,671	253,653	253,705
<u>925,706</u>	<u>1,526,405</u>	<u>1,178,616</u>	<u>3,427,312</u>	<u>2,380,073</u>
<u>2,094,455</u>	<u>2,834,272</u>	<u>2,436,057</u>	<u>4,569,056</u>	<u>3,694,542</u>
<u>5,508,363</u>	<u>6,470,076</u>	<u>6,876,005</u>	<u>7,954,292</u>	<u>10,656,893</u>
(19,637,293)	(21,557,705)	(20,967,640)	(19,963,730)	(16,392,955)
386,140	1,011,444	395,133	2,333,537	566,618
<u>(\$19,251,153)</u>	<u>(\$20,546,261)</u>	<u>(\$20,572,507)</u>	<u>(\$17,630,193)</u>	<u>(\$15,826,337)</u>
\$19,077,969	\$20,141,422	\$19,591,472	\$17,656,370	\$18,411,406
0	0	699,857	736,368	800,688
0	0	0	0	0
1,028,370	1,478,133	1,683,303	965,973	1,810,874
784,306	727,051	418,611	159,497	21,198
352,589	291,470	462,404	367,011	772,748
0	0	0	892,450	0
<u>21,243,234</u>	<u>22,638,076</u>	<u>22,855,647</u>	<u>20,777,669</u>	<u>21,816,914</u>
0	5,412	0	0	0
0	0	0	(892,450)	0
0	5,412	0	(892,450)	0
<u>\$21,243,234</u>	<u>\$22,643,488</u>	<u>\$22,855,647</u>	<u>\$19,885,219</u>	<u>\$21,816,914</u>
\$1,605,941	\$1,080,371	\$1,888,007	\$813,939	\$5,423,959
386,140	1,016,856	395,133	1,441,087	566,618
<u>\$1,992,081</u>	<u>\$2,097,227</u>	<u>\$2,283,140</u>	<u>\$2,255,026</u>	<u>\$5,990,577</u>

## *City of Sharonville*

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

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Fund				
Reserved	\$241,068	\$323,078	\$132,959	\$144,599
Unreserved	<u>4,520,902</u>	<u>2,095,454</u>	<u>3,351,630</u>	<u>4,507,745</u>
<i>Total General Fund</i>	<u>4,761,970</u>	<u>2,418,532</u>	<u>3,484,589</u>	<u>4,652,344</u>
All Other Governmental Funds				
Reserved	2,356,526	5,173,160	3,915,743	2,274,435
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	740,895	2,004,711	1,413,303	2,798,138
Capital Projects Funds	<u>819,993</u>	<u>1,725,287</u>	<u>1,241,778</u>	<u>4,422,068</u>
Total All Other Governmental Funds	<u>3,917,414</u>	<u>8,903,158</u>	<u>6,570,824</u>	<u>9,494,641</u>
<i>Total Governmental Funds</i>	<u><u>\$8,679,384</u></u>	<u><u>\$11,321,690</u></u>	<u><u>\$10,055,413</u></u>	<u><u>\$14,146,985</u></u>

Source: City Finance Office

*City of Sharonville*

---

---

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$175,922	\$133,670	\$99,020	\$169,259	\$210,733	\$267,522
<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>5,197,710</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>	<u>5,465,232</u>
2,108,165	4,262,764	1,642,931	2,179,525	2,626,872	1,779,935
3,791,802	3,536,093	3,162,766	3,207,347	3,080,558	3,368,477
<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>(1,627,149)</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>3,521,263</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>	<u>\$8,986,495</u>

## *City of Sharonville*

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

	2001	2002	2003	2004
<b>Revenues:</b>				
Taxes	\$12,472,396	\$17,366,445	\$18,706,607	\$20,349,502
Payments in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	2,557,875	2,673,895	3,265,709	2,748,108
Charges for Services	637,937	643,529	688,258	850,096
Licenses and Permits	403,317	389,235	360,900	398,895
Investment Earnings	438,603	237,410	193,374	348,475
Special Assessments	125,560	125,270	120,187	100,772
Fines and Forfeitures	285,793	371,820	387,486	413,749
All Other Revenue	419,053	345,013	204,428	283,974
<b>Total Revenue</b>	<u>17,340,534</u>	<u>22,152,617</u>	<u>23,926,949</u>	<u>25,493,571</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,470,013	7,695,278	9,300,676	11,070,181
Public Health and Welfare Services	285,270	306,549	325,916	345,310
Leisure Time Activities	2,249,929	2,403,827	2,566,192	2,854,058
Community Environment	498,626	451,860	477,303	560,735
Basic Utility Services	452,286	440,747	468,046	431,204
Transportation	1,049,109	1,143,510	1,283,222	1,314,293
General Government	2,370,029	2,811,164	3,004,275	3,555,646
Capital Outlay	4,192,111	5,158,780	9,703,256	7,623,458
Debt Service:				
Principal Retirement	385,405	400,688	3,206,000	1,163,861
Interest and Fiscal Charges	384,677	354,241	1,039,251	773,788
<b>Total Expenditures</b>	<u>18,337,455</u>	<u>21,166,644</u>	<u>31,374,137</u>	<u>29,692,534</u>
Excess (Deficiency) of Revenues Over Expenditures	(996,921)	985,973	(7,447,188)	(4,198,963)

*City of Sharonville*

2005	2006	2007	2008	2009	2010
\$20,602,024	\$19,139,977	\$20,290,549	\$19,212,542	\$17,504,675	\$18,257,911
0	0	0	699,857	736,368	800,688
3,102,272	2,760,328	3,261,644	4,470,345	2,807,875	4,481,399
794,036	778,376	867,879	933,899	959,323	867,218
554,483	523,917	476,617	523,759	467,005	483,849
449,196	755,679	708,184	425,854	44,140	21,198
89,260	89,553	130,725	137,004	13,847	200,419
433,952	432,898	417,104	348,046	370,313	425,628
257,534	128,873	81,330	348,964	521,468	579,722
<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>	<u>26,118,032</u>
11,249,491	11,261,727	12,148,459	11,958,679	11,249,572	11,522,061
355,894	379,359	347,062	419,725	345,561	445,765
2,940,080	2,840,788	2,809,181	2,900,484	2,824,218	2,664,712
520,869	498,434	497,291	466,570	557,096	543,526
577,944	507,998	541,779	555,320	560,329	466,805
1,306,783	1,564,074	1,972,165	1,739,059	1,578,400	1,785,519
2,979,947	3,562,483	3,410,862	3,732,419	3,423,205	3,252,463
2,490,515	6,342,629	5,456,038	3,010,260	2,472,773	3,921,251
1,181,869	1,160,000	1,175,000	1,210,000	1,335,000	1,325,000
772,384	847,603	810,970	821,227	653,034	643,042
<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>	<u>26,570,144</u>
1,906,981	(4,355,494)	(2,934,775)	286,527	(1,574,174)	(452,112)

(Continued)

**City of Sharonville**

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

	2001	2002	2003	2004
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Capital Assets	0	0	0	5,807
Other Financing Sources - Capital Leases	0	0	0	0
General Obligation Refunding Bonds Issued	0	0	0	0
General Obligation Bonds Issued	0	2,000,000	14,746,739	0
Special Assessment Bonds Issued	0	0	0	0
Premiums on Debt Issuances	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	2,936,859	6,998,757	1,891,400	3,959,350
Transfers Out	(3,096,859)	(7,249,757)	(2,126,400)	(3,959,350)
<b>Total Other Financing Sources (Uses)</b>	<u>(160,000)</u>	<u>1,749,000</u>	<u>14,511,739</u>	<u>5,807</u>
<b>Net Change in Fund Balance</b>	<u>(\$1,156,921)</u>	<u>\$2,734,973</u>	<u>\$7,064,551</u>	<u>(\$4,193,156)</u>
 <b>Debt Service as a Percentage of Noncapital Expenditures</b>	 4.79%	 4.10%	 15.95%	 8.11%

Source: City Finance Office

*City of Sharonville*

---

2005	2006	2007	2008	2009	2010
2,895	22,246	11,705	19,638	15,161	0
0	69,065	0	499,000	0	203,289
0	0	0	0	3,460,000	0
0	0	0	0	0	0
0	0	0	0	0	1,400,000
0	27,233	18,867	0	115,357	0
0	0	0	0	(3,491,022)	0
3,819,956	3,423,736	4,506,118	4,966,559	3,356,021	1,957,663
(4,204,192)	(3,423,736)	(4,506,118)	(4,966,559)	(2,463,571)	(1,957,663)
(381,341)	118,544	30,572	518,638	991,946	1,603,289
<u>\$1,525,640</u>	<u>(\$4,236,950)</u>	<u>(\$2,904,203)</u>	<u>\$805,165</u>	<u>(\$582,228)</u>	<u>\$1,151,177</u>
8.66%	8.97%	8.10%	8.21%	8.68%	8.64%

## *City of Sharonville*

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

<b>Tax year</b>	2001	2002	2003	2004
Income Tax Rate	1.00%	1.50%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$483,817	\$503,508	\$518,827	\$549,617
Total Tax Collected	\$12,272,780	\$16,766,353	\$18,819,336	\$19,360,339
Income Tax Receipts				
Withholding	11,380,268	14,350,771	14,974,511	15,064,199
Percentage	92.73%	85.60%	79.58%	77.81%
Corporate	121,184	1,532,679	2,386,694	2,587,091
Percentage	0.99%	9.14%	12.68%	13.36%
Individuals	733,006	852,247	1,419,893	1,650,570
Percentage	5.97%	5.08%	7.54%	8.53%
Penalty and Interest	38,322	30,656	38,238	58,479
Percentage	0.31%	0.18%	0.20%	0.30%

Source: City Income Tax Department

*City of Sharonville*

---



---

2005	2006	2007	2008	2009	2010
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$556,163	\$589,376	\$593,596	\$607,689	\$590,365	\$574,849
\$20,078,349	\$19,937,204	\$20,971,260	\$20,594,952	\$18,677,400	\$19,027,828
15,549,738	15,681,150	17,064,053	16,611,460	15,354,257	15,235,792
77.45%	78.65%	81.37%	80.65%	82.21%	80.06%
2,943,801	2,772,855	2,502,457	2,581,828	1,990,915	2,389,008
14.66%	13.91%	11.93%	12.54%	10.66%	12.56%
1,523,617	1,394,448	1,353,362	1,340,718	1,250,076	1,275,819
7.59%	6.99%	6.45%	6.51%	6.69%	6.71%
61,193	88,751	51,388	60,946	82,152	127,209
0.30%	0.45%	0.25%	0.30%	0.44%	0.67%



## *City of Sharonville*

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

#### Calendar Year 2010

Income Tax Filers	Number of Filers	Percent of Total	Taxable Income	Percent of Income	Income Tax Collections	Percent of Income
Top Ten	10	0.07%	\$367,675,417	28.98%	\$5,515,131	28.98%
All Others	14,647	99.93%	900,846,457	71.02%	13,512,697	71.02%
Total	14,657	100.00%	\$1,268,521,874	100.00%	\$19,027,828	100.00%

#### Calendar Year 2001

Income Tax Filers	Number of Filers	Percent of Total	Taxable Income	Percent of Income	Income Tax Collections	Percent of Income
Top Ten	10	0.13%	\$424,936,853	31.80%	\$4,249,369	31.80%
All Others	7,864	99.87%	911,406,009	68.20%	9,114,060	68.20%
Total	7,874	100.00%	\$1,336,342,862	100.00%	\$13,363,429	100.00%

Source: City Income Tax Department

## *City of Sharonville*

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

	2001	2002	2003	2004
<b>Governmental Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$5,175,000	\$4,950,000	\$18,602,570	\$17,534,231
Special Assessment Bonds Payable	570,000	495,000	425,000	360,000
Capital Leases	277,418	176,730	120,730	61,869
<b>Business-type Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$5,290,000	\$5,015,000	\$7,879,271	\$7,366,324
Revenue Bonds Payable	0	0	0	0
Total Primary Government	<u>\$11,312,418</u>	<u>\$10,636,730</u>	<u>\$27,027,571</u>	<u>\$25,322,424</u>
<b>Population</b> <sup>(2)</sup>				
City of Sharonville	13,926	13,926	13,926	13,926
Outstanding Debt Per Capita	\$812	\$764	\$1,941	\$1,818
<b>Income</b> <sup>(3)</sup>				
Personal (in thousands)	483,817	503,508	518,827	549,617
Percentage of Personal Income	2.34%	2.11%	5.21%	4.61%

**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*

---

2005	2006	2007	2008	2009	2010
\$16,445,892	\$15,322,553	\$14,174,214	\$12,995,875	\$11,755,186	\$10,464,827
300,000	235,000	180,000	120,000	60,000	1,400,000
0	69,065	53,077	535,265	423,436	488,777
\$6,682,887	\$5,847,395	\$5,321,089	\$4,784,783	\$4,233,477	\$3,667,171
0	0	0	0	0	27,715,558
<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>	<u>\$43,736,333</u>
13,926	13,926	13,926	13,926	13,926	13,560
\$1,682	\$1,542	\$1,417	\$1,324	\$1,183	\$3,225
556,163	589,376	593,596	607,689	590,365	574,849
4.21%	3.64%	3.32%	3.03%	2.79%	7.61%

## *City of Sharonville*

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

Year	2001	2002	2003	2004
<b>Population</b> <sup>(1)</sup>	13,926	13,926	13,926	13,926
<b>Personal Income</b> <sup>(2)</sup>	\$483,817	\$503,508	\$518,827	\$549,617
<b>General Bonded Debt</b> <sup>(3)</sup>				
General Obligation Bonds	\$10,465,000	\$9,965,000	\$26,481,841	\$24,900,555
<b>Resources Available to Pay Principal</b> <sup>(4)</sup>	\$342,838	\$90,048	\$0	\$4,890
<b>Net General Bonded Debt</b>	\$10,122,162	\$9,874,952	\$26,481,841	\$24,895,665
<b>Ratio of Net Bonded Debt to Estimated Personal Income</b>	2.09%	1.96%	5.10%	4.53%
<b>Net Bonded Debt per Capita</b>	\$726.85	\$709.10	\$1,901.61	\$1,787.71

**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*

---

---

2005	2006	2007	2008	2009	2010
13,926	13,926	13,926	13,926	13,926	13,560
\$556,163	\$589,376	\$593,596	\$607,689	\$590,365	\$574,849
\$23,128,779	\$21,169,948	\$19,495,303	\$17,780,658	\$15,988,663	\$14,131,998
\$46,095	\$1,300	\$21,747	\$324,400	\$467,770	\$425,719
\$23,082,684	\$21,168,648	\$19,473,556	\$17,456,258	\$15,520,893	\$13,706,279
4.15%	3.59%	3.28%	2.87%	2.63%	2.38%
\$1,657.52	\$1,520.08	\$1,398.36	\$1,253.50	\$1,114.53	\$1,010.79



## *City of Sharonville*

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2010*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Sharonville</u>	<u>Amount Applicable to the City of Sharonville</u>
<b>Direct:</b>			
City of Sharonville	\$2,730,000	100.00%	\$2,730,000
<b>Overlapping:</b>			
Princeton City School District	195,979,930	32.51%	63,713,075
Great Oaks Joint Vocational School District	18,450,000	2.73%	503,685
Hamilton County	95,945,000	2.39%	2,293,086
Butler County	63,965,237	0.59%	<u>377,395</u>
		Subtotal	<u>66,887,241</u>
		Total	<u><u>\$69,617,241</u></u>

Source: Ohio Municipal Advisory Council

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

## *City of Sharonville*

### *Debt Limitations Last Ten Years*

<b>Collection Year</b>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
<b>Total Debt</b>				
Net Assessed Valuation	\$551,403,620	\$580,710,700	\$563,218,560	\$569,852,010
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	57,897,380	60,974,624	59,137,949	59,834,461
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>\$57,897,380</u></u>	<u><u>\$60,974,624</u></u>	<u><u>\$59,137,949</u></u>	<u><u>\$59,834,461</u></u>
<b>Unvoted Debt</b>				
Net Assessed Valuation	\$551,403,620	\$580,710,700	\$563,218,560	\$569,852,010
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	30,327,199	31,939,089	30,977,021	31,341,861
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>\$30,327,199</u></u>	<u><u>\$31,939,089</u></u>	<u><u>\$30,977,021</u></u>	<u><u>\$31,341,861</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*

2005	2006	2007	2008	2009	2010
\$554,668,383	\$510,813,800	\$495,320,220	\$476,015,410	\$478,329,590	\$478,384,600
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
58,240,180	53,635,449	52,008,623	49,981,618	50,224,607	50,230,383
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<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>	<u>\$50,230,383</u>
\$554,668,383	\$510,813,800	\$495,320,220	\$476,015,410	\$478,329,590	\$478,384,600
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
30,506,761	28,094,759	27,242,612	26,180,848	26,308,127	26,311,153
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<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>	<u>\$26,311,153</u>

*City of Sharonville*

---

---

*Pledged Revenue Coverage  
Last Ten Years*

---

---

	2001	2002	2003	2004	2005
<b>Special Assessment Bonds</b> (1) (2)					
Special Assessment Collections	\$125,560	\$125,270	\$120,187	\$100,772	\$89,260
Debt Service					
Principal	70,000	75,000	70,000	65,000	60,000
Interest	46,055	40,820	35,230	29,995	25,380
Coverage	1.08	1.08	1.14	1.06	1.05

- (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  
The GSA Property Road Special Assessment Bonds were issued in 2010, in the amount of \$1,400,000
- (2) The Convention Center Revenue Bonds will be reported beginning next year upon commencement of debt service.

Source: City Finance Office

*City of Sharonville*

---

---

2006	2007	2008	2009	2010
\$89,553	\$130,725	\$137,004	\$13,847	\$200,419
65,000	55,000	60,000	60,000	60,000
21,120	14,705	12,645	8,430	4,215
1.04	1.88	1.89	0.20	3.12

## City of Sharonville

### Demographic and Economic Statistics Last Ten Years

Calendar Year	2001	2002	2003	2004
<b>Population</b> (1)				
City of Sharonville	13,926	13,926	13,926	13,926
Hamilton County	845,303	845,303	845,303	845,303
<b>Income</b> (2) (a)				
Total Personal (in thousands)	483,817	503,508	518,827	549,617
Per Capita	34,742	36,156	37,256	39,467
<b>Unemployment Rate</b> (3)				
Federal	3.8%	4.8%	5.8%	6.0%
State	3.7%	4.3%	5.7%	6.1%
Hamilton County	3.6%	5.1%	5.1%	5.1%
<b>Civilian Work Force Estimates</b> (3)				
State	5,857,000	5,828,000	5,915,000	5,875,300
Hamilton County	444,100	435,200	437,900	422,200

#### 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*

---

2005	2006	2007	2008	2009	2010
13,926	13,926	13,926	13,926	13,926	13,560
806,652	806,652	806,652	806,652	806,652	802,374
556,163	589,376	593,596	607,689	590,365	574,849
39,937	42,322	42,625	43,637	42,393	42,393
5.5%	5.0%	4.6%	5.8%	9.3%	9.4%
6.0%	5.9%	5.6%	6.6%	10.2%	9.6%
4.9%	5.0%	5.0%	5.6%	8.9%	8.5%
5,900,400	5,934,000	5,976,500	5,986,400	5,986,400	5,906,000
426,800	423,500	431,200	432,400	432,400	434,700



## *City of Sharonville*

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

Employer	Nature of Business	2010	
		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
General Mills	Cereal Manufacturing	4	N/A
United Parcel Service	Bulk Mail Processing	5	N/A
Champion	Manufacturing	6	N/A
Johnson Diversey	Health and Beauty Products	7	N/A
Xtek Inc	Steel Fabrication	8	N/A
Great Oaks	Public Education	9	N/A
City of Sharonville	Municipal Government	10	N/A
Total			N/A

Employer	Nature of Business	2001	
		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
Diversey Lever	Health and Beauty Products	4	N/A
United Parcel Service	Bulk Mail Processing	5	N/A
Champion	Manufacturing	6	N/A
General Mills	Cereal Manufacturing	7	N/A
Xtek Inc	Steel Fabrication	8	N/A
Great Oaks	Public Education	9	N/A
Cincinnati Sub Zero Prod Inc.	Manufacturing	10	N/A
Total			N/A

**Sources:**

City Income Tax Department

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*

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Governmental Activities</b>						
General Government						
Finance	10.00	10.00	10.00	12.00	11.00	11.00
Legal/Court	2.00	2.00	2.00	2.00	2.00	2.00
Administration	3.00	4.00	5.00	5.00	4.00	4.00
Maintenance	5.00	5.00	4.00	5.00	5.00	5.00
Security of Persons and Property						
Police	50.00	51.00	51.00	53.00	48.00	48.00
Fire	34.00	41.00	50.00	53.00	54.00	58.00
Transportation						
Street	13.00	15.00	14.00	15.00	14.00	14.00
Leisure Time Activities						
Recreation	47.00	45.00	45.00	54.00	56.00	49.00
Parks and Grounds	9.00	9.00	10.00	10.00	10.00	11.00
Public Health and Welfare Services						
Health	6.00	6.00	6.00	6.00	6.00	5.00
Community Environment						
Building and Planning	9.00	8.00	9.00	9.00	8.00	8.00
<b>Business-Type Activities</b>						
Senior Citizen Housing	1.00	1.00	1.00	1.00	1.00	1.00
Convention Center	14.00	14.00	13.00	13.00	11.00	11.00
<i>Total Employees</i>	<u>203.00</u>	<u>211.00</u>	<u>220.00</u>	<u>238.00</u>	<u>230.00</u>	<u>227.00</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>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
11.00	11.00	11.00	11.00
2.00	2.00	2.00	2.00
5.00	6.00	6.00	6.00
5.00	6.00	5.00	5.00
47.00	50.00	48.00	47.00
59.00	55.00	56.00	54.00
14.00	13.00	13.00	16.00
52.00	47.00	34.00	52.00
9.00	9.00	7.00	7.00
5.00	5.00	5.00	5.00
7.00	7.00	7.00	8.00
1.00	1.00	1.00	1.00
11.00	12.00	12.00	12.00
<u>228.00</u>	<u>224.00</u>	<u>207.00</u>	<u>226.00</u>

## *City of Sharonville*

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

	2001	2002	2003	2004	2005
<b>Governmental Activities</b>					
General Government					
Court					
Number of Traffic Cases	N/A	N/A	N/A	4,167	3,748
Number of Open Cases	N/A	N/A	N/A	110	179
Licenses and Permits					
Number of Building Permits	591	618	498	677	740
Number of Building Inspections	1,364	1,560	1,096	1,418	1,476
Security of Persons and Property					
Police					
Number of Citations Issued	3,860	4,777	4,591	4,606	4,249
Number of Arrests	1,064	1,071	1,046	1,054	1,203
Number of Accidents	1,174	1,284	1,436	1,334	1,190
Fire					
Number of Fire Calls	831	702	867	863	792
Number of EMS Runs	1,898	1,813	1,791	2,195	2,071
Number of Inspections	1,139	865	840	617	834
Transportation					
Street					
Number of Streets Resurfaced	9	7	10	9	3
Number of Potholes Repaired	153	124	169	161	200
Leisure Time Activities					
Recreation					
Number of Programs Offered	150	165	200	220	175
Number of Pool Passes Issued	1,656	1,694	1,599	2,059	2,042
Public Health and Welfare					
Number of Flu Shots	793	828	850	720	618
Number of Smoking Complaints	0	0	0	0	0
Number of Food Inspections	455	516	481	432	469
Number of Nuisance Inspections	146	70	75	87	103
Number of Vaccines for Children	0	0	0	0	0

Source: City Finance Office

*City of Sharonville*

---

---

2006	2007	2008	2009	2010
3,179	3,145	3,076	3,441	4,016
184	138	71	180	136
573	662	526	497	640
1,281	1,433	1,309	1,199	1,669
3,493	3,761	2,725	3,446	3,891
1,398	1,188	991	914	906
1,074	1,076	1,124	979	812
781	992	1,163	1,109	1,228
2,045	2,113	2,337	2,085	2,061
1,093	1,172	1,131	1,087	1,042
3	7	6	3	3
180	185	170	185	250
150	150	150	120	120
1,497	1,776	1,895	1,816	1,973
590	573	584	706	582
0	47	26	15	18
437	431	400	361	459
98	115	152	131	206
0	0	1	155	395

## *City of Sharonville*

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

	2004	2005	2006	2007	2008
<b>Governmental Activities</b>	(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
<b>Business-Type Activities</b>					
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*

---

---

<u>2009</u>	<u>2010</u>
6,848	6,848
1	1
1	1
24	24
3	3
19	19
135	136
935	935
17	17
35	35
2	2
4	4
4	4
2	2
5	5
14	14
11	11
3	3
1	1

