



CITY OF SHARONVILLE, OHIO

COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT

2012

FOR FISCAL YEAR ENDED DECEMBER 31, 2012



On the cover:

Left to right,

Patriot Pointe Veteran's Memorial, Parks and Recreation Aquatic Center, Sharonville Convention Center,  
Main Fire Station, Crescentville Family Center, Trammel Fossil Park

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2012

*Prepared by the Auditor's Office*

Mark Piepmeier  
City Auditor

and

M. Scott McKeehan, CPA  
Deputy Auditor and Budget Director



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HAMILTON COUNTY, OHIO**

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## *INTRODUCTORY SECTION*

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***Letter of Transmittal  
For the Year Ended December 31, 2012***

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# **CITY OF SHARONVILLE**

10900 Reading Road • Sharonville, Ohio 45241

phone (513) 563-1144

fax (513)-563-0617

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June 28, 2013

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, 2012. 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.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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

**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 47 full-time officers and non-sworn administrative personnel (37 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, 2012***

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The Parks and Recreation Department offers a variety of facilities and a broad range of activities for all groups. The main community center is a 51,000 square foot facility that houses a fitness center, indoor running/walking track, a double gymnasium, a single gymnasium/multipurpose rental facility, locker rooms, pre-school nursery, aerobics and dance room, craft room, lounge and game area, and a family game area. Additionally, the Crescentville Family Center is a small satellite center that provides quality programs for all ages and drop-in usage of a lounge, video games and family game area. The Parks Division maintains 4 active parks, one of which is a 5 acre Fossil Park which includes educational signage, fossil hunting, and a one mile looped hiking trail. These parks contain 35 acres of green space and provide facilities for hiking, 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 completed a \$25 Million expansion in 2012. The Sharonville Convention Center, in Northern Cincinnati, provides a beautiful and contemporary location for meetings, conventions, banquets, trade shows and public events. Conveniently located 15 miles north of downtown Cincinnati, just off I-75 and I-275, the Sharonville Convention Center is easily accessible via all of the region's highways. Some of the feature highlights of our expanded and renovated convention center include:

- The spectacular new 14,000 square foot Northern Lights Ballroom
- New 20,000 square foot Exhibit Hall
- 15 flexible and beautifully appointed break out meeting rooms
- New technologies including electronic signage, message boards, complimentary Wi-Fi and an innovative projection wall at our entrance to welcome your guests
- Electronic advertising billboard on Interstate 75
- Leed Silver Certification and a complete recycling program
- Over 1,000 free on-site parking spaces
- Over 20 hotels, plus a wide variety of dining and entertainment options nearby

**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, 2012***

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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 28% of the total income tax collections.

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

**Major Initiatives**

US Route 42 is a state route that the Ohio Department of Transportation (ODOT) performed road improvements to in 2012. The project improvements included the widening of Route 42 at the Cottingham Drive intersection to construct left turn lanes in both directions, install new curbs and sidewalks, install new traffic signals, and road repavement.

The year 2012 also included the finalization of plans for the Fields Ertel Improvement Project and the Chester/Lippelman Roads Project, which will take place in 2013. The Fields Ertel Project includes the widening of Fields Ertel Road at the Copperfield/Indian Walk intersection to install left turn lanes, new curbs and gutters as well as new storm drains and catch basins to control storm water drainage, new sidewalks on the north side of Fields Ertel Road, and the repavement of the road from Copperfield Road. to Reed Hartman Highway. The Chester/Lippelman Project includes the widening of Chester Road at the Greenwood intersection to install left turn lanes, new curbs and sidewalks on Chester, Greenwood and Lippelman roads, new storm drains and catch basins on all three streets, and the repavement of the road on Lippelman from the back of the Convention Center south to Greenwood Road and down to Chester Road. Chester Road will be repaved from about 1,000 feet south of Greenwood Ave. north to the Convention Center. The utilities on Chester Road from Greenwood Ave. north to the Convention Center will be buried underground.

The City of Sharonville was awarded \$37,000 for site assessment work from the Hamilton County Development Corporation. The City is in the process of acquiring 18.5 acres from the Ohio Department of Transportation. This highly visible property is located on the Northwest side of I-275 and I-75 serves as the single most viable tract of land in Sharonville for immediate commercial development. The grant funds will be used to certify that the land is environmentally safe and constructible. The City plans intends on transferring the property to an end-user who will who will redevelop the property bringing new jobs and new investments to the City.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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The Sharonville Convention Center expansion was completed in 2012. The expansion created a new ballroom; added 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 newly renovated facility. This investment is expected to increase private investment in the development of properties around the Convention Center, as well as increase the economic outlook of the supporting hospitality and retail industries. The project is supported financially through taxes generated from the Hamilton County's and City of Sharonville's transient occupancy tax (hotel tax) combined.

The Convention Center's recent expansion and renovations have allowed to City to compete for a larger class of conventions and tradeshow. A "self-contained" Convention Center and Hotel would create new opportunities and for the City. The City is working with Capital Access Group to reposition the Convention Center for future growth. Development priorities include: securing a Business Class Hotel & Restaurant, marketing Chester Road and Sharonville, and improving the aesthetics along Chester Road a corridor.

In November of 2011, the Princeton School District broke ground on the Schools of the Future, ushering in a new era of technology and education. The campus, which is designed to be a model for improved instructional development through the use of technology and shared resources are expected to open in 2013-2015. The new 545,000-square-foot building unites middle school and high school students in a single facility, separated by centrally shared spaces, which include a natatorium, arena style gym, performance theater, and music complex. The school will also feature learning studios, outdoor learning areas such as learning gardens, spaces with transparent interior walls for passive supervision, shared recreation and library spaces, places for individual study and reflection, and spaces for learning from peers and experts. The \$120 million, phased construction project is scheduled for completion in 2015. The middle school wing is scheduled to open in fall 2013. The high school wing will open in fall 2014 with the common space completing construction in January 2015. Athletic fields are scheduled for completion in summer 2015.

2012 was the highest recorded year for cost of construction (valuation) and approval fees (Building/Planning Department revenues). Valuation was \$70 million and department revenue was over \$280,000 if all economic development incentive waivers are included.

In early 2012, Sharonville City Council approved Ordinance 2012-8, which created a new zoning district titled Support Mixed—Downtown (SM-D). The Downtown Strategic Master Plan identified a need for additional pedestrians/residents in the central business district to support existing businesses and encourage growth. The new district introduces a mixed use category not found anywhere else in the City to combine commercial, retail, entertainment, and residential in the central business district. This is an effort to boost and revitalize one of the most unique downtowns along the I-275 beltway.

Another task item from the Downtown Strategic Master Plan is for construction of a bicycle path to connect Sharon Woods north of the district and the Village of Evendale south of the district. In 2012 the City contracted a consultant to complete a bicycle path feasibility study as the first step toward applications for grant funding. Sharonville continues to work with a regional group called Connecting Active Communities Coalition, which is a group of twelve political jurisdictions in collaboration for linked regional non-motorized transportation routes.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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**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 cannot 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 auditor's unmodified opinion has been included in the financial section of this report.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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**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, 2011. 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,



M. Scott McKeehan  
Deputy Auditor and Budget Director



Mark Piepmeier  
City Auditor

**CITY OF SHARONVILLE, OHIO**

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***Elected Officials  
For the Year Ended December 31, 2012***

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<b>Office</b>	<b>Elected Official</b>	<b>Term Expires</b>
Mayor	Virgil Lovitt II	12/31/2013
President of Council	Kevin Hardman	12/31/2013
Council Ward 1	Ed Cunningham	12/31/2013
Council Ward 2	David Koch	12/31/2013
Council Ward 3	Kerry Rabe	12/31/2013
Council Ward 4	Robert Tankersley	12/31/2013
Council at Large	Vicki Hoppe	12/31/2013
Council at Large	Greg Pugh	12/31/2013
Council at Large	Paul Schmidt	12/31/2013
Treasurer	Al Ledbetter	12/31/2013
Auditor	Mark Piepmeier	12/31/2015
Law Director	Thomas Keating	12/31/2015

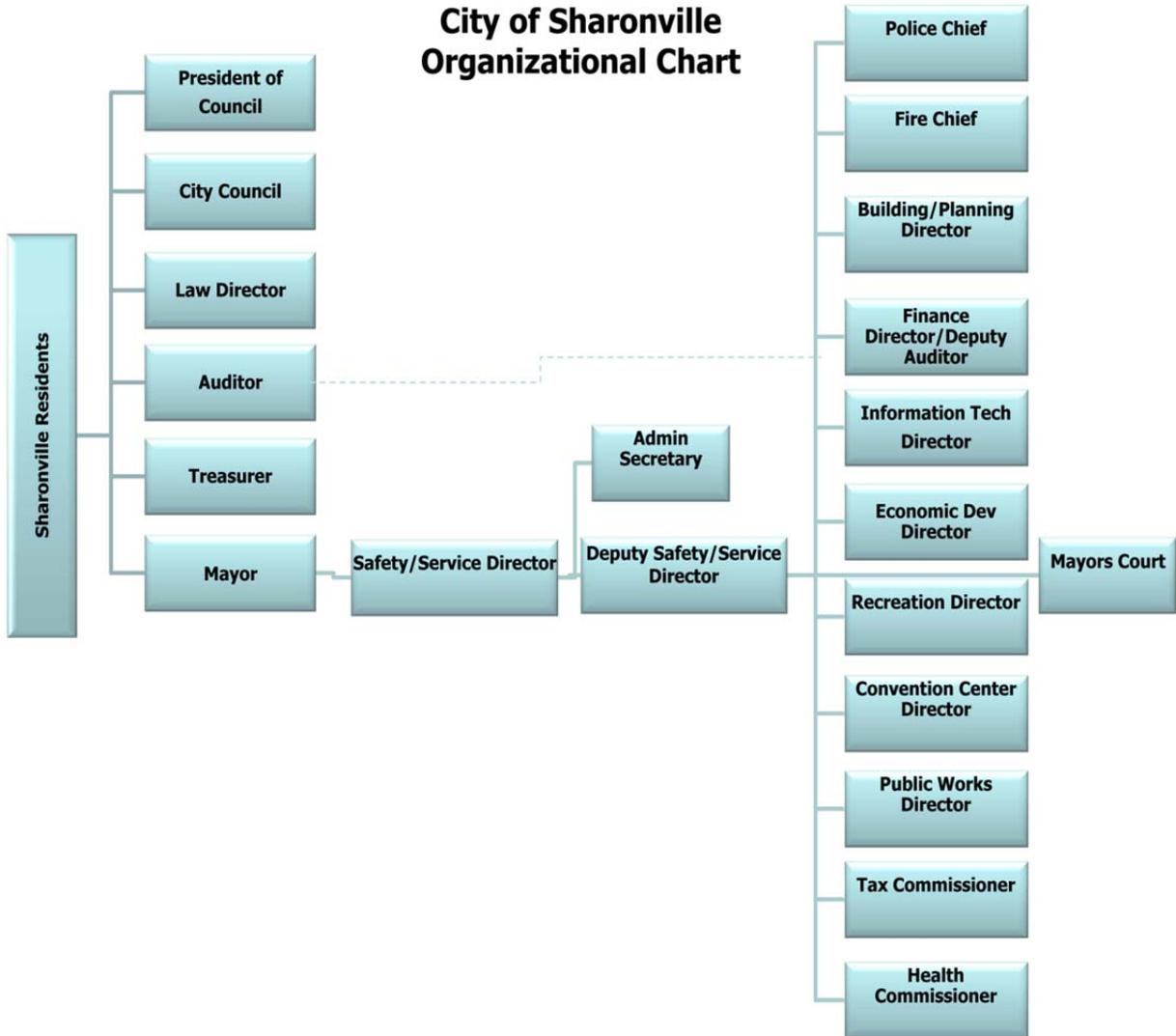
  

<b>Office</b>	<b>Official</b>
Safety/Service Director	Ted Mack
Deputy Safety/Service Director	Christine Thompson
Budget Director/Deputy Auditor	M. Scott McKeehan
Tax Commissioner	Martha Cross Funk
Police Chief	Michael Schappa
Fire Chief	Ralph Hammonds
Building and Planning Director	Richard Osgood
Health Commissioner	Dennis Propes
Public Works Director	Joe Kempe
Recreation Director	Sue Koetz
Convention Center Manager	Jim Downton
Information Technology Director	Katrina Biscay
Economic Development Director	Chris Xiel Lyons

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

*City Organizational Chart  
For the Year Ended December 31, 2012*

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

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Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

City of Sharonville  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

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.



*Christopher P. Morrill*

President

*Jeffrey R. Emer*

Executive Director

## *FINANCIAL SECTION*

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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

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

To the Honorable Mayor and Members of City Council:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate 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, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Sharonville, Hamilton County, Ohio, as of December 31, 2012, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund, the Street Construction Maintenance and Repair Fund and the Fire Department Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### **Emphasis of Matter**

As described in Note 2, during the year ended December 31, 2012, the City implemented Governmental Accounting Standards Board (GASB) Statement No.63, "*Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*" and GASB Statement No. 65 "*Items Previously Reported as Assets and Liabilities.*"

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

#### *Supplementary and Other Information*

Our audit was conducted to opine on the City's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The 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. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures 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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2013, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping initial "D".

**Dave Yost**  
Auditor of State

Columbus, Ohio

June 28, 2013



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, 2012. 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 2012 are as follows:

- ❑ In total, net position increased by \$3,248,094. Net position of governmental activities increased by \$3,180,768, which represents an 8.4% increase from 2011. Net position of business-type activities increased by \$67,326, or 1.1% from 2011.
- ❑ General revenues accounted for \$22,185,975 in revenue, or 71.3% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$8,912,084, or 28.7% of total revenues of \$31,098,059.
- ❑ The City had \$23,324,817 in expenses related to governmental activities; only \$4,319,610 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily income taxes) of \$22,185,975 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$16,680,014 in revenues and other financing sources and \$16,999,320 in expenditures and other financing uses. The general fund's fund balance decreased \$319,306.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of four parts – *management's discussion and analysis*, the *basic financial statements*, 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 position 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 position and how they have changed. Net-position (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 position 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 position 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, 2012**

**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 Position and Changes in Fiduciary Net Position.

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

The following table is a comparison of the City's Net Position for the years ended December 31, 2012 and 2011:

	Governmental Activities		Business-type Activities		Total	
	Restated		Restated		Restated	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$22,875,476	\$22,131,221	\$6,175,807	\$11,513,825	\$29,051,283	\$33,645,046
Capital assets, Net	36,327,337	35,593,258	37,354,709	34,244,635	73,682,046	69,837,893
Total assets	59,202,813	57,724,479	43,530,516	45,758,460	102,733,329	103,482,939
Deferred Outflows of Resources	65,262	79,765	97,253	129,672	162,515	209,437
Long-term debt outstanding	11,485,598	13,653,178	30,493,548	31,071,869	41,979,146	44,725,047
Other liabilities	5,977,721	6,085,556	5,490,649	7,249,458	11,468,370	13,335,014
Total liabilities	17,463,319	19,738,734	35,984,197	38,321,327	53,447,516	58,060,061
Deferred Inflows of Resources	558,478	0	1,527,046	1,517,605	2,085,524	1,517,605
Net position						
Net investment in capital assets	23,538,956	20,570,792	2,132,289	9,817,339	25,671,245	30,388,131
Restricted	11,720,978	10,797,191	0	0	11,720,978	10,797,191
Unrestricted	5,986,344	6,697,527	3,984,237	(3,768,139)	9,970,581	2,929,388
Total net position	\$41,246,278	\$38,065,510	\$6,116,526	\$6,049,200	\$47,362,804	\$44,114,710

**CITY OF SHARONVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Unaudited**

**Changes in Net Position** – The following table shows the changes in net position for the fiscal years 2012 and 2011:

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues						
Program revenues:						
Charges for Services and Sales	\$1,615,514	\$1,605,751	\$1,489,354	\$1,134,266	\$3,104,868	\$2,740,017
Operating Grants and Contributions	2,127,023	2,627,355	3,103,120	2,982,402	5,230,143	5,609,757
Capital Grants and Contributions	577,073	209,596	0	0	577,073	209,596
Total Program revenues	4,319,610	4,442,702	4,592,474	4,116,668	8,912,084	8,559,370
General revenues:						
Income Taxes	20,413,196	19,970,964	0	0	20,413,196	19,970,964
Other Local Taxes	115,628	89,592	0	0	115,628	89,592
Payments in Lieu of Taxes	0	788,376	0	0	0	788,376
Grants and Entitlements not Restricted to Specific Programs	887,933	1,326,156	0	0	887,933	1,326,156
Investment Earnings	309,911	15,512	0	0	309,911	15,512
Miscellaneous	459,307	978,878	0	0	459,307	978,878
Total General revenues	22,185,975	23,169,478	0	0	22,185,975	23,169,478
Total revenues	26,505,585	27,612,180	4,592,474	4,116,668	31,098,059	31,728,848
Program Expenses						
Security of Persons and Property	12,311,523	12,287,143	0	0	12,311,523	12,287,143
Public Health and Welfare Services	372,910	374,700	0	0	372,910	374,700
Leisure Time Activities	3,141,715	3,087,936	0	0	3,141,715	3,087,936
Community Environment	490,488	586,111	0	0	490,488	586,111
Basic Utility Services	511,018	527,483	0	0	511,018	527,483
Transportation	2,847,491	2,721,535	0	0	2,847,491	2,721,535
General Government	3,401,228	4,033,393	0	0	3,401,228	4,033,393
Interest and Fiscal Charges	248,444	536,851	0	0	248,444	536,851
Convention Center	0	0	4,306,004	3,480,293	4,306,004	3,480,293
Senior Citizen Housing	0	0	219,144	317,767	219,144	317,767
Total expenses	23,324,817	24,155,152	4,525,148	3,798,060	27,849,965	27,953,212
Total Change in Net Position	3,180,768	3,457,028	67,326	318,608	3,248,094	3,775,636
Beginning Net Position, As Restated	38,065,510	34,608,482	6,049,200	5,730,592	44,114,710	40,339,074
Ending Net Position	\$41,246,278	\$38,065,510	\$6,116,526	\$6,049,200	\$47,362,804	\$44,114,710

**Governmental Activities**

Net position of the City's governmental activities increased by \$3,180,768. The increase was a result of revenues that outpaced expenses. Increases were experienced in income tax (due to continued improvement in the economy), a continuation of lower operating expenses, and a reduction in outstanding bonds.

**CITY OF SHARONVILLE, OHIO**

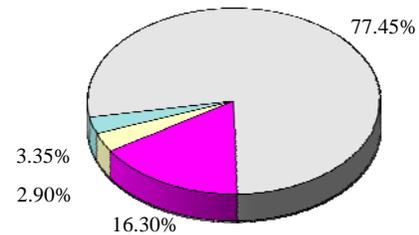
***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***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 77.35% of revenues for governmental activities for the City in fiscal year 2012. The City's reliance upon tax revenues is demonstrated by the following graph:

Revenue Sources	2012	Percent of Total
Taxes	\$20,528,824	77.45%
Program Revenues	4,319,610	16.30%
Shared Revenues	887,933	3.35%
General Other	769,218	2.90%
<b>Total Revenue</b>	<b>\$26,505,585</b>	<b>100.00%</b>



***Business-Type Activities***

The net position of the business-type activities increased by \$67,326 during 2012. The Convention Center experienced increases in both Charges for Services and Sales revenue and expenses as the Center began full operations following a multi-year expansion project.

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

The City's governmental funds reported a combined fund balance of \$12,544,630, which is an increase from last year's balance of \$11,531,175. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2012 and 2011:

	Fund Balance December 31, 2012	Restated Fund Balance December 31, 2011	Increase (Decrease)
General	\$7,391,114	\$7,710,420	(\$319,306)
Street Construction, Maintenance and Repair	1,471,679	1,336,275	135,404
Fire Department	2,334,103	2,459,565	(125,462)
Chester Road TIF	(1,759,225)	(1,725,479)	(33,746)
Other Governmental	3,106,959	1,750,394	1,356,565
<b>Total</b>	<b>\$12,544,630</b>	<b>\$11,531,175</b>	<b>\$1,013,455</b>

**CITY OF SHARONVILLE, OHIO**

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***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

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

	2012	2011	Increase
	<u>Revenues</u>	<u>Revenues</u>	<u>(Decrease)</u>
Taxes	\$14,059,366	\$13,567,301	\$492,065
Intergovernmental Revenues	1,020,684	897,206	123,478
Charges for Services	390,547	340,551	49,996
Licenses and Permits	533,099	525,503	7,596
Investment Earnings	17,991	15,130	2,861
Fines and Forfeitures	384,302	360,446	23,856
All Other Revenue	274,025	423,896	(149,871)
Total	<u>\$16,680,014</u>	<u>\$16,130,033</u>	<u>\$549,981</u>

General Fund revenues in 2012 increased by 3.4% compared to revenues in fiscal year 2011. The most significant factor contributing to this increase was an increase in income tax revenue due to continued improvement in economic conditions.

	2012	2011	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Security of Persons and Property	\$5,689,890	\$5,467,587	\$222,303
Public Health and Welfare Services	369,086	354,674	14,412
Leisure Time Activities	2,586,820	2,480,596	106,224
Community Environment	482,632	584,908	(102,276)
Basic Utility Services	511,018	527,483	(16,465)
General Government	3,094,667	3,138,235	(43,568)
Total	<u>\$12,734,113</u>	<u>\$12,553,483</u>	<u>\$180,630</u>

The increase in General Fund expenditures was the result of the normal operations.

*Street, Construction, Maintenance and Repair Department Fund* – The fund balance increased by \$135,404 during 2012. The increase in fund balance was primarily related to a decrease in expenses due to a light snow year.

*Fire Department Fund* – The fund balance decreased by \$125,462 during 2012. The decrease in fund balance was primarily related to increased personnel costs and capital outlay.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

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*Chester Road TIF Fund* – The fund balance decreased by \$33,746 during the year due design costs of improvement projects in the TIF district.

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 2012 the City amended its General Fund budget several times.

For the General Fund, final budget basis revenue of \$15.4 million remained unchanged when compared to the original budget estimates. The City increased appropriations by \$2.2 million to account for additional transfers to other funds with the largest amounts being used for early payoff of two bonds and a city-wide energy efficiency lighting project. The General Fund's actual results varied slightly from the final budgeted amounts. The General Fund had an adequate fund balance to cover expenditures.

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**Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Unaudited**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal 2012 the City had \$73,682,046 net of accumulated depreciation invested in land, construction in progress, land improvements, buildings and improvements, machinery and equipment and vehicles. Of this total, \$36,327,337 was related to governmental activities and \$37,354,709 to the business-type activities. The following table shows fiscal year 2012 and 2011 balances:

	Governmental Activities		Increase (Decrease)
	2012	2011	
Land	\$6,639,810	\$6,639,810	\$0
Construction in Progress	3,683,916	3,105,862	578,054
Land Improvements	8,376,276	8,254,319	121,957
Buildings and Improvements	17,366,421	17,349,380	17,041
Infrastructure	20,544,729	19,948,532	596,197
Machinery and Equipment	2,810,504	2,831,528	(21,024)
Vehicles	4,947,752	4,089,170	858,582
Less: Accumulated Depreciation	(28,042,071)	(26,625,343)	(1,416,728)
Totals	<u>\$36,327,337</u>	<u>\$35,593,258</u>	<u>\$734,079</u>

	Business-Type Activities		Increase (Decrease)
	2012	2011	
Land	\$5,067,188	\$3,395,000	\$1,672,188
Construction in Progress	0	26,163,448	(26,163,448)
Land Improvements	309,090	168,090	141,000
Buildings and Improvements	35,125,710	8,074,861	27,050,849
Infrastructure	95,599	95,599	0
Machinery and Equipment	1,346,429	279,633	1,066,796
Vehicles	25,000	25,000	0
Less: Accumulated Depreciation	(4,614,307)	(3,956,996)	(657,311)
Totals	<u>\$37,354,709</u>	<u>\$34,244,635</u>	<u>\$3,110,074</u>

The primary increases in governmental activities' capital assets occurred in infrastructure and vehicles. During 2012 the City completed several infrastructure projects throughout the City. Additionally, the business type activities experienced a large increase in buildings and improvements due to the completion of the Sharonville Convention Center. Additional information on the City's capital assets can be found in Note 9.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

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***Debt***

At December 31, 2012, the City had \$9,433,664 in general obligation bonds outstanding, \$1,965,248 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
Governmental Activities:		
General Obligation Bonds	\$6,876,852	\$9,224,233
Special Assessment Bonds	1,345,000	1,400,000
Compensated Absences	3,182,217	3,108,710
Capital Leases	81,529	0
Total Governmental Activities	<u>11,485,598</u>	<u>13,732,943</u>
Business-Type Activities:		
General Obligation Bonds	2,556,812	3,205,537
Revenue Bonds	27,740,608	27,728,083
Compensated Absences	196,128	267,921
Total Business-Type Activities	<u>30,493,548</u>	<u>31,201,541</u>
Totals	<u><u>\$41,979,146</u></u>	<u><u>\$44,934,484</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, 2012, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 14.

**ECONOMIC FACTORS**

The City's income tax collections continued showing strong signs of a rebound in 2012. Additionally signs of rebound were shown in local development by maintaining a steady level of building permits. Since the City does not collect any property tax, the City has not and will not experience the effects of the property related tax reductions resulting from property value reductions and State reimbursement cuts.

The City's financial position will be significantly affected by the redevelopment of Chester Road and the expansion of the Convention Center. The expanded Convention Center was opened in May, 2012 and has already hosted numerous events and has strong future bookings. The additional planned infrastructure improvements 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 Scott McKeehan, Budget Director of the City of Sharonville.

**CITY OF SHARONVILLE, OHIO**

**Statement of Net Position  
December 31, 2012**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 14,622,869	\$ 6,529,707	\$ 21,152,576	\$ 14,419
Receivables:				
Taxes	3,768,004	0	3,768,004	0
Accounts	337,742	225,839	563,581	0
Intergovernmental	1,447,672	0	1,447,672	0
Special Assessments	1,907,758	0	1,907,758	0
Internal Balances	620,000	(620,000)	0	0
Inventory of Supplies at Cost	111,966	0	111,966	0
Prepaid Items	59,465	5,034	64,499	0
Restricted Assets:				
Cash and Cash Equivalents	0	35,227	35,227	0
Capital Assets:				
Capital Assets Not Being Depreciated	10,323,726	5,067,188	15,390,914	0
Capital Assets Being Depreciated, Net	26,003,611	32,287,521	58,291,132	0
<b>Total Assets</b>	<b>59,202,813</b>	<b>43,530,516</b>	<b>102,733,329</b>	<b>14,419</b>
<b>Deferred Outflows of Resources:</b>				
Deferred Charge on Debt Refunding	65,262	97,253	162,515	0
<b>Liabilities:</b>				
Accounts Payable	367,846	288,136	655,982	0
Accrued Wages and Benefits	340,980	25,977	366,957	0
Intergovernmental Payable	736,783	41,156	777,939	0
Accrued Real Estate Taxes	0	0	0	3,143
Tenant Security Deposit	0	0	0	1,050
Customer Deposits	0	38,180	38,180	0
Accrued Interest Payable	47,112	172,200	219,312	0
General Obligation Notes Payable	4,485,000	4,925,000	9,410,000	0
Noncurrent liabilities:				
Due within one year	1,618,137	714,797	2,332,934	0
Due in more than one year	9,867,461	29,778,751	39,646,212	0
<b>Total Liabilities</b>	<b>17,463,319</b>	<b>35,984,197</b>	<b>53,447,516</b>	<b>4,193</b>

**CITY OF SHARONVILLE, OHIO**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	0	1,527,046	1,527,046	0
Property Tax Levy for Next Fiscal Year	558,478	0	558,478	0
<b>Total Deferred Inflows of Resources</b>	<b>558,478</b>	<b>1,527,046</b>	<b>2,085,524</b>	<b>0</b>
<b>Net Position:</b>				
Net Investment in Capital Assets	23,538,956	2,132,289	25,671,245	0
Restricted For:				
Capital Projects	4,864,739	0	4,864,739	0
Debt Service	2,133,386	0	2,133,386	0
Streets and Highways	2,574,648	0	2,574,648	0
Security of Persons and Property	2,144,867	0	2,144,867	0
Other Purposes	3,338	0	3,338	0
Unrestricted	5,986,344	3,984,237	9,970,581	10,226
<b>Total Net Position</b>	<b>\$ 41,246,278</b>	<b>\$ 6,116,526</b>	<b>\$ 47,362,804</b>	<b>\$ 10,226</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2012**

	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	\$ 12,311,523	\$ 910,580	\$ 11,420	\$ 0
Public Health and Welfare Services	372,910	91,685	0	0
Leisure Time Activities	3,141,715	355,784	0	0
Community Environment	490,488	249,090	0	0
Basic Utility Services	511,018	0	0	0
Transportation	2,847,491	8,375	2,115,603	577,073
General Government	3,401,228	0	0	0
Interest and Fiscal Charges	248,444	0	0	0
<b>Total Governmental Activities</b>	<b>23,324,817</b>	<b>1,615,514</b>	<b>2,127,023</b>	<b>577,073</b>
<b>Business-Type Activities:</b>				
Convention Center	4,306,004	1,201,706	3,103,120	0
Senior Citizen Housing	219,144	287,648	0	0
<b>Total Business-Type Activities</b>	<b>4,525,148</b>	<b>1,489,354</b>	<b>3,103,120</b>	<b>0</b>
<b>Totals</b>	<b>\$ 27,849,965</b>	<b>\$ 3,104,868</b>	<b>\$ 5,230,143</b>	<b>\$ 577,073</b>
<b>Component Unit:</b>				
Community Improvement Corporation of Sharonville	\$ 14,104	\$ 15,818	\$ 0	\$ 0

**General Revenues**

Income Taxes
Other Local Taxes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Total General Revenues and Transfers
Change in Net Position
Net Position Beginning of Year, Restated
Net Position End of Year

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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Net (Expense) Revenue and Changes in Net Position			Component Unit
Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
\$ (11,389,523)	\$ 0	\$ (11,389,523)	
(281,225)	0	(281,225)	
(2,785,931)	0	(2,785,931)	
(241,398)	0	(241,398)	
(511,018)	0	(511,018)	
(146,440)	0	(146,440)	
(3,401,228)	0	(3,401,228)	
(248,444)	0	(248,444)	
<u>(19,005,207)</u>	<u>0</u>	<u>(19,005,207)</u>	
0	(1,178)	(1,178)	
<u>0</u>	<u>68,504</u>	<u>68,504</u>	
<u>0</u>	<u>67,326</u>	<u>67,326</u>	
<u>(19,005,207)</u>	<u>67,326</u>	<u>(18,937,881)</u>	
			\$ 1,714
20,413,196	0	20,413,196	0
115,628	0	115,628	0
887,933	0	887,933	0
309,911	0	309,911	0
459,307	0	459,307	0
<u>22,185,975</u>	<u>0</u>	<u>22,185,975</u>	<u>0</u>
3,180,768	67,326	3,248,094	1,714
<u>38,065,510</u>	<u>6,049,200</u>	<u>44,114,710</u>	<u>8,512</u>
<u>\$ 41,246,278</u>	<u>\$ 6,116,526</u>	<u>\$ 47,362,804</u>	<u>\$ 10,226</u>

**CITY OF SHARONVILLE, OHIO**

**Balance Sheet  
Governmental Funds  
December 31, 2012**

	General Fund	Street Construction, Maintenance and Repair Fund	Fire Department Fund	Chester Road TIF Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 5,646,158	\$ 1,174,633	\$ 1,905,800	\$ 2,769,142
Receivables:				
Taxes	2,196,941	0	1,012,585	558,478
Accounts	71,791	0	262,951	0
Intergovernmental	146,522	1,000,739	0	0
Special Assessments	0	0	0	0
Interfund Loans Receivables	5,414	0	3,121	0
Inventory of Supplies, at Cost	0	75,017	0	0
Prepaid Items	43,071	0	13,707	0
Advance to Other Funds	620,000	0	0	0
<b>Total Assets</b>	<b>\$ 8,729,897</b>	<b>\$ 2,250,389</b>	<b>\$ 3,198,164</b>	<b>\$ 3,327,620</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 149,131	\$ 14,412	\$ 38,158	\$ 18,188
Accrued Wages and Benefits Payable	188,254	24,525	125,092	0
Intergovernmental Payable	423,434	27,689	277,054	3,921
Interfund Loans Payable	0	0	0	0
Accrued Interest Payable	0	0	0	21,258
General Obligation Notes Payable	0	0	0	4,485,000
Compensated Absences Payable	0	46,167	0	0
<b>Total Liabilities</b>	<b>760,819</b>	<b>112,793</b>	<b>440,304</b>	<b>4,528,367</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	577,964	665,917	423,757	0
Property Tax Levy for Next Fiscal Year	0	0	0	558,478
<b>Total Deferred Inflows of Resources</b>	<b>577,964</b>	<b>665,917</b>	<b>423,757</b>	<b>558,478</b>
<b>Fund Balances:</b>				
Nonspendable	43,071	75,017	13,707	0
Restricted	0	1,396,662	2,320,396	0
Committed	160,085	0	0	0
Assigned	405,917	0	0	0
Unassigned	6,782,041	0	0	(1,759,225)
<b>Total Fund Balances</b>	<b>7,391,114</b>	<b>1,471,679</b>	<b>2,334,103</b>	<b>(1,759,225)</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 8,729,897</b>	<b>\$ 2,250,389</b>	<b>\$ 3,198,164</b>	<b>\$ 3,327,620</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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Other Governmental Funds	Total Governmental Funds
\$ 3,127,136	\$ 14,622,869
0	3,768,004
3,000	337,742
300,411	1,447,672
1,907,758	1,907,758
0	8,535
36,949	111,966
2,687	59,465
0	620,000
<u>\$ 5,377,941</u>	<u>\$ 22,884,011</u>
\$ 147,957	\$ 367,846
3,109	340,980
4,685	736,783
8,535	8,535
0	21,258
0	4,485,000
0	46,167
<u>164,286</u>	<u>6,006,569</u>
2,106,696	3,774,334
0	558,478
<u>2,106,696</u>	<u>4,332,812</u>
39,636	171,431
1,979,382	5,696,440
1,093,355	1,253,440
0	405,917
(5,414)	5,017,402
<u>3,106,959</u>	<u>12,544,630</u>
<u>\$ 5,377,941</u>	<u>\$ 22,884,011</u>

**CITY OF SHARONVILLE, OHIO**

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***Reconciliation Of Total Governmental Fund Balances  
To Net Position Of Governmental Activities  
December 31, 2012***

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<b>Total Governmental Fund Balances</b>	\$ 12,544,630
<i>Amounts reported for governmental activities in the statement of net position are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	36,327,337
Other long-term assets are not available to pay for current- period expenditures and therefore are reported as deferred inflows of resources in the fund statements.	3,774,334
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	(6,825,000)
Unamortized Bond Premiums	(51,852)
Deferred Loss on Refunding	65,262
Special Assessment Bonds Payable	(1,345,000)
Capital Lease Payable	(81,529)
Compensated Absences Payable	(3,136,050)
Accrued Interest Payable	(25,854)
<b><i>Net Position of Governmental Activities</i></b>	<b><u>\$ 41,246,278</u></b>

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

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**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2012**

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	General Fund	Street Construction, Maintenance and Repair Fund	Fire Department Fund	Chester Road TIF Fund
<b>Revenues:</b>				
Taxes	\$ 14,059,366	\$ 0	\$ 6,728,980	\$ 0
Payments in Lieu of Taxes	0	0	0	284,666
Intergovernmental Revenues	1,020,684	1,767,335	0	0
Charges for Services	390,547	0	449,521	0
Licenses and Permits	533,099	0	0	0
Investment Earnings	17,991	541	0	0
Special Assessments	0	0	0	0
Fines and Forfeitures	384,302	0	0	0
All Other Revenue	274,025	7,007	14,037	0
<b>Total Revenue</b>	<b>16,680,014</b>	<b>1,774,883</b>	<b>7,192,538</b>	<b>284,666</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	5,689,890	0	5,875,868	0
Public Health and Welfare Services	369,086	0	0	0
Leisure Time Activities	2,586,820	0	0	0
Community Environment	482,632	0	0	0
Basic Utility Services	511,018	0	0	0
Transportation	0	1,636,832	0	0
General Government	3,094,667	0	0	0
Capital Outlay	0	0	613,268	273,575
Debt Service:				
Principal Retirement	0	0	0	0
Interest & Fiscal Charges	0	0	0	44,837
Advance Refunding to Escrow	0	0	0	0
<b>Total Expenditures</b>	<b>12,734,113</b>	<b>1,636,832</b>	<b>6,489,136</b>	<b>318,412</b>
Excess (Deficiency) of Revenues Over Expenditures	3,945,901	138,051	703,402	(33,746)

**CITY OF SHARONVILLE, OHIO**

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Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 20,788,346
0	284,666
671,301	3,459,320
1,146	841,214
0	533,099
67	18,599
298,704	298,704
62,514	446,816
15,124	310,193
<u>1,048,856</u>	<u>26,980,957</u>

157,987	11,723,745
0	369,086
314	2,587,134
0	482,632
0	511,018
628,449	2,265,281
98,371	3,193,038
1,398,795	2,285,638
1,426,471	1,426,471
431,856	476,693
854,584	854,584
<u>4,996,827</u>	<u>26,175,320</u>

(3,947,971) 805,637

(Continued)

**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2012**

	General Fund	Street Construction, Maintenance and Repair Fund	Fire Department Fund	Chester Road TIF Fund
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	10,135	0
General Obligation Refunding Bonds Issued	0	0	0	0
Premiums on Debt Issuances	0	0	0	0
Issuance of Capital Leases	0	0	0	0
Transfers In	0	0	0	0
Transfers Out	(4,265,207)	0	(838,999)	0
Payments to Refunded Bond Escrow Agent	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>(4,265,207)</b>	<b>0</b>	<b>(828,864)</b>	<b>0</b>
Net Change in Fund Balances	(319,306)	138,051	(125,462)	(33,746)
<b>Fund Balances at Beginning of Year, Restated</b>	<b>7,710,420</b>	<b>1,336,275</b>	<b>2,459,565</b>	<b>(1,725,479)</b>
Decrease in Inventory Reserve	0	(2,647)	0	0
<b>Fund Balances End of Year</b>	<b>\$ 7,391,114</b>	<b>\$ 1,471,679</b>	<b>\$ 2,334,103</b>	<b>\$ (1,759,225)</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
11,656	21,791
3,935,000	3,935,000
291,312	291,312
108,000	108,000
5,104,206	5,104,206
0	(5,104,206)
<u>(4,144,334)</u>	<u>(4,144,334)</u>
<u>5,305,840</u>	<u>211,769</u>
1,357,869	1,017,406
1,750,394	11,531,175
<u>(1,304)</u>	<u>(3,951)</u>
<u>\$ 3,106,959</u>	<u>\$ 12,544,630</u>

**CITY OF SHARONVILLE, OHIO**

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***Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For the Year Ended December 31, 2012***

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**Net Change in Fund Balances - Total Governmental Funds** \$ 1,017,406

***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 depreciation exceeded capital outlay in the current period.

Capital Outlay	2,669,018	
Depreciation Expense	<u>(1,885,416)</u>	783,602

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

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.	(49,523)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(858,752)
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The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net position.

Refunding Bond Issued	(3,935,000)	
Issuance of Capital Lease	<u>(108,000)</u>	(4,043,000)

Repayment of bond and loan principal is an expenditure in the governmental funds, but the transactions, however, have no effect on net position.

General Obligation Bond Principal Payment	1,345,000	
Special Assessment Bond Principal Payment	55,000	
Defeasance of General Obligation Bonds	4,937,381	
Capital Leases Principal Payment	<u>26,471</u>	6,363,852

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	12,977
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	(27,340)	
Change in Inventory	(3,951)	
Amorization of Deferred Loss on Defeasance	<u>(14,503)</u>	<u>(45,794)</u>

***Change in Net Position of Governmental Activities*** \$ 3,180,768

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, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 13,257,260	\$ 13,271,671	\$ 14,287,955	\$ 1,016,284
Intergovernmental Revenue	723,247	723,247	1,043,611	320,364
Charges for Services	344,555	344,555	385,290	40,735
Licenses and Permits	497,053	497,053	531,615	34,562
Investment Earnings	15,000	15,000	17,991	2,991
Fines and Forfeitures	352,500	352,500	386,365	33,865
All Other Revenues	261,520	247,109	390,035	142,926
Total Revenues	15,451,135	15,451,135	17,042,862	1,591,727
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	5,824,793	5,974,917	5,856,324	118,593
Public Health and Welfare Services	386,372	402,988	370,467	32,521
Leisure Time Activities	2,684,886	2,693,418	2,605,780	87,638
Community Environment	586,785	517,451	490,660	26,791
Basic Utility Services	687,042	687,042	686,322	720
General Government	3,213,828	3,308,275	3,121,010	187,265
Total Expenditures	13,383,706	13,584,091	13,130,563	453,528
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,067,429	1,867,044	3,912,299	2,045,255
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(2,491,036)	(4,500,620)	(4,457,207)	43,413
Advances Out	0	0	(414)	(414)
Total Other Financing Sources (Uses):	(2,491,036)	(4,500,620)	(4,457,621)	42,999
Net Change in Fund Balance	(423,607)	(2,633,576)	(545,322)	2,088,254
Fund Balance at Beginning of Year	5,077,966	5,077,966	5,077,966	0
Prior Year Encumbrances	407,735	407,735	407,735	0
Fund Balance at End of Year	\$ 5,062,094	\$ 2,852,125	\$ 4,940,379	\$ 2,088,254

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Special Revenue Fund – Street Construction, Maintenance and Repair Fund  
For the Year Ended December 31, 2012**

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenue	\$ 1,386,000	\$ 1,386,000	\$ 1,794,338	\$ 408,338
Investment Earnings	200	200	541	341
All Other Revenues	100	100	5,143	5,043
Total Revenues	<u>1,386,300</u>	<u>1,386,300</u>	<u>1,800,022</u>	<u>413,722</u>
<b>Expenditures:</b>				
Current:				
Transportation	1,057,838	1,102,729	988,151	114,578
Capital Outlay	910,746	910,746	778,067	132,679
Total Expenditures	<u>1,968,584</u>	<u>2,013,475</u>	<u>1,766,218</u>	<u>247,257</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(582,284)	(627,175)	33,804	660,979
Fund Balance at Beginning of Year	820,249	820,249	820,249	0
Prior Year Encumbrances	219,343	219,343	219,343	0
Fund Balance at End of Year	<u>\$ 457,308</u>	<u>\$ 412,417</u>	<u>\$ 1,073,396</u>	<u>\$ 660,979</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, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 6,320,000	\$ 6,320,000	\$ 6,808,746	\$ 488,746
Charges for Services	500,000	500,000	448,298	(51,702)
All Other Revenues	0	0	14,012	14,012
Total Revenues	<u>6,820,000</u>	<u>6,820,000</u>	<u>7,271,056</u>	<u>451,056</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,039,878	6,221,985	6,062,910	159,075
Capital Outlay	602,327	1,343,327	1,323,268	20,059
Total Expenditures	<u>6,642,205</u>	<u>7,565,312</u>	<u>7,386,178</u>	<u>179,134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	177,795	(745,312)	(115,122)	630,190
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	10,135	10,135
Transfers Out	(699,548)	(899,726)	(838,999)	60,727
Advances In	0	0	44,045	44,045
Advances Out	0	0	(3,121)	(3,121)
Total Other Financing Sources (Uses):	<u>(699,548)</u>	<u>(899,726)</u>	<u>(787,940)</u>	<u>111,786</u>
Net Change in Fund Balance	(521,753)	(1,645,038)	(903,062)	741,976
Fund Balance at Beginning of Year	1,281,408	1,281,408	1,281,408	0
Prior Year Encumbrances	621,655	621,655	621,655	0
Fund Balance at End of Year	<u>\$ 1,381,310</u>	<u>\$ 258,025</u>	<u>\$ 1,000,001</u>	<u>\$ 741,976</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Net Position  
Proprietary Funds  
December 31, 2012**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<b>Assets:</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 6,332,146	\$ 197,561	\$ 6,529,707
Receivables:			
Accounts Receivable	225,499	340	225,839
Prepaid Items	3,742	1,292	5,034
Total Current Assets	<u>6,561,387</u>	<u>199,193</u>	<u>6,760,580</u>
Noncurrent Assets:			
Restricted Assets:			
Cash and Cash Equivalents	0	35,227	35,227
Capital Assets:			
Capital Assets Not Being Depreciated	5,022,188	45,000	5,067,188
Capital Assets Being Depreciated, Net	<u>31,632,960</u>	<u>654,561</u>	<u>32,287,521</u>
Total Noncurrent Assets	<u>36,655,148</u>	<u>734,788</u>	<u>37,389,936</u>
Total Assets	<u>43,216,535</u>	<u>933,981</u>	<u>44,150,516</u>
<b>Deferred Outflows of Resources:</b>			
Deferred Charge on Debt Refunding	<u>97,253</u>	<u>0</u>	<u>97,253</u>
<b>Liabilities:</b>			
Current Liabilities:			
Accounts Payable	287,335	801	288,136
Accrued Wages and Benefits	24,372	1,605	25,977
Intergovernmental Payable	23,097	18,059	41,156
Customer Deposits	0	38,180	38,180
Accrued Interest Payable	172,200	0	172,200
General Obligation Notes Payable	4,925,000	0	4,925,000
General Obligation Bonds Payable - Current	678,725	0	678,725
Revenue Bond Payable - Current	(12,525)	0	(12,525)
Compensated Absences - Current	43,684	4,913	48,597
Total Current Liabilities	<u>6,141,888</u>	<u>63,558</u>	<u>6,205,446</u>

**CITY OF SHARONVILLE, OHIO**

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	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Noncurrent Liabilities:			
General Obligation Bonds Payable	1,878,087	0	1,878,087
Revenue Bonds Payable	27,753,133	0	27,753,133
Advances from Other Funds	0	620,000	620,000
Compensated Absences Payable	146,827	704	147,531
Total Noncurrent Liabilities	29,778,047	620,704	30,398,751
<b>Total Liabilities</b>	<b>35,919,935</b>	<b>684,262</b>	<b>36,604,197</b>
<b>Deferred Inflows of Resources:</b>			
Unavailable Amounts	1,527,046	0	1,527,046
<b>Net Position:</b>			
Net Investment in Capital Assets	1,432,728	699,561	2,132,289
Unrestricted	4,434,079	(449,842)	3,984,237
Total Net Position	\$ 5,866,807	\$ 249,719	\$ 6,116,526

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended December 31, 2012**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 1,054,704	\$ 286,898	\$ 1,341,602
Other Operating Revenues	135,460	750	136,210
<b>Total Operating Revenues</b>	<b>1,190,164</b>	<b>287,648</b>	<b>1,477,812</b>
<b>Operating Expenses:</b>			
Personal Services	974,269	92,552	1,066,821
Materials and Supplies	59,209	23,621	82,830
Contractual Services	307,351	36,559	343,910
Utilities	241,406	26,239	267,645
Depreciation	848,025	40,173	888,198
<b>Total Operating Expenses</b>	<b>2,430,260</b>	<b>219,144</b>	<b>2,649,404</b>
<b>Operating Income (Loss)</b>	<b>(1,240,096)</b>	<b>68,504</b>	<b>(1,171,592)</b>
<b>Non-Operating Revenue (Expenses):</b>			
Interest Income	11,542	0	11,542
Interest and Fiscal Charges	(1,867,695)	0	(1,867,695)
Loss on Disposal of Capital Assets	(8,049)	0	(8,049)
Intergovernmental Revenues	3,103,120	0	3,103,120
<b>Total Non-Operating Revenues (Expenses)</b>	<b>1,238,918</b>	<b>0</b>	<b>1,238,918</b>
<b>Change in Net Position</b>	<b>(1,178)</b>	<b>68,504</b>	<b>67,326</b>
Net Position Beginning of Year, Restated	5,867,985	181,215	6,049,200
<b>Net Position End of Year</b>	<b>\$ 5,866,807</b>	<b>\$ 249,719</b>	<b>\$ 6,116,526</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, 2012**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$1,062,183	\$290,827	\$1,353,010
Cash Payments for Goods and Services	(619,363)	(84,871)	(704,234)
Cash Payments to Employees	(1,013,903)	(112,494)	(1,126,397)
Other Operating Revenues	145,519	750	146,269
Net Cash Provided (Used) by Operating Activities	<u>(425,564)</u>	<u>94,212</u>	<u>(331,352)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Payment on Advances from Other Funds	0	(100,000)	(100,000)
Intergovernmental Revenue Received	2,913,652	0	2,913,652
Net Cash Provided (Used) by Noncapital Financing Activities	<u>2,913,652</u>	<u>(100,000)</u>	<u>2,813,652</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(4,954,481)	(24,980)	(4,979,461)
Sale of General Obligation Notes	4,925,000	0	4,925,000
Sale of General Obligation Refunding Bonds	865,000	0	865,000
Payment to Refunded Bond Escrow Agent	(911,665)	0	(911,665)
Payment on General Obligation Notes	(4,990,000)	0	(4,990,000)
Payment on General Obligation Bonds	(625,000)	0	(625,000)
Interest Paid on All Debt	(1,806,106)	0	(1,806,106)
Net Cash Used for Capital and Related Financing Activities	<u>(7,497,252)</u>	<u>(24,980)</u>	<u>(7,522,232)</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	11,542	0	11,542
Net Cash Provided for Investing Activities	<u>11,542</u>	<u>0</u>	<u>11,542</u>
Net Decrease in Cash and Cash Equivalents	(4,997,622)	(30,768)	(5,028,390)
Cash and Cash Equivalents at Beginning of Year	11,329,768	263,556	11,593,324
Cash and Cash Equivalents at End of Year	<u>\$6,332,146</u>	<u>\$232,788</u>	<u>\$6,564,934</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Assets:</u>			
Cash and Cash Equivalents	\$6,332,146	\$197,561	\$6,529,707
Restricted Cash and Cash Equivalents	0	35,227	35,227
Cash and Cash Equivalents at End of Year	<u>\$6,332,146</u>	<u>\$232,788</u>	<u>\$6,564,934</u>

**CITY OF SHARONVILLE, OHIO**

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	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$1,240,096)	\$68,504	(\$1,171,592)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	848,025	40,173	888,198
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(1,962)	13	(1,949)
Decrease in Intergovernmental Receivables	10,059	0	10,059
(Increase) Decrease in Prepaid Items	665	(7)	658
Decrease in Accounts Payable	(6,419)	(201)	(6,620)
Increase in Accrued Wages and Benefits	10,978	178	11,156
Increase (Decrease) in Intergovernmental Payable	(4,746)	2,758	(1,988)
Increase in Customer Deposits Payable	0	3,078	3,078
Increase in Deferred Revenue	9,441	0	9,441
Decrease in Compensated Absences	(51,509)	(20,284)	(71,793)
Total Adjustments	814,532	25,708	840,240
Net Cash Provided (Used) by Operating Activities	(\$425,564)	\$94,212	(\$331,352)

Schedule of Noncash Investing, Capital and Financing Activities:

For the year ended December 31, 2012, the Convention Center Fund had an outstanding liability of \$264,701 for the construction and acquisition of capital assets.

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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**Statement of Net Position  
Fiduciary Fund  
December 31, 2012**

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	Private Purpose Trust	
	Unclaimed Monies	Agency Funds
	Fund	
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 22,282	\$ 886,330
<b>Total Assets</b>	<u>22,282</u>	<u>886,330</u>
<b>Liabilities:</b>		
Intergovernmental Payable	0	3,056
Due to Others	0	883,274
<b>Total Liabilities</b>	<u>0</u>	<u>886,330</u>
<b>Net Position:</b>		
Unrestricted	22,282	0
<b>Total Net Position</b>	<u>\$ 22,282</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

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**Statement of Changes in Net Position  
Fiduciary Funds  
For the Year Ended December 31, 2012**

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	Private Purpose Trust Unclaimed Monies Fund
<b>Additions:</b>	
Contributions:	
Miscellaneous	\$ 20
Total Additions	<u>20</u>
<b>Deductions:</b>	
Total Deductions	<u>0</u>
Change in Net Position	20
Net Position at Beginning of Year	<u>22,262</u>
Net Position End of Year	<u>\$ 22,282</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

**A. Reporting Entity**

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

The accompanying basic financial statements comply with the provisions of 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 2012. 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, 2012***

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

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

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

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

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

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

**Street Construction, Maintenance and Repair Fund** - This fund is used to account for state-levied and controlled gasoline tax and motor vehicle registration fees designated for street maintenance and repair.

**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 position.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

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

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

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

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

***Fiduciary Funds***

Fiduciary fund reporting focuses on net position and changes in net position. 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 position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The 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, 2012***

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

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

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

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

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

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. 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, 2012***

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

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

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

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

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

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

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, 2012***

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

**E. Budgetary Process**

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

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

**1. Tax Budget**

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

**2. Estimated Resources**

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2012.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

**E. Budgetary Process (Continued)**

3. Appropriations

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

The appropriation ordinance establishes spending controls at the fund level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2012, 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.

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, 2012**

**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 the major special revenue funds:

	Net Change in Fund Balance		
	General Fund	Street Construction, Maintenance and Repair Fund	Fire Department Fund
GAAP Basis (as reported)	(\$319,306)	\$138,051	(\$125,462)
Increase (Decrease):			
Accrued Revenues at December 31, 2012 received during 2013	(2,462,704)	(334,822)	(854,900)
Accrued Revenues at December 31, 2011 received during 2012	2,825,138	359,961	974,342
Accrued Expenditures at December 31, 2012 paid during 2013	760,819	112,793	440,304
Accrued Expenditures at December 31, 2011 paid during 2012	(735,105)	(145,158)	(440,633)
2011 Prepays for 2012	44,636	4,216	22,793
2012 Prepays for 2013	(43,071)	0	(13,707)
Perspective Difference:			
Activity of Funds Reclassified for GAAP Reporting Purposes	(70,035)	0	0
Outstanding Encumbrances	(545,694)	(101,237)	(905,799)
Budget Basis	(\$545,322)	\$33,804	(\$903,062)

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

**F. Cash and Cash Equivalents**

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

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. For purposes of the statement of cash flows, the proprietary funds' share of equity in pooled cash and cash equivalents (both unrestricted and restricted) are considered to be cash equivalents. See Note 5 "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 5, "Cash, Cash Equivalents and Investments."

The City has invested funds in STAR Ohio during 2012. 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, 2012.

**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, 2012***

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

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

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

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, 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 Position 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, 2012***

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

**J. Long-Term Obligations**

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

<u>Obligation</u>	<u>Fund</u>
Notes Payable	Note Debt Retirement Fund
Special Assessment Bonds	Crowne Point Drive Fund
General Obligation Bonds	Convention Center Fund Note Debt Retirement Fund Debt Retirement Fund
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, 2012***

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

**K. Compensated Absences** (Continued)

For governmental funds, that portion of unpaid compensated absences that is due and payable is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net position, "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, 2012, 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 position 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, 2012***

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

**P. Interfund Activity**

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

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

**Q. Fund Balance**

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

*Nonspendable* – Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally contractually required to be maintained intact.

*Restricted* – Restricted fund balance consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

*Committed* – Committed fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision making authority. For the City, these constraints consist of ordinances passed by City Council. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action it employed previously to commit those amounts.

*Assigned* – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Ohio law authorizes the City Auditor to assign fund balance.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

**Q. Fund Balance** (Continued)

*Unassigned* – Unassigned fund balance consists of amounts that have not been restricted, committed or assigned to specific purposes within the General Fund as well as negative fund balances in all other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City's policy to use unrestricted resources first (committed, assigned and unassigned), then restricted resources as they are needed.

**R. Net position**

Net position represent the difference between assets and liabilities. Net position 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 position 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 position 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 position 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.

**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 2012.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

**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. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City has one item that qualifies for reporting in this category. The deferred charge on refunding reported in the government-wide and proprietary statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. On the government-wide statement of net position and the proprietary statement of net position, unearned event deposits and a joint use agreement, that will be earned over the term of the joint use agreement and upon the completion of the functions for which deposits were placed, are reported as unavailable amounts. The governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. The governmental funds report unavailable amounts for delinquent property taxes, income taxes, special assessments, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF NET POSITION**

For 2012 the City implemented GASB Statement No. 62, “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements,” GASB Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position” and GASB Statement No. 65, “Items Previously Reported as Assets and Liabilities”.

Statement No. 62 incorporated into the GASB’s authoritative literature certain accounting and financial reporting guidance that is included in Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants’ (AICPA) Committee on Accounting Procedure issued on or before November 30, 1989 which does not conflict with or contradict GASB pronouncements.

Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. GASB 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government’s net position.

Statement No. 65 provides guidance on how to properly classify items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources. In addition, guidance is provided on recognizing certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

For the year ended December 31, 2011, the City reclassified some long-term debt and eliminated capitalized bond issuance costs. The City also restated the General Fund and the Senior Housing Fund related to an advance that was made years ago that had not been accounted for previously. The implementation of GASB Statement No. 65 and the advance resulted in the restatement of net position in the General Fund, Governmental Activities, Convention Center Fund, Senior Housing Fund and Business-type Activities:

	General Fund	Governmental Activities	Convention Center Fund	Senior Housing Fund	Business-Type Activities
Fund Balance/Net Position					
at December 31, 2011 as reported	\$6,990,420	\$37,492,512	\$6,376,708	\$901,215	\$7,277,923
Advance to (from) Other Funds	720,000	720,000	0	(720,000)	(720,000)
Implementation of GASB 65	0	(147,002)	(508,723)	0	(508,723)
Fund Balance/Net Position					
at December 31, 2011 as restated	<u>\$7,710,420</u>	<u>\$38,065,510</u>	<u>\$5,867,985</u>	<u>\$181,215</u>	<u>\$6,049,200</u>

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 3 – FUND BALANCE CLASSIFICATION**

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

Fund Balances	General	Street Construction, Maintenance and Repair	Fire Department	Chester Road TIF	Other Governmental Funds	Total Governmental Funds
Nonspendable:						
Prepaid Items	\$43,071	\$0	\$13,707	\$0	\$2,687	\$59,465
Supplies Inventory	0	75,017	0	0	36,949	111,966
Total Nonspendable	43,071	75,017	13,707	0	39,636	171,431
Restricted:						
Transportation Projects	0	1,396,662	0	0	389,438	1,786,100
Court Projects	0	0	0	0	127,871	127,871
Law Enforcement	0	0	0	0	158,132	158,132
Debt Service	0	0	0	0	248,694	248,694
Fire Department	0	0	2,320,396	0	0	2,320,396
Capital Improvements	0	0	0	0	1,055,244	1,055,244
Health	0	0	0	0	3	3
Total Restricted	0	1,396,662	2,320,396	0	1,979,382	5,696,440
Committed:						
Termination Benefits	160,085	0	0	0	0	160,085
Teen Activities	0	0	0	0	3,335	3,335
Debt Service	0	0	0	0	1,300	1,300
Capital Improvements	0	0	0	0	1,088,720	1,088,720
Total Committed	160,085	0	0	0	1,093,355	1,253,440
Assigned:						
Encumbrances	405,917	0	0	0	0	405,917
Unassigned (Deficit)	6,782,041	0	0	(1,759,225)	(5,414)	5,017,402
Total Fund Balances	\$7,391,114	\$1,471,679	\$2,334,103	(\$1,759,225)	\$3,106,959	\$12,544,630

**NOTE 4 – FUND DEFICITS**

The fund deficits at December 31, 2012 of \$1,759,225 in the Chester Road TIF Fund and of \$5,000 in the Downtown TIF Fund (capital projects funds) and of \$414 in the Special Assessment Bond Retirement Fund (debt service fund), arise from the recognition of certain liabilities under the modified accrual basis of accounting. Under the budgetary basis of accounting the deficits do not exist. The General Fund provides transfers when cash is required, not when accruals occur.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 5 - 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, 2012**

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**NOTE 5 - 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 \$20,892,844 and the bank balance was \$21,372,571. Federal depository insurance covered \$750,000 of the bank balance and \$20,622,571 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	\$20,622,571
Total Balance	<u><u>\$20,622,571</u></u>

**B. Investments**

The City's investments at December 31, 2012 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>\$1,203,571</u>	AAAm <sup>1</sup>	<u>\$1,203,571</u>	<u>\$0</u>
Total Investments	<u><u>\$1,203,571</u></u>		<u><u>\$1,203,571</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, 2012***

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**NOTE 5 - 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	\$22,096,415	\$0
STAR Ohio	(1,203,571)	1,203,571
Per GASB Statement No. 3	<u>\$20,892,844</u>	<u>\$1,203,571</u>

\* Includes Restricted Cash and Cash Equivalents.

**NOTE 6 - INCOME TAXES**

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

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

**CITY OF SHARONVILLE, OHIO**

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

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**NOTE 7 - RECEIVABLES**

Receivables at December 31, 2012 consisted of income taxes, payment in lieu of taxes, accounts receivable, special assessments and intergovernmental receivables arising from shared revenues.

**NOTE 8 – TRANSFERS AND INTERFUND BALANCES**

Following is a summary of transfers in and out for all funds for 2012:

Fund	Transfers In	Transfers Out
General Fund	\$0	\$4,265,207
Fire Department Fund	0	838,999
Other Governmental Funds	5,104,206	0
Totals	<u>\$5,104,206</u>	<u>\$5,104,206</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, 2012 are as follows:

Fund	Interfund Loan Receivable	Interfund Loan Payable
General Fund	\$5,414	\$0
Fire Department Fund	3,121	0
Other Governmental Funds	0	8,535
Totals	<u>\$8,535</u>	<u>\$8,535</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.

Individual advance balances at December 31, 2012 are as follows:

Fund	Advances to Other Funds	Advances from Other Funds
General Fund	\$620,000	\$0
Enterprise Fund:		
Senior Housing Fund	0	620,000
Totals	<u>\$620,000</u>	<u>\$620,000</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 9 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2012:

*Historical Cost:*

Class	December 31, 2011	Additions	Deletions	December 31, 2012
<i>Capital assets not being depreciated:</i>				
Land	\$6,639,810	\$0	\$0	\$6,639,810
Construction in Progress	3,105,862	578,054	0	3,683,916
<i>Capital assets not being depreciated</i>	9,745,672	578,054	0	10,323,726
<i>Capital assets being depreciated:</i>				
Land Improvements	8,254,319	216,096	(94,139)	8,376,276
Buildings and Improvements	17,349,380	97,041	(80,000)	17,366,421
Infrastructure	19,948,532	596,197	0	20,544,729
Machinery and Equipment	2,831,528	205,481	(226,505)	2,810,504
Vehicles	4,089,170	976,149	(117,567)	4,947,752
<i>Capital assets being depreciated</i>	52,472,929	2,090,964	(518,211)	54,045,682
Total Cost	\$62,218,601	\$2,669,018	(\$518,211)	\$64,369,408

*Accumulated Depreciation:*

Class	December 31, 2011	Additions	Deletions	December 31, 2012
Land Improvements	(\$3,729,653)	(\$388,636)	\$94,139	(\$4,024,150)
Buildings and Improvements	(5,503,669)	(392,410)	64,000	(5,832,079)
Infrastructure	(12,636,395)	(547,109)	0	(13,183,504)
Machinery and Equipment	(1,575,233)	(232,175)	192,982	(1,614,426)
Vehicles	(3,180,393)	(325,086)	117,567	(3,387,912)
Total Depreciation	(\$26,625,343)	(\$1,885,416) *	\$468,688	(\$28,042,071)
<i>Net Value:</i>	\$35,593,258			\$36,327,337

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

Security of Persons and Property	\$502,774
Leisure Time Activities	541,989
Transportation	615,684
General Government	224,969
Total Depreciation Expense	<u>\$1,885,416</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 9 - CAPITAL ASSETS (Continued)**

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

Summary by category of changes in business-type activities capital assets at December 31, 2012:

*Historical Cost:*

Class	December 31, 2011	Additions	Deletions	December 31, 2012
<i>Capital assets not being depreciated:</i>				
Land	\$3,395,000	\$1,672,188	\$0	\$5,067,188
Construction In Progress	26,163,448	0	(26,163,448)	0
<i>Capital assets not being depreciated</i>	29,558,448	1,672,188	(26,163,448)	5,067,188
<i>Capital assets being depreciated:</i>				
Land Improvements	168,090	260,247	(119,247)	309,090
Buildings and Improvements	8,074,861	27,050,849	0	35,125,710
Infrastructure	95,599	0	0	95,599
Machinery and Equipment	279,633	1,186,485	(119,689)	1,346,429
Vehicles	25,000	0	0	25,000
<i>Capital assets being depreciated</i>	8,643,183	28,497,581	(238,936)	36,901,828
Total Cost	\$38,201,631	\$30,169,769	(\$26,402,384)	\$41,969,016

*Accumulated Depreciation:*

Class	December 31, 2011	Additions	Deletions	December 31, 2012
Land Improvements	(\$126,626)	(\$26,564)	\$113,285	(\$39,905)
Buildings and Improvements	(3,506,850)	(706,781)	0	(4,213,631)
Infrastructure	(54,379)	(5,392)	0	(59,771)
Machinery and Equipment	(244,141)	(149,461)	117,602	(276,000)
Vehicles	(25,000)	0	0	(25,000)
Total Depreciation	(\$3,956,996)	(\$888,198)	\$230,887	(\$4,614,307)

*Net Value:*

\$34,244,635	\$37,354,709
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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 10 – 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 visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 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 2012, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2012 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 10.0% for calendar year 2012. The portion of employer contributions allocated to pension obligations for members in the Combined Plan was 7.95% for calendar year 2012. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City's contributions for pension obligations to OPERS for the years ending December 31, 2012, 2011, and 2010 were \$556,606, \$566,761 and \$532,571, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)**

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

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2012, 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, 2012, 2011, and 2010 were \$435,269, \$396,734 and \$401,343 for police and \$516,385, \$511,352 and \$528,817 for firefighters, respectively, which were equal to the required contributions for each year.

**NOTE 11 - POSTEMPLOYMENT BENEFITS**

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

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

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

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

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.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)**

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

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 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 2012, 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 4.0% for calendar year 2012. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05% for calendar year 2012. 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, 2012, 2011, and 2010 were \$222,642, \$226,705 and \$306,734, respectively, which were equal to the required contributions for each year.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

**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.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)**

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

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 2012, 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, 2012, 2011, and 2010 were \$230,436, \$210,035 and \$212,476 for police and \$217,032, \$200,094 and \$206,928 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, 2012**

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**NOTE 12 - 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, 2012 the City had \$179,042 payable to employees for the Dental/Optical Plan.

**B. Compensated Absences**

At December 31, 2012, the City's accumulated, unpaid compensated absences amounted to \$3,378,345. Of this amount, \$3,182,217 is recorded as Governmental Activities on the Entity Wide Statement of Net position (\$240,772 is reported as due within one year), \$196,128 is recorded as Business-type activities (\$48,597 is reported as due within one year).

**NOTE 13 - 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, 2012 were as follows:

	Balance December 31, 2011	Issued	(Retired)	Balance December 31, 2012
Capital Projects Fund:				
Capital Improvement Fund:				
1.13% Chester Road TIF Project	\$4,625,000	\$0	(\$4,625,000)	\$0
1.00% Chester Road TIF Project	0	4,485,000	0	4,485,000
Total Capital Projects Fund	4,625,000	4,485,000	(4,625,000)	4,485,000
Enterprise Fund:				
Convention Center Fund:				
1.13% Convention Center Imprv.	4,990,000	0	(4,990,000)	0
1.00% Convention Center Imprv.	0	4,925,000	0	4,925,000
Total Enterprise Fund	4,990,000	4,925,000	(4,990,000)	4,925,000
Total Notes Payable	\$9,615,000	\$9,410,000	(\$9,615,000)	\$9,410,000

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 14 - LONG-TERM OBLIGATIONS**

Long-term obligations of the City at December 31, 2012 were as follows:

	Balance December 31, 2011	Issued	(Retired)	Balance December 31, 2012	Amount Due Within One Year
<b>Business-Type Activities:</b>					
General Obligation Bonds:					
1.50% - 5.25% Convention Center - Issue I	\$1,890,000	\$0	(\$440,000)	\$1,450,000	\$460,000
Unamortized Premium	65,537	0	(18,725)	46,812	18,725
1.50% - 5.25% Convention Center - Issue II	1,250,000	0	(1,055,000)	195,000	195,000
2.00% - 4.00% Convention Center - Issue II Refunding	0	865,000	0	865,000	5,000
Total General Obligation Bonds	3,205,537	865,000	(1,513,725)	2,556,812	678,725
Revenue Bonds:					
3.88 - 6.30% Convention Center - RZEDB - BAB	28,060,000	0	0	28,060,000	0
Discount on Bonds	(331,917)	0	12,525	(319,392)	(12,525)
Total Revenue Bonds	27,728,083	0	12,525	27,740,608	(12,525)
Other Long-Term Obligations:					
Compensated Absences	267,921	62,167	(133,960)	196,128	48,597
Total Business-Type Activities	\$31,201,541	\$927,167	(\$1,635,160)	\$30,493,548	\$714,797
<b>Governmental Activities:</b>					
General Obligation Bonds:					
1.50% - 5.25% Fire House Construction	\$3,620,000	\$0	(\$3,060,000)	\$560,000	\$560,000
1.50% - 5.25% Pool Construction	2,050,000	0	(1,735,000)	315,000	315,000
1.50% - 5.25% Kemper Road Improvement	715,000	0	(715,000)	0	0
1.50% - 5.25% Crescentville Road	240,000	0	(240,000)	0	0
Unamortized Premium	155,858	0	(155,858)	0	0
2.50% - 4.25% Recreation Center Refunding	2,380,000	0	(365,000)	2,015,000	375,000
Unamortized Premium	63,375	0	(11,523)	51,852	11,523
2.00% - 4.00% Fire House Construction Refunding	0	2,510,000	0	2,510,000	15,000
2.00% - 4.00% Pool Construction Refunding	0	1,425,000	0	1,425,000	10,000
Total General Obligation Bonds	9,224,233	3,935,000	(6,282,381)	6,876,852	1,286,523
Special Assessment Bonds:					
1.75%-4.38% GSA Property Road	1,400,000	0	(55,000)	1,345,000	55,000
Total Special Assessment Bonds (with Government Commitment)	1,400,000	0	(55,000)	1,345,000	55,000
Other Long-Term Obligations:					
Compensated Absences	3,108,710	539,814	(466,307)	3,182,217	240,772
Capital Leases	0	108,000	(26,471)	81,529	35,842
Total Other Long-Term Obligations	3,108,710	647,814	(492,778)	3,263,746	276,614
Total Governmental Activities	\$13,732,943	\$4,582,814	(\$6,830,159)	\$11,485,598	\$1,618,137

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 14 - LONG-TERM OBLIGATIONS (Continued)**

The principal amount of the City's special assessment debt outstanding at December 31, 2012, \$1,345,000, 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. Delinquent special assessments at year end were \$414.

**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, 2012 follows:

Years	Business-Type Activities General Obligation Bonds		Business-Type Activities Revenue Bonds	
	Principal	Interest	Principal	Interest
2013	\$660,000	\$91,156	\$0	\$1,677,882
2014	685,000	61,212	0	1,677,882
2015	715,000	32,106	0	1,677,882
2016	220,000	11,300	0	1,677,882
2017	230,000	3,450	385,000	1,662,963
2018-2022	0	0	3,125,000	7,901,847
2023-2027	0	0	4,255,000	6,851,448
2028-2032	0	0	7,240,000	5,067,944
2033-2037	0	0	9,005,000	2,446,140
2038	0	0	4,050,000	129,780
Totals	<u>\$2,510,000</u>	<u>\$199,224</u>	<u>\$28,060,000</u>	<u>\$30,771,650</u>

Years	Governmental Activities General Obligation Bonds		Governmental Activities Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2013	\$1,275,000	\$214,713	\$55,000	\$49,490
2014	1,315,000	167,775	60,000	48,555
2015	1,365,000	128,700	60,000	47,535
2016	1,400,000	82,525	60,000	45,675
2017	1,470,000	29,663	65,000	43,815
2018-2022	0	0	345,000	185,955
2023-2027	0	0	410,000	115,725
2028	0	0	290,000	25,594
Totals	<u>\$6,825,000</u>	<u>\$623,376</u>	<u>\$1,345,000</u>	<u>\$562,344</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

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**NOTE 14 - 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 2012 was \$713,652. Below is a schedule of the amounts to be received in future years:

Years	Revenue Bond Subsidy	
	RZEDB	BAB
2013	\$568,770	\$144,882
2014	568,770	144,882
2015	568,770	144,882
2016	568,770	144,882
2017	568,770	139,662
2018-2022	2,843,850	553,766
2023-2027	2,843,850	186,124
2028-2032	2,280,572	0
2033-2037	1,100,764	0
2038	58,397	0
Totals	<u>\$11,971,283</u>	<u>\$1,459,080</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, 2012***

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**NOTE 14 - LONG-TERM OBLIGATIONS (Continued)**

**D. Defeased Debt**

In July 2012, the City refunded \$4,825,000 of General Obligation Bonds, through the issuance of \$4,800,000 of General Obligation Bonds. The net proceeds of the 2012 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$4,825,000 at December 31, 2012, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The City reduced its aggregate debt service payments over the life of the refunded bonds by \$361,201 and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$346,418.

**NOTE 15 - 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, 2012, the outstanding principal amount payable on all of the outstanding bonds was \$1,215,000.

**NOTE 16 - 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.

**CITY OF SHARONVILLE, OHIO**

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

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**NOTE 17 – CONTRACTUAL COMMITMENTS**

As of December 31, 2012, the City had the following commitments with respect to capital projects:

<u>Project</u>	<u>Remaining Contractual Commitment</u>	<u>Expected Date of Completion</u>
Fields Ertel Road Project	\$833,444	2013
Fire Truck	710,000	2013
Total	<u>\$1,543,444</u>	

**NOTE 18 - 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 19 - 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 2012. 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 2012, while the tenant at 3327 Creek Road paid \$350 per month in 2012.

*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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

***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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

**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.

**State Health Licenses Fund**

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

**Teen Fund**

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

**Law Enforcement Trust Fund**

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

**Drug Law Enforcement Fund**

To account for mandatory fines collected for drug offenses.

**DUI Checkpoint Grant Fund**

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

(Continued)

***Special Revenue Funds***

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**DUI Education and Enforcement Fund**

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

**Mayor's Court Computer Fund**

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

**Clerk of Courts Computer Fund**

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

**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. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

***Debt Service Funds***

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

**Note Debt Retirement Fund**

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

**Debt Retirement Fund**

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

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

**Zind Lane Sewer Fund**

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

**Crowne Point Drive Fund**

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

***Capital Projects Funds***

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

**Capital Improvement 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.

**Downtown TIF Fund**

To account for receipts and expenditures related to the TIF created to make improvements to the downtown area of Sharonville.

**Facility Improvement Fund**

To account for the accumulation of funds for facility improvements and repairs including roofs, HVAC systems and other improvements for the continued and improved usage of City Facilities.

**Fire Equipment Fund**

To account for the accumulation of funds for the purchase of Fire Aerial and/or other Fire Department vehicles and equipment.

**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, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 614,914	\$ 249,994	\$ 2,262,228	\$ 3,127,136
Receivables:				
Accounts	0	0	3,000	3,000
Intergovernmental	300,411	0	0	300,411
Special Assessments	0	1,907,758	0	1,907,758
Inventory of Supplies, at Cost	36,949	0	0	36,949
Prepaid Items	2,687	0	0	2,687
<b>Total Assets</b>	<u>\$ 954,961</u>	<u>\$ 2,157,752</u>	<u>\$ 2,265,228</u>	<u>\$ 5,377,941</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 26,693	\$ 0	\$ 121,264	\$ 147,957
Accrued Wages and Benefits Payable	3,109	0	0	3,109
Intergovernmental Payable	4,685	0	0	4,685
Interfund Loans Payable	3,121	414	5,000	8,535
<b>Total Liabilities</b>	<u>37,608</u>	<u>414</u>	<u>126,264</u>	<u>164,286</u>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	198,938	1,907,758	0	2,106,696
<b>Total Deferred Inflows of Resources</b>	<u>198,938</u>	<u>1,907,758</u>	<u>0</u>	<u>2,106,696</u>
<b>Fund Balances:</b>				
Nonspendable	39,636	0	0	39,636
Restricted	675,444	248,694	1,055,244	1,979,382
Committed	3,335	1,300	1,088,720	1,093,355
Unassigned	0	(414)	(5,000)	(5,414)
<b>Total Fund Balances</b>	<u>718,415</u>	<u>249,580</u>	<u>2,138,964</u>	<u>3,106,959</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 954,961</u>	<u>\$ 2,157,752</u>	<u>\$ 2,265,228</u>	<u>\$ 5,377,941</u>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 405,832	\$ 12,835	\$ 252,634	\$ 671,301
Charges for Services	1,146	0	0	1,146
Investment Earnings	67	0	0	67
Special Assessments	0	105,011	193,693	298,704
Fines and Forfeitures	62,514	0	0	62,514
All Other Revenue	2,941	9,183	3,000	15,124
<b>Total Revenue</b>	<b>472,500</b>	<b>127,029</b>	<b>449,327</b>	<b>1,048,856</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	157,987	0	0	157,987
Leisure Time Activities	314	0	0	314
Transportation	628,449	0	0	628,449
General Government	0	31,706	66,665	98,371
Capital Outlay	0	12,835	1,385,960	1,398,795
Debt Service:				
Principal Retirement	26,471	1,400,000	0	1,426,471
Interest & Fiscal Charges	1,285	430,571	0	431,856
Advance Refunding to Escrow	0	854,584	0	854,584
<b>Total Expenditures</b>	<b>814,506</b>	<b>2,729,696</b>	<b>1,452,625</b>	<b>4,996,827</b>
Excess (Deficiency) of Revenues Over Expenditures	(342,006)	(2,602,667)	(1,003,298)	(3,947,971)
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	11,656	11,656
General Obligation Refunding Bonds Issued	0	3,935,000	0	3,935,000
Premiums on Debt Issuances	0	291,312	0	291,312
Issuance of Capital Leases	108,000	0	0	108,000
Transfers In	179	2,488,569	2,615,458	5,104,206
Payment to Refunded Bond Escrow Agent	0	(4,144,334)	0	(4,144,334)
<b>Total Other Financing Sources (Uses)</b>	<b>108,179</b>	<b>2,570,547</b>	<b>2,627,114</b>	<b>5,305,840</b>
Net Change in Fund Balance	(233,827)	(32,120)	1,623,816	1,357,869
<b>Fund Balances at Beginning of Year</b>	<b>953,546</b>	<b>281,700</b>	<b>515,148</b>	<b>1,750,394</b>
Decrease in Inventory Reserve	(1,304)	0	0	(1,304)
<b>Fund Balances End of Year</b>	<b>\$ 718,415</b>	<b>\$ 249,580</b>	<b>\$ 2,138,964</b>	<b>\$ 3,106,959</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2012**

	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund	State Health Licenses Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 185,389	\$ 114,097	\$ 3,141	\$ 3
Receivables:				
Intergovernmental	80,990	217,417	0	0
Inventory of Supplies, at Cost	36,949	0	0	0
Prepaid Items	0	0	0	0
<b>Total Assets</b>	<b>\$ 303,328</b>	<b>\$ 331,514</b>	<b>\$ 3,141</b>	<b>\$ 3</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 2,243	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	3,109	0	0
Intergovernmental Payable	0	4,185	0	0
Interfund Loans Payable	0	0	3,121	0
<b>Total Liabilities</b>	<b>2,243</b>	<b>7,294</b>	<b>3,121</b>	<b>0</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	53,993	144,945	0	0
<b>Total Deferred Inflows of Resources</b>	<b>53,993</b>	<b>144,945</b>	<b>0</b>	<b>0</b>
<b>Fund Balances:</b>				
Nonspendable	36,949	0	0	0
Restricted	210,143	179,275	20	3
Committed	0	0	0	0
<b>Total Fund Balances</b>	<b>247,092</b>	<b>179,275</b>	<b>20</b>	<b>3</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 303,328</b>	<b>\$ 331,514</b>	<b>\$ 3,141</b>	<b>\$ 3</b>

**CITY OF SHARONVILLE, OHIO**

Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund	Mayor's Court Computer Fund
\$ 3,335	\$ 7,943	\$ 80,990	\$ 8,326	\$ 6,473	\$ 38,551
0	0	0	199	75	510
0	0	0	0	0	0
0	0	542	0	0	531
<u>\$ 3,335</u>	<u>\$ 7,943</u>	<u>\$ 81,532</u>	<u>\$ 8,525</u>	<u>\$ 6,548</u>	<u>\$ 39,592</u>
\$ 0	\$ 309	\$ 18,741	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	309	18,741	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	542	0	0	531
0	7,634	62,249	8,525	6,548	39,061
3,335	0	0	0	0	0
3,335	7,634	62,791	8,525	6,548	39,592
<u>\$ 3,335</u>	<u>\$ 7,943</u>	<u>\$ 81,532</u>	<u>\$ 8,525</u>	<u>\$ 6,548</u>	<u>\$ 39,592</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2012**

	Clerk of Courts Computer Fund	Confinement Reimbursement Fund	COPS Grant Fund	DEA Federal Sharing Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 87,620	\$ 1,666	\$ 5,752	\$ 71,628
Receivables:				
Intergovernmental	1,190	30	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	1,416	0	0	198
<b>Total Assets</b>	<b>\$ 90,226</b>	<b>\$ 1,696</b>	<b>\$ 5,752</b>	<b>\$ 71,826</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 5,400
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	500
Interfund Loans Payable	0	0	0	0
<b>Total Liabilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,900</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	0	0	0	0
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances:</b>				
Nonspendable	1,416	0	0	198
Restricted	88,810	1,696	5,752	65,728
Committed	0	0	0	0
<b>Total Fund Balances</b>	<b>90,226</b>	<b>1,696</b>	<b>5,752</b>	<b>65,926</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 90,226</b>	<b>\$ 1,696</b>	<b>\$ 5,752</b>	<b>\$ 71,826</b>

**CITY OF SHARONVILLE, OHIO**

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Total Nonmajor  
Special Revenue  
Funds

\$ 614,914

300,411

36,949

2,687

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\$ 954,961

\$ 26,693

3,109

4,685

3,121

---

37,608

---

198,938

---

198,938

39,636

675,444

3,335

---

718,415

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\$ 954,961

**CITY OF SHARONVILLE, OHIO**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund	State Health Licenses Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 144,811	\$ 251,670	\$ 3,024	\$ 0
Charges for Services	0	0	0	0
Investment Earnings	30	37	0	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	1,353	0	0
<b>Total Revenue</b>	<b>144,841</b>	<b>253,060</b>	<b>3,024</b>	<b>0</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	0	0	3,183	0
Leisure Time Activities	0	0	0	0
Transportation	246,490	381,959	0	0
Debt Service:				
Principal Retirement	0	26,471	0	0
Interest & Fiscal Charges	0	1,285	0	0
<b>Total Expenditures</b>	<b>246,490</b>	<b>409,715</b>	<b>3,183</b>	<b>0</b>
Excess (Deficiency) of Revenues Over Expenditures	(101,649)	(156,655)	(159)	0
<b>Other Financing Sources (Uses):</b>				
Issuance of Capital Leases	0	108,000	0	0
Transfers In	0	0	179	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>108,000</b>	<b>179</b>	<b>0</b>
Net Change in Fund Balance	(101,649)	(48,655)	20	0
<b>Fund Balances at Beginning of Year</b>	<b>350,045</b>	<b>227,930</b>	<b>0</b>	<b>3</b>
Decrease in Inventory Reserve	(1,304)	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 247,092</b>	<b>\$ 179,275</b>	<b>\$ 20</b>	<b>\$ 3</b>

**CITY OF SHARONVILLE, OHIO**

Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund	Mayor's Court Computer Fund
\$ 0	\$ 0	\$ 0	\$ 5,284	\$ 0	\$ 0
1,146	0	0	0	0	0
0	0	0	0	0	0
0	2,735	23,423	0	370	10,439
0	347	56	0	1,185	0
<u>1,146</u>	<u>3,082</u>	<u>23,479</u>	<u>5,284</u>	<u>1,555</u>	<u>10,439</u>
0	18,627	65,799	4,058	9,520	10,182
314	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>314</u>	<u>18,627</u>	<u>65,799</u>	<u>4,058</u>	<u>9,520</u>	<u>10,182</u>
832	(15,545)	(42,320)	1,226	(7,965)	257
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
832	(15,545)	(42,320)	1,226	(7,965)	257
2,503	23,179	105,111	7,299	14,513	39,335
0	0	0	0	0	0
<u>\$ 3,335</u>	<u>\$ 7,634</u>	<u>\$ 62,791</u>	<u>\$ 8,525</u>	<u>\$ 6,548</u>	<u>\$ 39,592</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, 2012**

	Clerk of Courts Computer Fund	Confinement Reimbursement Fund	COPS Grant Fund	DEA Federal Sharing Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 0	\$ 1,043
Charges for Services	0	0	0	0
Investment Earnings	0	0	0	0
Fines and Forfeitures	24,359	1,188	0	0
All Other Revenue	0	0	0	0
<b>Total Revenue</b>	<u>24,359</u>	<u>1,188</u>	<u>0</u>	<u>1,043</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	22,945	2,520	0	21,153
Leisure Time Activities	0	0	0	0
Transportation	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest & Fiscal Charges	0	0	0	0
<b>Total Expenditures</b>	<u>22,945</u>	<u>2,520</u>	<u>0</u>	<u>21,153</u>
Excess (Deficiency) of Revenues				
Over Expenditures	1,414	(1,332)	0	(20,110)
<b>Other Financing Sources (Uses):</b>				
Issuance of Capital Leases	0	0	0	0
Transfers In	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	1,414	(1,332)	0	(20,110)
<b>Fund Balances at Beginning of Year</b>	88,812	3,028	5,752	86,036
Decrease in Inventory Reserve	0	0	0	0
<b>Fund Balances End of Year</b>	<u>\$ 90,226</u>	<u>\$ 1,696</u>	<u>\$ 5,752</u>	<u>\$ 65,926</u>

**CITY OF SHARONVILLE, OHIO**

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Total Nonmajor  
Special  
Revenue Funds

\$ 405,832  
1,146  
67  
62,514  
2,941  

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472,500

157,987  
314  
628,449

26,471  
1,285  

---

814,506

(342,006)

108,000  
179  

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108,179

(233,827)

953,546  
(1,304)  

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\$ 718,415

**CITY OF SHARONVILLE, OHIO**

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**Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2012**

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	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Bond Retirement Fund	Zind Lane Sewer Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,300	\$ 186,940	\$ 0	\$ 13,595
Receivables:				
Special Assessments	0	0	1,907,758	0
<b>Total Assets</b>	<u>\$ 1,300</u>	<u>\$ 186,940</u>	<u>\$ 1,907,758</u>	<u>\$ 13,595</u>
<b>Liabilities:</b>				
Interfund Loans Payable	0	0	414	0
<b>Total Liabilities</b>	<u>0</u>	<u>0</u>	<u>414</u>	<u>0</u>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	0	0	1,907,758	0
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>1,907,758</u>	<u>0</u>
<b>Fund Balances:</b>				
Restricted	0	186,940	0	13,595
Committed	1,300	0	0	0
Unassigned	0	0	(414)	0
<b>Total Fund Balances</b>	<u>1,300</u>	<u>186,940</u>	<u>(414)</u>	<u>13,595</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 1,300</u>	<u>\$ 186,940</u>	<u>\$ 1,907,758</u>	<u>\$ 13,595</u>

**CITY OF SHARONVILLE, OHIO**

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<u>Crowne Point Drive Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 48,159	\$ 249,994
<u>0</u>	<u>1,907,758</u>
<u>\$ 48,159</u>	<u>\$ 2,157,752</u>
<u>0</u>	<u>414</u>
<u>0</u>	<u>414</u>
<u>0</u>	<u>1,907,758</u>
<u>0</u>	<u>1,907,758</u>
48,159	248,694
0	1,300
0	(414)
<u>48,159</u>	<u>249,580</u>
<u>\$ 48,159</u>	<u>\$ 2,157,752</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, 2012**

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Bond Retirement Fund	Special Assessment Retirement Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 12,835	\$ 0	\$ 0
Special Assessments	0	0	105,011	0
All Other Revenue	7,800	1,383	0	0
<b>Total Revenue</b>	<b>7,800</b>	<b>14,218</b>	<b>105,011</b>	<b>0</b>
<b>Expenditures:</b>				
Current:				
General Government	0	0	0	31,706
Capital Outlay	0	12,835	0	0
Debt Service:				
Principal Retirement	365,000	980,000	55,000	0
Interest & Fiscal Charges	73,469	306,677	50,425	0
Advance Refunding to Escrow	0	854,584	0	0
<b>Total Expenditures</b>	<b>438,469</b>	<b>2,154,096</b>	<b>105,425</b>	<b>31,706</b>
Excess (Deficiency) of Revenues Over Expenditures	(430,669)	(2,139,878)	(414)	(31,706)
<b>Other Financing Sources (Uses):</b>				
General Obligation Refunding Bonds Issued	0	3,935,000	0	0
Premiums on Debt Issuances	0	291,312	0	0
Transfers In	430,669	2,057,900	0	0
Payment to Refunded Bond Escrow Agent	0	(4,144,334)	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>430,669</b>	<b>2,139,878</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balance	0	0	(414)	(31,706)
<b>Fund Balances at Beginning of Year</b>	<b>1,300</b>	<b>186,940</b>	<b>0</b>	<b>31,706</b>
<b>Fund Balances End of Year</b>	<b>\$ 1,300</b>	<b>\$ 186,940</b>	<b>\$ (414)</b>	<b>\$ 0</b>

**CITY OF SHARONVILLE, OHIO**

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Zind Lane Sewer Fund	Crowne Point Drive Fund	Total Nonmajor Debt Service Funds
\$ 0	\$ 0	\$ 12,835
0	0	105,011
0	0	9,183
<u>0</u>	<u>0</u>	<u>127,029</u>
0	0	31,706
0	0	12,835
0	0	1,400,000
0	0	430,571
<u>0</u>	<u>0</u>	<u>854,584</u>
<u>0</u>	<u>0</u>	<u>2,729,696</u>
0	0	(2,602,667)
0	0	3,935,000
0	0	291,312
0	0	2,488,569
<u>0</u>	<u>0</u>	<u>(4,144,334)</u>
<u>0</u>	<u>0</u>	<u>2,570,547</u>
0	0	(32,120)
13,595	48,159	281,700
<u>\$ 13,595</u>	<u>\$ 48,159</u>	<u>\$ 249,580</u>

**CITY OF SHARONVILLE, OHIO**

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**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2012**

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	Capital Improvement Fund	Capital Improvement Issue II Fund	Downtown TIF Fund	Facility Improvement Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,206,984	\$ 251,200	\$ 0	\$ 200,000
Receivables:				
Accounts	3,000	0	0	0
<b>Total Assets</b>	<u>\$ 1,209,984</u>	<u>\$ 251,200</u>	<u>\$ 0</u>	<u>\$ 200,000</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 121,264	\$ 0	\$ 0	\$ 0
Interfund Loans Payable	0	0	5,000	0
<b>Total Liabilities</b>	<u>121,264</u>	<u>0</u>	<u>5,000</u>	<u>0</u>
<b>Fund Balances:</b>				
Restricted	0	251,200	0	200,000
Committed	1,088,720	0	0	0
Unassigned	0	0	(5,000)	0
<b>Total Fund Balances</b>	<u>1,088,720</u>	<u>251,200</u>	<u>(5,000)</u>	<u>200,000</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,209,984</u>	<u>\$ 251,200</u>	<u>\$ 0</u>	<u>\$ 200,000</u>

**CITY OF SHARONVILLE, OHIO**

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Fire Equipment Fund	Storm Water Fund	Total Nonmajor Capital Projects Funds
\$ 173,661	\$ 430,383	\$ 2,262,228
<u>0</u>	<u>0</u>	<u>3,000</u>
<u>\$ 173,661</u>	<u>\$ 430,383</u>	<u>\$ 2,265,228</u>
\$ 0	\$ 0	\$ 121,264
<u>0</u>	<u>0</u>	<u>5,000</u>
<u>0</u>	<u>0</u>	<u>126,264</u>
173,661	430,383	1,055,244
0	0	1,088,720
<u>0</u>	<u>0</u>	<u>(5,000)</u>
<u>173,661</u>	<u>430,383</u>	<u>2,138,964</u>
<u>\$ 173,661</u>	<u>\$ 430,383</u>	<u>\$ 2,265,228</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, 2012**

	Capital Improvement Fund	Capital Improvement Issue II Fund	Downtown TIF Fund	Facility Improvement Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 251,200	\$ 0	\$ 0
Special Assessments	0	0	0	0
All Other Revenue	3,000	0	0	0
<b>Total Revenue</b>	<b>3,000</b>	<b>251,200</b>	<b>0</b>	<b>0</b>
<b>Expenditures:</b>				
Current:				
General Government	0	0	0	0
Capital Outlay	1,384,060	1,900	0	0
<b>Total Expenditures</b>	<b>1,384,060</b>	<b>1,900</b>	<b>0</b>	<b>0</b>
Excess (Deficiency) of Revenues Over Expenditures	(1,381,060)	249,300	0	0
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	11,656	0	0	0
Transfers In	2,241,797	0	0	200,000
<b>Total Other Financing Sources (Uses)</b>	<b>2,253,453</b>	<b>0</b>	<b>0</b>	<b>200,000</b>
Net Change in Fund Balance	872,393	249,300	0	200,000
<b>Fund Balances at Beginning of Year</b>	<b>216,327</b>	<b>1,900</b>	<b>(5,000)</b>	<b>0</b>
<b>Fund Balances End of Year</b>	<b>\$ 1,088,720</b>	<b>\$ 251,200</b>	<b>\$ (5,000)</b>	<b>\$ 200,000</b>

**CITY OF SHARONVILLE, OHIO**

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Fire Equipment Fund	Storm Water Fund	Total Nonmajor Capital Project Funds
\$ 0	\$ 1,434	\$ 252,634
0	193,693	193,693
0	0	3,000
0	195,127	449,327
0	66,665	66,665
0	0	1,385,960
0	66,665	1,452,625
0	128,462	(1,003,298)
0	0	11,656
173,661	0	2,615,458
173,661	0	2,627,114
173,661	128,462	1,623,816
0	301,921	515,148
\$ 173,661	\$ 430,383	\$ 2,138,964

**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, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 13,257,260	\$ 13,271,671	\$ 14,287,955	\$ 1,016,284
Intergovernmental Revenues	723,247	723,247	1,043,611	320,364
Charges for Services	344,555	344,555	385,290	40,735
Licenses and Permits	497,053	497,053	531,615	34,562
Investment Earnings	15,000	15,000	17,991	2,991
Fines and Forfeitures	352,500	352,500	386,365	33,865
All Other Revenues	261,520	247,109	390,035	142,926
Total Revenues	<u>15,451,135</u>	<u>15,451,135</u>	<u>17,042,862</u>	<u>1,591,727</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	5,180,979	5,326,702	5,287,075	39,627
Materials and Supplies	170,622	199,322	171,557	27,765
Contractual Services	473,193	448,893	397,692	51,201
Total Security of Persons and Property	<u>5,824,794</u>	<u>5,974,917</u>	<u>5,856,324</u>	<u>118,593</u>
Public Health and Welfare Services:				
Health Department:				
Personal Services	339,007	355,622	332,173	23,449
Materials and Supplies	15,842	17,570	13,482	4,088
Contractual Services	31,523	29,796	24,812	4,984
Total Public Health and Welfare Services	<u>386,372</u>	<u>402,988</u>	<u>370,467</u>	<u>32,521</u>
Leisure Time Activities:				
Recreation Centers:				
Personal Services	640,528	649,703	642,350	7,353
Materials and Supplies	62,424	64,824	54,091	10,733
Contractual Services	297,105	311,705	298,644	13,061
Total Recreation Centers	<u>1,000,057</u>	<u>1,026,232</u>	<u>995,085</u>	<u>31,147</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, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Recreation Parks and Programs:</b>				
Personal Services	1,259,596	1,265,031	1,240,504	24,527
Materials and Supplies	33,073	33,773	26,985	6,788
Contractual Services	121,055	121,055	97,801	23,254
Total Recreation Parks and Programs	1,413,724	1,419,859	1,365,290	54,569
<b>Recreation Pools:</b>				
Personal Services	204,350	190,070	188,954	1,116
Materials and Supplies	40,364	35,202	35,141	61
Contractual Services	26,392	22,055	21,310	745
Total Recreation Pools	271,106	247,327	245,405	1,922
Total Leisure Time Activities	2,684,887	2,693,418	2,605,780	87,638
<b>Community Environment:</b>				
<b>Building and Planning:</b>				
Personal Services	511,308	439,473	429,120	10,353
Materials and Supplies	10,145	10,145	5,795	4,350
Contractual Services	65,332	67,833	55,745	12,088
Total Building and Planning	586,785	517,451	490,660	26,791
Total Community Environment	586,785	517,451	490,660	26,791
<b>Basic Utility Services:</b>				
<b>Waste Collection:</b>				
Contractual Services	687,042	687,042	686,322	720
Total Basic Utility Services	687,042	687,042	686,322	720
<b>General Government:</b>				
<b>Mayor:</b>				
Personal Services	59,260	64,260	64,121	139
Materials and Supplies	350	350	132	218
Contractual Services	8,525	8,525	8,492	33
Total Mayor	68,135	73,135	72,745	390

(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, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Council:</b>				
Personal Services	120,000	120,000	119,734	266
Materials and Supplies	350	450	432	18
Contractual Services	7,267	7,167	2,176	4,991
Total Council	<u>127,617</u>	<u>127,617</u>	<u>122,342</u>	<u>5,275</u>
<b>Auditor and Treasurer:</b>				
Personal Services	37,000	37,000	36,842	158
Materials and Supplies	0	156	151	5
Contractual Services	61,313	58,657	56,066	2,591
Total Auditor and Treasurer	<u>98,313</u>	<u>95,813</u>	<u>93,059</u>	<u>2,754</u>
<b>Law Director:</b>				
Personal Services	82,700	82,700	82,481	219
Contractual Services	85,339	65,339	55,765	9,574
Total Law Director	<u>168,039</u>	<u>148,039</u>	<u>138,246</u>	<u>9,793</u>
<b>Civil Service:</b>				
Personal Services	21,000	27,700	25,981	1,719
Materials and Supplies	180	430	245	185
Contractual Services	15,990	16,240	15,593	647
Total Civil Service	<u>37,170</u>	<u>44,370</u>	<u>41,819</u>	<u>2,551</u>
<b>Safety/Service Director:</b>				
Personal Services	952,122	1,018,849	1,002,767	16,082
Materials and Supplies	1,353	1,353	996	357
Contractual Services	91,473	104,032	88,648	15,384
Total Safety/Service Director	<u>1,044,948</u>	<u>1,124,234</u>	<u>1,092,411</u>	<u>31,823</u>
<b>Tax Department:</b>				
Personal Services	448,275	463,256	456,271	6,985
Materials and Supplies	18,003	17,123	15,649	1,474
Contractual Services	51,682	52,560	47,478	5,082
Total Tax Department	<u>517,960</u>	<u>532,939</u>	<u>519,398</u>	<u>13,541</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, 2012***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Building and Lands:</b>				
Personal Services	181,241	184,223	175,779	8,444
Materials and Supplies	33,777	34,777	29,295	5,482
Contractual Services	289,919	298,920	283,030	15,890
Total Buildings and Lands	<u>504,937</u>	<u>517,920</u>	<u>488,104</u>	<u>29,816</u>
<b>Miscellaneous Government:</b>				
Materials and Supplies	38,465	38,465	27,935	10,530
Contractual Services	608,243	605,743	524,951	80,792
Total Miscellaneous Government	<u>646,708</u>	<u>644,208</u>	<u>552,886</u>	<u>91,322</u>
Total General Government	<u>3,213,827</u>	<u>3,308,275</u>	<u>3,121,010</u>	<u>187,265</u>
Total Expenditures	<u>13,383,707</u>	<u>13,584,091</u>	<u>13,130,563</u>	<u>453,528</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,067,428	1,867,044	3,912,299	2,045,255
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(2,491,036)	(4,500,620)	(4,457,207)	43,413
Advances Out	0	0	(414)	(414)
Total Other Financing Sources (Uses)	<u>(2,491,036)</u>	<u>(4,500,620)</u>	<u>(4,457,621)</u>	<u>42,999</u>
Net Change in Fund Balance	(423,608)	(2,633,576)	(545,322)	2,088,254
Fund Balance at Beginning of Year	5,077,966	5,077,966	5,077,966	0
Prior Year Encumbrances	407,735	407,735	407,735	0
Fund Balance at End of Year	<u>\$ 5,062,093</u>	<u>\$ 2,852,125</u>	<u>\$ 4,940,379</u>	<u>\$ 2,088,254</u>

**CITY OF SHARONVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Special Revenue Fund  
For the Year Ended December 31, 2012***

**STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 1,386,000	\$ 1,386,000	\$ 1,794,338	\$ 408,338
Investment Earnings	200	200	541	341
All Other Revenues	100	100	5,143	5,043
Total Revenues	1,386,300	1,386,300	1,800,022	413,722
<b>Expenditures:</b>				
Transportation:				
Street Maintenance and Repair Department:				
Personal Services	726,518	771,409	743,993	27,416
Materials and Supplies	105,846	106,155	85,790	20,365
Contractual Services	108,579	108,270	91,991	16,279
Snow and Ice Removal Department:				
Personal Services	40,000	40,000	8,349	31,651
Materials and Supplies	24,274	24,274	22,957	1,317
Contractual Services	14,924	14,924	8,000	6,924
Traffic Signs and Signals Department:				
Materials and Supplies	1,000	1,000	1,000	0
Contractual Services	36,697	36,697	26,071	10,626
Total Transportation	1,057,838	1,102,729	988,151	114,578
Capital Outlay	910,746	910,746	778,067	132,679
Total Expenditures	1,968,584	2,013,475	1,766,218	247,257
Excess (Deficiency) of Revenues Over (Under) Expenditures	(582,284)	(627,175)	33,804	660,979
Fund Balance at Beginning of Year	820,249	820,249	820,249	0
Prior Year Encumbrances	219,343	219,343	219,343	0
Fund Balance at End of Year	\$ 457,308	\$ 412,417	\$ 1,073,396	\$ 660,979

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Special Revenue Fund  
For the Year Ended December 31, 2012**

<b>FIRE DEPARTMENT FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Taxes	\$ 6,320,000	\$ 6,320,000	\$ 6,808,746	\$ 488,746
Charges for Services	500,000	500,000	448,298	(51,702)
All Other Revenues	0	0	14,012	14,012
Total Revenues	<u>6,820,000</u>	<u>6,820,000</u>	<u>7,271,056</u>	<u>451,056</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Fire Department:				
Personal Services	5,286,680	5,467,141	5,410,505	56,636
Materials and Supplies	182,226	237,625	218,001	19,624
Contractual Services	570,973	517,219	434,404	82,815
Total Security of Persons and Property	<u>6,039,879</u>	<u>6,221,985</u>	<u>6,062,910</u>	<u>159,075</u>
Capital Outlay	602,327	1,343,327	1,323,268	20,059
Total Expenditures	<u>6,642,206</u>	<u>7,565,312</u>	<u>7,386,178</u>	<u>179,134</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	177,794	(745,312)	(115,122)	630,190
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	10,135	10,135
Transfers Out	(699,548)	(899,726)	(838,999)	60,727
Advances In	0	0	44,045	44,045
Advances Out	0	0	(3,121)	(3,121)
Total Other Financing Sources (Uses)	<u>(699,548)</u>	<u>(899,726)</u>	<u>(787,940)</u>	<u>111,786</u>
Net Change in Fund Balance	(521,754)	(1,645,038)	(903,062)	741,976
Fund Balance at Beginning of Year	1,281,408	1,281,408	1,281,408	0
Prior Year Encumbrances	621,655	621,655	621,655	0
Fund Balance at End of Year	<u>\$ 1,381,309</u>	<u>\$ 258,025</u>	<u>\$ 1,000,001</u>	<u>\$ 741,976</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Project Fund  
For the Year Ended December 31, 2012**

<b>CHESTER ROAD TIF PROJECT FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Payments in Lieu of Taxes	\$ 267,754	\$ 284,666	\$ 16,912
Total Revenues	<u>267,754</u>	<u>284,666</u>	<u>16,912</u>
<b>Expenditures:</b>			
Capital Outlay	1,655,310	420,721	1,234,589
Debt Service:			
Principal Retirement	4,625,000	4,625,000	0
Interest Charges	73,839	70,344	3,495
Total Expenditures	<u>6,354,149</u>	<u>5,116,065</u>	<u>1,238,084</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,086,395)	(4,831,399)	1,254,996
<b>Other Financing Sources (Uses):</b>			
Premium on Notes Issued	22,246	22,246	0
General Obligation Notes Issued	4,485,000	4,485,000	0
Total Other Financing Sources (Uses)	<u>4,507,246</u>	<u>4,507,246</u>	<u>0</u>
Net Change in Fund Balance	(1,579,149)	(324,153)	1,254,996
Fund Balance at Beginning of Year	2,926,946	2,926,946	0
Fund Balance at End of Year	<u>\$ 1,347,797</u>	<u>\$ 2,602,793</u>	<u>\$ 1,254,996</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, 2012***

STATE HIGHWAY FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 124,000	\$ 147,000	\$ 23,000
Investment Earnings	24	30	6
Total Revenues	<u>124,024</u>	<u>147,030</u>	<u>23,006</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Contractual Services	34,745	27,975	6,770
Snow and Ice Removal Department:			
Materials and Supplies	19,186	18,476	710
Traffic Signs and Signals Department:			
Materials and Supplies	1,069	429	640
Contractual Services	28,270	23,571	4,699
Total Transportation	<u>83,270</u>	<u>70,451</u>	<u>12,819</u>
Capital Outlay	<u>249,047</u>	<u>213,750</u>	<u>35,297</u>
Total Expenditures	<u>332,317</u>	<u>284,201</u>	<u>48,116</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(208,293)	(137,171)	71,122
Fund Balance at Beginning of Year	175,665	175,665	0
Prior Year Encumbrances	110,417	110,417	0
Fund Balance at End of Year	<u>\$ 77,789</u>	<u>\$ 148,911</u>	<u>\$ 71,122</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, 2012***

**PERMISSIVE MOTOR VEHICLE TAX FUND**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 250,000	\$ 262,680	\$ 12,680
Investment Earnings	20	37	17
All Other Revenues	0	1,353	1,353
Total Revenues	<u>250,020</u>	<u>264,070</u>	<u>14,050</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	178,457	175,496	2,961
Materials and Supplies	45,232	42,256	2,976
Contractual Services	44,567	33,505	11,062
Traffic Signs and Signals Department:			
Contractual Services	120	103	17
Total Transportation	<u>268,376</u>	<u>251,360</u>	<u>17,016</u>
Capital Outlay	<u>133,955</u>	<u>133,954</u>	<u>1</u>
Debt Service:			
Principal Retirement	33,545	27,756	5,789
Total Expenditures	<u>435,876</u>	<u>413,070</u>	<u>22,806</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(185,856)	(149,000)	36,856
<b>Other Financing Sources (Uses):</b>			
Initiation of Capital Lease	108,000	108,000	0
Total Other Financing Sources (Uses)	<u>108,000</u>	<u>108,000</u>	<u>0</u>
Net Change in Fund Balance	(77,856)	(41,000)	36,856
Fund Balance at Beginning of Year	146,291	146,291	0
Prior Year Encumbrances	5,256	5,256	0
Fund Balance at End of Year	<u>\$ 73,691</u>	<u>\$ 110,547</u>	<u>\$ 36,856</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, 2012***

<b>FEDERAL EMERGENCY MANAGEMENT AGENCY (FEMA) FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 3,300	\$ 3,024	\$ (276)
Total Revenues	<u>3,300</u>	<u>3,024</u>	<u>(276)</u>
<b>Expenditures:</b>			
Capital Outlay	9,125	7,994	1,131
Total Expenditures	<u>9,125</u>	<u>7,994</u>	<u>1,131</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,825)	(4,970)	855
<b>Other Financing Sources (Uses):</b>			
Transfers In	0	179	179
Advances In	0	3,121	3,121
Advances Out	0	(44,045)	(44,045)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(40,745)</u>	<u>(40,745)</u>
Net Change in Fund Balance	(5,825)	(45,715)	(39,890)
Fund Balance at Beginning of Year	43,031	43,031	0
Prior Year Encumbrances	5,825	5,825	0
Fund Balance at End of Year	<u>\$ 43,031</u>	<u>\$ 3,141</u>	<u>\$ (39,890)</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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	<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>			
Public Health and Welfare Services:			
Health Department:			
Contractual Services	<u>14</u>	<u>11</u>	<u>3</u>
Total Expenditures	<u>14</u>	<u>11</u>	<u>3</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14)	(11)	3
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances	<u>14</u>	<u>14</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 3</u>	<u>\$ 3</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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	TEEN FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>			
Charges for Services	\$ 0	\$ 1,146	\$ 1,146
Total Revenues	<u>0</u>	<u>1,146</u>	<u>1,146</u>
<b>Expenditures:</b>			
Leisure Time Activities:			
Recreation Parks and Programs Department:			
Contractual Services	<u>2,503</u>	<u>314</u>	<u>2,189</u>
Total Expenditures	<u>2,503</u>	<u>314</u>	<u>2,189</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,503)	832	3,335
Fund Balance at Beginning of Year	<u>2,503</u>	<u>2,503</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 3,335</u>	<u>\$ 3,335</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>LAW ENFORCEMENT TRUST FUND</b>			
<b>Revenues:</b>			
Fines and Forfeitures	\$ 2,200	\$ 2,735	\$ 535
All Other Revenues	0	347	347
Total Revenues	<u>2,200</u>	<u>3,082</u>	<u>882</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	1,800	1,241	559
Materials and Supplies	7,013	6,686	327
Contractual Services	6,545	4,665	1,880
Total Security of Persons and Property	<u>15,358</u>	<u>12,592</u>	<u>2,766</u>
Capital Outlay	<u>7,820</u>	<u>6,619</u>	<u>1,201</u>
Total Expenditures	<u>23,178</u>	<u>19,211</u>	<u>3,967</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,978)	(16,129)	4,849
Fund Balance at Beginning of Year	22,642	22,642	0
Prior Year Encumbrances	958	958	0
Fund Balance at End of Year	<u>\$ 2,622</u>	<u>\$ 7,471</u>	<u>\$ 4,849</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>DRUG LAW ENFORCEMENT FUND</b>			
<b>Revenues:</b>			
Fines and Forfeitures	\$ 14,000	\$ 24,027	\$ 10,027
All Other Revenues	0	179	179
Total Revenues	<u>14,000</u>	<u>24,206</u>	<u>10,206</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	22,124	15,115	7,009
Contractual Services	<u>27,105</u>	<u>15,971</u>	<u>11,134</u>
Total Security of Persons and Property	<u>49,229</u>	<u>31,086</u>	<u>18,143</u>
Capital Outlay	<u>41,000</u>	<u>41,000</u>	<u>0</u>
Total Expenditures	<u>90,229</u>	<u>72,086</u>	<u>18,143</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(76,229)	(47,880)	28,349
Fund Balance at Beginning of Year	67,439	67,439	0
Prior Year Encumbrances	<u>38,677</u>	<u>38,677</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 29,887</u>	<u>\$ 58,236</u>	<u>\$ 28,349</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 4,550	\$ 6,051	\$ 1,501
Total Revenues	<u>4,550</u>	<u>6,051</u>	<u>1,501</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	5,550	4,058	1,492
Total Expenditures	<u>5,550</u>	<u>4,058</u>	<u>1,492</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,000)	1,993	2,993
Fund Balance at Beginning of Year	6,333	6,333	0
Fund Balance at End of Year	<u>\$ 5,333</u>	<u>\$ 8,326</u>	<u>\$ 2,993</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>DUI EDUCATION AND ENFORCEMENT FUND</b>			
<b>Revenues:</b>			
Fines and Forfeitures	\$ 350	\$ 370	\$ 20
All Other Revenues	700	1,135	435
Total Revenues	<u>1,050</u>	<u>1,505</u>	<u>455</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	11,000	9,520	1,480
Contractual Services	2,612	2,612	0
Total Expenditures	<u>13,612</u>	<u>12,132</u>	<u>1,480</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,562)	(10,627)	1,935
Fund Balance at Beginning of Year	14,488	14,488	0
Fund Balance at End of Year	<u>\$ 1,926</u>	<u>\$ 3,861</u>	<u>\$ 1,935</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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**MAYOR'S COURT COMPUTER FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 8,500	\$ 10,595	\$ 2,095
Total Revenues	<u>8,500</u>	<u>10,595</u>	<u>2,095</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	4,100	557	3,543
Contractual Services	<u>6,300</u>	<u>4,633</u>	<u>1,667</u>
Total Security of Persons and Property	<u>10,400</u>	<u>5,190</u>	<u>5,210</u>
Capital Outlay	<u>17,137</u>	<u>12,436</u>	<u>4,701</u>
Total Expenditures	<u>27,537</u>	<u>17,626</u>	<u>9,911</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,037)	(7,031)	12,006
Fund Balance at Beginning of Year	29,292	29,292	0
Prior Year Encumbrances	<u>9,409</u>	<u>9,409</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 19,664</u>	<u>\$ 31,670</u>	<u>\$ 12,006</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 20,000	\$ 24,723	\$ 4,723
Total Revenues	<u>20,000</u>	<u>24,723</u>	<u>4,723</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	5,200	796	4,404
Contractual Services	14,242	10,679	3,563
Total Security of Persons and Property	<u>19,442</u>	<u>11,475</u>	<u>7,967</u>
Capital Outlay	<u>39,986</u>	<u>29,019</u>	<u>10,967</u>
Total Expenditures	<u>59,428</u>	<u>40,494</u>	<u>18,934</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,428)	(15,771)	23,657
Fund Balance at Beginning of Year	65,438	65,438	0
Prior Year Encumbrances	21,896	21,896	0
Fund Balance at End of Year	<u>\$ 47,906</u>	<u>\$ 71,563</u>	<u>\$ 23,657</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 1,000	\$ 1,218	\$ 218
Total Revenues	<u>1,000</u>	<u>1,218</u>	<u>218</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Contractual Services	3,256	2,730	526
Total Expenditures	<u>3,256</u>	<u>2,730</u>	<u>526</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,256)	(1,512)	744
Fund Balance at Beginning of Year	2,478	2,478	0
Prior Year Encumbrances	700	700	0
Fund Balance at End of Year	<u>\$ 922</u>	<u>\$ 1,666</u>	<u>\$ 744</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 0</u>	<u>\$ 1,043</u>	<u>\$ 1,043</u>
Total Revenues	<u>0</u>	<u>1,043</u>	<u>1,043</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	42,800	12,620	30,180
Contractual Services	<u>17,750</u>	<u>12,157</u>	<u>5,593</u>
Total Expenditures	<u>60,550</u>	<u>24,777</u>	<u>35,773</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60,550)	(23,734)	36,816
Fund Balance at Beginning of Year	<u>86,036</u>	<u>86,036</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 25,486</u>	<u>\$ 62,302</u>	<u>\$ 36,816</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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	<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>195,178</u>	<u>121,965</u>	<u>73,213</u>
Total Expenditures	<u>195,178</u>	<u>121,965</u>	<u>73,213</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(195,178)	(121,965)	73,213
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>110,000</u>	<u>192,000</u>	<u>82,000</u>
Total Other Financing Sources (Uses)	<u>110,000</u>	<u>192,000</u>	<u>82,000</u>
Net Change in Fund Balance	(85,178)	70,035	155,213
Fund Balance at Beginning of Year	88,372	88,372	0
Prior Year Encumbrances	<u>1,678</u>	<u>1,678</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,872</u>	<u>\$ 160,085</u>	<u>\$ 155,213</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, 2012***

**NOTE DEBT RETIREMENT FUND**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
All Other Revenues	\$ 6,500	\$ 7,800	\$ 1,300
Total Revenues	<u>6,500</u>	<u>7,800</u>	<u>1,300</u>
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	365,000	365,000	0
Interest Charges	<u>73,469</u>	<u>73,469</u>	<u>0</u>
Total Expenditures	<u>438,469</u>	<u>438,469</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(431,969)	(430,669)	1,300
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>430,669</u>	<u>430,669</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>430,669</u>	<u>430,669</u>	<u>0</u>
Net Change in Fund Balance	(1,300)	0	1,300
Fund Balance at Beginning of Year	<u>1,300</u>	<u>1,300</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 1,300</u>	<u>\$ 1,300</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, 2012***

<b>DEBT RETIREMENT FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 357,911	\$ 12,835	\$ (345,076)
All Other Revenues	1,383	1,383	0
Total Revenues	<u>359,294</u>	<u>14,218</u>	<u>(345,076)</u>
<b>Expenditures:</b>			
Capital Outlay	544,851	199,775	345,076
Debt Service:			
Principal Retirement	5,750,000	5,750,000	0
Interest Charges	578,508	535,595	42,913
Total Expenditures	<u>6,873,359</u>	<u>6,485,370</u>	<u>387,989</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,514,065)	(6,471,152)	42,913
<b>Other Financing Sources (Uses):</b>			
Issuance of General Obligation Bonds	3,935,000	3,935,000	0
Premium on Issuance of General Obligation Bonds	291,312	291,312	0
Transfers In	2,100,813	2,057,900	(42,913)
Total Other Financing Sources (Uses)	<u>6,327,125</u>	<u>6,284,212</u>	<u>(42,913)</u>
Net Change in Fund Balance	(186,940)	(186,940)	0
Fund Balance at Beginning of Year	186,940	186,940	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Special Assessments	\$ 105,425	\$ 105,011	\$ (414)
Total Revenues	<u>105,425</u>	<u>105,011</u>	<u>(414)</u>
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	55,000	55,000	0
Interest Charges	<u>50,425</u>	<u>50,425</u>	<u>0</u>
Total Expenditures	<u>105,425</u>	<u>105,425</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(414)	(414)
<b>Other Financing Sources (Uses):</b>			
Advances In	<u>0</u>	<u>414</u>	<u>414</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>414</u>	<u>414</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**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2012**

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	<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	31,706	31,706	0
Total Expenditures	<u>31,706</u>	<u>31,706</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,706)	(31,706)	0
Fund Balance at Beginning of Year	31,706	31,706	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2012***

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<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**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2012**

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	<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>          48,000</u>	<u>              0</u>	<u>          48,000</u>
Total Expenditures	<u>          48,000</u>	<u>              0</u>	<u>          48,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>          (48,000)</u>	<u>              0</u>	<u>          48,000</u>
Fund Balance at Beginning of Year	<u>          48,159</u>	<u>          48,159</u>	<u>              0</u>
Fund Balance at End of Year	<u>\$          159</u>	<u>\$          48,159</u>	<u>\$          48,000</u>

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Capital Outlay	2,427,375	1,948,983	478,392
Total Expenditures	2,427,375	1,948,983	478,392
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,427,375)	(1,948,983)	478,392
<b>Other Financing Sources (Uses):</b>			
Sale of Capital Assets	0	11,656	11,656
Transfers In	2,205,797	2,241,797	36,000
Total Other Financing Sources (Uses)	2,205,797	2,253,453	47,656
Net Change in Fund Balance	(221,578)	304,470	526,048
Fund Balance at Beginning of Year	83,162	83,162	0
Prior Year Encumbrances	186,383	186,383	0
Fund Balance at End of Year	\$ 47,967	\$ 574,015	\$ 526,048

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 0	\$ 251,200	\$ 251,200
Total Revenues	0	251,200	251,200
<b>Expenditures:</b>			
Capital Outlay	1,900	1,900	0
Total Expenditures	1,900	1,900	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,900)	249,300	251,200
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances	1,900	1,900	0
Fund Balance at End of Year	\$ 0	\$ 251,200	\$ 251,200

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Capital Outlay	200,000	0	200,000
Total Expenditures	200,000	0	200,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(200,000)	0	200,000
<b>Other Financing Sources (Uses):</b>			
Transfers In	200,000	200,000	0
Total Other Financing Sources (Uses)	200,000	200,000	0
Net Change in Fund Balance	0	200,000	200,000
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 200,000	\$ 200,000

**CITY OF SHARONVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
<b>Other Financing Sources (Uses):</b>			
Transfers In	0	173,661	173,661
Total Other Financing Sources (Uses)	0	173,661	173,661
Net Change in Fund Balance	0	173,661	173,661
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 173,661	\$ 173,661

**CITY OF SHARONVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012***

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 0	\$ 1,434	\$ 1,434
Special Assessments	191,800	193,693	1,893
All Other Revenues	0	12	12
Total Revenues	<u>191,800</u>	<u>195,139</u>	<u>3,339</u>
<b>Expenditures:</b>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	<u>409,250</u>	<u>66,509</u>	<u>342,741</u>
Total Expenditures	<u>409,250</u>	<u>66,509</u>	<u>342,741</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(217,450)	128,630	346,080
Fund Balance at Beginning of Year	288,162	288,162	0
Prior Year Encumbrances	<u>12,821</u>	<u>12,821</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 83,533</u>	<u>\$ 429,613</u>	<u>\$ 346,080</u>

***Fiduciary Funds***

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

***Agency Funds***

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**Mayor's Court Fund**

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

**Employee Benefits Fund**

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

**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, 2012**

	Balance December 31, 2011	Additions	Deductions	Balance December 31, 2012
<b>Mayor's Court Fund</b>				
Assets:				
Cash and Cash Equivalents	\$53,391	\$567,324	(\$569,880)	\$50,835
Total Assets	<u>\$53,391</u>	<u>\$567,324</u>	<u>(\$569,880)</u>	<u>\$50,835</u>
Liabilities:				
Due to Others	\$53,391	\$567,324	(\$569,880)	\$50,835
Total Liabilities	<u>\$53,391</u>	<u>\$567,324</u>	<u>(\$569,880)</u>	<u>\$50,835</u>
<b>Employee Benefits Fund</b>				
Assets:				
Cash and Cash Equivalents	\$204,361	\$89,490	(\$114,809)	\$179,042
Total Assets	<u>\$204,361</u>	<u>\$89,490</u>	<u>(\$114,809)</u>	<u>\$179,042</u>
Liabilities:				
Due to Others	\$204,361	\$89,490	(\$114,809)	\$179,042
Total Liabilities	<u>\$204,361</u>	<u>\$89,490</u>	<u>(\$114,809)</u>	<u>\$179,042</u>
<b>Ohio Board of Building Standards Fund</b>				
Assets:				
Cash and Cash Equivalents	\$3,582	\$6,184	(\$6,710)	\$3,056
Total Assets	<u>\$3,582</u>	<u>\$6,184</u>	<u>(\$6,710)</u>	<u>\$3,056</u>
Liabilities:				
Intergovernmental Payables	\$3,582	\$6,184	(\$6,710)	\$3,056
Total Liabilities	<u>\$3,582</u>	<u>\$6,184</u>	<u>(\$6,710)</u>	<u>\$3,056</u>
<b>Tax Rebate 1.5% Fund</b>				
Assets:				
Cash and Cash Equivalents	\$669,996	\$560,039	(\$576,638)	\$653,397
Total Assets	<u>\$669,996</u>	<u>\$560,039</u>	<u>(\$576,638)</u>	<u>\$653,397</u>
Liabilities:				
Due to Others	\$669,996	\$560,039	(\$576,638)	\$653,397
Total Liabilities	<u>\$669,996</u>	<u>\$560,039</u>	<u>(\$576,638)</u>	<u>\$653,397</u>
<b>Totals - All Agency Funds</b>				
Assets:				
Cash and Cash Equivalents	\$931,330	\$1,223,037	(\$1,268,037)	\$886,330
Total Assets	<u>\$931,330</u>	<u>\$1,223,037</u>	<u>(\$1,268,037)</u>	<u>\$886,330</u>
Liabilities:				
Intergovernmental Payables	\$3,582	\$6,184	(\$6,710)	\$3,056
Due to Others	927,748	1,216,853	(1,261,327)	883,274
Total Liabilities	<u>\$931,330</u>	<u>\$1,223,037</u>	<u>(\$1,268,037)</u>	<u>\$886,330</u>

# *STATISTICAL SECTION*

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## *STATISTICAL TABLES*

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

### *Contents*

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<b>Financial Trends</b>	S 2 – S 13
These schedules contain trend information to help the reader understand how the city’s financial position has changed over time.	
<b>Revenue Capacity</b>	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the city’s ability to generate its most significant local revenue sources, the property tax and the income tax.	
<b>Debt Capacity</b>	S 18 – S 27
These schedules present information to help the reader assess the affordability of the city’s current levels of outstanding debt and the city’s ability to issue additional debt in the future.	
<b>Economic and Demographic Information</b>	S 28 – S 31
These schedules offer economic and demographic indicators to help the reader understand the environment within which the city’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
<b>Operating Information</b>	S 32 – S 37
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 Position by Component  
Last Ten Years  
(accrual basis of accounting)*

	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Governmental Activities:</b>			
Net Investment in Capital Assets	\$7,579,874	\$6,034,135	\$7,565,792
Restricted	9,810,613	9,779,977	10,551,263
Unrestricted	2,964,793	6,439,690	5,968,841
Total Governmental Activities Net Position	<u>\$20,355,280</u>	<u>\$22,253,802</u>	<u>\$24,085,896</u>
<b>Business-type Activities:</b>			
Net Investment in Capital Assets	\$1,890,127	\$1,840,939	\$1,960,040
Unrestricted	781,059	460,278	1,193,441
Total Business-type Activities Net Position	<u>\$2,671,186</u>	<u>\$2,301,217</u>	<u>\$3,153,481</u>
<b>Primary Government:</b>			
Net Investment in Capital Assets	\$9,470,001	\$7,875,074	\$9,525,832
Restricted	9,810,613	9,779,977	10,551,263
Unrestricted	3,745,852	6,899,968	7,162,282
Total Primary Government Net Position	<u>\$23,026,466</u>	<u>\$24,555,019</u>	<u>\$27,239,377</u>

Source: City Finance Office

*City of Sharonville*

2006	2007	2008	2009	2010	2011	2012
\$13,967,107	\$15,362,490	\$15,216,606	\$17,610,943	\$19,512,004	\$20,570,792	\$23,538,956
7,088,138	5,583,479	9,135,665	8,172,552	10,520,510	10,797,191	11,720,978
3,773,963	4,963,610	3,445,315	2,828,030	4,002,970	6,124,529	5,986,344
<u>\$24,829,208</u>	<u>\$25,909,579</u>	<u>\$27,797,586</u>	<u>\$28,611,525</u>	<u>\$34,035,484</u>	<u>\$37,492,512</u>	<u>\$41,246,278</u>
\$2,394,091	\$3,415,488	\$3,769,217	\$4,993,028	\$5,420,257	\$9,817,339	\$2,132,289
1,145,530	1,140,989	1,182,393	1,399,669	1,539,058	(2,539,416)	3,984,237
<u>\$3,539,621</u>	<u>\$4,556,477</u>	<u>\$4,951,610</u>	<u>\$6,392,697</u>	<u>\$6,959,315</u>	<u>\$7,277,923</u>	<u>\$6,116,526</u>
\$16,361,198	\$18,777,978	\$18,985,823	\$22,603,971	\$24,932,261	\$30,388,131	\$25,671,245
7,088,138	5,583,479	9,135,665	8,172,552	10,520,510	10,797,191	11,720,978
4,919,493	6,104,599	4,627,708	4,227,699	5,542,028	3,585,113	9,970,581
<u>\$28,368,829</u>	<u>\$30,466,056</u>	<u>\$32,749,196</u>	<u>\$35,004,222</u>	<u>\$40,994,799</u>	<u>\$44,770,435</u>	<u>\$47,362,804</u>

## City of Sharonville

### Changes in Net Position Last Ten Years (accrual basis of accounting)

	2003	2004	2005	2006
<b>Expenses</b>				
Governmental Activities:				
Security of Persons and Property	\$10,269,289	\$11,398,938	\$11,726,212	\$11,736,011
Public Health and Welfare Services	382,116	350,553	361,002	349,637
Leisure Time Activities	2,807,430	2,962,009	3,313,120	3,223,962
Community Environment	533,193	585,562	561,985	495,139
Basic Utility Services	468,046	431,204	577,944	507,998
Transportation	2,871,053	1,826,457	1,655,934	2,039,820
General Government	7,395,342	5,659,441	4,068,570	3,860,974
Interest and Fiscal Charges	746,869	759,495	757,929	837,660
<i>Total Governmental Activities Expenses</i>	<u>25,473,338</u>	<u>23,973,659</u>	<u>23,022,696</u>	<u>23,051,201</u>
Business-type Activities:				
Convention Center	1,846,690	1,782,608	1,616,476	1,520,275
Senior Citizen Housing	167,776	185,300	226,006	188,040
<i>Total Business-type Activities Expenses</i>	<u>2,014,466</u>	<u>1,967,908</u>	<u>1,842,482</u>	<u>1,708,315</u>
<i>Total Primary Government Expenses</i>	<u><u>\$27,487,804</u></u>	<u><u>\$25,941,567</u></u>	<u><u>\$24,865,178</u></u>	<u><u>\$24,759,516</u></u>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$778,637	\$1,127,288	\$772,124	\$827,235
Public Health and Welfare Services	71,112	73,124	78,229	83,347
Leisure Time Activities	313,240	375,287	371,937	383,172
Community Environment	139,055	155,626	307,639	261,735
Transportation	17,935	3,545	315	1,538
General Government	10,506	5,448	49	17
Operating Grants and Contributions	176,551	2,474,915	1,794,027	1,607,033
Capital Grants and Contributions	1,058,392	2,081	34,431	249,831
<i>Total Governmental Activities</i>	<u>2,565,428</u>	<u>4,217,314</u>	<u>3,358,751</u>	<u>3,413,908</u>
<i>Program Revenues</i>	<u>2,565,428</u>	<u>4,217,314</u>	<u>3,358,751</u>	<u>3,413,908</u>

*City of Sharonville*

2007	2008	2009	2010	2011	2012
\$12,781,602	\$12,627,634	\$11,820,345	\$12,016,995	\$12,287,143	\$12,311,523
325,641	417,441	345,875	445,232	374,700	372,910
3,199,167	3,329,341	3,301,438	3,176,146	3,087,936	3,141,715
474,967	479,941	572,323	544,214	586,111	490,488
541,779	555,320	560,329	466,805	527,483	511,018
2,368,038	3,006,944	2,234,076	2,509,460	2,721,535	2,847,491
4,703,522	4,181,862	3,923,301	3,538,547	4,033,393	3,401,228
798,793	809,105	591,279	657,907	536,851	248,444
<u>25,193,509</u>	<u>25,407,588</u>	<u>23,348,966</u>	<u>23,355,306</u>	<u>24,155,152</u>	<u>23,324,817</u>
1,623,356	1,787,979	1,815,100	2,817,156	3,480,293	4,306,004
199,472	252,945	420,419	310,768	317,767	219,144
<u>1,822,828</u>	<u>2,040,924</u>	<u>2,235,519</u>	<u>3,127,924</u>	<u>3,798,060</u>	<u>4,525,148</u>
<u>\$27,016,337</u>	<u>\$27,448,512</u>	<u>\$25,584,485</u>	<u>\$26,483,230</u>	<u>\$27,953,212</u>	<u>\$27,849,965</u>
\$858,087	\$912,430	\$950,231	\$1,081,070	\$950,816	\$910,580
81,458	84,322	89,594	84,412	87,806	91,685
361,611	359,354	306,803	351,563	318,241	355,784
213,804	264,345	181,447	204,974	242,856	249,090
989	176,334	178,811	3,125	6,032	8,375
0	0	92,526	0	0	0
1,989,130	1,836,691	1,571,977	2,277,689	2,627,355	2,127,023
130,725	806,472	13,847	2,959,518	209,596	577,073
<u>3,635,804</u>	<u>4,439,948</u>	<u>3,385,236</u>	<u>6,962,351</u>	<u>4,442,702</u>	<u>4,319,610</u>

(continued)

## City of Sharonville

### Changes in Net Position Last Ten Years (accrual basis of accounting)

	2003	2004	2005	2006
Business-type Activities:				
Charges for Services				
Convention Center	859,776	1,007,123	1,365,959	951,945
Senior Citizen Housing	196,179	195,172	205,567	216,804
Operating Grants and Contributions	390,384	398,644	738,984	925,706
<i>Total Business-type Activities</i>				
<i>Program Revenues</i>	1,446,339	1,600,939	2,310,510	2,094,455
<i>Total Primary Government</i>				
<i>Program Revenues</i>	4,011,767	5,818,253	5,669,261	5,508,363
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(22,907,910)	(19,756,345)	(19,663,945)	(19,637,293)
Business-type Activities	(568,127)	(366,969)	468,028	386,140
<i>Total Primary Government</i>				
<i>Net (Expense)/Revenue</i>	( <u>\$23,476,037</u> )	( <u>\$20,123,314</u> )	( <u>\$19,195,917</u> )	( <u>\$19,251,153</u> )
<b>General Revenues and</b>				
<b>Other Changes in Net Position</b>				
Governmental Activities:				
Income Taxes	\$18,573,923	\$20,601,078	\$19,488,300	\$19,077,969
Payments in Lieu of Taxes	0	0	0	0
Other Local Taxes	0	0	268,487	0
Grants and Entitlements not				
Restricted to Specific Programs	1,954,517	471,168	1,135,536	1,028,370
Investment Earnings	220,211	330,352	446,000	784,306
Miscellaneous	393,863	328,662	567,601	352,589
Transfers	(235,000)	0	(384,236)	0
<i>Total Governmental Activities</i>	20,907,514	21,731,260	21,521,688	21,243,234
Business-type Activities:				
Investment Earnings	0	0	0	0
Transfers	210,000	0	384,236	0
<i>Total Business-type Activities</i>	210,000	0	384,236	0
<i>Total Primary Government</i>	\$21,117,514	\$21,731,260	\$21,905,924	\$21,243,234
<b>Change in Net Position</b>				
Governmental Activities	(\$2,000,396)	\$1,974,915	\$1,857,743	\$1,605,941
Business-type Activities	(358,127)	(366,969)	852,264	386,140
<i>Total Primary Government</i>				
<i>Change in Net Position</i>	( <u>\$2,358,523</u> )	( <u>\$1,607,946</u> )	( <u>\$2,710,007</u> )	( <u>\$1,992,081</u> )

Source: City Finance Office

*City of Sharonville*

2007	2008	2009	2010	2011	2012
1,084,056	1,021,770	888,091	1,060,764	869,989	1,201,706
223,811	235,671	253,653	253,705	264,277	287,648
<u>1,526,405</u>	<u>1,178,616</u>	<u>3,427,312</u>	<u>2,380,073</u>	<u>2,982,402</u>	<u>3,103,120</u>
2,834,272	2,436,057	4,569,056	3,694,542	4,116,668	4,592,474
<u>6,470,076</u>	<u>6,876,005</u>	<u>7,954,292</u>	<u>10,656,893</u>	<u>8,559,370</u>	<u>8,912,084</u>
(21,557,705)	(20,967,640)	(19,963,730)	(16,392,955)	(19,712,450)	(19,005,207)
<u>1,011,444</u>	<u>395,133</u>	<u>2,333,537</u>	<u>566,618</u>	<u>318,608</u>	<u>67,326</u>
<u>(\$20,546,261)</u>	<u>(\$20,572,507)</u>	<u>(\$17,630,193)</u>	<u>(\$15,826,337)</u>	<u>(\$19,393,842)</u>	<u>(\$18,937,881)</u>
\$20,141,422	\$19,591,472	\$17,656,370	\$18,411,406	\$19,970,964	\$20,413,196
0	699,857	736,368	800,688	788,376	0
0	0	0	0	89,592	115,628
1,478,133	1,683,303	965,973	1,810,874	1,326,156	887,933
727,051	418,611	159,497	21,198	15,512	309,911
291,470	462,404	367,011	772,748	978,878	459,307
0	0	892,450	0	0	0
<u>22,638,076</u>	<u>22,855,647</u>	<u>20,777,669</u>	<u>21,816,914</u>	<u>23,169,478</u>	<u>22,185,975</u>
5,412	0	0	0	0	0
0	0	(892,450)	0	0	0
<u>5,412</u>	<u>0</u>	<u>(892,450)</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$22,643,488</u>	<u>\$22,855,647</u>	<u>\$19,885,219</u>	<u>\$21,816,914</u>	<u>\$23,169,478</u>	<u>\$22,185,975</u>
\$1,080,371	\$1,888,007	\$813,939	\$5,423,959	\$3,457,028	\$3,180,768
<u>1,016,856</u>	<u>395,133</u>	<u>1,441,087</u>	<u>566,618</u>	<u>318,608</u>	<u>67,326</u>
<u>\$2,097,227</u>	<u>\$2,283,140</u>	<u>\$2,255,026</u>	<u>\$5,990,577</u>	<u>\$3,775,636</u>	<u>\$3,248,094</u>

## *City of Sharonville*

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>General Fund</b>				
Nonspendable	\$0	\$0	\$0	\$0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	132,959	144,599	175,922	133,670
Unreserved	<u>3,351,630</u>	<u>4,507,745</u>	<u>5,137,744</u>	<u>5,122,570</u>
<i>Total General Fund</i>	<u>3,484,589</u>	<u>4,652,344</u>	<u>5,313,666</u>	<u>5,256,240</u>
<b>All Other Governmental Funds</b>				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Committed	0	0	0	0
Unassigned	0	0	0	0
Reserved	3,915,743	2,274,435	2,108,165	4,262,764
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,413,303	2,798,138	3,791,802	3,536,093
Capital Projects Funds	<u>1,241,778</u>	<u>4,422,068</u>	<u>4,498,142</u>	<u>(2,427,215)</u>
<i>Total All Other Governmental Funds</i>	<u>6,570,824</u>	<u>9,494,641</u>	<u>10,398,109</u>	<u>5,371,642</u>
<i>Total Governmental Funds</i>	<u><u>\$10,055,413</u></u>	<u><u>\$14,146,985</u></u>	<u><u>\$15,711,775</u></u>	<u><u>\$10,627,882</u></u>

Source: City Finance Office

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

*City of Sharonville*

2007	2008	2009	2010	2011	2012
\$0	\$0	\$0	\$0	\$44,636	\$43,071
0	0	0	0	90,050	160,085
0	0	0	0	286,206	405,917
0	0	0	0	6,569,528	6,782,041
99,020	169,259	210,733	267,522	0	0
6,130,065	4,851,999	4,137,756	5,197,710	0	0
<u>6,229,085</u>	<u>5,021,258</u>	<u>4,348,489</u>	<u>5,465,232</u>	<u>6,990,420</u>	<u>7,391,114</u>
0	0	0	0	146,170	128,360
0	0	0	0	5,184,934	5,696,440
0	0	0	0	220,130	1,093,355
0	0	0	0	(1,730,479)	(1,764,639)
1,642,931	2,179,525	2,626,872	1,779,935	0	0
3,162,766	3,207,347	3,080,558	3,368,477	0	0
(3,336,410)	(1,932,395)	(2,132,286)	(1,627,149)	0	0
<u>1,469,287</u>	<u>3,454,477</u>	<u>3,575,144</u>	<u>3,521,263</u>	<u>3,820,755</u>	<u>5,153,516</u>
<u>\$7,698,372</u>	<u>\$8,475,735</u>	<u>\$7,923,633</u>	<u>\$8,986,495</u>	<u>\$10,811,175</u>	<u>\$12,544,630</u>

## *City of Sharonville*

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

	2003	2004	2005	2006
<b>Revenues:</b>				
Taxes	\$18,706,607	\$20,349,502	\$20,602,024	\$19,139,977
Payments in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	3,265,709	2,748,108	3,102,272	2,760,328
Charges for Services	688,258	850,096	794,036	778,376
Licenses and Permits	360,900	398,895	554,483	523,917
Investment Earnings	193,374	348,475	449,196	755,679
Special Assessments	120,187	100,772	89,260	89,553
Fines and Forfeitures	387,486	413,749	433,952	432,898
All Other Revenue	204,428	283,974	257,534	128,873
<b>Total Revenue</b>	<u>23,926,949</u>	<u>25,493,571</u>	<u>26,282,757</u>	<u>24,609,601</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	9,300,676	11,070,181	11,249,491	11,261,727
Public Health and Welfare Services	325,916	345,310	355,894	379,359
Leisure Time Activities	2,566,192	2,854,058	2,940,080	2,840,788
Community Environment	477,303	560,735	520,869	498,434
Basic Utility Services	468,046	431,204	577,944	507,998
Transportation	1,283,222	1,314,293	1,306,783	1,564,074
General Government	3,004,275	3,555,646	2,979,947	3,562,483
Capital Outlay	9,703,256	7,623,458	2,490,515	6,342,629
Debt Service:				
Principal Retirement	3,206,000	1,163,861	1,181,869	1,160,000
Interest and Fiscal Charges	1,039,251	773,788	772,384	847,603
Advance Refunding to Escrow	0	0	0	0
<b>Total Expenditures</b>	<u>31,374,137</u>	<u>29,692,534</u>	<u>24,375,776</u>	<u>28,965,095</u>
Excess (Deficiency) of Revenues Over Expenditures	(7,447,188)	(4,198,963)	1,906,981	(4,355,494)

*City of Sharonville*

2007	2008	2009	2010	2011	2012
\$20,290,549	\$19,212,542	\$17,504,675	\$18,257,911	\$19,964,937	\$20,788,346
0	699,857	736,368	800,688	476,448	284,666
3,261,644	4,470,345	2,807,875	4,481,399	3,919,570	3,459,320
867,879	933,899	959,323	867,218	846,721	841,214
476,617	523,759	467,005	483,849	525,503	533,099
708,184	425,854	44,140	21,198	15,512	18,599
130,725	137,004	13,847	200,419	236,426	298,704
417,104	348,046	370,313	425,628	427,874	446,816
81,330	348,964	521,468	579,722	770,398	310,193
<u>26,234,032</u>	<u>27,100,270</u>	<u>23,425,014</u>	<u>26,118,032</u>	<u>27,183,389</u>	<u>26,980,957</u>
12,148,459	11,958,679	11,249,572	11,522,061	11,643,831	11,723,745
347,062	419,725	345,561	445,765	374,322	369,086
2,809,181	2,900,484	2,824,218	2,664,712	2,481,596	2,587,134
497,291	466,570	557,096	543,526	584,908	482,632
541,779	555,320	560,329	466,805	527,483	511,018
1,972,165	1,739,059	1,578,400	1,785,519	2,113,934	2,265,281
3,410,862	3,732,419	3,423,205	3,252,463	3,400,002	3,193,038
5,456,038	3,010,260	2,472,773	3,921,251	2,286,976	2,285,638
1,175,000	1,210,000	1,335,000	1,325,000	1,783,777	1,426,471
810,970	821,227	653,034	643,042	538,968	476,693
0	0	0	0	0	854,584
<u>29,168,807</u>	<u>26,813,743</u>	<u>24,999,188</u>	<u>26,570,144</u>	<u>25,735,797</u>	<u>26,175,320</u>
(2,934,775)	286,527	(1,574,174)	(452,112)	1,447,592	805,637

(Continued)

## *City of Sharonville*

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

	2003	2004	2005	2006
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	5,807	2,895	22,246
Issuance of Capital Leases	0	0	0	69,065
General Obligation Refunding Bonds Issued	0	0	0	0
General Obligation Bonds Issued	14,746,739	0	0	0
Special Assessment Bonds Issued	0	0	0	0
Premiums on Debt Issuances	0	0	0	27,233
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	1,891,400	3,959,350	3,819,956	3,423,736
Transfers Out	(2,126,400)	(3,959,350)	(4,204,192)	(3,423,736)
<b>Total Other Financing Sources (Uses)</b>	<u>14,511,739</u>	<u>5,807</u>	<u>(381,341)</u>	<u>118,544</u>
<b>Net Change in Fund Balance</b>	<u>\$7,064,551</u>	<u>(\$4,193,156)</u>	<u>\$1,525,640</u>	<u>(\$4,236,950)</u>
 <b>Debt Service as a Percentage of Noncapital Expenditures</b>	 12.04%	 4.87%	 5.24%	 5.18%

Source: City Finance Office

*City of Sharonville*

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2007	2008	2009	2010	2011	2012
11,705	19,638	15,161	0	285,304	21,791
0	499,000	0	203,289	0	108,000
0	0	3,460,000	0	0	3,935,000
0	0	0	0	0	0
0	0	0	1,400,000	0	0
18,867	0	115,357	0	0	291,312
0	0	(3,491,022)	0	0	(4,144,334)
4,506,118	4,966,559	3,356,021	1,957,663	2,999,168	5,104,206
(4,506,118)	(4,966,559)	(2,463,571)	(1,957,663)	(2,999,168)	(5,104,206)
30,572	518,638	991,946	1,603,289	285,304	211,769
(\$2,904,203)	\$805,165	(\$582,228)	\$1,151,177	\$1,732,896	\$1,017,406
4.79%	4.89%	5.83%	5.82%	7.40%	11.73%

## *City of Sharonville*

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

<b>Tax year</b>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$518,827	\$549,617	\$556,163	\$589,376
Total Tax Collected	\$18,819,336	\$19,360,339	\$20,078,349	\$19,937,204
Income Tax Receipts				
Withholding	14,974,511	15,064,199	15,549,738	15,681,150
Percentage	79.58%	77.81%	77.45%	78.65%
Corporate	2,386,694	2,587,091	2,943,801	2,772,855
Percentage	12.68%	13.36%	14.66%	13.91%
Individuals	1,419,893	1,650,570	1,523,617	1,394,448
Percentage	7.54%	8.53%	7.59%	6.99%
Penalty and Interest	38,238	58,479	61,193	88,751
Percentage	0.20%	0.30%	0.30%	0.45%

Source: City Income Tax Department

*City of Sharonville*

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2007	2008	2009	2010	2011	2012
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$593,596	\$607,689	\$595,058	\$595,528	\$621,753	\$635,706
\$20,971,260	\$20,594,952	\$18,677,400	\$19,027,828	\$20,365,647	\$21,541,108
17,064,053	16,611,460	15,354,257	15,235,792	16,494,415	17,292,457
81.37%	80.65%	82.21%	80.06%	80.99%	80.28%
2,502,457	2,581,828	1,990,915	2,389,008	2,431,248	2,764,329
11.93%	12.54%	10.66%	12.56%	11.94%	12.83%
1,353,362	1,340,718	1,250,076	1,275,819	1,326,586	1,345,664
6.45%	6.51%	6.69%	6.71%	6.51%	6.25%
51,388	60,946	82,152	127,209	113,398	138,658
0.25%	0.30%	0.44%	0.67%	0.56%	0.64%



# City of Sharonville

## Income Tax Collections Current Year and Nine Years Ago

### Calendar Year 2012

<u>Income Tax Filers</u>	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>Taxable Income</u>	<u>Percent of Income</u>	<u>Income Tax Collections</u>	<u>Percent of Income</u>
Top Ten	10	0.08%	\$407,313,531	28.36%	\$6,109,703	28.36%
All Others	12,938	99.92%	1,028,760,353	71.64%	15,431,405	71.64%
Total	12,948	100.00%	\$1,436,073,884	100.00%	\$21,541,108	100.00%

### Calendar Year 2003

<u>Income Tax Filers</u>	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>Taxable Income</u>	<u>Percent of Income</u>	<u>Income Tax Collections</u>	<u>Percent of Income</u>
Top Ten	10	0.09%	\$417,662,461	33.29%	\$6,264,937	33.29%
All Others	10,877	99.91%	836,959,977	66.71%	12,554,400	66.71%
Total	10,887	100.00%	\$1,254,622,438	100.00%	\$18,819,337	100.00%

Source: City Income Tax Department

## *City of Sharonville*

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

	2003	2004	2005	2006
<b>Governmental Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$18,602,570	\$17,534,231	\$16,445,892	\$15,322,553
Special Assessment Bonds Payable	425,000	360,000	300,000	235,000
Capital Leases	120,730	61,869	0	69,065
<b>Business-type Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$7,879,271	\$7,366,324	\$6,682,887	\$5,847,395
Revenue Bonds Payable	0	0	0	0
Total Primary Government	<u>\$27,027,571</u>	<u>\$25,322,424</u>	<u>\$23,428,779</u>	<u>\$21,474,013</u>
<b>Population</b> <sup>(2)</sup>				
City of Sharonville	13,926	13,926	13,926	13,926
Outstanding Debt Per Capita	\$1,941	\$1,818	\$1,682	\$1,542
<b>Income</b> <sup>(3)</sup>				
Personal (in thousands)	518,827	549,617	556,163	589,376
Percentage of Personal Income	5.21%	4.61%	4.21%	3.64%

**Sources:**

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

*City of Sharonville*

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2007	2008	2009	2010	2011	2012
\$14,174,214	\$12,995,875	\$11,755,186	\$10,464,827	\$9,224,233	\$6,876,852
180,000	120,000	60,000	1,400,000	1,400,000	1,345,000
53,077	535,265	423,436	488,777	0	81,529
\$5,321,089	\$4,784,783	\$4,233,477	\$3,667,171	\$3,205,537	\$2,556,812
0	0	0	27,715,558	27,728,083	27,740,608
<u>\$19,728,380</u>	<u>\$18,435,923</u>	<u>\$16,472,099</u>	<u>\$43,736,333</u>	<u>\$41,557,853</u>	<u>\$38,600,801</u>
13,926	13,926	13,926	13,560	13,560	13,560
\$1,417	\$1,324	\$1,183	\$3,225	\$3,065	\$2,847
593,596	607,689	595,058	595,528	621,753	635,706
3.32%	3.03%	2.77%	7.34%	6.68%	6.07%

## *City of Sharonville*

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

Year	2003	2004	2005	2006
<b>Population</b> <sup>(1)</sup>	13,926	13,926	13,926	13,926
<b>Personal Income</b> <sup>(2)</sup>	\$518,827	\$549,617	\$556,163	\$589,376
<b>General Bonded Debt</b> <sup>(3)</sup>				
General Obligation Bonds	\$26,481,841	\$24,900,555	\$23,128,779	\$21,169,948
<b>Resources Available to Pay Principal</b> <sup>(4)</sup>	\$0	\$4,890	\$46,095	\$1,300
<b>Net General Bonded Debt</b>	\$26,481,841	\$24,895,665	\$23,082,684	\$21,168,648
<b>Ratio of Net Bonded Debt to Estimated Personal Income</b>	5.10%	4.53%	4.15%	3.59%
<b>Net Bonded Debt per Capita</b>	\$1,901.61	\$1,787.71	\$1,657.52	\$1,520.08

**Source:**

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

*City of Sharonville*

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<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
13,926	13,926	13,926	13,560	13,560	13,560
\$593,596	\$607,689	\$595,058	\$595,528	\$621,753	\$635,706
\$19,495,303	\$17,780,658	\$15,988,663	\$14,131,998	\$12,429,770	\$9,433,664
\$21,747	\$324,400	\$467,770	\$425,719	\$188,240	\$188,240
\$19,473,556	\$17,456,258	\$15,520,893	\$13,706,279	\$12,241,530	\$9,245,424
3.28%	2.87%	2.61%	2.30%	1.97%	1.45%
\$1,398.36	\$1,253.50	\$1,114.53	\$1,010.79	\$902.77	\$681.82



## *City of Sharonville*

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2012*

<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	\$8,303,381	100.00%	\$8,303,381
<b>Overlapping:</b>			
Princeton City School District	191,639,930	32.60%	62,474,617
Sycamore City School District	56,699,985	0.01%	5,670
Great Oaks Joint Vocational School District	16,170,000	2.76%	446,292
Hamilton County	80,163,000	2.47%	1,980,026
Butler County	70,011,450	0.58%	406,066
		Subtotal	<u>65,312,671</u>
		Total	<u><u>\$73,616,052</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>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Total Debt</b>				
Net Assessed Valuation	\$563,218,560	\$569,852,010	\$554,668,383	\$510,813,800
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	59,137,949	59,834,461	58,240,180	53,635,449
City Debt Outstanding (2)	0	0	0	0
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Overall Legal Debt Margin	<u><u>\$59,137,949</u></u>	<u><u>\$59,834,461</u></u>	<u><u>\$58,240,180</u></u>	<u><u>\$53,635,449</u></u>
<b>Unvoted Debt</b>				
Net Assessed Valuation	\$563,218,560	\$569,852,010	\$554,668,383	\$510,813,800
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	30,977,021	31,341,861	30,506,761	28,094,759
City Debt Outstanding (2)	0	0	0	0
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Overall Legal Debt Margin	<u><u>\$30,977,021</u></u>	<u><u>\$31,341,861</u></u>	<u><u>\$30,506,761</u></u>	<u><u>\$28,094,759</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*

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2007	2008	2009	2010	2011	2012
\$495,320,220	\$476,015,410	\$478,329,590	\$478,384,600	\$449,119,680	\$447,683,050
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
52,008,623	49,981,618	50,224,607	50,230,383	47,157,566	47,006,720
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$52,008,623</u>	<u>\$49,981,618</u>	<u>\$50,224,607</u>	<u>\$50,230,383</u>	<u>\$47,157,566</u>	<u>\$47,006,720</u>
\$495,320,220	\$476,015,410	\$478,329,590	\$478,384,600	\$449,119,680	\$447,683,050
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
27,242,612	26,180,848	26,308,127	26,311,153	24,701,582	24,622,568
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$27,242,612</u>	<u>\$26,180,848</u>	<u>\$26,308,127</u>	<u>\$26,311,153</u>	<u>\$24,701,582</u>	<u>\$24,622,568</u>

**City of Sharonville**

*Pledged Revenue Coverage  
Last Ten Years*

	2003	2004	2005	2006	2007
<b>Special Assessment Bonds</b> (1) (2)					
Special Assessment Collections	\$120,187	\$100,772	\$89,260	\$89,553	\$130,725
Debt Service					
Principal	70,000	65,000	60,000	65,000	55,000
Interest	35,230	29,995	25,380	21,120	14,705
Coverage	1.14	1.06	1.05	1.04	1.88

(1) 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 upon commencement of debt service.

Source: City Finance Office

*City of Sharonville*

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2008	2009	2010	2011	2012
\$137,004	\$13,847	\$200,419	\$236,426	\$298,704
60,000	60,000	60,000	0	55,000
12,645	8,430	4,215	50,425	50,425
1.89	0.20	3.12	4.69	2.83

# City of Sharonville

## Demographic and Economic Statistics Last Ten Years

Calendar Year	2003	2004	2005	2006
<b>Population</b> (1)				
City of Sharonville	13,926	13,926	13,926	13,926
Hamilton County	845,303	845,303	806,652	806,652
<b>Income</b> (2) (a)				
Total Personal (in thousands)	518,827	549,617	556,163	589,376
Per Capita	37,256	39,467	39,937	42,322
<b>Unemployment Rate</b> (3)				
Federal	5.8%	6.0%	5.5%	5.0%
State	5.7%	6.1%	6.0%	5.9%
Hamilton County	5.1%	5.1%	4.9%	5.0%
<b>Civilian Work Force Estimates</b> (3)				
State	5,915,000	5,875,300	5,900,400	5,934,000
Hamilton County	437,900	422,200	426,800	423,500

### Sources:

(1) US Bureau of Census of Population

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

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

(3) State Department of Labor Statistics

*City of Sharonville*

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2007	2008	2009	2010	2011	2012
13,926	13,926	13,926	13,560	13,560	13,560
806,652	806,652	806,652	802,374	802,374	802,374
593,596	607,689	595,058	595,528	621,753	635,706
42,625	43,637	42,730	43,918	45,852	46,881
4.6%	5.8%	9.3%	9.4%	8.9%	8.1%
5.6%	6.6%	10.2%	9.6%	8.6%	7.2%
5.0%	5.6%	8.9%	8.5%	8.6%	7.0%
5,976,500	5,986,400	5,986,400	5,906,000	5,806,000	5,474,900
431,200	432,400	432,400	434,700	406,900	400,000



## *City of Sharonville*

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

<u>Employer</u>	<u>Nature of Business</u>	<u>2012</u>	
		<u>Rank</u>	<u>Number of Employees</u>
Ford Motor Company	Auto Parts Manufacturing	1	N/A
United Parcel Service	Bulk Mail Processing	2	N/A
US Postal Service	Bulk Mail Processing	3	N/A
Princeton School District	Public Education	4	N/A
General Mills	Cereal Manufacturing	5	N/A
Xtek Inc	Steel Fabrication	6	N/A
TSS Aviation	Manufacturing	7	N/A
Hobsons	Publishing & Technology	8	N/A
Valley Asphalt / John R Jurgensen	Asphalt Mfg & Construction	9	N/A
Devicor Medical Products	Medical Device Manufacturer	10	N/A
Total			N/A

<u>Employer</u>	<u>Nature of Business</u>	<u>2003</u>	
		<u>Rank</u>	<u>Number of Employees</u>
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

**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*

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

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<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
11.00	11.00	11.00	11.00	12.00
2.00	2.00	2.00	2.00	2.00
6.00	6.00	6.00	6.00	6.00
6.00	5.00	5.00	5.00	6.00
50.00	48.00	47.00	43.00	46.00
55.00	56.00	54.00	48.00	64.00
13.00	13.00	16.00	13.00	12.00
47.00	34.00	52.00	45.00	40.00
9.00	7.00	7.00	7.00	9.00
5.00	5.00	5.00	5.00	5.00
7.00	7.00	8.00	8.00	7.00
1.00	1.00	1.00	1.00	1.00
12.00	12.00	12.00	12.00	12.00
<u>224.00</u>	<u>207.00</u>	<u>226.00</u>	<u>206.00</u>	<u>222.00</u>

## *City of Sharonville*

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

	2003	2004	2005	2006	2007
<b>Governmental Activities</b>					
General Government					
Court					
Number of Traffic Cases	N/A	4,167	3,748	3,179	3,145
Number of Open Cases	N/A	110	179	184	138
Licenses and Permits					
Number of Building Permits	498	677	740	573	662
Number of Building Inspections	1,096	1,418	1,476	1,281	1,433
Security of Persons and Property					
Police					
Number of Citations Issued	4,591	4,606	4,249	3,493	3,761
Number of Arrests	1,046	1,054	1,203	1,398	1,188
Number of Accidents	1,436	1,334	1,190	1,074	1,076
Fire					
Number of Fire Calls	867	863	792	781	992
Number of EMS Runs	1,791	2,195	2,071	2,045	2,113
Number of Inspections	840	617	834	1,093	1,172
Transportation					
Street					
Number of Streets Resurfaced	10	9	3	3	7
Number of Potholes Repaired	169	161	200	180	185
Leisure Time Activities					
Recreation					
Number of Programs Offered	200	220	175	150	150
Number of Pool Passes Issued	1,599	2,059	2,042	1,497	1,776
Public Health and Welfare					
Number of Flu Shots	850	720	618	590	573
Number of Smoking Complaints	0	0	0	0	47
Number of Food Inspections	481	432	469	437	431
Number of Nuisance Inspections	75	87	103	98	115
Number of Vaccines for Children	0	0	0	0	0

Source: City Finance Office

*City of Sharonville*

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2008	2009	2010	2011	2012
3,076	3,441	4,016	4,552	3,709
71	180	136	135	136
526	497	640	630	613
1,309	1,199	1,669	1,587	1,690
2,725	3,446	3,891	3,775	3,505
991	914	906	940	876
1,124	979	812	845	810
1,163	1,109	1,228	1,340	1,422
2,337	2,085	2,061	2,242	2,557
1,131	1,087	1,042	1,085	1,016
6	3	3	12	6
170	185	250	200	300
150	120	120	120	150
1,895	1,816	1,973	1,952	3,565
584	706	582	438	577
26	15	18	22	8
400	361	459	444	443
152	131	206	224	272
1	155	395	213	317

## *City of Sharonville*

### *Capital Asset Statistics by Function Last Nine 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*

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<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
6,848	6,848	6,848	6,848
1	1	1	1
1	1	1	1
24	24	23	23
3	3	3	3
19	19	20	17
135	136	135	135
935	935	936	936
17	17	17	17
35	35	35	46
2	2	2	2
4	4	4	4
4	4	4	4
2	2	2	2
5	5	5	5
14	14	14	14
11	11	11	13
3	3	3	3
1	1	1	1

