

# 2015 Comprehensive Annual Financial Report



For fiscal year ended December 31, 2015



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2015

*Prepared by the Auditor's Office*

Ed Cunningham  
City Auditor

and

M. Scott McKeehan, CPA  
Finance Director



TABLE OF CONTENTS

CITY OF SHARONVILLE  
HAMILTON COUNTY, OHIO

---

**I** INTRODUCTORY SECTION

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

**II** FINANCIAL SECTION

**A** Independent Auditor’s Report.....1  
**B** Management’s Discussion and Analysis.....3  
**C** Basic Financial Statements:  
    Government-wide Financial Statements:  
        Statement of Net position .....14  
        Statement of Activities .....16  
    Fund Financial Statements:  
        *Governmental Funds:*  
            Balance Sheet .....18  
            Reconciliation of Total Governmental Fund Balances to Net position of  
            Governmental Activities.....20  
            Statement of Revenues, Expenditures and Changes in Fund Balances .....22  
            Reconciliation of the Statement of Revenues, Expenditures and Changes  
            in Fund Balances to the Statement of Activities.....26  
            Statement of Revenues, Expenditures and Changes in Fund Balance -  
            Budget and Actual (Non-GAAP Budgetary Basis):  
                General Fund .....27  
                Fire Department Fund.....28  
        *Proprietary Funds:*  
            Statement of Net position .....30  
            Statement of Revenues, Expenses and Changes in Fund Net position .....33  
            Statement of Cash Flows .....34  
        *Fiduciary Funds:*  
            Statement of Net position .....36  
            Statement of Changes in Net position.....37  
Notes to the Basic Financial Statements.....38

**D Required Supplemental Information:**

    Schedule of the City’s Proportionate Share of the Net  
    Pension Liability.....80

    Schedule of City Contributions .....81

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

    Nonmajor Governmental Financial Statements:

        Combining Balance Sheet.....88

        Combining Statement of Revenues, Expenditures and Changes in Fund  
        Balances.....89

        Combining Balance Sheet – Nonmajor Special Revenue Funds .....90

        Combining Statement of Revenues, Expenditures and Changes in Fund  
        Balances – Nonmajor Special Revenue Funds .....94

        Combining Balance Sheet – Nonmajor Debt Service Funds .....98

        Combining Statement of Revenues, Expenditures and Changes in Fund  
        Balances – Nonmajor Debt Service Funds .....100

        Combining Balance Sheet – Nonmajor Capital Projects Funds .....102

        Combining Statement of Revenues, Expenditures and Changes in Fund  
        Balances – Nonmajor Capital Projects Funds.....104

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

    Major Governmental Funds:

*General Fund*.....106

*Special Revenue Fund:*

            Fire Department Fund .....110

*Debt Service Fund:*

            Convention Hotel Debt Fund.....111

*Capital Projects Fund:*

            Chester Road TIF Fund .....112

    Nonmajor Governmental Funds:

*Special Revenue Funds:*

            Street Construction, Maintenance and Repair Fund .....113

            State Highway Fund .....114

            Permissive Motor Vehicle Tax Fund.....115

            Federal Emergency Management Agency (FEMA) Fund.....116

            State Health Licenses Fund .....117

            Teen Fund.....118

*Special Revenue Funds (Continued):*

Law Enforcement Trust Fund.....	119
Drug Law Enforcement Fund.....	120
DUI Checkpoint Grant Fund.....	121
DUI Education and Enforcement Fund.....	122
Mayor’s Court Computer Fund.....	123
Clerk of Courts Computer Fund.....	124
Confinement Reimbursement Fund.....	125
Community Oriented Policing Services (COPS) Grant Fund.....	126
Drug Enforcement Agency (DEA) Federal Sharing Fund.....	127
Termination Benefits Fund.....	128
Police Grants Fund.....	129

*Debt Service Funds:*

Note Debt Retirement Fund.....	130
Debt Retirement Fund.....	131
Special Assessment Bond Retirement Fund.....	132
Zind Lane Sewer Fund.....	133

*Capital Projects Funds:*

Capital Improvement Fund.....	134
Capital Improvement Issue II Fund.....	135
Issue II Reading Rd. Fund.....	136
Downtown TIF Fund.....	137
Facility Improvement Fund.....	138
Fire Equipment Fund.....	139
Storm Water Fund.....	140

Fiduciary Funds – Agency Funds:

Combining Statement of Changes in Assets and Liabilities.....	143
---	-----

**III**

**STATISTICAL SECTION**

Net position by Component - Last Ten Years ..... S 2

Changes in Net position - Last Ten Years..... S 4

Fund Balances, Governmental Funds - Last Ten Years ..... S 8

Changes in Fund Balances, Governmental Funds - Last Ten Years ..... S 10

Income Tax Revenues by Source, Governmental Funds - Last Ten Years ..... S 14

Income Tax Collections - Current Year and Nine Years Ago..... S 17

Ratio of Outstanding Debt By Type - Last Ten Years ..... S 18

Ratios of General Bonded Debt Outstanding - Last Ten Years..... S 20

Computation of Direct and Overlapping Debt Attributable to  
Governmental Activities - Current Year ..... S 23

Debt Limitations - Last Ten Years ..... S 24

Pledged Revenue Coverage - Last Ten Years ..... S 26

Demographic and Economic Statistics - Last Ten Years ..... S 28

Principal Employers - Current Year and Nine Years Ago ..... S 31

Full Time Equivalent Employees by Function - Last Ten Years ..... S 32

Operating Indicators by Function - Last Ten Years ..... S 34

Capital Asset Statistics by Function - Last Ten Years ..... S 36

## *INTRODUCTORY SECTION*

---

---





10900 Reading Road  
Sharonville, Ohio 45241  
PH (513) 563-1144  
FX (513) 563-0617  
[www.sharonville.org](http://www.sharonville.org)

---

June 29, 2016

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

We are pleased to submit the fifteenth Comprehensive Annual Financial Report for the City of Sharonville for the fiscal year ended December 31, 2015. 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. 61 *"The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34,"* in that the financial statements include all organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide financial benefit to or impose a financial burden on the City.

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

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

***Letter of Transmittal  
For the Year Ended December 31, 2015***

---

**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 48 full-time officers and non-sworn administrative personnel (39 sworn and 9 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, and Crime Prevention. The Department also teaches safety programs in the City's schools.

The Fire Department is an ISO Class III department staffed 24 hours a day by 39 full-time and 19 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.

Beginning in January 2015, the City's Board of Health is contracting with Hamilton County Public Health for Public health services. The City will continue employing a nurse under the direction of the Fire Department to provide valued nursing services to the seniors, school programs, and the rest of the community.

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. 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.

***Letter of Transmittal  
For the Year Ended December 31, 2015***

---

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 provides a beautiful and contemporary location for meetings, conventions, banquets, trade shows and public events for in Northern Cincinnati. 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.

**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.

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 39,000. 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**

Sharonville saw significant job growth and investments in our targeted industries including Manufacturing, Back office/Headquarters and Convention/Tourism along with major infrastructure improvements.

**Manufacturing:**

Champion Window, a window, door and sunroom manufacturer, made significant improvements to their facility which enabled them to add another production line. These improvements helped create 30 new jobs and retain over 350 employees.

***Letter of Transmittal  
For the Year Ended December 31, 2015***

---

The Ford Motor Co., and the United Auto Workers union reached a new agreement in November that will lead to a \$900 million dollar investment in the Sharonville Transmission Plant. Ford is the City's largest employer, with nearly 1700 hourly union employees.

Gorilla Glue, a family-owned company, which manufactures adhesives, moisturizers and tools, purchased the Gateway 75 building in Sharonville, a 1 million square-foot-plus facility. The project will create 320 new jobs in Sharonville and over \$23 million dollars in capital investment

**Headquarters/Back Office:**

TATA Consulting expanded their footprint in the region and will bring 300 new jobs to Sharonville. TATA is a global leader in IT services, digital and business, the company has been recognized by Brand Finance as one of the Big 4 Global IT Service Brands.

McGohan Brabender, Inc., an employee benefits firm based in Dayton, relocated its Cincinnati headquarters. They recently moved into a 10,000-square-foot office at Summit Woods I. The company sighted its proximity to its existing office, available space to expand and its easy access from Interstate 275 as reasons for selecting Summit Woods I as its new location.

ADSCO, a longtime Sharonville business, constructed new company headquarters in the City. They built a 13,420 square-foot facility at 11400 Enterprise Drive. The company is experiencing significant growth, in 2015 the saw sales grow 22 percent. ADSCO supplies automotive dealers and service shops with marketing and tools

Shoptech, one of the fastest-growing companies in the nation recently moved into new office space in Summit Woods Business Park. The larger space will help accommodate their growing operations. Shoptech Software develops and sells shop control system software to job shops, machine shops and other manufacturers. Shoptech has about 110 local employees and has plans to hire several more over the next few years.

**Convention/Tourism:**

Home to the Sharonville Convention Center, the Northern Lights Entertainment District is on target to become the meeting, athletic, performance and entertainment center in the Region. The Hyatt Place @ Sharonville Convention Center broke ground in December on their \$14M first class select service hotel. The six story metal and glass structure will feature 120 rooms and over 2000 square feet of meeting rooms. The Hyatt Place will improve the Center's competitiveness when courting events and conventions.

Princeton School District's Viking Village opened their doors in the fall of 2015, this sports and performance complex includes a 500-seat natatorium, 2,500 seat arena-style gymnasium, and a 1,200-seat performance theater with full orchestra pit. Site renovations are underway for new turf softball and baseball facilities, a new middle school track, parking, and football/soccer fields at the along the high school's former Chester Road site.

In addition, the sidewalks will be widened and stamped and retention walls will be installed along Chester Road. The City will eliminate poles and provide services underground, where feasible. The \$2.9M project will complement the \$6M in corridor improvements from Sharon Road to the Convention Center.

***Letter of Transmittal  
For the Year Ended December 31, 2015***

---

**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 Plattenburg, Certified Public Accountants. 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, 2015***

---

**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, 2014. 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  
Finance Director



Ed Cunningham  
City Auditor



**CITY OF SHARONVILLE, OHIO**

---

***Elected Officials  
For the Year Ended December 31, 2015***

---

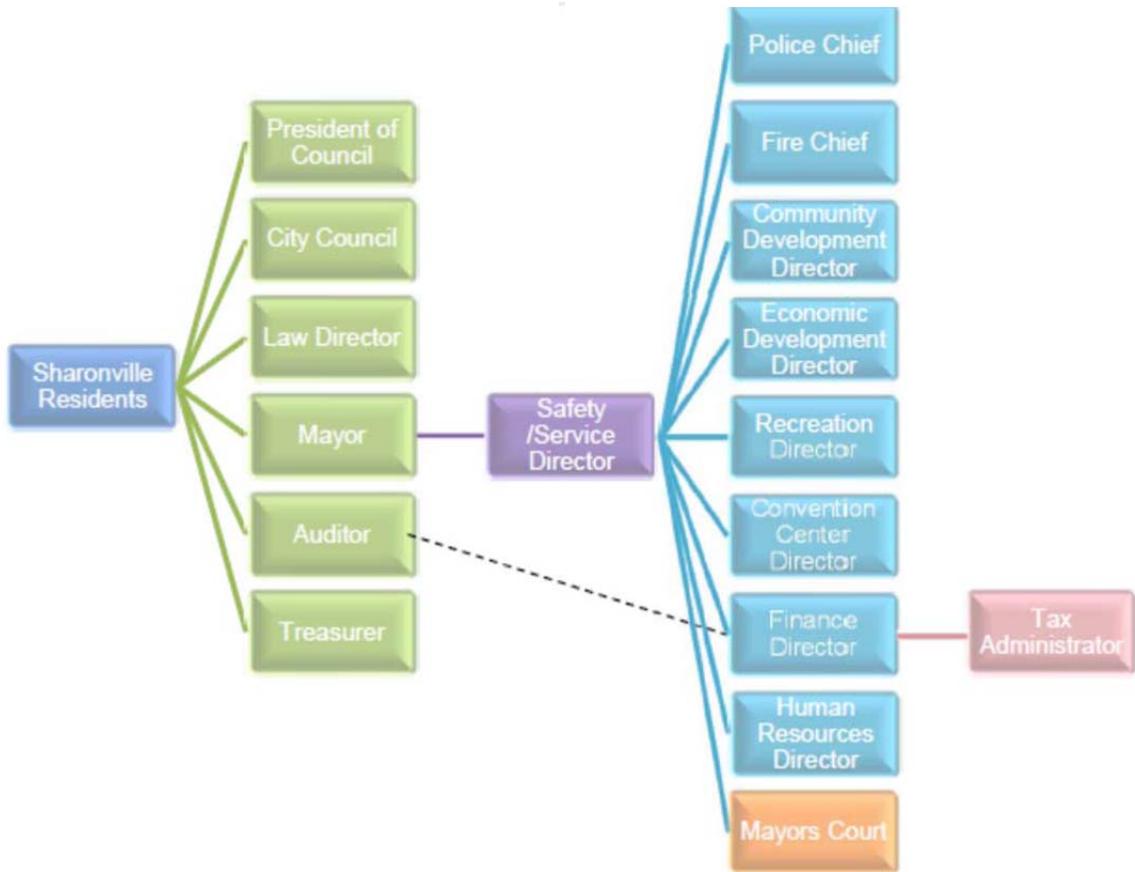
<b>Office</b>	<b>Elected Official</b>	<b>Term Expires</b>
Mayor	Kevin Hardman	12/31/2015
President of Council	Vicki Hoppe	12/31/2015
Council Ward 1	Ed Cunningham	12/31/2015
Council Ward 2	David Koch	12/31/2015
Council Ward 3	Kerry Rabe	12/31/2015
Council Ward 4	Robert Tankersley	12/31/2015
Council at Large	Greg Pugh	12/31/2015
Council at Large	Paul Schmidt	12/31/2015
Council at Large	Mathew Eggenberger	12/31/2015
Treasurer	Al Ledbetter	12/31/2017
Auditor	Mark Piepmeier	12/31/2015
Law Director	Thomas Keating	12/31/2015

<b>Office</b>	<b>Official</b>
Safety/Service Director	Jim Lukas
Finance Director	Scott McKeehan
Tax Administrator	Linda Collins
Human Resources Director	Noah Powers
Police Chief	Aaron Blasky
Fire Chief	Ralph Hammonds
Building and Planning Director	Richard Osgood
Public Works Director	Joe Kempe
Recreation Director	Sue Koetz
Convention Center Manager	Jim Downton
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, 2015***

---





Government Finance Officers Association

**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, 2014**

Executive Director/CEO

## *FINANCIAL SECTION*

---

---



## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager  
City of Sharonville

### Report on the Financial Statements

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

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities,, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and Fire Department Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Emphasis of Matter

As described in Note 2 to the financial statements, the City adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. We did not modify our opinion regarding this matter.

## **Other Matters**

### *Required Supplementary Information*

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

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such 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, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2016, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

*Plattenburg & Associates, Inc.*  
Plattenburg & Associates, Inc.  
Cincinnati, Ohio  
June 29, 2016

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, 2015. 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 2015 are as follows:

- ❑ In total, net position increased by \$6,894,001. Net position of governmental activities increased by \$6,533,838, which represents a 20.2% increase from 2014. Net position of business-type activities increased by \$360,163, or 5.9% from 2014.
- ❑ General revenues accounted for \$25,645,598 in revenue, or 69.6% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$11,209,687, or 30.4% of total revenues of \$36,855,285.
- ❑ The City had \$25,335,449 in expenses related to governmental activities; only \$6,223,689 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily income taxes) of \$25,645,598 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$18,103,632 in revenues and \$17,233,922 in expenditures and other financing uses. The general fund's fund balance increased \$869,710.

## **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.

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

**Management’s Discussion and Analysis  
For the Year Ended December 31, 2015**

**Unaudited**

**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, 2015 and 2014:

	Governmental Activities		Business-type Activities		Total	
	Restated		Restated		Restated	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$25,519,781	\$19,849,146	\$4,655,226	\$3,915,879	\$30,175,007	\$23,765,025
Capital assets, Net	44,062,440	43,262,066	35,045,250	35,864,094	79,107,690	79,126,160
Total assets	69,582,221	63,111,212	39,700,476	39,779,973	109,282,697	102,891,185
Deferred Outflows of Resources	3,034,005	2,012,886	130,907	124,525	3,164,912	2,137,411
Net Pension Liability	22,060,512	20,912,275	745,230	725,981	22,805,742	21,638,256
Long-term debt outstanding	7,389,268	8,796,345	28,446,545	28,619,214	35,835,813	37,415,559
Other liabilities	3,532,233	2,369,795	4,122,318	4,415,225	7,654,551	6,785,020
Total liabilities	32,982,013	32,078,415	33,314,093	33,760,420	66,296,106	65,838,835
Deferred Inflows of Resources	702,005	647,313	13,049	0	715,054	647,313
Net position						
Net investment in capital assets	40,026,910	37,768,260	4,417,067	4,838,436	44,443,977	42,606,696
Restricted	8,827,003	5,833,900	0	0	8,827,003	5,833,900
Unrestricted	(9,921,705)	(11,203,790)	2,087,174	1,305,642	(7,834,531)	(9,898,148)
Total net position	\$38,932,208	\$32,398,370	\$6,504,241	\$6,144,078	\$45,436,449	\$38,542,448

During 2015, the City adopted GASB Statement 68, “Accounting and Financial Reporting for Pensions— an Amendment of GASB Statement 27,” which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City’s actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan’s net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio’s statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

***Management's Discussion and Analysis  
For the Year Ended December 31, 2015***

***Unaudited***

---

Under the new standards required by GASB 68, the net pension liability equals the City's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
- 2 Minus plan assets available to pay these benefits

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, the City's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's change in net pension liability not accounted for as deferred inflows/outflows.

As a result of implementing GASB 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014. The net pension liability and associated deferred outflows reduced beginning of year net position (net) by \$18,935,645 in governmental activities and \$633,871 in business-type activities.

**CITY OF SHARONVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2015**

**Unaudited**

**Changes in Net Position** – The following table shows the changes in net position for the fiscal years 2015 and 2014:

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program revenues:						
Charges for Services and Sales	\$1,848,942	\$1,739,648	\$2,102,911	\$1,941,413	\$3,951,853	\$3,681,061
Operating Grants and Contributions	2,262,061	2,036,397	2,883,087	3,146,799	5,145,148	5,183,196
Capital Grants and Contributions	2,112,686	189,339	0	0	2,112,686	189,339
Total Program revenues	6,223,689	3,965,384	4,985,998	5,088,212	11,209,687	9,053,596
General revenues:						
Income Taxes	23,841,272	22,289,746	0	0	23,841,272	22,289,746
Other Local Taxes	206,227	197,499	0	0	206,227	197,499
Property Taxes	648,277	490,620	0	0	648,277	490,620
Grants and Entitlements not Restricted to Specific Programs	337,929	1,139,430	0	0	337,929	1,139,430
Investment Earnings	154,296	155,836	0	0	154,296	155,836
Miscellaneous	457,597	1,080,772	0	0	457,597	1,080,772
Total General revenues	25,645,598	25,353,903	0	0	25,645,598	25,353,903
Total revenues	31,869,287	29,319,287	4,985,998	5,088,212	36,855,285	34,407,499
Program Expenses						
Security of Persons and Property	13,547,078	13,331,572	0	0	13,547,078	13,331,572
Public Health and Welfare Services	127,317	363,600	0	0	127,317	363,600
Leisure Time Activities	3,055,940	3,203,395	0	0	3,055,940	3,203,395
Community Environment	521,513	504,322	0	0	521,513	504,322
Basic Utility Services	532,248	611,860	0	0	532,248	611,860
Transportation	2,989,107	3,455,866	0	0	2,989,107	3,455,866
General Government	4,249,319	4,299,338	0	0	4,249,319	4,299,338
Interest and Fiscal Charges	312,927	354,957	0	0	312,927	354,957
Convention Center	0	0	4,351,164	4,349,039	4,351,164	4,349,039
Senior Citizen Housing	0	0	274,671	224,506	274,671	224,506
Total expenses	25,335,449	26,124,910	4,625,835	4,573,545	29,961,284	30,698,455
Total Change in Net Position	6,533,838	3,194,377	360,163	514,667	6,894,001	3,709,044
Beginning Net Position, Restated	32,398,370	N/A	6,144,078	N/A	38,542,448	N/A
Ending Net Position	\$38,932,208	\$32,398,370	\$6,504,241	\$6,144,078	\$45,436,449	\$38,542,448

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$1,976,630 for Governmental Activities and \$92,110 for Business-type Activities computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$2,207,312 for Governmental Activities and \$84,777 for Business-type Activities.

**CITY OF SHARONVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2015**

**Unaudited**

Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

	Governmental Activities	Business-type Activities
Total 2015 program expenses under GASB 68	\$25,335,449	\$4,625,835
Pension expense under GASB 68	(2,207,312)	(84,777)
2015 contractually required contribution	2,014,575	91,276
Adjusted 2015 program expenses	25,142,712	4,632,334
Total 2014 program expenses under GASB 27	26,124,910	4,573,545
Increase (Decrease) in program expenses not related to pension	(\$982,198)	\$58,789

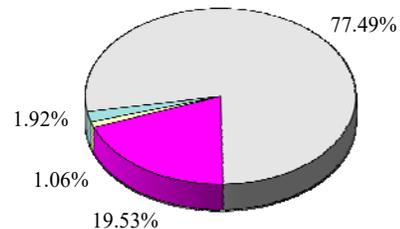
**Governmental Activities**

Net position of the City's governmental activities increased by \$6,533,838. The increase was a result of revenues that outpaced expenses. Increases were experienced in income tax (due to local job growth and continued improvement in the regional economy), a continuation of maintaining lower operating expenses, a reduction in outstanding bonds, and contracting with Hamilton County Public Health to provide public health services.

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 77.49% of revenues for governmental activities for the City in fiscal year 2015. The City's reliance upon tax revenues is demonstrated by the following graph:

Revenue Sources	2015	Percent of Total
Taxes	\$24,695,776	77.49%
Program Revenues	6,223,689	19.53%
Shared Revenues	337,929	1.06%
General Other	611,893	1.92%
Total Revenue	\$31,869,287	100.00%



**Business-Type Activities**

The net position of the business-type activities increased by \$360,163 during 2015. The Convention Center continued increases in Charges for Services and Sales revenue.

**CITY OF SHARONVILLE, OHIO**

---

**Management's Discussion and Analysis  
For the Year Ended December 31, 2015**

**Unaudited**

---

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

The City's governmental funds reported a combined fund balance of \$17,696,560, which is an increase from last year's balance of \$13,287,182. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2015 and 2014:

	Fund Balance December 31, 2015	Fund Balance December 31, 2014	Increase (Decrease)
General	\$10,733,707	\$9,863,997	\$869,710
Fire Department	2,509,226	1,696,247	812,979
Convention Hotel Debt	(3,705)	0	(3,705)
Chester Road TIF	(2,890,470)	(3,161,951)	271,481
Other Governmental	7,347,802	4,888,889	2,458,913
Total	<u>\$17,696,560</u>	<u>\$13,287,182</u>	<u>\$4,409,378</u>

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

	2015 Revenues	2014 Revenues	Increase (Decrease)
Taxes	\$16,255,876	\$15,510,046	\$745,830
Intergovernmental Revenues	332,350	424,601	(92,251)
Charges for Services	355,844	359,915	(4,071)
Licenses and Permits	546,038	658,217	(112,179)
Investment Earnings	141,174	143,318	(2,144)
Fines and Forfeitures	325,246	308,043	17,203
All Other Revenue	147,104	588,806	(441,702)
Total	<u>\$18,103,632</u>	<u>\$17,992,946</u>	<u>\$110,686</u>

General Fund revenues in 2015 increased by .6% compared to revenues in fiscal year 2014. The most significant factor contributing to this increase was an increase in income tax revenue due to continued improvement in economic conditions.

**CITY OF SHARONVILLE, OHIO**

---

***Management's Discussion and Analysis  
For the Year Ended December 31, 2015***

***Unaudited***

	2015	2014	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Security of Persons and Property	\$6,021,005	\$5,930,406	\$90,599
Public Health and Welfare Services	131,092	368,868	(237,776)
Leisure Time Activities	2,486,569	2,597,876	(111,307)
Community Environment	513,219	499,794	13,425
Basic Utility Services	532,248	611,860	(79,612)
General Government	3,694,439	3,859,162	(164,723)
Total	<u>\$13,378,572</u>	<u>\$13,867,966</u>	<u>(\$489,394)</u>

The decrease in General Fund contracting with Hamilton County Public Health to provide public health services. An additional patrol officer was added during 2015 resulting in an increase to Security of Persons and Property.

*Fire Department Fund* – The fund balance increased by \$812,979 during 2015. The increase in fund balance was primarily related to increased tax collections and decreased capital outlay.

*Convention Hotel Debt Fund* – This is a new fund in 2015 created to issue debt on behalf of the Hotel developer.

*Chester Road TIF Fund* – The fund balance increased by \$271,481 during the year due to increased collections in payments in lieu of taxes and reduced capital outlays.

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 2015 the City amended its General Fund budget several times.

For the General Fund, final budget basis revenue of \$16.6 million was \$20,876 lower when compared to the original budget estimates. The City increased appropriations by \$2.5 million to account for additional transfers to other funds with the largest amounts being used for capital equipment purchases and set-aside funds for scheduled facility maintenance items. The General Fund's actual results varied \$2.8 million from the final budgeted amounts. Actual revenues exceeded final budgeted amounts by \$1.8 and actual expenditures were below final budgeted amounts by \$1 million.

**Management's Discussion and Analysis  
For the Year Ended December 31, 2015**

**Unaudited**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal 2015 the City had \$79,107,690 net of accumulated depreciation invested in land, construction in progress, land improvements, buildings and improvements, machinery and equipment and vehicles. Of this total, \$44,062,440 was related to governmental activities and \$35,045,250 to the business-type activities. The following table shows fiscal year 2015 and 2014 balances:

	Governmental Activities		Increase (Decrease)
	2015	2014	
Land	\$6,639,810	\$6,639,810	\$0
Construction in Progress	3,655,337	1,666,187	1,989,150
Land Improvements	8,467,500	8,430,613	36,887
Buildings and Improvements	17,556,389	17,496,479	59,910
Infrastructure	32,756,069	31,865,621	890,448
Machinery and Equipment	3,421,647	3,253,876	167,771
Vehicles	5,499,332	5,865,002	(365,670)
Less: Accumulated Depreciation	(33,933,644)	(31,955,522)	(1,978,122)
Totals	<u>\$44,062,440</u>	<u>\$43,262,066</u>	<u>\$800,374</u>

	Business-Type Activities		Increase (Decrease)
	2015	2014	
Land	\$5,067,188	\$5,067,188	\$0
Land Improvements	365,840	365,840	0
Buildings and Improvements	35,360,520	35,348,590	11,930
Infrastructure	95,599	95,599	0
Machinery and Equipment	1,337,487	1,346,429	(8,942)
Vehicles	36,961	0	36,961
Less: Accumulated Depreciation	(7,218,345)	(6,359,552)	(858,793)
Totals	<u>\$35,045,250</u>	<u>\$35,864,094</u>	<u>(\$818,844)</u>

The primary increases in governmental activities' capital assets occurred in construction in progress and infrastructure. During 2015 the City completed several infrastructure projects throughout the City. Additionally, the business type activities experienced very little activity in 2015. 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, 2015***

***Unaudited***

---

***Debt***

At December 31, 2015, the City had \$3,337,283 in general obligation bonds outstanding, \$1,631,523 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2015 and 2014:

	2015	Restated 2014
Governmental Activities:		
General Obligation Bonds	\$2,887,283	\$4,263,806
Special Assessment Bonds	1,170,000	1,230,000
Compensated Absences	3,273,920	3,302,539
Ohio Public Works Commission Loan	58,065	0
Net Pension Liability	22,060,512	20,912,275
Total Governmental Activities	<u>29,449,780</u>	<u>29,708,620</u>
Business-Type Activities:		
General Obligation Bonds	450,000	660,000
Revenue Bonds	27,778,183	27,765,658
Net Pension Liability	745,230	725,981
Compensated Absences	218,362	193,556
Total Business-Type Activities	<u>29,191,775</u>	<u>29,345,195</u>
Totals	<u><u>\$58,641,555</u></u>	<u><u>\$59,053,815</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, 2015, 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 Sharonville City Council and Administration has continued monitoring reserves, operational revenues and costs, and capital needs very closely. Controlling costs, defining priorities, forecasting, and encouraging economic development has been the focus. Sharonville remains committed to maintaining and improving its solid business base. The continuous establishment of new companies as well as expansion of existing companies occurred creating new jobs in the community that will benefit the local economy in 2015 and beyond.

The City's financial position will be significantly affected by the continued redevelopment of the Northern Lights District (Chester Road). The Convention Center expansion and ongoing infrastructure improvements will serve as a catalyst for other business development opportunities. The City has several business expansion and attraction projects occurring in that will benefit the local economy in 2015 and beyond.

**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, Finance Director of the City of Sharonville.



**CITY OF SHARONVILLE, OHIO**

**Statement of Net Position  
December 31, 2015**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 14,537,254	\$ 4,435,205	\$ 18,972,459	\$ 9,353
Receivables:				
Taxes	4,391,222	0	4,391,222	0
Accounts	466,337	286,269	752,606	0
Intergovernmental	1,432,717	250,000	1,682,717	0
Special Assessments	1,586,124	0	1,586,124	0
Loans	2,350,000	0	2,350,000	0
Internal Balances	370,000	(370,000)	0	0
Inventory of Supplies at Cost	302,000	0	302,000	0
Prepaid Items	84,127	10,419	94,546	0
Restricted Assets:				
Cash and Cash Equivalents	0	43,333	43,333	0
Capital Assets:				
Capital Assets Not Being Depreciated	10,295,147	5,067,188	15,362,335	0
Capital Assets Being Depreciated, Net	33,767,293	29,978,062	63,745,355	0
<b>Total Assets</b>	<b>69,582,221</b>	<b>39,700,476</b>	<b>109,282,697</b>	<b>9,353</b>
<b>Deferred Outflows of Resources:</b>				
Deferred Charge on Debt Refunding	21,753	0	21,753	0
Pension	3,012,252	130,907	3,143,159	0
<b>Total Deferred Outflows of Resources</b>	<b>3,034,005</b>	<b>130,907</b>	<b>3,164,912</b>	<b>0</b>
<b>Liabilities:</b>				
Accounts Payable	343,988	49,980	393,968	3,264
Accrued Wages and Benefits	501,232	31,206	532,438	0
Intergovernmental Payable	319,561	32,941	352,502	0
Customer Deposits	0	46,286	46,286	1,050
Unearned Revenue	0	1,406,389	1,406,389	0
Accrued Interest Payable	17,452	155,516	172,968	0
General Obligation Notes Payable	2,350,000	2,400,000	4,750,000	0
Noncurrent liabilities:				
Due within one year	1,680,830	609,775	2,290,605	0
Due in more than one year:				
Net Pension Liability	22,060,512	745,230	22,805,742	0
Other Amounts Due in More Than One Year	5,708,438	27,836,770	33,545,208	0
<b>Total Liabilities</b>	<b>32,982,013</b>	<b>33,314,093</b>	<b>66,296,106</b>	<b>4,314</b>
<b>Deferred Inflows of Resources:</b>				
Property Tax Levy for Next Fiscal Year	621,883	0	621,883	0
Pension	80,122	13,049	93,171	0
<b>Total Deferred Inflows of Resources</b>	<b>702,005</b>	<b>13,049</b>	<b>715,054</b>	<b>0</b>

**CITY OF SHARONVILLE, OHIO**

---

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
<b>Net Position:</b>				
Net Investment in Capital Assets	40,026,910	4,417,067	44,443,977	0
Restricted For:				
Capital Projects	781,909	0	781,909	0
Debt Service	2,416,375	0	2,416,375	0
Streets and Highways	3,285,796	0	3,285,796	0
Security of Persons and Property	2,338,222	0	2,338,222	0
Other Purposes	4,701	0	4,701	0
Unrestricted (Deficit)	(9,921,705)	2,087,174	(7,834,531)	5,039
<b>Total Net Position</b>	<u>\$ 38,932,208</u>	<u>\$ 6,504,241</u>	<u>\$ 45,436,449</u>	<u>\$ 5,039</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2015**

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Security of Persons and Property	\$ 13,547,078	\$ 1,163,344	\$ 50,053	\$ 40,000
Public Health and Welfare Services	127,317	205	0	0
Leisure Time Activities	3,055,940	325,317	0	0
Community Environment	521,513	334,187	0	0
Basic Utility Services	532,248	0	0	0
Transportation	2,989,107	25,889	2,212,008	2,072,686
General Government	4,249,319	0	0	0
Interest and Fiscal Charges	312,927	0	0	0
<b>Total Governmental Activities</b>	<u>25,335,449</u>	<u>1,848,942</u>	<u>2,262,061</u>	<u>2,112,686</u>
<b>Business-Type Activities:</b>				
Convention Center	4,351,164	1,798,019	2,883,087	0
Senior Citizen Housing	274,671	304,892	0	0
<b>Total Business-Type Activities</b>	<u>4,625,835</u>	<u>2,102,911</u>	<u>2,883,087</u>	<u>0</u>
<b>Totals</b>	<u>\$ 29,961,284</u>	<u>\$ 3,951,853</u>	<u>\$ 5,145,148</u>	<u>\$ 2,112,686</u>
<b>Component Unit:</b>				
Community Improvement Corporation of Sharonville	\$ 14,807	\$ 13,143	\$ 0	\$ 0

**General Revenues**

Income Taxes  
 Other Local Taxes  
 Property 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**

Net (Expense) Revenue and Changes in Net Position			Component Unit
Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
\$ (12,293,681)	\$ 0	\$ (12,293,681)	
(127,112)	0	(127,112)	
(2,730,623)	0	(2,730,623)	
(187,326)	0	(187,326)	
(532,248)	0	(532,248)	
1,321,476	0	1,321,476	
(4,249,319)	0	(4,249,319)	
(312,927)	0	(312,927)	
<u>(19,111,760)</u>	<u>0</u>	<u>(19,111,760)</u>	
0	329,942	329,942	
0	30,221	30,221	
0	360,163	360,163	
<u>(19,111,760)</u>	<u>360,163</u>	<u>(18,751,597)</u>	
			\$ (1,664)
23,841,272	0	23,841,272	0
206,227	0	206,227	0
648,277	0	648,277	0
337,929	0	337,929	0
154,296	0	154,296	0
457,597	0	457,597	0
<u>25,645,598</u>	<u>0</u>	<u>25,645,598</u>	<u>0</u>
6,533,838	360,163	6,894,001	(1,664)
<u>32,398,370</u>	<u>6,144,078</u>	<u>38,542,448</u>	<u>6,703</u>
<u>\$ 38,932,208</u>	<u>\$ 6,504,241</u>	<u>\$ 45,436,449</u>	<u>\$ 5,039</u>

**CITY OF SHARONVILLE, OHIO**

**Balance Sheet  
Governmental Funds  
December 31, 2015**

	General Fund	Fire Department Fund	Convention Hotel Debt Fund	Chester Road TIF Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 4,974,778	\$ 1,750,756	\$ 1,422	\$ 1,044,953
Receivables:				
Taxes	2,473,443	1,236,721	0	677,972
Accounts	61,226	403,478	0	0
Intergovernmental	123,114	5,950	0	14,747
Special Assessments	0	0	0	0
Loans	0	0	2,350,000	0
Interfund Loans Receivables	15,007	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	50,618	20,200	0	0
Advance to Other Funds	4,310,000	0	0	0
<b>Total Assets</b>	<b>\$ 12,008,186</b>	<b>\$ 3,417,105</b>	<b>\$ 2,351,422</b>	<b>\$ 1,737,672</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 190,203	\$ 32,036	\$ 0	\$ 6,800
Accrued Wages and Benefits Payable	283,299	189,040	0	0
Intergovernmental Payable	196,538	103,152	0	3,370
Interfund Loans Payable	0	0	0	0
Accrued Interest Payable	0	0	5,127	0
General Obligation Notes Payable	0	0	2,350,000	0
Advances from Other Funds	0	0	0	3,940,000
<b>Total Liabilities</b>	<b>670,040</b>	<b>324,228</b>	<b>2,355,127</b>	<b>3,950,170</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	604,439	583,651	0	59,175
Property Tax Levy for Next Fiscal Year	0	0	0	618,797
<b>Total Deferred Inflows of Resources</b>	<b>604,439</b>	<b>583,651</b>	<b>0</b>	<b>677,972</b>
<b>Fund Balances:</b>				
Nonspendable	50,618	20,200	0	0
Restricted	0	2,489,026	0	0
Committed	402,833	0	0	0
Assigned	741,664	0	0	0
Unassigned	9,538,592	0	(3,705)	(2,890,470)
<b>Total Fund Balances</b>	<b>10,733,707</b>	<b>2,509,226</b>	<b>(3,705)</b>	<b>(2,890,470)</b>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 12,008,186</b>	<b>\$ 3,417,105</b>	<b>\$ 2,351,422</b>	<b>\$ 1,737,672</b>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---

Other Governmental Funds	Total Governmental Funds
\$ 6,765,345	\$ 14,537,254
3,086	4,391,222
1,633	466,337
1,288,906	1,432,717
1,586,124	1,586,124
0	2,350,000
0	15,007
302,000	302,000
13,309	84,127
0	4,310,000
<u>\$ 9,960,403</u>	<u>\$ 29,474,788</u>
\$ 114,949	\$ 343,988
28,893	501,232
16,501	319,561
15,007	15,007
0	5,127
0	2,350,000
0	3,940,000
<u>175,350</u>	<u>7,474,915</u>
2,434,165	3,681,430
3,086	621,883
<u>2,437,251</u>	<u>4,303,313</u>
315,309	386,127
5,228,463	7,717,489
1,804,497	2,207,330
0	741,664
(467)	6,643,950
<u>7,347,802</u>	<u>17,696,560</u>
<u>\$ 9,960,403</u>	<u>\$ 29,474,788</u>

**CITY OF SHARONVILLE, OHIO**

---

***Reconciliation Of Total Governmental Fund Balances  
To Net Position Of Governmental Activities  
December 31, 2015***

---

<b>Total Governmental Fund Balances</b>	\$ 17,696,560
 <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.	44,062,440
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.	3,681,430
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:	
Deferred Outflows - Pension	3,012,252
Deferred Inflows - Pension	(80,122)
Net Pension Liability	<u>(22,060,512)</u>
Total	(19,128,382)
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	(2,870,000)
Unamortized Bond Premiums	(17,283)
Deferred Loss on Refunding	21,753
Special Assessment Bonds Payable	(1,170,000)
OPWC Loan Payable	(58,065)
Compensated Absences Payable	(3,273,920)
Accrued Interest Payable	<u>(12,325)</u>
<b><i>Net Position of Governmental Activities</i></b>	<b><u>\$ 38,932,208</u></b>

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

---

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2015**

---

	<u>General Fund</u>	<u>Fire Department Fund</u>	<u>Convention Hotel Debt Fund</u>
<b>Revenues:</b>			
Taxes	\$ 16,255,876	\$ 7,655,576	\$ 0
Intergovernmental Revenues	332,350	5,950	0
Charges for Services	355,844	570,139	0
Licenses and Permits	546,038	0	0
Investment Earnings	141,174	0	0
Special Assessments	0	0	0
Fines and Forfeitures	325,246	0	0
All Other Revenue	147,104	87,558	0
<b>Total Revenue</b>	<u>18,103,632</u>	<u>8,319,223</u>	<u>0</u>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property	6,021,005	6,254,261	0
Public Health and Welfare Services	131,092	0	0
Leisure Time Activities	2,486,569	0	0
Community Environment	513,219	0	0
Basic Utility Services	532,248	0	0
Transportation	0	0	0
General Government	3,694,439	0	0
Capital Outlay	0	151,384	0
Debt Service:			
Principal Retirement	0	0	0
Interest & Fiscal Charges	0	0	3,705
<b>Total Expenditures</b>	<u>13,378,572</u>	<u>6,405,645</u>	<u>3,705</u>
Excess (Deficiency) of Revenues Over Expenditures	4,725,060	1,913,578	(3,705)

**CITY OF SHARONVILLE, OHIO**

---

Chester Road TIF Fund	Other Governmental Funds	Total Governmental Funds
\$ 616,757	\$ 3,225	\$ 24,531,434
80,597	4,133,283	4,552,180
0	0	925,983
0	0	546,038
0	13,122	154,296
0	304,279	304,279
0	112,200	437,446
0	29,712	264,374
697,354	4,595,821	31,716,030
0	111,305	12,386,571
0	0	131,092
0	0	2,486,569
0	0	513,219
0	0	532,248
0	1,793,813	1,793,813
0	202,541	3,896,980
350,363	3,423,318	3,925,065
0	1,425,000	1,425,000
133,575	176,235	313,515
483,938	7,132,212	27,404,072
213,416	(2,536,391)	4,311,958

(Continued)

**CITY OF SHARONVILLE, OHIO**

---

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2015**

---

	<u>General Fund</u>	<u>Fire Department Fund</u>	<u>Convention Hotel Debt Fund</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	0	0	0
Transfers Out	(3,855,350)	(1,100,599)	0
OPWC Loan Initiated	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>(3,855,350)</u>	<u>(1,100,599)</u>	<u>0</u>
Net Change in Fund Balances	869,710	812,979	(3,705)
<b>Fund Balances at Beginning of Year</b>	9,863,997	1,696,247	0
Increase in Inventory Reserve	0	0	0
<b>Fund Balances End of Year</b>	<u>\$ 10,733,707</u>	<u>\$ 2,509,226</u>	<u>\$ (3,705)</u>

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---

---

<u>Chester Road TIF Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
0	4,955,949	4,955,949
0	0	(4,955,949)
<u>58,065</u>	<u>0</u>	<u>58,065</u>
<u>58,065</u>	<u>4,955,949</u>	<u>58,065</u>
271,481	2,419,558	4,370,023
(3,161,951)	4,888,889	13,287,182
0	39,355	39,355
<u>\$ (2,890,470)</u>	<u>\$ 7,347,802</u>	<u>\$ 17,696,560</u>

**CITY OF SHARONVILLE, OHIO**

---

**Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For the Year Ended December 31, 2015**

---

**Net Change in Fund Balances - Total Governmental Funds** \$ 4,370,023

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

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

Capital Outlay	3,405,150	
Depreciation Expense	<u>(2,564,573)</u>	840,577

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.	(40,203)
--	----------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 193,459

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 2,014,575

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. (2,207,312)

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net position.  
OPWC Loan Initiated (58,065)

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	1,365,000	
Amortization of General Obligation Bond Premium	11,523	
Special Assessment Bond Principal Payment	<u>60,000</u>	1,436,523

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 3,568

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	(44,159)	
Change in Inventory	39,355	
Amorization of Deferred Loss on Defeasance	<u>(14,503)</u>	(19,307)

**Change in Net Position of Governmental Activities** \$ 6,533,838

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, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 14,815,657	\$ 14,815,657	\$ 15,864,988	\$ 1,049,331
Intergovernmental Revenue	290,161	290,161	373,617	83,456
Charges for Services	380,730	380,730	353,390	(27,340)
Licenses and Permits	424,790	424,790	545,136	120,346
Investment Earnings	120,000	120,000	141,174	21,174
Fines and Forfeitures	342,760	342,760	321,906	(20,854)
All Other Revenues	238,500	217,624	245,621	27,997
Total Revenues	<u>16,612,598</u>	<u>16,591,722</u>	<u>17,845,832</u>	<u>1,254,110</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,385,835	6,383,821	6,115,608	268,213
Public Health and Welfare Services	223,918	205,402	140,558	64,844
Leisure Time Activities	2,739,499	2,757,963	2,524,249	233,714
Community Environment	519,936	560,295	535,371	24,924
Basic Utility Services	595,000	748,550	748,550	0
General Government	3,849,021	4,229,495	3,789,726	439,769
Total Expenditures	<u>14,313,209</u>	<u>14,885,526</u>	<u>13,854,062</u>	<u>1,031,464</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,299,389	1,706,196	3,991,770	2,285,574
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(2,287,115)	(4,231,000)	(4,230,350)	650
Advances In	0	0	505,000	505,000
Total Other Financing Sources (Uses):	<u>(2,287,115)</u>	<u>(4,231,000)</u>	<u>(3,725,350)</u>	<u>505,650</u>
Net Change in Fund Balance	12,274	(2,524,804)	266,420	2,791,224
Fund Balance at Beginning of Year	7,359,222	7,359,222	7,359,222	0
Prior Year Encumbrances	439,192	439,192	439,192	0
Fund Balance at End of Year	<u>\$ 7,810,688</u>	<u>\$ 5,273,610</u>	<u>\$ 8,064,834</u>	<u>\$ 2,791,224</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, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 6,993,373	\$ 6,993,373	\$ 7,459,613	\$ 466,240
Charges for Services	500,000	500,000	575,285	75,285
All Other Revenues	0	0	27,558	27,558
Total Revenues	<u>7,493,373</u>	<u>7,493,373</u>	<u>8,062,456</u>	<u>569,083</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	6,667,462	6,828,607	6,419,967	408,640
Capital Outlay	325,000	446,727	432,379	14,348
Total Expenditures	<u>6,992,462</u>	<u>7,275,334</u>	<u>6,852,346</u>	<u>422,988</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	500,911	218,039	1,210,110	992,071
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	60,000	60,000
Transfers In	0	0	200,000	200,000
Transfers Out	(669,225)	(1,369,225)	(1,300,599)	68,626
Total Other Financing Sources (Uses):	<u>(669,225)</u>	<u>(1,369,225)</u>	<u>(1,040,599)</u>	<u>328,626</u>
Net Change in Fund Balance	(168,314)	(1,151,186)	169,511	1,320,697
Fund Balance at Beginning of Year	1,027,617	1,027,617	1,027,617	0
Prior Year Encumbrances	202,872	202,872	202,872	0
Fund Balance at End of Year	<u>\$ 1,062,175</u>	<u>\$ 79,303</u>	<u>\$ 1,400,000</u>	<u>\$ 1,320,697</u>

See accompanying notes to the basic financial statements



**CITY OF SHARONVILLE, OHIO**

**Statement of Net Position  
Proprietary Funds  
December 31, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<b>Assets:</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 4,233,491	\$ 201,714	\$ 4,435,205
Receivables:			
Accounts Receivable	285,816	453	286,269
Intergovernmental Receivable	250,000	0	250,000
Prepaid Items	9,006	1,413	10,419
Total Current Assets	4,778,313	203,580	4,981,893
Noncurrent Assets:			
Restricted Assets:			
Cash and Cash Equivalents	0	43,333	43,333
Capital Assets:			
Capital Assets Not Being Depreciated	5,022,188	45,000	5,067,188
Capital Assets Being Depreciated, Net	29,403,210	574,852	29,978,062
Total Noncurrent Assets	34,425,398	663,185	35,088,583
Total Assets	39,203,711	866,765	40,070,476
<b>Deferred Outflows of Resources:</b>			
Pension	121,320	9,587	130,907
<b>Total Deferred Outflows of Resources</b>	<b>121,320</b>	<b>9,587</b>	<b>130,907</b>
<b>Liabilities:</b>			
Current Liabilities:			
Accounts Payable	46,894	3,086	49,980
Accrued Wages and Benefits	27,941	3,265	31,206
Intergovernmental Payable	15,084	17,857	32,941
Customer Deposits	0	46,286	46,286
Unearned Revenue	1,397,636	8,753	1,406,389
Accrued Interest Payable	155,516	0	155,516
General Obligation Notes Payable	2,400,000	0	2,400,000
General Obligation Bonds Payable - Current	220,000	0	220,000
Revenue Bond Payable - Current	372,475	0	372,475
Compensated Absences - Current	16,126	1,174	17,300
Total Current Liabilities	4,651,672	80,421	4,732,093

**CITY OF SHARONVILLE, OHIO**

---

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Noncurrent Liabilities:			
General Obligation Bonds Payable	230,000	0	230,000
Revenue Bonds Payable	27,405,708	0	27,405,708
Advances from Other Funds	0	370,000	370,000
Compensated Absences Payable	176,847	24,215	201,062
Net Pension Liability	684,090	61,140	745,230
Total Noncurrent Liabilities	28,496,645	455,355	28,952,000
<b>Total Liabilities</b>	<b>33,148,317</b>	<b>535,776</b>	<b>33,684,093</b>
<b>Deferred Inflows of Resources:</b>			
Pension	11,956	1,093	13,049
<b>Net Position:</b>			
Net Investment in Capital Assets	3,797,215	619,852	4,417,067
Unrestricted	2,367,543	(280,369)	2,087,174
Total Net Position	<u>\$ 6,164,758</u>	<u>\$ 339,483</u>	<u>\$ 6,504,241</u>

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, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<b>Operating Revenues:</b>			
Charges for Services	\$ 1,792,222	\$ 303,403	\$ 2,095,625
Other Operating Revenues	5,302	1,489	6,791
<b>Total Operating Revenues</b>	<b>1,797,524</b>	<b>304,892</b>	<b>2,102,416</b>
<b>Operating Expenses:</b>			
Personal Services	1,041,156	112,047	1,153,203
Materials and Supplies	95,903	46,940	142,843
Contractual Services	358,601	40,518	399,119
Utilities	256,127	29,493	285,620
Depreciation	831,836	45,673	877,509
<b>Total Operating Expenses</b>	<b>2,583,623</b>	<b>274,671</b>	<b>2,858,294</b>
<b>Operating Income (Loss)</b>	<b>(786,099)</b>	<b>30,221</b>	<b>(755,878)</b>
<b>Non-Operating Revenue (Expenses):</b>			
Interest Income	495	0	495
Interest and Fiscal Charges	(1,767,541)	0	(1,767,541)
Intergovernmental Revenues	2,883,087	0	2,883,087
<b>Total Non-Operating Revenues (Expenses)</b>	<b>1,116,041</b>	<b>0</b>	<b>1,116,041</b>
<b>Change in Net Position</b>	<b>329,942</b>	<b>30,221</b>	<b>360,163</b>
Net Position Beginning of Year, Restated	5,834,816	309,262	6,144,078
<b>Net Position End of Year</b>	<b>\$ 6,164,758</b>	<b>\$ 339,483</b>	<b>\$ 6,504,241</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, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$1,657,087	\$314,181	\$1,971,268
Cash Payments for Goods and Services	(692,888)	(118,551)	(811,439)
Cash Payments to Employees	(1,041,550)	(96,914)	(1,138,464)
Other Operating Revenues	5,302	1,489	6,791
Net Cash Provided (Used) by Operating Activities	(72,049)	100,205	28,156
<u>Cash Flows from Noncapital Financing Activities:</u>			
Payment on Advances from Other Funds	(505,000)	(100,000)	(605,000)
Intergovernmental Revenue Received	2,913,339	0	2,913,339
Net Cash Provided (Used) by Noncapital Financing Activities	2,408,339	(100,000)	2,308,339
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(60,821)	(9,774)	(70,595)
Sale of General Obligation Notes	2,400,000	0	2,400,000
Premium on Sale of General Obligation Notes	17,760	0	17,760
Payment on General Obligation Notes	(2,600,000)	0	(2,600,000)
Payment on General Obligation Bonds	(210,000)	0	(210,000)
Interest Paid on All Debt	(1,738,897)	0	(1,738,897)
Net Cash Used for Capital and Related Financing Activities	(2,191,958)	(9,774)	(2,201,732)
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	495	0	495
Net Cash Provided for Investing Activities	495	0	495
Net Increase (Decrease) in Cash and Cash Equivalents	144,827	(9,569)	135,258
Cash and Cash Equivalents at Beginning of Year	4,088,664	254,616	4,343,280
Cash and Cash Equivalents at End of Year	\$4,233,491	\$245,047	\$4,478,538
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Assets:</u>			
Cash and Cash Equivalents	\$4,233,491	\$201,714	\$4,435,205
Restricted Cash and Cash Equivalents	0	43,333	43,333
Cash and Cash Equivalents at End of Year	\$4,233,491	\$245,047	\$4,478,538

**CITY OF SHARONVILLE, OHIO**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$786,099)	\$30,221	(\$755,878)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	831,836	45,673	877,509
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(29,009)	120	(28,889)
(Increase) in Prepaid Items	(370)	(82)	(452)
Increase in Deferred Outflows - Pension	(36,925)	(1,872)	(38,797)
Increase in Accounts Payable	18,113	1,655	19,768
Increase in Accrued Wages and Benefits	3,979	1,038	5,017
Decrease in Intergovernmental Payable	(8,120)	(502)	(8,622)
Increase in Customer Deposits Payable	0	3,238	3,238
Increase (Decrease) in Unearned Revenue	(106,126)	4,284	(101,842)
Increase in Compensated Absences	9,799	15,007	24,806
Increase in Net Pension Liability	18,917	332	19,249
Increase in Deferred Inflows - Pension	11,956	1,093	13,049
Total Adjustments	714,050	69,984	784,034
Net Cash Provided (Used) by Operating Activities	(\$72,049)	\$100,205	\$28,156

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---

**Statement of Net Position  
Fiduciary Fund  
December 31, 2015**

---

	Private Purpose Trust Unclaimed Monies Fund	Agency Funds
<b>Assets:</b>		
Cash and Cash Equivalents	\$ 330	\$ 563,750
<b>Total Assets</b>	<u>330</u>	<u>563,750</u>
<b>Liabilities:</b>		
Intergovernmental Payable	0	3,228
Due to Others	0	560,522
<b>Total Liabilities</b>	<u>0</u>	<u>\$ 563,750</u>
Unrestricted	330	
<b>Total Net Position</b>	<u>\$ 330</u>	

See accompanying notes to the basic financial statements

**CITY OF SHARONVILLE, OHIO**

---

**Statement of Changes in Net Position  
Fiduciary Funds  
For the Year Ended December 31, 2015**

---

	Private Purpose Trust Unclaimed Monies Fund
<b>Additions:</b>	
Contributions:	
Miscellaneous	\$ 223
Total Additions	<u>223</u>
<b>Deductions:</b>	
Total Deductions	<u>0</u>
Change in Net Position	223
Net Position at Beginning of Year	<u>107</u>
Net Position End of Year	<u>\$ 330</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**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. 61 *"The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34,"* 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 2015. 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, 2015***

---

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

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

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

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

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

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

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

**Convention Hotel Debt Fund** - This fund is used to account for a note issuance and subsequent loan to the hotel developer.

**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, 2015***

---

**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, 2015***

---

**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, 2015***

---

**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, 2015***

---

**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 2015.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**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 2015, 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, 2015**

---

**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 fund:

	Net Change in Fund Balance	
	General Fund	Fire Department Fund
GAAP Basis (as reported)	\$869,710	\$812,979
Increase (Decrease):		
Accrued Revenues at December 31, 2015 received during 2016	(2,438,351)	(1,062,498)
Accrued Revenues at December 31, 2014 received during 2015	2,685,551	865,731
Accrued Expenditures at December 31, 2015 paid during 2016	670,040	324,228
Accrued Expenditures at December 31, 2014 paid during 2015	(816,570)	(421,342)
2015 Prepays for 2016	(50,618)	(20,200)
2014 Prepays for 2015	51,398	21,369
Perspective Difference:		
Activity of Funds Reclassified for GAAP Reporting Purposes	(257,629)	0
Outstanding Encumbrances	(447,111)	(350,756)
Budget Basis	<u>\$266,420</u>	<u>\$169,511</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**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 2015. 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, 2015.

**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, 2015***

---

**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, 2015***

---

**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 Convention Hotel Debt 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
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, 2015***

---

**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, 2015, 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**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**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, 2015***

---

**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 represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets 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 is reported as restricted when there are limitations imposed on its 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 includes 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 2015.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**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. For the City, deferred outflows of resources are reported for pension amounts (See Note 10) and also for deferred charges on the refunding of debt. The amounts are 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. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, *unavailable amounts*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for 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. Deferred inflows of resources related to pension are reported on the government-wide and proprietary funds statement of net position. See Note 10.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

In 2015 the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68.” GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources deferred inflows of resources and expense/expenditure.

The implementation of GASB 68 had the following effect on net position as reported December 31, 2014:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Convention Center Fund</u>	<u>Senior Housing Fund</u>
Net Position December 31, 2014	\$51,334,015	\$6,777,949	\$6,415,594	\$362,355
Adjustments:				
Net Pension Liability	(20,912,275)	(725,981)	(665,173)	(60,808)
Deferred Outflows -				
Payments Subsequent to Measurement Date	<u>1,976,630</u>	<u>92,110</u>	<u>84,395</u>	<u>7,715</u>
Restated Net Position December 31, 2014	<u>\$32,398,370</u>	<u>\$6,144,078</u>	<u>\$5,834,816</u>	<u>\$309,262</u>

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

This Space Intentionally Left Blank

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

**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	Fire Department	Convention Hotel Debt	Chester Road TIF	Other Governmental Funds	Total Governmental Funds
Nonspendable:						
Prepaid Items	\$50,618	\$20,200	\$0	\$0	\$13,309	\$84,127
Supplies Inventory	0	0	0	0	302,000	302,000
Total Nonspendable	<u>50,618</u>	<u>20,200</u>	<u>0</u>	<u>0</u>	<u>315,309</u>	<u>386,127</u>
Restricted:						
Transportation Projects	0	0	0	0	2,279,828	2,279,828
Court Projects	0	0	0	0	120,823	120,823
Law Enforcement	0	0	0	0	166,528	166,528
Debt Service	0	0	0	0	396,694	396,694
Fire Department	0	2,489,026	0	0	928	2,489,954
Capital Improvements	0	0	0	0	2,263,659	2,263,659
Health	0	0	0	0	3	3
Total Restricted	<u>0</u>	<u>2,489,026</u>	<u>0</u>	<u>0</u>	<u>5,228,463</u>	<u>7,717,489</u>
Committed:						
Termination Benefits	402,833	0	0	0	0	402,833
Teen Activities	0	0	0	0	4,698	4,698
Debt Service	0	0	0	0	449,787	449,787
Capital Improvements	0	0	0	0	1,350,012	1,350,012
Total Committed	<u>402,833</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,804,497</u>	<u>2,207,330</u>
Assigned:						
Goods and Services	301,955	0	0	0	0	301,955
Projected Budget Deficit	439,709	0	0	0	0	439,709
Total Assigned	<u>741,664</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>741,664</u>
Unassigned (Deficit)	<u>9,538,592</u>	<u>0</u>	<u>(3,705)</u>	<u>(2,890,470)</u>	<u>(467)</u>	<u>6,643,950</u>
Total Fund Balances	<u>\$10,733,707</u>	<u>\$2,509,226</u>	<u>(\$3,705)</u>	<u>(\$2,890,470)</u>	<u>\$7,347,802</u>	<u>\$17,696,560</u>

**NOTE 4 – FUND DEFICITS**

The fund deficits at December 31, 2015 of \$3,705 in the Convention Hotel Debt Fund (debt service fund), \$2,890,470 in the Chester Road TIF Fund and of \$467 in the Downtown TIF Fund (capital projects funds) 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, 2015***

---

**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, 2015***

---

**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 \$19,579,872 and the bank balance was \$19,849,058. Federal depository insurance covered \$11,287,849 of the bank balance and \$8,561,209 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	\$8,561,209
Total Balance	<u>\$8,561,209</u>

**C. Investments**

*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.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**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.

**NOTE 7 - RECEIVABLES**

Receivables at December 31, 2015 consisted of income taxes, property taxes, accounts receivable, special assessments, loans and intergovernmental receivables arising from shared revenues.

This Space Intentionally Left Blank

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

**NOTE 8 – TRANSFERS AND INTERFUND BALANCES**

Following is a summary of transfers in and out for all funds for 2015:

Fund	Transfers In	Transfers Out
General Fund	\$0	\$3,855,350
Fire Department Fund	0	1,100,599
Other Governmental Funds	4,955,949	0
Totals	<u>\$4,955,949</u>	<u>\$4,955,949</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 made transfers out to retire debt in accordance with Ohio Revised Code.

Individual interfund balances at December 31, 2015 are as follows:

Fund	Interfund Loan Receivable	Interfund Loan Payable
General Fund	\$15,007	\$0
Other Governmental Funds	0	15,007
Totals	<u>\$15,007</u>	<u>\$15,007</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, 2015 are as follows:

Fund	Advances to Other Funds	Advances from Other Funds
General Fund	\$4,310,000	\$0
Chester Road TIF Fund	0	3,940,000
Governmental Funds Total	<u>4,310,000</u>	<u>3,940,000</u>
Enterprise Fund:		
Senior Housing Fund	0	370,000
Totals	<u>\$4,310,000</u>	<u>\$4,310,000</u>

The advance between the General Fund and the Senior Housing Fund represents a long term loan that provided funds for capital improvements. The advance between the General Fund and the Chester Road TIF Fund represents a manuscript debt transaction. This transaction was accounted for utilizing the investment method on the budgetary basis and the advance method on a GAAP basis.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

**NOTE 9 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2015:

*Historical Cost:*

Class	December 31, 2014	Additions	Deletions	December 31, 2015
<i>Capital assets not being depreciated:</i>				
Land	\$6,639,810	\$0	\$0	\$6,639,810
Construction in Progress	1,666,187	1,989,150	0	3,655,337
<i>Capital assets not being depreciated</i>	8,305,997	1,989,150	0	10,295,147
<i>Capital assets being depreciated:</i>				
Land Improvements	8,430,613	36,887	0	8,467,500
Buildings and Improvements	17,496,479	59,910	0	17,556,389
Infrastructure	31,865,621	890,448	0	32,756,069
Machinery and Equipment	3,253,876	259,927	(92,156)	3,421,647
Vehicles	5,865,002	168,828	(534,498)	5,499,332
<i>Capital assets being depreciated</i>	66,911,591	1,416,000	(626,654)	67,700,937
Total Cost	<u>\$75,217,588</u>	<u>\$3,405,150</u>	<u>(\$626,654)</u>	<u>\$77,996,084</u>

*Accumulated Depreciation:*

Class	December 31, 2014	Additions	Deletions	December 31, 2015
Land Improvements	(\$4,797,185)	(\$392,793)	\$0	(\$5,189,978)
Buildings and Improvements	(6,588,017)	(390,895)	0	(6,978,912)
Infrastructure	(14,996,727)	(1,130,027)	0	(16,126,754)
Machinery and Equipment	(1,893,844)	(264,140)	86,442	(2,071,542)
Vehicles	(3,679,749)	(386,718)	500,009	(3,566,458)
Total Depreciation	<u>(\$31,955,522)</u>	<u>(\$2,564,573) *</u>	<u>\$586,451</u>	<u>(\$33,933,644)</u>
<i>Net Value:</i>	<u>\$43,262,066</u>			<u>\$44,062,440</u>

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

Security of Persons and Property	\$548,815
Leisure Time Activities	547,606
Transportation	1,230,382
General Government	237,770
Total Depreciation Expense	<u>\$2,564,573</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

**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, 2015:

*Historical Cost:*

Class	December 31, 2014	Additions	Deletions	December 31, 2015
<i>Capital assets not being depreciated:</i>				
Land	\$5,067,188	\$0	\$0	\$5,067,188
<i>Capital assets not being depreciated</i>	5,067,188	0	0	5,067,188
<i>Capital assets being depreciated:</i>				
Land Improvements	365,840	0	0	365,840
Buildings and Improvements	35,348,590	11,930	0	35,360,520
Infrastructure	95,599	0	0	95,599
Machinery and Equipment	1,346,429	9,774	(18,716)	1,337,487
Vehicles	0	36,961	0	36,961
<i>Capital assets being depreciated</i>	37,156,458	58,665	(18,716)	37,196,407
<b>Total Cost</b>	<b>\$42,223,646</b>	<b>\$58,665</b>	<b>(\$18,716)</b>	<b>\$42,263,595</b>

*Accumulated Depreciation:*

Class	December 31, 2014	Additions	Deletions	December 31, 2015
Land Improvements	(\$88,974)	(\$24,534)	\$0	(\$113,508)
Buildings and Improvements	(5,640,989)	(718,374)	0	(6,359,363)
Infrastructure	(70,555)	(5,392)	0	(75,947)
Machinery and Equipment	(559,034)	(125,513)	18,716	(665,831)
Vehicles	0	(3,696)	0	(3,696)
<b>Total Depreciation</b>	<b>(\$6,359,552)</b>	<b>(\$877,509)</b>	<b>\$18,716</b>	<b>(\$7,218,345)</b>

*Net Value:*

	\$35,864,094			\$35,045,250
--	--------------	--	--	--------------

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**NOTE 10 – DEFINED BENEFIT PENSION PLANS**

***Net Pension Liability***

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

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

Ohio Revised Code limits the City’s obligation for this liability to annually required payments. The City cannot control benefit terms or the manner in which pensions are financed; however, the City does receive the benefit of employees’ services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan’s unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

***Plan Description – Ohio Public Employees Retirement System (OPERS)***

Plan Description - City employees, other than full-time police, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS’ traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

---

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

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS’ fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

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

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

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

---

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

Final average Salary (FAS) represents the average of the three highest years of earnings over a member’s career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member’s career.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

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

	<u>State and Local</u>
<b>2015 Statutory Maximum Contribution Rates</b>	
Employer	14.0 %
Employee	10.0 %
<b>2015 Actual Contribution Rates</b>	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	<u>2.0</u>
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$632,704 for 2015.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

***Plan Description – Ohio Police & Fire Pension Fund (OPF)***

Plan Description - City full-time police participate in Ohio Police and Fire Pension Fund (OPF), a cost-sharing, multiple-employer defined benefit pension plan administered by OPF. OPF provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OPF issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OPF fiduciary net position. The report that may be obtained by visiting the OPF website at [www.op-f.org](http://www.op-f.org) or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

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

For members hired after July 1, 2013, the minimum retirement age is 52 for normal service retirement with at least 25 years of service credit. For members hired on or before after July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

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

Under normal service retirement, retired members who are at least 55 years old and have been receiving OPF benefits for at least one year may be eligible for a cost-of-living allowance adjustment. The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit and statutory survivors.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending on September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to three percent of their base pension or disability benefit.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

---

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

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

	<u>Police</u>	<u>Firefighters</u>
<b>2015 Statutory Maximum Contribution Rates</b>		
Employer	19.50 %	24.00 %
Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %
<b>2015 Actual Contribution Rates</b>		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	<u>0.50</u>	<u>0.50</u>
Total Employer	<u>19.50 %</u>	<u>24.00 %</u>
Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution to OPF was \$1,473,147 for 2015.

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

The net pension liability for OPERS was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF’s total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The City’s proportion of the net pension liability was based on the City’s share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$5,303,393	\$17,502,349	\$22,805,742
Proportion of the Net Pension Liability	0.043971%	0.3378560%	
Pension Expense	\$587,659	\$1,704,430	\$2,292,089

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

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

At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
<b>Deferred Outflows of Resources</b>			
Net difference between projected and actual earnings on pension plan investments	\$282,973	\$754,335	\$1,037,308
City contributions subsequent to the measurement date	<u>632,704</u>	<u>1,473,147</u>	<u>2,105,851</u>
Total Deferred Outflows of Resources	<u>\$915,677</u>	<u>\$2,227,482</u>	<u>\$3,143,159</u>
<b>Deferred Inflows of Resources</b>			
Differences between expected and actual experience	<u>\$93,171</u>	<u>\$0</u>	<u>\$93,171</u>

\$2,105,851 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
Year Ending December 31:			
2016	\$27,754	\$188,584	\$216,338
2017	27,754	188,584	216,338
2018	63,551	188,584	252,135
2019	<u>70,743</u>	<u>188,583</u>	<u>259,326</u>
Total	<u>\$189,802</u>	<u>\$754,335</u>	<u>\$944,137</u>

**Actuarial Assumptions - OPERS**

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.75 percent
Future Salary Increases, including inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA	3 percent, simple
Investment Rate of Return	8 percent
Actuarial Cost Method	Individual Entry Age

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

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

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

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

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

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

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

---

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

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

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

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$9,756,725	\$5,303,393	\$1,552,616

**Actuarial Assumptions – OPF**

OPF’s total pension liability as of December 31, 2014 is based on the results of an actuarial valuation date of January 1, 2014, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2014, are presented below:

Valuation Date	January 1, 2014
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

Rates of death are based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

The most recent experience study was completed January 1, 2012.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF’s target asset allocation as of December 31, 2014 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Cash and Cash Equivalents	0.00 %	(0.25) %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03
Total	<u>120.00 %</u>	

\* levered 2x

OPF’s Board of Trustees has incorporated the “risk parity” concept into OPF’s asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

**Discount Rate** The total pension liability was calculated using the discount rate of 8.25 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.25 percent. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

**Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.25 percent), or one percentage point higher (9.25 percent) than the current rate.

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$24,208,397	\$17,502,349	\$11,824,366

**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 coverage, deposits to a Health Reimbursement Arrangement, 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 20 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. Please see the Plan Statement in the OPERS 2014 CAFR for details.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

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

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

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml#CAFR>, 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 2015, 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.

OPERS maintains three health care trusts. The two cost-sharing, multiple-employer trusts, the 401(h) Health Care Trust and the 115 Health Care Trust, work together to provide health care funding to eligible retirees of the Traditional Pension and Combined plans. The third trust is a Voluntary Employee’s Beneficiary Association (VEBA) that provides funding for a Retiree Medical Account for Member-Directed Plan members. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0% during calendar year 2015. As recommended by OPERS’ actuary, the portion of employer contributions allocated to health care beginning January 1, 2016 remained at 2.0% for both plans. The Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the VEBA for participants in the Member-Directed Plan for 2015 was 4.5%.

The City's contributions for health care to the OPERS for the years ending December 31, 2015, 2014, and 2013 were \$112,933, \$117,743 and \$58,207, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

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

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

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

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

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

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F’s website at [www.op-f.org](http://www.op-f.org).

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.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

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 2015, the portion of employer contributions allocated to health care was 0.5% of covered payroll for both police officers and firefighters. 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.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

---

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

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

The City's contributions for health care to the OP&F for the years ending December 31, 2015, 2014, and 2013 were \$17,397, \$16,640 and \$116,578 for police and \$17,278, \$16,633 and \$114,866 for firefighters, respectively, which were equal to the required contributions for each year.

**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, 2015 the City had \$7,586 payable to employees for the Dental/Optical Plan.

**B. Compensated Absences**

At December 31, 2015, the City's accumulated, unpaid compensated absences amounted to \$3,492,282. Of this amount, \$3,273,920 is recorded as Governmental Activities on the Entity Wide Statement of Net position (\$209,307 is reported as due within one year), \$218,362 is recorded as Business-type activities (\$17,300 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, 2015 were as follows:

	Balance December 31, 2014	Issued	(Retired)	Balance December 31, 2015
Debt Service Fund:				
Convention Hotel Debt Fund:				
1.63% Convention Hotel	\$0	\$2,350,000	\$0	\$2,350,000
Enterprise Fund:				
Convention Center Fund:				
1.00% Convention Center Imprv.	\$2,600,000	\$0	(\$2,600,000)	\$0
1.25% Convention Center Imprv.	0	2,400,000	0	2,400,000
Total Notes Payable	<u>\$2,600,000</u>	<u>\$4,750,000</u>	<u>(\$2,600,000)</u>	<u>\$4,750,000</u>

**CITY OF SHARONVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

**NOTE 14 - LONG-TERM OBLIGATIONS**

Long-term obligations of the City at December 31, 2015 were as follows:

	Balance December 31, 2014	Issued	(Retired)	Balance December 31, 2015	Amount Due Within One Year
<b>Business-Type Activities:</b>					
General Obligation Bonds:					
2.00% - 4.00% Convention Center - Issue II Refunding	\$660,000	\$0	(\$210,000)	\$450,000	\$220,000
Total General Obligation Bonds	660,000	0	(210,000)	450,000	220,000
Revenue Bonds:					
3.88 - 6.30% Convention Center - RZEDB - BAB	28,060,000	0	0	28,060,000	385,000
Discount on Bonds	(294,342)	0	12,525	(281,817)	(12,525)
Total Revenue Bonds	27,765,658	0	12,525	27,778,183	372,475
Net Pension Liability:					
Ohio Public Employees Retirement System	725,981	19,249	0	745,230	0
Compensated Absences	193,556	24,806	0	218,362	17,300
Total Business-Type Activities	\$29,345,195	\$44,055	(\$197,475)	\$29,191,775	\$609,775
<b>Governmental Activities:</b>					
General Obligation Bonds:					
2.50% - 4.25% Recreation Center Refunding	\$1,250,000	\$0	(\$400,000)	\$850,000	\$415,000
Unamortized Premium	28,806	0	(11,523)	17,283	11,523
2.00% - 4.00% Fire House Construction Refunding	1,905,000	0	(615,000)	1,290,000	630,000
2.00% - 4.00% Pool Construction Refunding	1,080,000	0	(350,000)	730,000	355,000
Total General Obligation Bonds	4,263,806	0	(1,376,523)	2,887,283	1,411,523
Special Assessment Bonds:					
1.75%-4.38% GSA Property Road	1,230,000	0	(60,000)	1,170,000	60,000
Total Special Assessment Bonds (with Government Commitment)	1,230,000	0	(60,000)	1,170,000	60,000
Net Pension Liability:					
Ohio Public Employees Retirement System	4,457,628	100,535	0	4,558,163	0
Ohio Police and Fire Pension	16,454,647	1,047,702	0	17,502,349	0
Total Net Pension Liability	20,912,275	1,148,237	0	22,060,512	0
Ohio Public Works Commission Loan	0	58,065	0	58,065	0
Compensated Absences	3,302,539	466,762	(495,381)	3,273,920	209,307
Total Governmental Activities	\$29,708,620	\$1,673,064	(\$1,931,904)	\$29,449,780	\$1,680,830

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

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

The principal amount of the City's special assessment debt outstanding at December 31, 2015, \$1,170,000, 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.

**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, 2015 follows:

Years	Business-Type Activities General Obligation Bonds		Business-Type Activities Revenue Bonds	
	Principal	Interest	Principal	Interest
2016	\$220,000	\$11,300	\$385,000	\$1,677,882
2017	230,000	3,450	395,000	1,662,963
2018	0	0	650,000	1,646,373
2019	0	0	670,000	1,616,798
2020	0	0	695,000	1,585,308
2021-2025	0	0	3,985,000	7,319,132
2026-2030	0	0	6,600,000	5,912,356
2031-2035	0	0	8,705,000	3,555,837
2036-2038	0	0	5,975,000	761,355
Totals	<u>\$450,000</u>	<u>\$14,750</u>	<u>\$28,060,000</u>	<u>\$25,738,004</u>

Years	Governmental Activities General Obligation Bonds		Governmental Activities Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2016	\$1,400,000	\$82,525	\$60,000	\$45,675
2017	1,470,000	29,663	65,000	43,815
2018	0	0	65,000	41,800
2019	0	0	65,000	39,785
2020	0	0	70,000	37,380
2021-2025	0	0	380,000	146,065
2026-2030	0	0	465,000	62,244
Totals	<u>\$2,870,000</u>	<u>\$112,188</u>	<u>\$1,170,000</u>	<u>\$416,764</u>

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015**

---

**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 2015 was \$713,652. Below is a schedule of the amounts to be received in future years:

<u>Years</u>	<u>Revenue Bond Subsidy</u>	
	<u>RZEDB</u>	<u>BAB</u>
2016	\$568,770	\$144,882
2017	568,770	139,662
2018	568,770	133,854
2019	568,770	123,504
2020	568,770	112,482
2021-2025	2,843,850	349,814
2026-2030	2,634,540	20,236
2031-2035	1,600,126	0
2036-2038	342,607	0
Totals	<u>\$10,264,973</u>	<u>\$1,024,434</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, 2015***

---

**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 \$2,535,000 at December 31, 2015, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

**NOTE 15 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In 2007, the City joined the Ohio Government Risk Management Plan (OGRMP), a public entity risk plan formed under 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 550 member political subdivisions. The City pays an annual premium to OGRMP for its general insurance coverage. The agreement for formation of OGRMP provides that the organization will be self-sustaining through member premiums and will reinsure through commercial insurance and reinsurance companies.

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

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

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

**NOTE 16 – CONTRACTUAL COMMITMENTS**

As of December 31, 2015 the City had contractual commitments with respect to capital projects in the amounts of \$1,218,000 for the purchase of a new fire truck and for \$221,000 for the purchase of a new ambulance. Both commitments will be completed in 2016.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015***

---

**NOTE 17 - 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 18 - 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 2015. 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 2015, while the tenant at 3327 Creek Road paid \$350 per month in 2015.

**NOTE 19 – CONVENTION HOTEL LOAN AGREEMENT**

The City issued one year taxable notes in the amount of \$2,350,000 on November 16, 2015. The City signed a development agreement with Rolling Hills Properties, LLC to loan the proceeds of the note to the developer to assist in the development of a hotel to be connected to the Sharonville Convention Center. The City will issue one year notes for up to 20 years with payment from the Developer commencing no later than the fourth anniversary of the issuance of the original note. The loan will be amortized over 16 years.

*REQUIRED SUPPLEMENTAL INFORMATION*

---

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of City's Proportionate Share of the Net Pension Liability  
Last Two Years***

---

**Ohio Public Employees Retirement System**

Year	2013	2014
City's proportion of the net pension liability (asset)	0.043971%	0.043971%
City's proportionate share of the net pension liability (asset)	\$5,183,608	\$5,303,393
City's covered-employee payroll	\$5,820,692	\$5,480,633
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	89.05%	96.77%
Plan fiduciary net position as a percentage of the total pension liability	86.36%	86.45%

Source: Finance Director's Office and the Ohio Public Employees Retirement System

**Ohio Police and Fire Pension Fund**

Year	2013	2014
City's proportion of the net pension liability (asset)	0.3378560%	0.3378560%
City's proportionate share of the net pension liability (asset)	\$16,454,647	\$17,502,349
City's covered-employee payroll	\$6,821,253	\$6,930,565
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	241.23%	252.54%
Plan fiduciary net position as a percentage of the total pension liability	73.00%	72.20%

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2013 is not available.

The schedule is reported as of the measurement date of the Net Pension Liability.

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of City Contributions  
Last Three Years***

---

**Ohio Public Employees Retirement System**

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>
Contractually required contribution	\$756,690	\$657,676	\$632,704
Contributions in relation to the contractually required contribution	<u>756,690</u>	<u>657,676</u>	<u>632,704</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's covered-employee payroll	\$5,820,692	\$5,480,633	\$5,272,533
Contributions as a percentage of covered-employee payroll	13.00%	12.00%	12.00%

Source: Finance Director's Office and the Ohio Public Employees Retirement System

**Ohio Police and Fire Pension Fund**

Year	<u>2013</u>	<u>2014</u>	<u>2015</u>
Contractually required contribution	\$1,165,070	\$1,411,063	\$1,473,147
Contributions in relation to the contractually required contribution	<u>1,165,070</u>	<u>1,411,063</u>	<u>1,473,147</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's covered-employee payroll	\$6,821,253	\$6,930,565	\$7,332,738
Contributions as a percentage of covered-employee payroll	17.08%	20.36%	20.09%

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2013 is not available.



*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

---

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

***Nonmajor Governmental Funds***

---

---

***Special Revenue Funds***

---

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

**Street Construction, Maintenance and Repair Fund**

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

**State Highway Fund**

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

**Permissive Motor Vehicle Tax Fund**

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

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

To account for grant monies received from the Federal Emergency Management Agency for assistance with public or individual restoration of disaster-damaged projects.

**State Health Licenses Fund**

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

**Teen Fund**

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

**Law Enforcement Trust Fund**

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

**Drug Law Enforcement Fund**

To account for mandatory fines collected for drug offenses.

**DUI Checkpoint Grant Fund**

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

(Continued)

***Special Revenue Funds***

---

**DUI Education and Enforcement Fund**

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

**Mayor's Court Computer Fund**

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

**Clerk of Courts Computer Fund**

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

**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.)

**Police Grants Fund**

To account for the grant monies for the Police Department.

***Debt Service Funds***

---

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

**Note Debt Retirement Fund**

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

**Debt Retirement Fund**

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

**Special Assessment Bond Retirement Fund**

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

**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.

***Capital Projects Funds***

---

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

**Capital Improvement Fund**

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

**Capital Improvement Issue II Fund**

To account for government and local portions of Issue II funds that will be expended as they are approved. (Only budgetary balances are presented, revenues and expenditures are eliminated on a modified accrual basis.)

**Issue II Reading Rd. Fund**

To account for the City's share of construction along Reading Rd. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**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, 2015**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 2,225,697	\$ 846,988	\$ 3,692,660	\$ 6,765,345
Receivables:				
Taxes	0	0	3,086	3,086
Accounts	258	0	1,375	1,633
Intergovernmental	1,288,906	0	0	1,288,906
Special Assessments	0	1,586,124	0	1,586,124
Inventory of Supplies, at Cost	302,000	0	0	302,000
Prepaid Items	13,309	0	0	13,309
<b>Total Assets</b>	<b>\$ 3,830,170</b>	<b>\$ 2,433,112</b>	<b>\$ 3,697,121</b>	<b>\$ 9,960,403</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 39,484	\$ 0	\$ 75,465	\$ 114,949
Accrued Wages and Benefits Payable	28,622	0	271	28,893
Intergovernmental Payable	16,406	0	95	16,501
Interfund Loans Payable	9,500	507	5,000	15,007
<b>Total Liabilities</b>	<b>94,012</b>	<b>507</b>	<b>80,831</b>	<b>175,350</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	848,041	1,586,124	0	2,434,165
Property Tax Levy for Next Fiscal Year	0	0	3,086	3,086
<b>Total Deferred Inflows of Resources</b>	<b>848,041</b>	<b>1,586,124</b>	<b>3,086</b>	<b>2,437,251</b>
<b>Fund Balances:</b>				
Nonspendable	315,309	0	0	315,309
Restricted	2,568,110	396,694	2,263,659	5,228,463
Committed	4,698	449,787	1,350,012	1,804,497
Unassigned	0	0	(467)	(467)
<b>Total Fund Balances</b>	<b>2,888,117</b>	<b>846,481</b>	<b>3,613,204</b>	<b>7,347,802</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 3,830,170</b>	<b>\$ 2,433,112</b>	<b>\$ 3,697,121</b>	<b>\$ 9,960,403</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2015**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 0	\$ 0	\$ 3,225	\$ 3,225
Intergovernmental Revenues	2,216,986	0	1,916,297	4,133,283
Investment Earnings	13,122	0	0	13,122
Special Assessments	0	110,014	194,265	304,279
Fines and Forfeitures	112,200	0	0	112,200
All Other Revenue	17,288	7,150	5,274	29,712
<b>Total Revenue</b>	<b>2,359,596</b>	<b>117,164</b>	<b>2,119,061</b>	<b>4,595,821</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	111,305	0	0	111,305
Transportation	1,793,813	0	0	1,793,813
General Government	0	290	202,251	202,541
Capital Outlay	0	0	3,423,318	3,423,318
Debt Service:				
Principal Retirement	0	1,425,000	0	1,425,000
Interest & Fiscal Charges	0	176,235	0	176,235
<b>Total Expenditures</b>	<b>1,905,118</b>	<b>1,601,525</b>	<b>3,625,569</b>	<b>7,132,212</b>
Excess (Deficiency) of Revenues Over Expenditures				
	454,478	(1,484,361)	(1,506,508)	(2,536,391)
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	2,315,662	2,640,287	4,955,949
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>2,315,662</b>	<b>2,640,287</b>	<b>4,955,949</b>
Net Change in Fund Balance	454,478	831,301	1,133,779	2,419,558
<b>Fund Balances at Beginning of Year</b>	<b>2,394,284</b>	<b>15,180</b>	<b>2,479,425</b>	<b>4,888,889</b>
Increase in Inventory Reserve	39,355	0	0	39,355
<b>Fund Balances End of Year</b>	<b>\$ 2,888,117</b>	<b>\$ 846,481</b>	<b>\$ 3,613,204</b>	<b>\$ 7,347,802</b>

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2015**

	Street Construction, Maintenance & Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,593,622	\$ 195,380	\$ 136,844	\$ 928
Receivables:				
Accounts	0	0	0	0
Intergovernmental	979,601	78,450	226,062	0
Inventory of Supplies, at Cost	202,340	99,660	0	0
Prepaid Items	6,152	0	0	0
<b>Total Assets</b>	<b>\$ 2,781,715</b>	<b>\$ 373,490</b>	<b>\$ 362,906</b>	<b>\$ 928</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 29,342	\$ 7,799	\$ 617	\$ 0
Accrued Wages and Benefits Payable	25,555	0	2,581	0
Intergovernmental Payable	14,910	0	1,286	0
Interfund Loans Payable	0	0	0	0
<b>Total Liabilities</b>	<b>69,807</b>	<b>7,799</b>	<b>4,484</b>	<b>0</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	645,033	52,300	150,708	0
<b>Total Deferred Inflows of Resources</b>	<b>645,033</b>	<b>52,300</b>	<b>150,708</b>	<b>0</b>
<b>Fund Balances:</b>				
Nonspendable	208,492	99,660	0	0
Restricted	1,858,383	213,731	207,714	928
Committed	0	0	0	0
<b>Total Fund Balances</b>	<b>2,066,875</b>	<b>313,391</b>	<b>207,714</b>	<b>928</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 2,781,715</b>	<b>\$ 373,490</b>	<b>\$ 362,906</b>	<b>\$ 928</b>

**CITY OF SHARONVILLE, OHIO**

State Health Licenses Fund	Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund
\$ 3	\$ 4,698	\$ 77,900	\$ 18,285	\$ 12,177	\$ 9,951
0	0	0	0	0	258
0	0	0	1,085	1,498	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 3</u>	<u>\$ 4,698</u>	<u>\$ 77,900</u>	<u>\$ 19,370</u>	<u>\$ 13,675</u>	<u>\$ 10,209</u>
\$ 0	\$ 0	\$ 0	\$ 1,715	\$ 0	\$ 0
0	0	0	0	486	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,715</u>	<u>486</u>	<u>0</u>
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
3	0	77,900	17,655	13,189	10,209
0	4,698	0	0	0	0
<u>3</u>	<u>4,698</u>	<u>77,900</u>	<u>17,655</u>	<u>13,189</u>	<u>10,209</u>
<u>\$ 3</u>	<u>\$ 4,698</u>	<u>\$ 77,900</u>	<u>\$ 19,370</u>	<u>\$ 13,675</u>	<u>\$ 10,209</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2015**

	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Confinement Reimbursement Fund	COPS Grant Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 36,379	\$ 82,245	\$ 1,293	\$ 5,752
Receivables:				
Accounts	0	0	0	0
Intergovernmental	663	1,547	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	1,595	5,363	0	0
<b>Total Assets</b>	<u>\$ 38,637</u>	<u>\$ 89,155</u>	<u>\$ 1,293</u>	<u>\$ 5,752</u>
<b>Liabilities:</b>				
Accounts Payable	\$ 3	\$ 8	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	210	0
Interfund Loans Payable	0	0	0	0
<b>Total Liabilities</b>	<u>3</u>	<u>8</u>	<u>210</u>	<u>0</u>
<b>Deferred Inflows of Resources:</b>				
Unavailable Amounts	0	0	0	0
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances:</b>				
Nonspendable	1,595	5,363	0	0
Restricted	37,039	83,784	1,083	5,752
Committed	0	0	0	0
<b>Total Fund Balances</b>	<u>38,634</u>	<u>89,147</u>	<u>1,083</u>	<u>5,752</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 38,637</u>	<u>\$ 89,155</u>	<u>\$ 1,293</u>	<u>\$ 5,752</u>

**CITY OF SHARONVILLE, OHIO**

---

DEA Federal Sharing Fund	Police Grants Fund	Total Nonmajor Special Revenue Funds
\$ 40,740	\$ 9,500	\$ 2,225,697
0	0	258
0	0	1,288,906
0	0	302,000
199	0	13,309
<u>\$ 40,939</u>	<u>\$ 9,500</u>	<u>\$ 3,830,170</u>
\$ 0	\$ 0	\$ 39,484
0	0	28,622
0	0	16,406
<u>0</u>	<u>9,500</u>	<u>9,500</u>
<u>0</u>	<u>9,500</u>	<u>94,012</u>
<u>0</u>	<u>0</u>	<u>848,041</u>
<u>0</u>	<u>0</u>	<u>848,041</u>
199	0	315,309
40,740	0	2,568,110
0	0	4,698
<u>40,939</u>	<u>0</u>	<u>2,888,117</u>
<u>\$ 40,939</u>	<u>\$ 9,500</u>	<u>\$ 3,830,170</u>

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2015**

	Street Construction, Maintenance & Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 1,748,649	\$ 143,295	\$ 286,185	\$ 928
Investment Earnings	10,284	1,499	1,339	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	13,439	0	315	0
<b>Total Revenue</b>	<u>1,772,372</u>	<u>144,794</u>	<u>287,839</u>	<u>928</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	0	0	0	0
Transportation	1,409,435	138,499	245,879	0
<b>Total Expenditures</b>	<u>1,409,435</u>	<u>138,499</u>	<u>245,879</u>	<u>0</u>
Net Change in Fund Balance	362,937	6,295	41,960	928
<b>Fund Balances at Beginning of Year</b>	1,677,570	294,109	165,754	0
Increase in Inventory Reserve	26,368	12,987	0	0
<b>Fund Balances End of Year</b>	<u>\$ 2,066,875</u>	<u>\$ 313,391</u>	<u>\$ 207,714</u>	<u>\$ 928</u>

**CITY OF SHARONVILLE, OHIO**

---

State Health Licenses Fund	Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund
\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,401	\$ 0
0	0	0	0	0	0
0	0	73,499	8,887	0	163
0	0	576	1,313	0	1,645
0	0	74,075	10,200	9,401	1,808
0	0	513	53,388	5,743	516
0	0	0	0	0	0
0	0	513	53,388	5,743	516
0	0	73,562	(43,188)	3,658	1,292
3	4,698	4,338	60,843	9,531	8,917
0	0	0	0	0	0
<u>\$ 3</u>	<u>\$ 4,698</u>	<u>\$ 77,900</u>	<u>\$ 17,655</u>	<u>\$ 13,189</u>	<u>\$ 10,209</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, 2015***

---

	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Confinement Reimbursement Fund	COPS Grant Fund
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Investment Earnings	0	0	0	0
Fines and Forfeitures	8,580	20,021	1,050	0
All Other Revenue	0	0	0	0
<b>Total Revenue</b>	<u>8,580</u>	<u>20,021</u>	<u>1,050</u>	<u>0</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	8,406	19,032	280	0
Transportation	0	0	0	0
<b>Total Expenditures</b>	<u>8,406</u>	<u>19,032</u>	<u>280</u>	<u>0</u>
Net Change in Fund Balance	174	989	770	0
<b>Fund Balances at Beginning of Year</b>	38,460	88,158	313	5,752
Increase in Inventory Reserve	0	0	0	0
<b>Fund Balances End of Year</b>	<u>\$ 38,634</u>	<u>\$ 89,147</u>	<u>\$ 1,083</u>	<u>\$ 5,752</u>

**CITY OF SHARONVILLE, OHIO**

---

DEA Federal Sharing Fund	Police Grants Fund	Total Nonmajor Special Revenue Funds
\$ 8,773	\$ 19,755	\$ 2,216,986
0	0	13,122
0	0	112,200
0	0	17,288
<u>8,773</u>	<u>19,755</u>	<u>2,359,596</u>
3,672	19,755	111,305
0	0	1,793,813
<u>3,672</u>	<u>19,755</u>	<u>1,905,118</u>
5,101	0	454,478
35,838	0	2,394,284
0	0	39,355
<u>\$ 40,939</u>	<u>\$ 0</u>	<u>\$ 2,888,117</u>

**CITY OF SHARONVILLE, OHIO**

---

**Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2015**

---

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Bond Retirement Fund
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 449,787	\$ 380,625	\$ 1,147
Receivables:			
Special Assessments	0	0	1,586,124
<b>Total Assets</b>	<u>\$ 449,787</u>	<u>\$ 380,625</u>	<u>\$ 1,587,271</u>
<b>Liabilities:</b>			
Interfund Loans Payable	\$ 0	\$ 0	\$ 507
<b>Total Liabilities</b>	<u>0</u>	<u>0</u>	<u>507</u>
<b>Deferred Inflows of Resources:</b>			
Unavailable Amounts	0	0	1,586,124
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>1,586,124</u>
<b>Fund Balances:</b>			
Restricted	0	380,625	640
Committed	449,787	0	0
<b>Total Fund Balances</b>	<u>449,787</u>	<u>380,625</u>	<u>640</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 449,787</u>	<u>\$ 380,625</u>	<u>\$ 1,587,271</u>

**CITY OF SHARONVILLE, OHIO**

---

---

<u>Zind Lane Sewer Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 15,429	\$ 846,988
<u>0</u>	<u>1,586,124</u>
<u>\$ 15,429</u>	<u>\$ 2,433,112</u>
<u>\$ 0</u>	<u>\$ 507</u>
<u>0</u>	<u>507</u>
<u>0</u>	<u>1,586,124</u>
<u>0</u>	<u>1,586,124</u>
15,429	396,694
<u>0</u>	<u>449,787</u>
<u>15,429</u>	<u>846,481</u>
<u>\$ 15,429</u>	<u>\$ 2,433,112</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, 2015***

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Bond Retirement Fund
<b>Revenues:</b>			
Special Assessments	\$ 0	\$ 0	\$ 107,890
All Other Revenue	7,150	0	0
<b>Total Revenue</b>	<u>7,150</u>	<u>0</u>	<u>107,890</u>
<b>Expenditures:</b>			
General Government	0	0	0
Debt Service:			
Principal Retirement	400,000	965,000	60,000
Interest & Fiscal Charges	43,775	84,925	47,535
<b>Total Expenditures</b>	<u>443,775</u>	<u>1,049,925</u>	<u>107,535</u>
Excess (Deficiency) of Revenues Over Expenditures	(436,625)	(1,049,925)	355
<b>Other Financing Sources (Uses):</b>			
Transfers In	885,112	1,430,550	0
<b>Total Other Financing Sources (Uses)</b>	<u>885,112</u>	<u>1,430,550</u>	<u>0</u>
Net Change in Fund Balance	448,487	380,625	355
<b>Fund Balances at Beginning of Year</b>	1,300	0	285
<b>Fund Balances End of Year</b>	<u>\$ 449,787</u>	<u>\$ 380,625</u>	<u>\$ 640</u>

**CITY OF SHARONVILLE, OHIO**

---

---

<u>Zind Lane Sewer Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 2,124	\$ 110,014
<u>0</u>	<u>7,150</u>
<u>2,124</u>	<u>117,164</u>
290	290
0	1,425,000
<u>0</u>	<u>176,235</u>
<u>290</u>	<u>1,601,525</u>
1,834	(1,484,361)
<u>0</u>	<u>2,315,662</u>
<u>0</u>	<u>2,315,662</u>
1,834	831,301
<u>13,595</u>	<u>15,180</u>
<u>\$ 15,429</u>	<u>\$ 846,481</u>

**CITY OF SHARONVILLE, OHIO**

---

**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2015**

---

	Capital Improvement Fund	Downtown TIF Fund	Facility Improvement Fund
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 1,420,742	\$ 4,533	\$ 245,203
Receivables:			
Taxes	0	3,086	0
Accounts	1,375	0	0
<b>Total Assets</b>	<u>\$ 1,422,117</u>	<u>\$ 7,619</u>	<u>\$ 245,203</u>
<b>Liabilities:</b>			
Accounts Payable	\$ 72,105	\$ 0	\$ 920
Accrued Wages and Benefits Payable	0	0	0
Intergovernmental Payable	0	0	0
Interfund Loans Payable	0	5,000	0
<b>Total Liabilities</b>	<u>72,105</u>	<u>5,000</u>	<u>920</u>
<b>Deferred Inflows of Resources:</b>			
Property Tax Levy for Next Fiscal Year	0	3,086	0
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>3,086</u>	<u>0</u>
<b>Fund Balances:</b>			
Restricted	0	0	244,283
Committed	1,350,012	0	0
Unassigned	0	(467)	0
<b>Total Fund Balances</b>	<u>1,350,012</u>	<u>(467)</u>	<u>244,283</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 1,422,117</u>	<u>\$ 7,619</u>	<u>\$ 245,203</u>

**CITY OF SHARONVILLE, OHIO**

---

Fire Equipment Fund	Storm Water Fund	Total Nonmajor Capital Projects Funds
\$ 1,746,496	\$ 275,686	\$ 3,692,660
0	0	3,086
0	0	1,375
<u>\$ 1,746,496</u>	<u>\$ 275,686</u>	<u>\$ 3,697,121</u>
\$ 0	\$ 2,440	\$ 75,465
0	271	271
0	95	95
<u>0</u>	<u>0</u>	<u>5,000</u>
<u>0</u>	<u>2,806</u>	<u>80,831</u>
0	0	3,086
<u>0</u>	<u>0</u>	<u>3,086</u>
1,746,496	272,880	2,263,659
0	0	1,350,012
0	0	(467)
<u>1,746,496</u>	<u>272,880</u>	<u>3,613,204</u>
<u>\$ 1,746,496</u>	<u>\$ 275,686</u>	<u>\$ 3,697,121</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, 2015**

	Capital Improvement Fund	Issue II Reading Rd. Fund	Downtown TIF Fund	Facility Improvement Fund
<b>Revenues:</b>				
Taxes	\$ 0	\$ 0	\$ 3,225	\$ 0
Payment in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	0	1,876,297	0	0
Special Assessments	0	0	0	0
All Other Revenue	5,274	0	0	0
<b>Total Revenue</b>	<u>5,274</u>	<u>1,876,297</u>	<u>3,225</u>	<u>0</u>
<b>Expenditures:</b>				
Current:				
General Government	0	0	1,024	0
Capital Outlay	1,254,545	1,876,297	0	139,460
<b>Total Expenditures</b>	<u>1,254,545</u>	<u>1,876,297</u>	<u>1,024</u>	<u>139,460</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,249,271)	0	2,201	(139,460)
<b>Other Financing Sources (Uses):</b>				
Transfers In	2,087,141	0	0	121,772
<b>Total Other Financing Sources (Uses)</b>	<u>2,087,141</u>	<u>0</u>	<u>0</u>	<u>121,772</u>
Net Change in Fund Balance	837,870	0	2,201	(17,688)
<b>Fund Balances at Beginning of Year</b>	<u>512,142</u>	<u>0</u>	<u>(2,668)</u>	<u>261,971</u>
<b>Fund Balances End of Year</b>	<u>\$ 1,350,012</u>	<u>\$ 0</u>	<u>\$ (467)</u>	<u>\$ 244,283</u>

**CITY OF SHARONVILLE, OHIO**

---

Fire Equipment Fund	Storm Water Fund	Total Nonmajor Capital Project Funds
\$ 0	\$ 0	\$ 3,225
0	0	0
40,000	0	1,916,297
0	194,265	194,265
0	0	5,274
<u>40,000</u>	<u>194,265</u>	<u>2,119,061</u>
0	201,227	202,251
<u>153,016</u>	<u>0</u>	<u>3,423,318</u>
<u>153,016</u>	<u>201,227</u>	<u>3,625,569</u>
(113,016)	(6,962)	(1,506,508)
<u>431,374</u>	<u>0</u>	<u>2,640,287</u>
<u>431,374</u>	<u>0</u>	<u>2,640,287</u>
318,358	(6,962)	1,133,779
<u>1,428,138</u>	<u>279,842</u>	<u>2,479,425</u>
<u>\$ 1,746,496</u>	<u>\$ 272,880</u>	<u>\$ 3,613,204</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 14,815,657	\$ 14,815,657	\$ 15,864,988	\$ 1,049,331
Intergovernmental Revenues	290,161	290,161	373,617	83,456
Charges for Services	380,730	380,730	353,390	(27,340)
Licenses and Permits	424,790	424,790	545,136	120,346
Investment Earnings	120,000	120,000	141,174	21,174
Fines and Forfeitures	342,760	342,760	321,906	(20,854)
All Other Revenues	238,500	217,624	245,621	27,997
Total Revenues	<u>16,612,598</u>	<u>16,591,722</u>	<u>17,845,832</u>	<u>1,254,110</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	5,770,600	5,716,746	5,505,324	211,422
Materials and Supplies	155,030	190,823	171,389	19,434
Contractual Services	460,205	476,252	438,895	37,357
Total Security of Persons and Property	<u>6,385,835</u>	<u>6,383,821</u>	<u>6,115,608</u>	<u>268,213</u>
Public Health and Welfare Services:				
Health Department:				
Personal Services	150,168	140,719	106,755	33,964
Materials and Supplies	7,400	8,333	2,332	6,001
Contractual Services	66,350	56,350	31,471	24,879
Total Public Health and Welfare Services	<u>223,918</u>	<u>205,402</u>	<u>140,558</u>	<u>64,844</u>
Leisure Time Activities:				
Recreation Maintenance:				
Personal Services	0	775	675	100
Materials and Supplies	0	5,158	1,992	3,166
Contractual Services	0	3,116	1,324	1,792
Total Recreation Maintenance	<u>0</u>	<u>9,049</u>	<u>3,991</u>	<u>5,058</u>
Recreation Parks:				
Personal Services	595,529	600,529	591,418	9,111
Materials and Supplies	35,530	37,030	30,228	6,802
Contractual Services	73,770	83,218	69,132	14,086
Total Recreation Parks	<u>704,829</u>	<u>720,777</u>	<u>690,778</u>	<u>29,999</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, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Recreation Community Center:</b>				
Personal Services	1,286,100	1,269,828	1,154,819	115,009
Materials and Supplies	52,227	50,627	36,238	14,389
Contractual Services	324,613	317,863	272,565	45,298
Total Recreation Community Center	1,662,940	1,638,318	1,463,622	174,696
<b>Recreation Programs:</b>				
Personal Services	0	9,080	1,118	7,962
Materials and Supplies	0	9,059	7,330	1,729
Contractual Services	0	13,026	9,077	3,949
Total Recreation Programs	0	31,165	17,525	13,640
<b>Recreation Pools:</b>				
Personal Services	263,845	253,845	248,117	5,728
Materials and Supplies	35,385	29,553	29,447	106
Contractual Services	72,500	75,256	70,769	4,487
Total Recreation Pools	371,730	358,654	348,333	10,321
Total Leisure Time Activities	2,739,499	2,757,963	2,524,249	233,714
<b>Community Environment:</b>				
<b>Building and Planning:</b>				
Personal Services	459,086	467,505	457,529	9,976
Materials and Supplies	8,000	10,517	7,035	3,482
Contractual Services	52,850	82,273	70,807	11,466
Total Community Environment	519,936	560,295	535,371	24,924
<b>Basic Utility Services:</b>				
<b>Waste Collection:</b>				
Contractual Services	595,000	748,550	748,550	0
Total Basic Utility Services	595,000	748,550	748,550	0
<b>General Government:</b>				
<b>Mayor:</b>				
Personal Services	63,520	63,520	57,715	5,805
Materials and Supplies	350	350	180	170
Contractual Services	8,600	11,916	8,086	3,830
Total Mayor	72,470	75,786	65,981	9,805

(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, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Council:</b>				
Personal Services	120,200	120,200	119,488	712
Materials and Supplies	350	350	195	155
Contractual Services	6,700	6,776	3,443	3,333
Total Council	<u>127,250</u>	<u>127,326</u>	<u>123,126</u>	<u>4,200</u>
<b>Auditor and Treasurer:</b>				
Personal Services	37,100	37,100	36,767	333
Contractual Services	46,815	47,891	43,322	4,569
Total Auditor and Treasurer	<u>83,915</u>	<u>84,991</u>	<u>80,089</u>	<u>4,902</u>
<b>Law Director:</b>				
Personal Services	82,900	82,900	82,310	590
Contractual Services	69,850	89,249	48,449	40,800
Total Law Director	<u>152,750</u>	<u>172,149</u>	<u>130,759</u>	<u>41,390</u>
<b>Civil Service:</b>				
Personal Services	25,600	32,400	29,939	2,461
Materials and Supplies	200	200	0	200
Contractual Services	16,000	9,200	5,309	3,891
Total Civil Service	<u>41,800</u>	<u>41,800</u>	<u>35,248</u>	<u>6,552</u>
<b>Safety/Service Director:</b>				
Personal Services	1,025,750	1,031,721	969,055	62,666
Materials and Supplies	750	950	950	0
Contractual Services	90,330	120,887	88,137	32,750
Total Safety/Service Director	<u>1,116,830</u>	<u>1,153,558</u>	<u>1,058,142</u>	<u>95,416</u>
<b>Tax Department:</b>				
Personal Services	610,000	592,949	564,510	28,439
Materials and Supplies	13,025	37,781	36,914	867
Contractual Services	55,887	64,749	47,946	16,803
Capital Outlay	0	914	0	914
Total Tax Department	<u>678,912</u>	<u>696,393</u>	<u>649,370</u>	<u>47,023</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, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Building and Lands:</b>				
Personal Services	198,560	199,743	183,382	16,361
Materials and Supplies	40,479	48,073	44,675	3,398
Contractual Services	392,960	406,878	358,825	48,053
Total Buildings and Lands	631,999	654,694	586,882	67,812
<b>Miscellaneous Government:</b>				
Personal Services	25,000	20,000	0	20,000
Materials and Supplies	16,200	27,426	20,713	6,713
Contractual Services	652,995	682,738	557,881	124,857
Total Miscellaneous Government	694,195	730,164	578,594	151,570
<b>Economic Development:</b>				
Contractual Services	248,900	492,634	481,535	11,099
Total Economic Development	248,900	492,634	481,535	11,099
Total General Government	3,849,021	4,229,495	3,789,726	439,769
Total Expenditures	14,313,209	14,885,526	13,854,062	1,031,464
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,299,389	1,706,196	3,991,770	2,285,574
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(2,287,115)	(4,231,000)	(4,230,350)	650
Advances In	0	0	505,000	505,000
Total Other Financing Sources (Uses)	(2,287,115)	(4,231,000)	(3,725,350)	505,650
Net Change in Fund Balance	12,274	(2,524,804)	266,420	2,791,224
Fund Balance at Beginning of Year	7,359,222	7,359,222	7,359,222	0
Prior Year Encumbrances	439,192	439,192	439,192	0
Fund Balance at End of Year	\$ 7,810,688	\$ 5,273,610	\$ 8,064,834	\$ 2,791,224

**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, 2015**

<b>FIRE DEPARTMENT FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Taxes	\$ 6,993,373	\$ 6,993,373	\$ 7,459,613	\$ 466,240
Charges for Services	500,000	500,000	575,285	75,285
All Other Revenues	0	0	27,558	27,558
Total Revenues	<u>7,493,373</u>	<u>7,493,373</u>	<u>8,062,456</u>	<u>569,083</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Fire Department:				
Personal Services	5,880,144	5,955,080	5,634,141	320,939
Materials and Supplies	197,650	265,364	239,612	25,752
Contractual Services	589,668	608,163	546,214	61,949
Total Security of Persons and Property	<u>6,667,462</u>	<u>6,828,607</u>	<u>6,419,967</u>	<u>408,640</u>
Capital Outlay	325,000	446,727	432,379	14,348
Total Expenditures	<u>6,992,462</u>	<u>7,275,334</u>	<u>6,852,346</u>	<u>422,988</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	500,911	218,039	1,210,110	992,071
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	0	0	60,000	60,000
Transfers In	0	0	200,000	200,000
Transfers Out	(669,225)	(1,369,225)	(1,300,599)	68,626
Total Other Financing Sources (Uses)	<u>(669,225)</u>	<u>(1,369,225)</u>	<u>(1,040,599)</u>	<u>328,626</u>
Net Change in Fund Balance	(168,314)	(1,151,186)	169,511	1,320,697
Fund Balance at Beginning of Year	1,027,617	1,027,617	1,027,617	0
Prior Year Encumbrances	202,872	202,872	202,872	0
Fund Balance at End of Year	<u>\$ 1,062,175</u>	<u>\$ 79,303</u>	<u>\$ 1,400,000</u>	<u>\$ 1,320,697</u>

**CITY OF SHARONVILLE, OHIO**

---

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Debt Service Fund  
For the Year Ended December 31, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Expenditures:</b>			
Debt Service:			
Interest Charges	<u>30,000</u>	<u>18,812</u>	<u>11,188</u>
Total Expenditures	<u>30,000</u>	<u>18,812</u>	<u>11,188</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,000)	(18,812)	11,188
<b>Other Financing Sources (Uses):</b>			
General Obligation Notes Issued	2,350,000	2,350,000	0
Premium on Notes Issued	30,000	20,234	(9,766)
Development Loan Extended	<u>(2,350,000)</u>	<u>(2,350,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>20,234</u>	<u>(9,766)</u>
Net Change in Fund Balance	0	1,422	1,422
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>\$ 1,422</u>	<u>\$ 1,422</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, 2014**

<b>CHESTER ROAD TIF PROJECT FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Taxes	\$ 450,000	\$ 616,757	\$ 166,757
Intergovernmental Revenues	0	80,597	80,597
Total Revenues	<u>450,000</u>	<u>697,354</u>	<u>247,354</u>
<b>Expenditures:</b>			
Capital Outlay	1,096,600	990,513	106,087
Debt Service:			
Interest Charges	133,575	133,575	0
Total Expenditures	<u>1,230,175</u>	<u>1,124,088</u>	<u>106,087</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(780,175)	(426,734)	353,441
<b>Other Financing Sources (Uses):</b>			
OPWC Loan Initiated	0	43,318	43,318
Advances Out	(170,000)	(170,000)	0
Total Other Financing Sources (Uses)	<u>(170,000)</u>	<u>(126,682)</u>	<u>43,318</u>
Net Change in Fund Balance	(950,175)	(553,416)	396,759
Fund Balance at Beginning of Year	1,460,290	1,460,290	0
Fund Balance at End of Year	<u>\$ 510,115</u>	<u>\$ 906,874</u>	<u>\$ 396,759</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, 2015***

<b>STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 1,486,000	\$ 1,718,511	\$ 232,511
Investment Earnings	6,500	10,284	3,784
All Other Revenues	100	7,452	7,352
Total Revenues	<u>1,492,600</u>	<u>1,736,247</u>	<u>243,647</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	1,043,621	960,748	82,873
Materials and Supplies	90,603	69,538	21,065
Contractual Services	151,536	130,345	21,191
Snow and Ice Removal Department:			
Personal Services	28,000	22,611	5,389
Materials and Supplies	184,512	175,446	9,066
Contractual Services	9,183	5,140	4,043
Traffic Signs and Signals Department:			
Materials and Supplies	1,000	0	1,000
Contractual Services	28,396	27,081	1,315
Total Transportation	<u>1,536,851</u>	<u>1,390,909</u>	<u>145,942</u>
Capital Outlay	<u>385,482</u>	<u>292,867</u>	<u>92,615</u>
Total Expenditures	<u>1,922,333</u>	<u>1,683,776</u>	<u>238,557</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(429,733)	52,471	482,204
Fund Balance at Beginning of Year	1,160,266	1,160,266	0
Prior Year Encumbrances	137,558	137,558	0
Fund Balance at End of Year	<u>\$ 868,091</u>	<u>\$ 1,350,295</u>	<u>\$ 482,204</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2015**

STATE HIGHWAY FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 124,000	\$ 140,851	\$ 16,851
Investment Earnings	850	1,499	649
Total Revenues	<u>124,850</u>	<u>142,350</u>	<u>17,500</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Contractual Services	32,098	28,503	3,595
Snow and Ice Removal Department:			
Materials and Supplies	72,000	72,000	0
Traffic Signs and Signals Department:			
Materials and Supplies	1,262	445	817
Contractual Services	24,819	17,944	6,875
Total Transportation	<u>130,179</u>	<u>118,892</u>	<u>11,287</u>
Capital Outlay	62,500	56,569	5,931
Total Expenditures	<u>192,679</u>	<u>175,461</u>	<u>17,218</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(67,829)	(33,111)	34,718
Fund Balance at Beginning of Year	179,395	179,395	0
Prior Year Encumbrances	38,279	38,279	0
Fund Balance at End of Year	<u>\$ 149,845</u>	<u>\$ 184,563</u>	<u>\$ 34,718</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, 2015***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>PERMISSIVE MOTOR VEHICLE TAX FUND</b>			
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 250,000	\$ 276,889	\$ 26,889
Investment Earnings	800	1,339	539
All Other Revenues	0	315	315
Total Revenues	<u>250,800</u>	<u>278,543</u>	<u>27,743</u>
<b>Expenditures:</b>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	105,684	94,896	10,788
Materials and Supplies	82,813	82,806	7
Contractual Services	16,498	12,000	4,498
Traffic Signs and Signals Department:			
Contractual Services	120	110	10
Total Transportation	<u>205,115</u>	<u>189,812</u>	<u>15,303</u>
Capital Outlay	95,200	86,351	8,849
Total Expenditures	<u>300,315</u>	<u>276,163</u>	<u>24,152</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,515)	2,380	51,895
Fund Balance at Beginning of Year	97,161	97,161	0
Prior Year Encumbrances	31,695	31,695	0
Fund Balance at End of Year	<u>\$ 79,341</u>	<u>\$ 131,236</u>	<u>\$ 51,895</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, 2015***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 0</u>	<u>\$ 928</u>	<u>\$ 928</u>
Total Revenues	<u>0</u>	<u>928</u>	<u>928</u>
<b>Expenditures:</b>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	928	928
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 928</u></u>	<u><u>\$ 928</u></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, 2015**

---

	<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:			
Materials and Supplies	<u>3</u>	<u>0</u>	<u>3</u>
Total Expenditures	<u>3</u>	<u>0</u>	<u>3</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3)	0	3
Fund Balance at Beginning of Year	<u>3</u>	<u>3</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 3</u>	<u>\$ 3</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, 2015***

---

	TEEN 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>			
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	4,698	4,698	0
Fund Balance at End of Year	<u>\$ 4,698</u>	<u>\$ 4,698</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2015***

---

<b>LAW ENFORCEMENT TRUST FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 700	\$ 73,499	\$ 72,799
All Other Revenues	<u>0</u>	<u>576</u>	<u>576</u>
Total Revenues	<u>700</u>	<u>74,075</u>	<u>73,375</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Contractual Services	<u>1,000</u>	<u>513</u>	<u>487</u>
Total Expenditures	<u>1,000</u>	<u>513</u>	<u>487</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(300)	73,562	73,862
Fund Balance at Beginning of Year	<u>4,338</u>	<u>4,338</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,038</u>	<u>\$ 77,900</u>	<u>\$ 73,862</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, 2015***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 10,388	\$ 9,075	\$ (1,313)
All Other Revenues	0	1,313	1,313
Total Revenues	<u>10,388</u>	<u>10,388</u>	<u>0</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	3,566	618	2,948
Contractual Services	18,469	12,530	5,939
Total Security of Persons and Property	<u>22,035</u>	<u>13,148</u>	<u>8,887</u>
Capital Outlay	45,000	45,000	0
Total Expenditures	<u>67,035</u>	<u>58,148</u>	<u>8,887</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(56,647)	(47,760)	8,887
Fund Balance at Beginning of Year	58,725	58,725	0
Prior Year Encumbrances	986	986	0
Fund Balance at End of Year	<u>\$ 3,064</u>	<u>\$ 11,951</u>	<u>\$ 8,887</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, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 4,800	\$ 7,903	\$ 3,103
Total Revenues	<u>4,800</u>	<u>7,903</u>	<u>3,103</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	9,720	5,257	4,463
Total Expenditures	<u>9,720</u>	<u>5,257</u>	<u>4,463</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,920)	2,646	7,566
Fund Balance at Beginning of Year	9,531	9,531	0
Fund Balance at End of Year	<u>\$ 4,611</u>	<u>\$ 12,177</u>	<u>\$ 7,566</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, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 350	\$ 163	\$ (187)
All Other Revenues	700	1,412	712
Total Revenues	<u>1,050</u>	<u>1,575</u>	<u>525</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	1,066	516	550
Total Expenditures	<u>1,066</u>	<u>516</u>	<u>550</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16)	1,059	1,075
Fund Balance at Beginning of Year	8,376	8,376	0
Prior Year Encumbrances	516	516	0
Fund Balance at End of Year	<u>\$ 8,876</u>	<u>\$ 9,951</u>	<u>\$ 1,075</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, 2015***

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 8,500	\$ 8,562	\$ 62
Total Revenues	<u>8,500</u>	<u>8,562</u>	<u>62</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	2,752	576	2,176
Contractual Services	<u>10,798</u>	<u>6,536</u>	<u>4,262</u>
Total Security of Persons and Property	<u>13,550</u>	<u>7,112</u>	<u>6,438</u>
Capital Outlay	<u>11,757</u>	<u>8,974</u>	<u>2,783</u>
Total Expenditures	<u>25,307</u>	<u>16,086</u>	<u>9,221</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,807)	(7,524)	9,283
Fund Balance at Beginning of Year	31,014	31,014	0
Prior Year Encumbrances	<u>5,089</u>	<u>5,089</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 19,296</u>	<u>\$ 28,579</u>	<u>\$ 9,283</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, 2015**

---

**CLERK OF COURTS COMPUTER FUND**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 19,979	\$ 19,979	\$ 0
Total Revenues	<u>19,979</u>	<u>19,979</u>	<u>0</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	987	955	32
Contractual Services	<u>21,663</u>	<u>16,757</u>	<u>4,906</u>
Total Security of Persons and Property	<u>22,650</u>	<u>17,712</u>	<u>4,938</u>
Capital Outlay	<u>22,432</u>	<u>15,938</u>	<u>6,494</u>
Total Expenditures	<u>45,082</u>	<u>33,650</u>	<u>11,432</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(25,103)	(13,671)	11,432
Fund Balance at Beginning of Year	71,224	71,224	0
Prior Year Encumbrances	<u>11,492</u>	<u>11,492</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 57,613</u>	<u>\$ 69,045</u>	<u>\$ 11,432</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, 2015***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Fines and Forfeitures	\$ 600	\$ 1,050	\$ 450
Total Revenues	<u>600</u>	<u>1,050</u>	<u>450</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Contractual Services	600	600	0
Total Expenditures	<u>600</u>	<u>600</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	450	450
Fund Balance at Beginning of Year	313	313	0
Fund Balance at End of Year	<u>\$ 313</u>	<u>\$ 763</u>	<u>\$ 450</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, 2015**

---

	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	(5,752)	0	5,752
Fund Balance at Beginning of Year	<u>5,752</u>	<u>5,752</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 5,752</u>	<u>\$ 5,752</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2015**

<b>DEA FEDERAL SHARING FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 0	\$ 8,773	\$ 8,773
Total Revenues	<u>0</u>	<u>8,773</u>	<u>8,773</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	3,100	3,100	0
Contractual Services	7,439	558	6,881
Total Security of Persons and Property	<u>10,539</u>	<u>3,658</u>	<u>6,881</u>
Capital Outlay	1,593	1,341	252
Total Expenditures	<u>12,132</u>	<u>4,999</u>	<u>7,133</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,132)	3,774	15,906
Fund Balance at Beginning of Year	36,966	36,966	0
Fund Balance at End of Year	<u>\$ 24,834</u>	<u>\$ 40,740</u>	<u>\$ 15,906</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, 2015***

---

	<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:			
Personal Services	<u>250,000</u>	<u>117,371</u>	<u>132,629</u>
Total Expenditures	<u>250,000</u>	<u>117,371</u>	<u>132,629</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(250,000)	(117,371)	132,629
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>175,000</u>	<u>375,000</u>	<u>200,000</u>
Total Other Financing Sources (Uses)	<u>175,000</u>	<u>375,000</u>	<u>200,000</u>
Net Change in Fund Balance	(75,000)	257,629	332,629
Fund Balance at Beginning of Year	<u>145,204</u>	<u>145,204</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 70,204</u>	<u>\$ 402,833</u>	<u>\$ 332,629</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, 2015**

---

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	<u>\$ 38,000</u>	<u>\$ 21,816</u>	<u>\$ (16,184)</u>
Total Revenues	<u>38,000</u>	<u>21,816</u>	<u>(16,184)</u>
<b>Expenditures:</b>			
Security of Persons and Property:			
Police Department:			
Personal Services	37,227	18,982	18,245
Materials and Supplies	<u>773</u>	<u>773</u>	<u>0</u>
Total Expenditures	<u>38,000</u>	<u>19,755</u>	<u>18,245</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	2,061	2,061
Fund Balance at Beginning of Year	<u>7,439</u>	<u>7,439</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 7,439</u>	<u>\$ 9,500</u>	<u>\$ 2,061</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, 2015**

**NOTE DEBT RETIREMENT FUND**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
All Other Revenues	\$ 7,150	\$ 7,150	\$ 0
Total Revenues	<u>7,150</u>	<u>7,150</u>	<u>0</u>
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	400,000	400,000	0
Interest Charges	43,775	43,775	0
Total Expenditures	<u>443,775</u>	<u>443,775</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(436,625)	(436,625)	0
<b>Other Financing Sources (Uses):</b>			
Transfers In	436,625	885,112	448,487
Total Other Financing Sources (Uses)	<u>436,625</u>	<u>885,112</u>	<u>448,487</u>
Net Change in Fund Balance	0	448,487	448,487
Fund Balance at Beginning of Year	1,300	1,300	0
Fund Balance at End of Year	<u>\$ 1,300</u>	<u>\$ 449,787</u>	<u>\$ 448,487</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, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	965,000	965,000	0
Interest Charges	84,925	84,925	0
Total Expenditures	1,049,925	1,049,925	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,049,925)	(1,049,925)	0
<b>Other Financing Sources (Uses):</b>			
Transfers In	1,049,925	1,430,550	380,625
Total Other Financing Sources (Uses)	1,049,925	1,430,550	380,625
Net Change in Fund Balance	0	380,625	380,625
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 380,625	\$ 380,625

**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, 2015***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Special Assessments	\$ 107,535	\$ 107,890	\$ 355
Total Revenues	<u>107,535</u>	<u>107,890</u>	<u>355</u>
<b>Expenditures:</b>			
Debt Service:			
Principal Retirement	60,000	60,000	0
Interest Charges	<u>47,535</u>	<u>47,535</u>	<u>0</u>
Total Expenditures	<u>107,535</u>	<u>107,535</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	355	355
Fund Balance at Beginning of Year	<u>792</u>	<u>792</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 792</u>	<u>\$ 1,147</u>	<u>\$ 355</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, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Special Assessments	\$ 0	\$ 2,124	\$ 2,124
Total Revenues	<u>0</u>	<u>2,124</u>	<u>2,124</u>
<b>Expenditures:</b>			
General Government:			
Contractual Services	290	290	0
Total Expenditures	<u>290</u>	<u>290</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(290)	1,834	2,124
Fund Balance at Beginning of Year	13,595	13,595	0
Fund Balance at End of Year	<u>\$ 13,305</u>	<u>\$ 15,429</u>	<u>\$ 2,124</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015**

<b>CAPITAL IMPROVEMENT FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Capital Outlay	1,736,360	1,511,934	224,426
Total Expenditures	1,736,360	1,511,934	224,426
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,736,360)	(1,511,934)	224,426
<b>Other Financing Sources (Uses):</b>			
Sale of Capital Assets	0	3,899	3,899
Transfers In	1,194,790	2,087,141	892,351
Total Other Financing Sources (Uses)	1,194,790	2,091,040	896,250
Net Change in Fund Balance	(541,570)	579,106	1,120,676
Fund Balance at Beginning of Year	290,278	290,278	0
Prior Year Encumbrances	372,219	372,219	0
Fund Balance at End of Year	\$ 120,927	\$ 1,241,603	\$ 1,120,676

**CITY OF SHARONVILLE, OHIO**

---

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 245,330	\$ 245,330	\$ 0
Total Revenues	<u>245,330</u>	<u>245,330</u>	<u>0</u>
<b>Expenditures:</b>			
Capital Outlay	<u>245,330</u>	<u>245,330</u>	<u>0</u>
Total Expenditures	<u>245,330</u>	<u>245,330</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

---

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015***

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 532,570	\$ 266,285	\$ (266,285)
Total Revenues	<u>532,570</u>	<u>266,285</u>	<u>(266,285)</u>
<b>Expenditures:</b>			
Capital Outlay	532,570	266,285	266,285
Total Expenditures	<u>532,570</u>	<u>266,285</u>	<u>266,285</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015**

<b>DOWNTOWN TIF FUND</b>			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Taxes	\$ 1,500	\$ 3,225	\$ 1,725
Total Revenues	<u>1,500</u>	<u>3,225</u>	<u>1,725</u>
<b>Expenditures:</b>			
General Government:			
Contractual Services	1,500	1,024	476
Total Expenditures	<u>1,500</u>	<u>1,024</u>	<u>476</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	2,201	2,201
Fund Balance at Beginning of Year	2,332	2,332	0
Fund Balance at End of Year	<u>\$ 2,332</u>	<u>\$ 4,533</u>	<u>\$ 2,201</u>

**CITY OF SHARONVILLE, OHIO**

---

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Total Revenues	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>			
Capital Outlay	290,551	160,985	129,566
Total Expenditures	290,551	160,985	129,566
Excess (Deficiency) of Revenues Over (Under) Expenditures	(290,551)	(160,985)	129,566
<b>Other Financing Sources (Uses):</b>			
Transfers In	100,000	121,772	21,772
Total Other Financing Sources (Uses)	100,000	121,772	21,772
Net Change in Fund Balance	(190,551)	(39,213)	151,338
Fund Balance at Beginning of Year	283,496	283,496	0
Fund Balance at End of Year	\$ 92,945	\$ 244,283	\$ 151,338

**CITY OF SHARONVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015**

<b>FIRE EQUIPMENT FUND</b>			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Intergovernmental Revenues	\$ 40,000	\$ 40,000	\$ 0
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>0</u>
<b>Expenditures:</b>			
Capital Outlay	1,460,000	1,371,016	88,984
Total Expenditures	<u>1,460,000</u>	<u>1,371,016</u>	<u>88,984</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,420,000)	(1,331,016)	88,984
<b>Other Financing Sources (Uses):</b>			
Transfers In	0	431,374	431,374
Total Other Financing Sources (Uses)	<u>0</u>	<u>431,374</u>	<u>431,374</u>
Net Change in Fund Balance	(1,420,000)	(899,642)	520,358
Fund Balance at Beginning of Year	1,428,138	1,428,138	0
Fund Balance at End of Year	<u>\$ 8,138</u>	<u>\$ 528,496</u>	<u>\$ 520,358</u>

**CITY OF SHARONVILLE, OHIO**

---

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015**

---

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>			
Special Assessments	\$ 190,000	\$ 194,265	\$ 4,265
Total Revenues	<u>190,000</u>	<u>194,265</u>	<u>4,265</u>
<b>Expenditures:</b>			
General Government:			
Personal Services	17,000	14,168	2,832
Contractual Services	<u>390,954</u>	<u>289,899</u>	<u>101,055</u>
Total Expenditures	<u>407,954</u>	<u>304,067</u>	<u>103,887</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(217,954)	(109,802)	108,152
Fund Balance at Beginning of Year	264,394	264,394	0
Prior Year Encumbrances	<u>108,654</u>	<u>108,654</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 155,094</u>	<u>\$ 263,246</u>	<u>\$ 108,152</u>



***Fiduciary Funds***

---

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

***Agency Funds***

---

**Mayor's Court Fund**

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

**Employee Benefits Fund**

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

**Ohio Board of Building Standards Fund**

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

**Tax Rebate 1.5% Fund**

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

**CITY OF SHARONVILLE, OHIO**

**Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended December 31, 2015**

	Balance December 31, 2014	Additions	Deductions	Balance December 31, 2015
<b>Mayor's Court Fund</b>				
Assets:				
Cash and Cash Equivalents	\$60,524	\$481,567	(\$477,789)	\$64,302
Total Assets	<u>\$60,524</u>	<u>\$481,567</u>	<u>(\$477,789)</u>	<u>\$64,302</u>
Liabilities:				
Due to Others	\$60,524	\$481,567	(\$477,789)	\$64,302
Total Liabilities	<u>\$60,524</u>	<u>\$481,567</u>	<u>(\$477,789)</u>	<u>\$64,302</u>
<b>Employee Benefits Fund</b>				
Assets:				
Cash and Cash Equivalents	\$32,407	\$6,581	(\$31,402)	\$7,586
Total Assets	<u>\$32,407</u>	<u>\$6,581</u>	<u>(\$31,402)</u>	<u>\$7,586</u>
Liabilities:				
Due to Others	\$32,407	\$6,581	(\$31,402)	\$7,586
Total Liabilities	<u>\$32,407</u>	<u>\$6,581</u>	<u>(\$31,402)</u>	<u>\$7,586</u>
<b>Ohio Board of Building Standards Fund</b>				
Assets:				
Cash and Cash Equivalents	\$3,485	\$8,094	(\$8,351)	\$3,228
Total Assets	<u>\$3,485</u>	<u>\$8,094</u>	<u>(\$8,351)</u>	<u>\$3,228</u>
Liabilities:				
Intergovernmental Payables	\$3,485	\$8,094	(\$8,351)	\$3,228
Total Liabilities	<u>\$3,485</u>	<u>\$8,094</u>	<u>(\$8,351)</u>	<u>\$3,228</u>
<b>Tax Rebate 1.5% Fund</b>				
Assets:				
Cash and Cash Equivalents	\$314,356	\$852,786	(\$678,508)	\$488,634
Total Assets	<u>\$314,356</u>	<u>\$852,786</u>	<u>(\$678,508)</u>	<u>\$488,634</u>
Liabilities:				
Due to Others	\$314,356	\$852,786	(\$678,508)	\$488,634
Total Liabilities	<u>\$314,356</u>	<u>\$852,786</u>	<u>(\$678,508)</u>	<u>\$488,634</u>
<b>Totals - All Agency Funds</b>				
Assets:				
Cash and Cash Equivalents	\$410,772	\$1,349,028	(\$1,196,050)	\$563,750
Total Assets	<u>\$410,772</u>	<u>\$1,349,028</u>	<u>(\$1,196,050)</u>	<u>\$563,750</u>
Liabilities:				
Intergovernmental Payables	\$3,485	\$8,094	(\$8,351)	\$3,228
Due to Others	407,287	1,340,934	(1,187,699)	560,522
Total Liabilities	<u>\$410,772</u>	<u>\$1,349,028</u>	<u>(\$1,196,050)</u>	<u>\$563,750</u>



## *STATISTICAL SECTION*

---

---



## ***STATISTICAL TABLES***

---

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

### ***Contents***

---

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

## *City of Sharonville*

*Net Position by Component  
Last Ten Years  
(accrual basis of accounting)*

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<b>Governmental Activities:</b>				
Net Investment in Capital Assets	\$13,967,107	\$15,362,490	\$15,216,606	\$17,610,943
Restricted	7,088,138	5,583,479	9,135,665	8,172,552
Unrestricted	3,773,963	4,963,610	3,445,315	2,828,030
Total Governmental Activities Net Position	<u>\$24,829,208</u>	<u>\$25,909,579</u>	<u>\$27,797,586</u>	<u>\$28,611,525</u>
<b>Business-type Activities:</b>				
Net Investment in Capital Assets	\$2,394,091	\$3,415,488	\$3,769,217	\$4,993,028
Unrestricted	1,145,530	1,140,989	1,182,393	1,399,669
Total Business-type Activities Net Position	<u>\$3,539,621</u>	<u>\$4,556,477</u>	<u>\$4,951,610</u>	<u>\$6,392,697</u>
<b>Primary Government:</b>				
Net Investment in Capital Assets	\$16,361,198	\$18,777,978	\$18,985,823	\$22,603,971
Restricted	7,088,138	5,583,479	9,135,665	8,172,552
Unrestricted	4,919,493	6,104,599	4,627,708	4,227,699
Total Primary Government Net Position	<u>\$28,368,829</u>	<u>\$30,466,056</u>	<u>\$32,749,196</u>	<u>\$35,004,222</u>

Source: City Finance Office

*City of Sharonville*

---

2010	2011	2012	2013	2014	2015
\$19,512,004	\$20,570,792	\$23,538,956	\$34,248,573	\$37,768,260	\$40,026,910
10,520,510	10,797,191	11,720,978	6,858,105	5,833,900	8,827,003
4,002,970	6,124,529	5,986,344	7,032,960	(11,203,790)	(9,921,705)
<u>\$34,035,484</u>	<u>\$37,492,512</u>	<u>\$41,246,278</u>	<u>\$48,139,638</u>	<u>\$32,398,370</u>	<u>\$38,932,208</u>
\$5,420,257	\$9,817,339	\$2,132,289	\$4,047,435	\$4,838,436	\$4,417,067
1,539,058	(2,539,416)	3,984,237	2,215,847	1,305,642	2,087,174
<u>\$6,959,315</u>	<u>\$7,277,923</u>	<u>\$6,116,526</u>	<u>\$6,263,282</u>	<u>\$6,144,078</u>	<u>\$6,504,241</u>
\$24,932,261	\$30,388,131	\$25,671,245	\$38,296,008	\$42,606,696	\$44,443,977
10,520,510	10,797,191	11,720,978	6,858,105	5,833,900	8,827,003
5,542,028	3,585,113	9,970,581	9,248,807	(9,898,148)	(7,834,531)
<u>\$40,994,799</u>	<u>\$44,770,435</u>	<u>\$47,362,804</u>	<u>\$54,402,920</u>	<u>\$38,542,448</u>	<u>\$45,436,449</u>

## City of Sharonville

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

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

*City of Sharonville*

2010	2011	2012	2013	2014	2015
\$12,016,995	\$12,287,143	\$12,311,523	\$12,866,090	\$13,331,572	\$13,547,078
445,232	374,700	372,910	391,627	363,600	127,317
3,176,146	3,087,936	3,141,715	3,235,379	3,203,395	3,055,940
544,214	586,111	490,488	453,644	504,322	521,513
466,805	527,483	511,018	518,709	611,860	532,248
2,509,460	2,721,535	2,847,491	2,630,047	3,455,866	2,989,107
3,538,547	4,033,393	3,401,228	4,351,283	4,299,338	4,249,319
657,907	536,851	248,444	364,632	354,957	312,927
<u>23,355,306</u>	<u>24,155,152</u>	<u>23,324,817</u>	<u>24,811,411</u>	<u>26,124,910</u>	<u>25,335,449</u>
2,817,156	3,480,293	4,306,004	4,376,503	4,349,039	4,351,164
310,768	317,767	219,144	244,868	224,506	274,671
<u>3,127,924</u>	<u>3,798,060</u>	<u>4,525,148</u>	<u>4,621,371</u>	<u>4,573,545</u>	<u>4,625,835</u>
<u>\$26,483,230</u>	<u>\$27,953,212</u>	<u>\$27,849,965</u>	<u>\$29,432,782</u>	<u>\$30,698,455</u>	<u>\$29,961,284</u>
\$1,081,070	\$950,816	\$910,580	\$1,044,925	\$919,592	\$1,163,344
84,412	87,806	91,685	87,679	93,602	205
351,563	318,241	355,784	351,727	327,732	325,317
204,974	242,856	249,090	169,417	370,082	334,187
3,125	6,032	8,375	25,758	28,640	25,889
0	0	0	0	0	0
2,277,689	2,627,355	2,127,023	2,010,617	2,036,397	2,262,061
<u>2,959,518</u>	<u>209,596</u>	<u>577,073</u>	<u>2,511,272</u>	<u>189,339</u>	<u>2,112,686</u>
<u>6,962,351</u>	<u>4,442,702</u>	<u>4,319,610</u>	<u>6,201,395</u>	<u>3,965,384</u>	<u>6,223,689</u>

(continued)

## City of Sharonville

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

	2006	2007	2008	2009
Business-type Activities:				
Charges for Services				
Convention Center	951,945	1,084,056	1,021,770	888,091
Senior Citizen Housing	216,804	223,811	235,671	253,653
Operating Grants and Contributions	925,706	1,526,405	1,178,616	3,427,312
<i>Total Business-type Activities</i>				
<i>Program Revenues</i>	2,094,455	2,834,272	2,436,057	4,569,056
<i>Total Primary Government</i>				
<i>Program Revenues</i>	5,508,363	6,470,076	6,876,005	7,954,292
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(19,637,293)	(21,557,705)	(20,967,640)	(19,963,730)
Business-type Activities	386,140	1,011,444	395,133	2,333,537
<i>Total Primary Government</i>				
<i>Net (Expense)/Revenue</i>	<u>(\$19,251,153)</u>	<u>(\$20,546,261)</u>	<u>(\$20,572,507)</u>	<u>(\$17,630,193)</u>
<b>General Revenues and</b>				
<b>Other Changes in Net Position</b>				
Governmental Activities:				
Income Taxes	\$19,077,969	\$20,141,422	\$19,591,472	\$17,656,370
Other Local Taxes	0	0	0	0
Property Taxes	0	0	699,857	736,368
Grants and Entitlements not				
Restricted to Specific Programs	1,028,370	1,478,133	1,683,303	965,973
Investment Earnings	784,306	727,051	418,611	159,497
Miscellaneous	352,589	291,470	462,404	367,011
Transfers	0	0	0	892,450
<i>Total Governmental Activities</i>	<u>21,243,234</u>	<u>22,638,076</u>	<u>22,855,647</u>	<u>20,777,669</u>
Business-type Activities:				
Investment Earnings	0	5,412	0	0
Transfers	0	0	0	(892,450)
<i>Total Business-type Activities</i>	<u>0</u>	<u>5,412</u>	<u>0</u>	<u>(892,450)</u>
<i>Total Primary Government</i>	<u>\$21,243,234</u>	<u>\$22,643,488</u>	<u>\$22,855,647</u>	<u>\$19,885,219</u>
<b>Change in Net Position</b>				
Governmental Activities	\$1,605,941	\$1,080,371	\$1,888,007	\$813,939
Business-type Activities	386,140	1,016,856	395,133	1,441,087
<i>Total Primary Government</i>				
<i>Change in Net Position</i>	<u>\$1,992,081</u>	<u>\$2,097,227</u>	<u>\$2,283,140</u>	<u>\$2,255,026</u>

Source: City Finance Office

*City of Sharonville*

2010	2011	2012	2013	2014	2015
1,060,764	869,989	1,201,706	1,613,198	1,643,178	1,798,019
253,705	264,277	287,648	283,775	298,235	304,892
<u>2,380,073</u>	<u>2,982,402</u>	<u>3,103,120</u>	<u>2,871,154</u>	<u>3,146,799</u>	<u>2,883,087</u>
<u>3,694,542</u>	<u>4,116,668</u>	<u>4,592,474</u>	<u>4,768,127</u>	<u>5,088,212</u>	<u>4,985,998</u>
<u>10,656,893</u>	<u>8,559,370</u>	<u>8,912,084</u>	<u>10,969,522</u>	<u>9,053,596</u>	<u>11,209,687</u>
(16,392,955)	(19,712,450)	(19,005,207)	(18,610,016)	(22,159,526)	(19,111,760)
<u>566,618</u>	<u>318,608</u>	<u>67,326</u>	<u>146,756</u>	<u>514,667</u>	<u>360,163</u>
<u>(\$15,826,337)</u>	<u>(\$19,393,842)</u>	<u>(\$18,937,881)</u>	<u>(\$18,463,260)</u>	<u>(\$21,644,859)</u>	<u>(\$18,751,597)</u>
\$18,411,406	\$19,970,964	\$20,413,196	\$22,211,407	\$22,289,746	\$23,841,272
0	89,592	115,628	189,934	197,499	206,227
800,688	788,376	0	547,938	490,620	648,277
1,810,874	1,326,156	887,933	1,917,434	1,139,430	337,929
21,198	15,512	309,911	85,082	155,836	154,296
772,748	978,878	459,307	551,581	1,080,772	457,597
0	0	0	0	0	0
<u>21,816,914</u>	<u>23,169,478</u>	<u>22,185,975</u>	<u>25,503,376</u>	<u>25,353,903</u>	<u>25,645,598</u>
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$21,816,914</u>	<u>\$23,169,478</u>	<u>\$22,185,975</u>	<u>\$25,503,376</u>	<u>\$25,353,903</u>	<u>\$25,645,598</u>
\$5,423,959	\$3,457,028	\$3,180,768	\$6,893,360	\$3,194,377	\$6,533,838
<u>566,618</u>	<u>318,608</u>	<u>67,326</u>	<u>146,756</u>	<u>514,667</u>	<u>360,163</u>
<u>\$5,990,577</u>	<u>\$3,775,636</u>	<u>\$3,248,094</u>	<u>\$7,040,116</u>	<u>\$3,709,044</u>	<u>\$6,894,001</u>

## *City of Sharonville*

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</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	133,670	99,020	169,259	210,733
Unreserved	<u>5,122,570</u>	<u>6,130,065</u>	<u>4,851,999</u>	<u>4,137,756</u>
<i>Total General Fund</i>	<u>5,256,240</u>	<u>6,229,085</u>	<u>5,021,258</u>	<u>4,348,489</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	4,262,764	1,642,931	2,179,525	2,626,872
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	3,536,093	3,162,766	3,207,347	3,080,558
Capital Projects Funds	<u>(2,427,215)</u>	<u>(3,336,410)</u>	<u>(1,932,395)</u>	<u>(2,132,286)</u>
<i>Total All Other Governmental Funds</i>	<u>5,371,642</u>	<u>1,469,287</u>	<u>3,454,477</u>	<u>3,575,144</u>
<i>Total Governmental Funds</i>	<u><u>\$10,627,882</u></u>	<u><u>\$7,698,372</u></u>	<u><u>\$8,475,735</u></u>	<u><u>\$7,923,633</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*

2010	2011	2012	2013	2014	2015
\$0	\$44,636	\$43,071	\$35,267	\$51,398	\$50,618
0	90,050	160,085	171,476	72,426	402,833
0	286,206	405,917	491,033	267,365	741,664
0	6,569,528	6,782,041	7,629,295	9,472,808	9,538,592
267,522	0	0	0	0	0
5,197,710	0	0	0	0	0
<u>5,465,232</u>	<u>6,990,420</u>	<u>7,391,114</u>	<u>8,327,071</u>	<u>9,863,997</u>	<u>10,733,707</u>
0	146,170	128,360	126,496	296,732	335,509
0	5,184,934	5,696,440	5,618,202	5,772,932	7,717,489
0	220,130	1,093,355	1,111,908	518,140	1,804,497
0	(1,730,479)	(1,764,639)	(2,105,941)	(3,164,619)	(2,894,642)
1,779,935	0	0	0	0	0
3,368,477	0	0	0	0	0
(1,627,149)	0	0	0	0	0
<u>3,521,263</u>	<u>3,820,755</u>	<u>5,153,516</u>	<u>4,750,665</u>	<u>3,423,185</u>	<u>6,962,853</u>
<u>\$8,986,495</u>	<u>\$10,811,175</u>	<u>\$12,544,630</u>	<u>\$13,077,736</u>	<u>\$13,287,182</u>	<u>\$17,696,560</u>

## *City of Sharonville*

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

	2006	2007	2008	2009
<b>Revenues:</b>				
Taxes	\$19,139,977	\$20,290,549	\$19,912,399	\$18,241,043
Intergovernmental Revenues	2,760,328	3,261,644	4,470,345	2,807,875
Charges for Services	778,376	867,879	933,899	959,323
Licenses and Permits	523,917	476,617	523,759	467,005
Investment Earnings	755,679	708,184	425,854	44,140
Special Assessments	89,553	130,725	137,004	13,847
Fines and Forfeitures	432,898	417,104	348,046	370,313
All Other Revenue	128,873	81,330	348,964	521,468
<b>Total Revenue</b>	<u>24,609,601</u>	<u>26,234,032</u>	<u>27,100,270</u>	<u>23,425,014</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	11,261,727	12,148,459	11,958,679	11,249,572
Public Health and Welfare Services	379,359	347,062	419,725	345,561
Leisure Time Activities	2,840,788	2,809,181	2,900,484	2,824,218
Community Environment	498,434	497,291	466,570	557,096
Basic Utility Services	507,998	541,779	555,320	560,329
Transportation	1,564,074	1,972,165	1,739,059	1,578,400
General Government	3,562,483	3,410,862	3,732,419	3,423,205
Capital Outlay	6,342,629	5,456,038	3,010,260	2,472,773
Debt Service:				
Principal Retirement	1,160,000	1,175,000	1,210,000	1,335,000
Interest and Fiscal Charges	847,603	810,970	821,227	653,034
Advance Refunding to Escrow	0	0	0	0
<b>Total Expenditures</b>	<u>28,965,095</u>	<u>29,168,807</u>	<u>26,813,743</u>	<u>24,999,188</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,355,494)	(2,934,775)	286,527	(1,574,174)

*City of Sharonville*

2010	2011	2012	2013	2014	2015
\$19,058,599	\$20,441,385	\$21,073,012	\$22,643,497	\$23,268,446	\$24,531,434
4,481,399	3,919,570	3,459,320	4,043,194	3,512,276	4,552,180
867,218	846,721	841,214	830,509	912,351	925,983
483,849	525,503	533,099	474,164	658,217	546,038
21,198	15,512	18,599	85,082	155,836	154,296
200,419	236,426	298,704	296,203	297,894	304,279
425,628	427,874	446,816	385,746	366,993	437,446
579,722	770,398	310,193	387,599	672,156	264,374
<u>26,118,032</u>	<u>27,183,389</u>	<u>26,980,957</u>	<u>29,145,994</u>	<u>29,844,169</u>	<u>31,716,030</u>
11,522,061	11,643,831	11,723,745	12,030,985	12,241,157	12,386,571
445,765	374,322	369,086	387,357	368,868	131,092
2,664,712	2,481,596	2,587,134	2,625,215	2,597,876	2,486,569
543,526	584,908	482,632	467,141	499,794	513,219
466,805	527,483	511,018	518,709	611,860	532,248
1,785,519	2,113,934	2,265,281	1,786,230	2,166,899	1,793,813
3,252,463	3,400,002	3,193,038	4,021,247	4,079,195	3,896,980
3,921,251	2,286,976	2,285,638	4,996,877	5,506,072	3,925,065
1,325,000	1,783,777	1,426,471	1,411,529	1,375,000	1,425,000
643,042	538,968	476,693	368,322	355,268	313,515
0	0	854,584	0	0	0
<u>26,570,144</u>	<u>25,735,797</u>	<u>26,175,320</u>	<u>28,613,612</u>	<u>29,801,989</u>	<u>27,404,072</u>
(452,112)	1,447,592	805,637	532,382	42,180	4,311,958

(Continued)

## *City of Sharonville*

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

	2006	2007	2008	2009
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	22,246	11,705	19,638	15,161
Issuance of Capital Leases	69,065	0	499,000	0
General Obligation Refunding Bonds Issued	0	0	0	3,460,000
OPWC Loan Initiated	0	0	0	0
Special Assessment Bonds Issued	0	0	0	0
Premiums on Debt Issuances	27,233	18,867	0	115,357
Payment to Refunded Bond Escrow Agent	0	0	0	(3,491,022)
Transfers In	3,423,736	4,506,118	4,966,559	3,356,021
Transfers Out	(3,423,736)	(4,506,118)	(4,966,559)	(2,463,571)
<b>Total Other Financing Sources (Uses)</b>	<u>118,544</u>	<u>30,572</u>	<u>518,638</u>	<u>991,946</u>
<b>Net Change in Fund Balance</b>	<u>(\$4,236,950)</u>	<u>(\$2,904,203)</u>	<u>\$805,165</u>	<u>(\$582,228)</u>
 <b>Debt Service as a Percentage of Noncapital Expenditures</b>	 5.18%	 4.79%	 4.89%	 5.83%

Source: City Finance Office

*City of Sharonville*

---

2010	2011	2012	2013	2014	2015
0	285,304	21,791	17,293	18	0
203,289	0	108,000	0	0	0
0	0	3,935,000	0	0	0
0	0	0	0	0	58,065
1,400,000	0	0	0	0	0
0	0	291,312	0	0	0
0	0	(4,144,334)	0	0	0
1,957,663	2,999,168	5,104,206	4,274,825	3,900,372	4,955,949
(1,957,663)	(2,999,168)	(5,104,206)	(4,274,825)	(3,900,372)	(4,955,949)
<u>1,603,289</u>	<u>285,304</u>	<u>211,769</u>	<u>17,293</u>	<u>18</u>	<u>58,065</u>
<u>\$1,151,177</u>	<u>\$1,732,896</u>	<u>\$1,017,406</u>	<u>\$549,675</u>	<u>\$42,198</u>	<u>\$4,370,023</u>
5.82%	7.40%	11.73%	8.23%	6.90%	7.24%

## *City of Sharonville*

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

<b>Tax year</b>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$589,376	\$593,596	\$607,689	\$595,058
Total Tax Collected	\$19,937,204	\$20,971,260	\$20,594,952	\$18,677,400
Income Tax Receipts				
Withholding	15,681,150	17,064,053	16,611,460	15,354,257
Percentage	78.65%	81.37%	80.65%	82.21%
Corporate	2,772,855	2,502,457	2,581,828	1,990,915
Percentage	13.91%	11.93%	12.54%	10.66%
Individuals	1,394,448	1,353,362	1,340,718	1,250,076
Percentage	6.99%	6.45%	6.51%	6.69%
Penalty and Interest	88,751	51,388	60,946	82,152
Percentage	0.45%	0.25%	0.30%	0.44%

Source: City Income Tax Department

*City of Sharonville*

---

2010	2011	2012	2013	2014	2015
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$595,528	\$621,753	\$635,706	\$681,187	\$668,630	\$694,665
\$19,027,828	\$20,365,647	\$21,541,108	\$22,597,127	\$23,124,833	\$23,971,156
15,235,792	16,494,415	17,292,457	17,761,741	18,529,411	18,996,322
80.06%	80.99%	80.28%	78.60%	80.12%	79.24%
2,389,008	2,431,248	2,764,329	3,311,307	3,162,648	3,321,539
12.56%	11.94%	12.83%	14.65%	13.68%	13.86%
1,275,819	1,326,586	1,345,664	1,445,247	1,336,170	1,512,284
6.71%	6.51%	6.25%	6.40%	5.78%	6.31%
127,209	113,398	138,658	78,832	96,604	141,011
0.67%	0.56%	0.64%	0.35%	0.42%	0.59%



## *City of Sharonville*

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

#### Calendar Year 2015

<u>Income Tax Filers</u>	<u>Number of Filers</u>	<u>Percent of Total</u>	<u>Taxable Income</u>	<u>Percent of Income</u>	<u>Income Tax Collections</u>	<u>Percent of Income</u>
Top Ten	10	0.07%	\$451,344,596	28.24%	\$6,770,169	28.24%
All Others	13,676	99.93%	1,146,732,473	71.76%	17,200,987	71.76%
Total	<u>13,686</u>	<u>100.00%</u>	<u>\$1,598,077,069</u>	<u>100.00%</u>	<u>\$23,971,156</u>	<u>100.00%</u>

#### Calendar Year 2006

<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%	\$376,546,333	28.33%	\$5,648,195	28.33%
All Others	10,891	99.91%	952,600,521	71.67%	14,289,008	71.67%
Total	<u>10,901</u>	<u>100.00%</u>	<u>\$1,329,146,854</u>	<u>100.00%</u>	<u>\$19,937,203</u>	<u>100.00%</u>

Source: City Income Tax Department

## *City of Sharonville*

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

	2006	2007	2008	2009
<b>Governmental Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$15,322,553	\$14,174,214	\$12,995,875	\$11,755,186
Special Assessment Bonds Payable	235,000	180,000	120,000	60,000
Ohio Public Works Commission Loan (OPWC)	0	0	0	0
Capital Leases	69,065	53,077	535,265	423,436
<b>Business-type Activities</b> <sup>(1)</sup>				
General Obligation Bonds Payable	\$5,847,395	\$5,321,089	\$4,784,783	\$4,233,477
Revenue Bonds Payable	0	0	0	0
Total Primary Government	<u>\$21,474,013</u>	<u>\$19,728,380</u>	<u>\$18,435,923</u>	<u>\$16,472,099</u>
<b>Population</b> <sup>(2)</sup>				
City of Sharonville	13,926	13,926	13,926	13,926
Outstanding Debt Per Capita	\$1,542	\$1,417	\$1,324	\$1,183
<b>Income</b> <sup>(3)</sup>				
Personal (in thousands)	589,376	593,596	607,689	595,058
Percentage of Personal Income	3.64%	3.32%	3.03%	2.77%

**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*

---

2010	2011	2012	2013	2014	2015
\$10,464,827	\$9,224,233	\$6,876,852	\$5,590,329	\$4,263,806	\$2,887,283
1,400,000	1,400,000	1,345,000	1,290,000	1,230,000	1,170,000
0	0	0	0	0	58,065
488,777	0	81,529	0	0	0
\$3,667,171	\$3,205,537	\$2,556,812	\$1,878,087	\$660,000	\$450,000
27,715,558	27,728,083	27,740,608	27,753,133	27,765,658	27,778,183
<u>\$43,736,333</u>	<u>\$41,557,853</u>	<u>\$38,600,801</u>	<u>\$36,511,549</u>	<u>\$33,919,464</u>	<u>\$32,343,531</u>
13,560	13,560	13,560	13,560	13,560	13,560
\$3,225	\$3,065	\$2,847	\$2,693	\$2,501	\$2,385
595,528	621,753	635,706	681,187	668,630	694,665
7.34%	6.68%	6.07%	5.36%	5.07%	4.66%

## *City of Sharonville*

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

Year	2006	2007	2008	2009
<b>Population</b> <sup>(1)</sup>	13,926	13,926	13,926	13,926
<b>Personal Income</b> <sup>(2)</sup>	\$589,376	\$593,596	\$607,689	\$595,058
<b>General Bonded Debt</b> <sup>(3)</sup>				
General Obligation Bonds	\$21,169,948	\$19,495,303	\$17,780,658	\$15,988,663
<b>Resources Available to Pay Principal</b> <sup>(4)</sup>	\$1,300	\$21,747	\$324,400	\$467,770
<b>Net General Bonded Debt</b>	\$21,168,648	\$19,473,556	\$17,456,258	\$15,520,893
<b>Ratio of Net Bonded Debt to Estimated Personal Income</b>	3.59%	3.28%	2.87%	2.61%
<b>Net Bonded Debt per Capita</b>	\$1,520.08	\$1,398.36	\$1,253.50	\$1,114.53

**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*

---

---

2010	2011	2012	2013	2014	2015
13,560	13,560	13,560	13,560	13,560	13,560
\$595,528	\$621,753	\$635,706	\$681,187	\$668,630	\$694,665
\$14,131,998	\$12,429,770	\$9,433,664	\$7,468,416	\$4,923,806	\$3,337,283
\$425,719	\$188,240	\$188,240	\$650	\$0	\$380,625
\$13,706,279	\$12,241,530	\$9,245,424	\$7,467,766	\$4,923,806	\$2,956,658
2.30%	1.97%	1.45%	1.10%	0.74%	0.43%
\$1,010.79	\$902.77	\$681.82	\$550.72	\$363.11	\$218.04



## *City of Sharonville*

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2015*

<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	\$4,057,283	100.00%	\$4,057,283
<b>Overlapping:</b>			
Princeton City School District	176,396,709	33.02%	58,246,193
Sycamore City School District	45,750,000	0.01%	4,575
Great Oaks Joint Vocational School District	10,905,000	2.62%	285,711
Hamilton County	83,772,000	2.41%	2,018,905
Butler County	54,203,750	0.61%	330,643
		Subtotal	<u>60,886,027</u>
		Total	<u><u>\$64,943,310</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>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<b>Total Debt</b>				
Net Assessed Valuation	\$510,813,800	\$495,320,220	\$476,015,410	\$478,329,590
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	53,635,449	52,008,623	49,981,618	50,224,607
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>\$53,635,449</u></u>	<u><u>\$52,008,623</u></u>	<u><u>\$49,981,618</u></u>	<u><u>\$50,224,607</u></u>
<b>Unvoted Debt</b>				
Net Assessed Valuation	\$510,813,800	\$495,320,220	\$476,015,410	\$478,329,590
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	28,094,759	27,242,612	26,180,848	26,308,127
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>\$28,094,759</u></u>	<u><u>\$27,242,612</u></u>	<u><u>\$26,180,848</u></u>	<u><u>\$26,308,127</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*

2010	2011	2012	2013	2014	2015
\$478,384,600	\$449,119,680	\$447,683,050	\$444,119,190	\$438,387,390	\$442,092,870
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
50,230,383	47,157,566	47,006,720	46,632,515	46,030,676	46,419,751
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$50,230,383</u>	<u>\$47,157,566</u>	<u>\$47,006,720</u>	<u>\$46,632,515</u>	<u>\$46,030,676</u>	<u>\$46,419,751</u>
\$478,384,600	\$449,119,680	\$447,683,050	\$444,119,190	\$438,387,390	\$442,092,870
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
26,311,153	24,701,582	24,622,568	24,426,555	24,111,306	24,315,108
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$26,311,153</u>	<u>\$24,701,582</u>	<u>\$24,622,568</u>	<u>\$24,426,555</u>	<u>\$24,111,306</u>	<u>\$24,315,108</u>

**City of Sharonville**

*Pledged Revenue Coverage  
Last Ten Years*

	2006	2007	2008	2009	2010
<b>Special Assessment Bonds</b> (1) (2)					
Special Assessment Collections	\$89,553	\$130,725	\$137,004	\$13,847	\$200,419
Debt Service					
Principal	65,000	55,000	60,000	60,000	60,000
Interest	21,120	14,705	12,645	8,430	4,215
Coverage	1.04	1.88	1.89	0.20	3.12

(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*

---

---

2011	2012	2013	2014	2015
\$236,426	\$298,704	\$296,203	\$297,894	\$304,279
0	55,000	55,000	60,000	60,000
50,425	50,425	49,490	48,555	47,535
4.69	2.83	2.83	2.74	2.83

# City of Sharonville

## Demographic and Economic Statistics Last Ten Years

Calendar Year	2006	2007	2008	2009
<b>Population</b> (1)				
City of Sharonville	13,926	13,926	13,926	13,926
Hamilton County	806,652	806,652	806,652	806,652
<b>Income</b> (2) (a)				
Total Personal (in thousands)	589,376	593,596	607,689	595,058
Per Capita	42,322	42,625	43,637	42,730
<b>Unemployment Rate</b> (3)				
Federal	5.0%	4.6%	5.8%	9.3%
State	5.9%	5.6%	6.6%	10.2%
Hamilton County	5.0%	5.0%	5.6%	8.9%
<b>Civilian Work Force Estimates</b> (3)				
State	5,934,000	5,976,500	5,986,400	5,986,400
Hamilton County	423,500	431,200	432,400	432,400

### 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*

---

2010	2011	2012	2013	2014	2015
13,560	13,560	13,560	13,560	13,560	13,560
802,374	802,374	802,374	802,374	802,374	802,374
595,528	621,753	635,706	681,187	668,630	694,665
43,918	45,852	46,881	50,235	49,309	51,229
9.4%	8.9%	8.1%	7.4%	6.2%	5.3%
9.6%	8.6%	7.2%	7.4%	5.7%	4.9%
8.5%	8.6%	7.0%	7.1%	5.3%	4.5%
5,906,000	5,806,000	5,474,900	5,765,700	5,719,500	5,700,300
434,700	406,900	400,000	403,300	404,100	402,700



## *City of Sharonville*

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

Employer	Nature of Business	2015	
		Rank	Number of Employees
Ford Motor Company	Auto Parts Manufacturing	1	N/A
TSS Aviation	Manufacturing	2	N/A
United Parcel Service	Bulk Mail Processing	3	N/A
US Postal Service	Bulk Mail Processing	4	N/A
Princeton School District	Public Education	5	N/A
Xtek Inc	Steel Fabrication	6	N/A
Beacon Ortho & Sports Medicine	Health Care	7	N/A
General Mills	Cereal Manufacturing	8	N/A
Hobsons Inc.	Publishing & Technology	9	N/A
WCM Holdings Inc.	Distribution	10	N/A
Total			N/A

Employer	Nature of Business	2006	
		Rank	Number of Employees
Ford Motor Company	Auto Parts Manufacturing	1	N/A
US Postal Service	Bulk Mail Processing	2	N/A
Princeton City School District	Public Education	3	N/A
United Parcel Service	Bulk Mail Processing	4	N/A
Xtek Inc	Steel Fabrication	5	N/A
Johnson Diversey	Health and Beauty Products	6	N/A
Great Oaks JVSD	Public Education	7	N/A
City of Sharonville	Municipal Government	8	N/A
Champion Window	Manufacturing	9	N/A
Federated Corporate Services	Retail Management	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*

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

**Method:** 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee.  
An hour limit of 900 was used to differentiate between part time and seasonal.

Source: City Finance Office

*City of Sharonville*

---

---

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
11.00	12.00	12.00	12.00	11.50
2.00	2.00	2.00	2.00	2.00
6.00	6.00	6.00	6.00	6.00
5.00	6.00	6.00	6.00	5.50
43.00	46.00	46.00	46.00	48.00
48.00	55.50	56.50	56.50	50.50
13.00	12.00	12.00	12.00	12.00
45.00	40.00	40.00	40.00	39.00
7.00	9.00	9.00	9.00	9.00
5.00	5.00	5.00	4.00	0.50
8.00	7.00	5.00	5.00	5.00
1.00	1.00	1.00	1.00	1.00
12.00	12.00	14.50	14.50	14.50
<u>206.00</u>	<u>213.50</u>	<u>215.00</u>	<u>214.00</u>	<u>204.50</u>

## *City of Sharonville*

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

	2006	2007	2008	2009	2010
<b>Governmental Activities</b>					
General Government					
Court					
Number of Traffic Cases	3,179	3,145	3,076	3,441	4,016
Number of Open Cases	184	138	71	180	136
Licenses and Permits					
Number of Building Permits	573	662	526	497	640
Number of Building Inspections	1,281	1,433	1,309	1,199	1,669
Security of Persons and Property					
Police					
Number of Citations Issued	3,493	3,761	2,725	3,446	3,891
Number of Arrests	1,398	1,188	991	914	906
Number of Accidents	1,074	1,076	1,124	979	812
Fire					
Number of Fire Calls	781	992	1,163	1,109	1,228
Number of EMS Runs	2,045	2,113	2,337	2,085	2,061
Number of Inspections	1,093	1,172	1,131	1,087	1,042
Transportation					
Street					
Number of Streets Resurfaced	3	7	6	3	3
Number of Potholes Repaired	180	185	170	185	250
Leisure Time Activities					
Recreation					
Number of Programs Offered	150	150	150	120	120
Number of Pool Passes Issued	1,497	1,776	1,895	1,816	1,973

Source: City Finance Office

*City of Sharonville*

---

---

2011	2012	2013	2014	2015
4,552	3,709	3,296	2,800	2,948
135	136	128	85	73
630	613	492	500	572
1,587	1,690	1,323	923	1,693
3,775	3,505	3,565	2,860	4,629
940	876	1,025	1,102	778
845	810	852	957	1,461
1,340	1,422	1,471	1,676	1,340
2,242	2,557	2,139	2,264	2,282
1,085	1,016	1,012	1,195	1,055
12	6	10	2	5
200	300	300	275	225
120	150	175	200	225
1,952	3,565	3,434	3,295	3,160

## *City of Sharonville*

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

	2006	2007	2008	2009	2010
<b>Governmental Activities</b>					
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	24	24	24	24
Fire					
Stations	3	3	3	3	3
Vehicles	18	18	18	19	19
Transportation					
Street					
Streets (lane miles)	134	135	135	135	136
Street Lights	934	935	935	935	935
Vehicles	16	18	17	17	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*

---

---

2011	2012	2013	2014	2015
6,848	6,848	6,848	6,848	6,848
1	1	1	1	1
1	1	1	1	1
23	23	23	23	23
3	3	3	3	3
20	17	17	18	18
135	135	135	135	135
936	936	936	936	936
17	17	17	17	17
35	46	46	46	46
2	2	2	2	2
4	4	4	4	4
4	4	4	4	4
2	2	2	2	2
5	5	5	5	5
14	14	14	14	14
11	13	13	13	13
3	3	3	3	3
1	1	1	1	1

