

CITY OF GRANDVIEW HEIGHTS

Franklin County, Ohio

Report Issued Pursuant to
Government Auditing Standards

For the year ended December 31, 2008





Mary Taylor, CPA
Auditor of State

Board Members
City of Grandview Heights
1016 Grandview Ave.
Grandview Heights, Ohio 43212

We have reviewed the Independent Auditor's Report of the City of Grandview Heights, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period January 1, 2008 through December 31, 2008. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Grandview Heights is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

July 23, 2009

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CITY OF GRANDVIEW HEIGHTS

TABLE OF CONTENTS

DECEMBER 31, 2008

	<u>Page</u>
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	1
Schedule of Findings	3

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Honorable Mayor and City Council
City of Grandview Heights
1016 Grandview Ave.
Grandview Heights, Ohio 43212

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Grandview Heights (the "City"), Franklin County, Ohio as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 22, 2009. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not to opine on the effectiveness of the City's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance its applicable accounting basis, such that there is more than a remote likelihood that the City's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

We consider the following deficiency described in the accompanying schedule of findings to be a significant deficiency in internal control over financial reporting: 2008-01.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the City's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also material weaknesses. We believe the significant deficiency described above is not a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to the City's management in a separate letter dated June 22, 2009.

The City's response to the finding identified in our audit is described in the accompanying Schedule of Findings. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended for the information and use of management and City Council and is not intended to be and should not be used by anyone other than these specified parties.

KENNEDY COTTRELL RICHARDS LLC

A handwritten signature in black ink that reads "Kennedy Cottrell Richards LLC". The signature is written in a cursive, flowing style.

June 22, 2009

**City of Grandview Heights
Franklin County, Ohio**

Schedule of Findings

December 31, 2008

2008-1 SIGNIFICANT DEFICIENCY: FINANCIAL STATEMENT PREPARATION

The compilation and presentation of materially correct financial statements and the related footnotes is the responsibility of management. It is important that management develop control procedures related to drafting financial statements and footnotes that enable management to prevent and detect potential misstatements in the financial statements and footnotes prior to audit. It is also important to note that independent auditors are not part of an entity's internal control structure and should not be relied upon by management to detect misstatements.

We noted a misstatement in the Fiduciary/Agency Fund where both assets and liabilities were overstated by \$37,621. We discussed the adjustment with management who subsequently corrected the misstatement.

We recommend the City implement control procedures related to financial reporting that enable management to identify, prevent, detect, and correct potential misstatements in the financial statements and footnotes prior to the start of the audit. Control procedures could include a separate review and analysis of the financial statements and related journal entries by someone knowledgeable of generally accepted accounting principles. In addition, the review should be documented to provide sufficient evidence the control procedure has been performed.

Views of Responsible Officials:

The misstatement identified during the audit occurred during the GAAP conversion process. The accounting firm contracted to perform the GAAP conversion and prepare the City's Comprehensive Annual Financial Report recorded inflated receivable and liability amounts in the Mayor's Court fund. The City agrees that the audit adjustment was necessary for accurate financial statement presentation.

The Finance Department will implement controls to provide assurance that the financial statements generated for presentation within the annual report are accurate and meet all applicable reporting standards. These controls will include review of the GAAP conversion work performed by the outside accounting firm.

City of Grandview Heights, Ohio



Comprehensive Annual Financial Report

For the Year Ended December 31, 2008

This photograph, taken in July 1941, shows Grandview's 1924 Seagrave fire engine at the rear of the municipal building. The firefighters shown are, left to right, Roy McCollister, Fred Musser, and Frank Turner. The "medium weight" fire truck and the station to house it were part of a 1923 bond issue that was proposed by Mayor Ryder after a financial dispute with the City of Columbus, who had discontinued fire service to Grandview and Marble Cliff. This photo shows the building after the new bay on the right (with the additional two dormers) was added in 1936.

The Seagrave Company made fire equipment in Columbus for shipment all over the world, and was owned from 1902 by Grandview resident Julius Stone. The firefighters were also deputized by Grandview Police Chief William Reed and served as police officers. One of the firefighters lived in the fire station. Recently this truck was fully restored and donated back to the City, and is used in parades and public events.

Photos and historical information provided courtesy of
Grandview Heights/Marble Cliff Historical Society

For more information and pictures visit: www.ghmchs.org

Acknowledgment:

The City of Grandview Heights expresses its grateful appreciation to Fire Chief Hank Kauffman for his 32 years of service to the city's Division of Fire, and serving as the Fire Chief since 1991.



The CITY of
GRANDVIEW HEIGHTS
OHIO

Comprehensive
Annual Financial Report

For the Year Ended December 31, 2008

Robert J. Dvoraczky, CPA
Director of Finance

Prepared by the Finance Department, City of Grandview Heights, Ohio



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GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2008

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

Letter of Transmittal	1-3
Certificate of Achievement for Excellence in Financial Reporting.....	4
Principal Officials	5
Organizational Chart.....	6
Boards and Commissions.....	7

II. FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT	8-9
MANAGEMENT’S DISCUSSION AND ANALYSIS	10-20
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Assets	21
Statement of Activities	22
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	23
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities.....	24
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	25
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds 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
Statement of Fiduciary Net Assets - Fiduciary Fund.....	28
Notes to the Basic Financial Statements.....	29-55
COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:	
Combining Statements and Individual Fund Schedules - Governmental Funds:	
Fund Descriptions - Governmental Funds.....	56-58
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) General Fund.....	59-60

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES (CONTINUED):

Combining Balance Sheet - Nonmajor Governmental Funds	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	62
Combining Balance Sheet - Nonmajor Special Revenue Funds	63-68
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	69-74
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Street Construction, Maintenance and Repair	75
State Highway Improvement	76
Board of Health	77
Police Pension	78
Fire Pension	79
Motor Vehicle Permissive Tax	80
Law Enforcement	81
DUI Education and Enforcement	82
Mayor's Court Computer	83
Community Events and Projects	84
Tax Abatement	85
NIBRS2	86
Juvenile Task Force	87
Domestic Violence	88
Fire EMS Grant	89
Senior Center Improvement	90
FEMA Grant	91
McKinley Field	92
Wyman Woods	93
Municipal Swimming Pool	94
Convention and Visitor's Bureau	95
Coronary Care	96
Youth DARE Trust	97
K-9 Trust	98
Youth Swim Trust	99
C. Ray Buck Sports Park	100
Greenspace Parkland Trust	101
Pierce Field Park Trust	102
Street Light Debt Service	103
Combining Balance Sheet - Nonmajor Capital Projects Funds	104
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds	105
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
General Improvement	106
Sewer Improvement	107
Fund Description - Agency Fund	108
Statement of Changes in Assets and Liabilities - Agency Fund	109

III. STATISTICAL SECTION

Table of Contents	110
Net Assets by Component - Last Five Years	111
Changes in Net Assets - Last Five Years	112
Fund Balances, Governmental Funds - Last Ten Years	113-114
Changes in Fund Balances, Governmental Funds - Last Ten Years	115-116
Assessed Valuation and Estimated True Values of Taxable Property - Last Ten Years	117
Property Tax Rates - Direct and Overlapping Governments - Last Ten Years	118
Top Principal Property Taxpayers - Current Year and Four Years Ago	119-120
Property Tax Levies and Collections - Last Ten Years	121
Income Tax Collections - Last Ten Years	122
Income Tax Collections - Current Year and Nine Years Ago	123
Ratios of Outstanding Debt by Type - Last Ten Years	124
Ratios of General Bonded Debt Outstanding - Last Ten Years	125
Computation of Direct and Overlapping General Obligation Bonded Debt as of December 31, 2008	126
Legal Debt Margin Information - Last Ten Years	127
Demographic and Economic Statistics - Last Ten Years	128
Principal Employers - Current Year and Nine Years Ago	129
Full-Time Equivalent City Government Employees By Function/Program - Last Ten Years	130-131
Construction Activity - Last Ten Years	132
Operating Indicators by Function/Program - Last Ten Years	133-134
Capital Asset Statistics by Function/Program - Last Ten Years	135-136



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GRANDVIEW HEIGHTS

INTRODUCTORY SECTION



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GRANDVIEW HEIGHTS

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The CITY of GRANDVIEW HEIGHTS

June 23, 2009

Honorable Mayor, Members of City Council
and Citizens of Grandview Heights, Ohio

We are pleased to issue the Comprehensive Annual Financial Report (CAFR) of the City of Grandview Heights, Ohio (City) for the year ended December 31, 2008. This report is prepared in conformity with Generally Accepted Accounting Principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). It is intended to provide all pertinent and necessary information that may be required by citizens and elected officials of Grandview Heights, investment banks and underwriters, and all other interested parties on the fiscal condition of the City.

City management assumes full responsibility for the completeness and reliability of the information contained in this report. To the best of our knowledge and belief, the financial and other data contained in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the City. The accounting system encompasses appropriations, encumbrances, expenditures, revenues, payroll and capital assets, and ensures the financial information generated is both accurate and reliable. The City prepares a balanced budget. All disclosures necessary to enable the citizens and other readers to gain an understanding of the City's financial activities are included in this report.

Internal Controls

City managers have established an internal control framework designed with a system of checks and balances to compile sufficient and reliable information for preparation of the City financial statements. Internal controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets. The concept of reasonable assurance is based on the assumption that the cost of controls should not outweigh their benefits.

Independent Audit

The City is required by State law to have an annual audit performed by either the Auditor of State's Office or by an independent auditing firm. The City has engaged the services of the independent CPA firm of Kennedy Cottrell Richards LLC., to audit the City's financial records. The independent auditor concluded that the City's financial statements for the year ended December 31, 2008 are presented fairly in conformity with Generally Accepted Accounting Principles. The independent auditor's report on the City's financial statements is included in the Financial Section of this report.

Management's Discussion and Analysis

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management Discussion and Analysis (MD&A). This letter of transmittal should be read in conjunction with the MD&A as they are designed to complement each other. The City's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

The City of Grandview Heights is located in central Ohio, adjacent to the City of Columbus. Incorporated in 1906, the City operates under a charter form of government, which was originally adopted on July 28, 1931. The voters adopted the current charter in March 2000. An elected Mayor and a seven-member City Council govern the City, each elected to four-year terms. The City covers an area of approximately 1.24 square miles, with a population estimated at 6,331 residents.

The City provides a full range of municipal services mandated by statute or charter, including police and fire protection, parks, recreation, street maintenance, planning, zoning and other general government services. Health services are contracted with, and provided by, the Franklin County Board of Health.

The Council is required to adopt a final budget no later than the close of the fiscal year. This annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund, function and department for all funds except for the agency fund.

Economic Condition and Outlook

The City's primary revenue source is a local income tax on residents and on Grandview Heights-based businesses and their employees working in the City. Residents voted in May 2005 to approve a temporary increase in the City's income tax rate from 2.0% to 2.5%. The 2.5% rate will remain in effect until January 2009 at which time it will be reduced to 2.25% for the subsequent two years. In January 2011 the income tax rate will revert back to its original 2.0%.

Despite the dampening national and State economy, Grandview Heights-based businesses generally did well and in fact some gains were made in the City's economy. Dynamix Engineering, Ltd. committed to renovate the third floor of the building at 855 Grandview Avenue, joining Loth Office Designs as the major tenants of the building. BrainStorm Media completed a very attractive renovation of a building at W. Goodale Boulevard and moved its operation from a much smaller building also located within the community.

In 2007, Nationwide Realty Investors, Ltd. (NRI) announced its intention to develop a large mixed use development project in the industrial area formerly occupied by Big Bear stores. The development, named Grandview Yard, is proposed to contain over two (2) million sq. ft. of commercial space as well as have approximately 800 residential units. The development proposal is very consistent with the City's planning efforts that expressed a preference for higher density mixed use development in a neighborhood setting. NRI estimates that it will invest over \$500 million in the development and create 5,000 jobs when completed.

In 2008, NRI began the project by demolishing buildings and clearing approximately thirty (30) acres of industrial land that will contain the first phase. It is still very likely that a first phase will be under construction in 2009.

Major Initiatives

- After intensive study and deliberation, the Grandview Heights City Council declared the 100 acre Grandview Commerce District to be a "blighted area". The blighted designation was made in accordance with State law and is intended to further the redevelopment efforts of the City and its private development partner NRI. In addition, the City also prepared a "workable plan" that addressed community development programs and housing. The Ohio Department of Development accepted the plan and designated the community as an "impacted city". This designation will also further the City's efforts to develop a residential component within Grandview Yard.
- Grandview Heights, along with other suburban municipalities, began a program to monitor storm water inflow and infiltration into its sanitary sewer lines. The City has five years to develop a plan to mitigate the occurrence. Fortunately, the City over the last fifteen years has already made great progress in lining and rehabilitating its sanitary sewer lines.

City of Grandview Heights, Ohio

- The 2008 Tour de Grandview Cycle Classic was again successful. The event was sponsored by Germain Lexus. The highlight of the event was a street party held on Grandview Avenue in conjunction with the Grandview Arts Hop.
- The Taste of Grandview Heights, held at McKinley Park, was again a very popular event attracting an estimated 1,500 people.

Awards

Certificate of Achievement for Excellence in Financial Reporting

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 Grandview Heights for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2007. This was the third year that the government has achieved this prestigious award. The Certificate of Achievement is the highest form of recognition for excellence in State and local government financial reporting. To earn the Certificate of Achievement, the City published an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conformed to program standards and satisfied both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current report continues to meet the Certificate of Achievement program's requirements and we are submitting it to GFOA to determine its eligibility for 2008.

Acknowledgments

The publication of this report demonstrates the professionalism of the City of Grandview Heights government as a whole. Preparation of this report was achieved through the cooperation of the Mayor, members of City Council, each department head and many of our other colleagues. We are grateful for their assistance. Finally, the preparation of this report would not have been possible without the dedicated efforts of the Finance Department staff.

Most importantly, we are grateful to the citizens of the City of Grandview Heights for the opportunity to serve them and provide valuable information on the financial operations of the City.

Respectfully submitted,



Director of Finance
Robert Dvoraczky

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Grandview Heights
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2007

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



A handwritten signature in black ink, appearing to read "M. L. Post".

President

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

Executive Director

**CITY OF GRANDVIEW HEIGHTS, OHIO
PRINCIPAL OFFICIALS
DECEMBER 31, 2008**

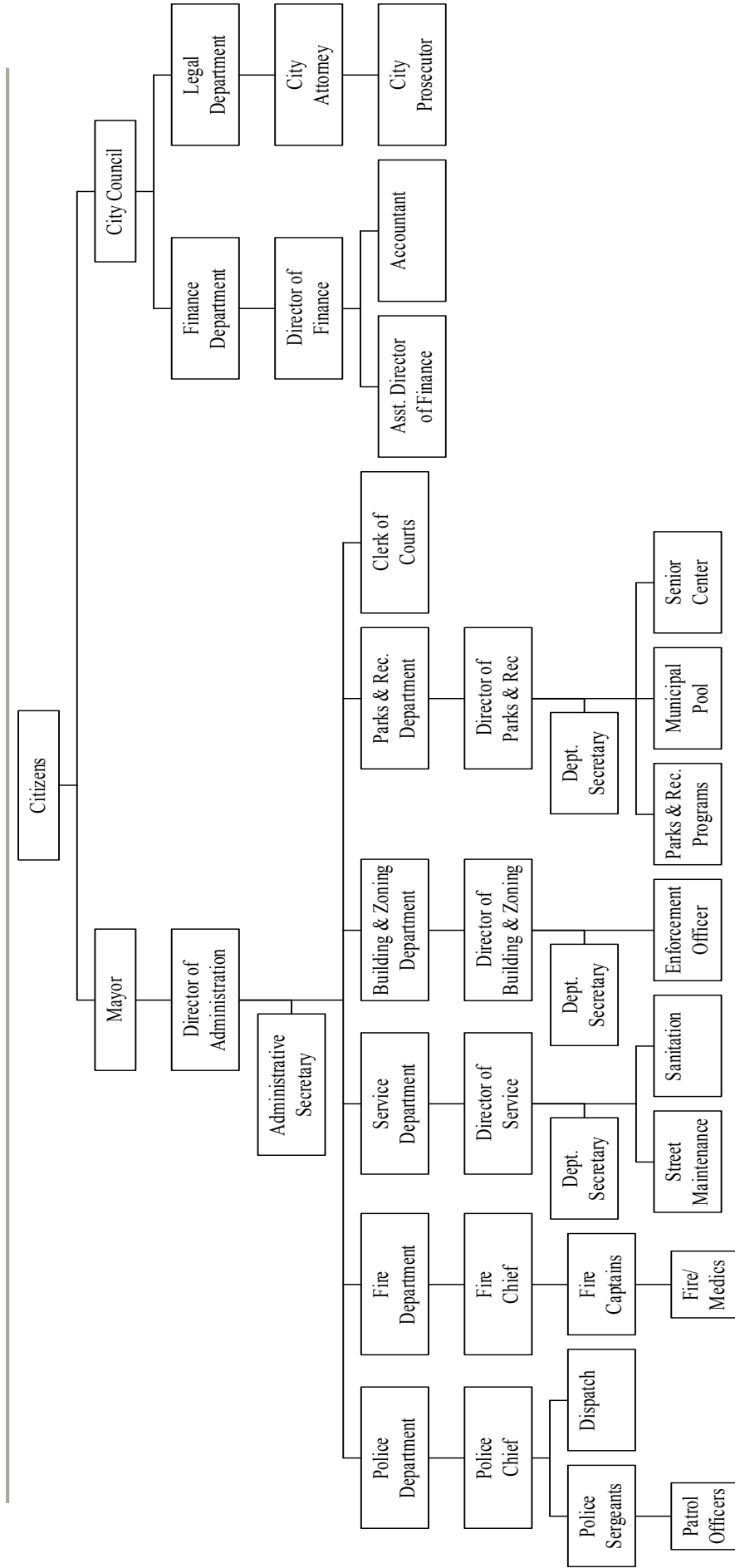
ELECTED OFFICIALS

Mayor	Ray E. DeGraw
President of Council	Steven R. Reynolds
Vice President of Council	Stephen W. Von Jasinski
Council Members	Steve Gladman
	Ed Hastie
	Susan Jagers
	P'Elizabeth Koelker
	Anthony Panzera

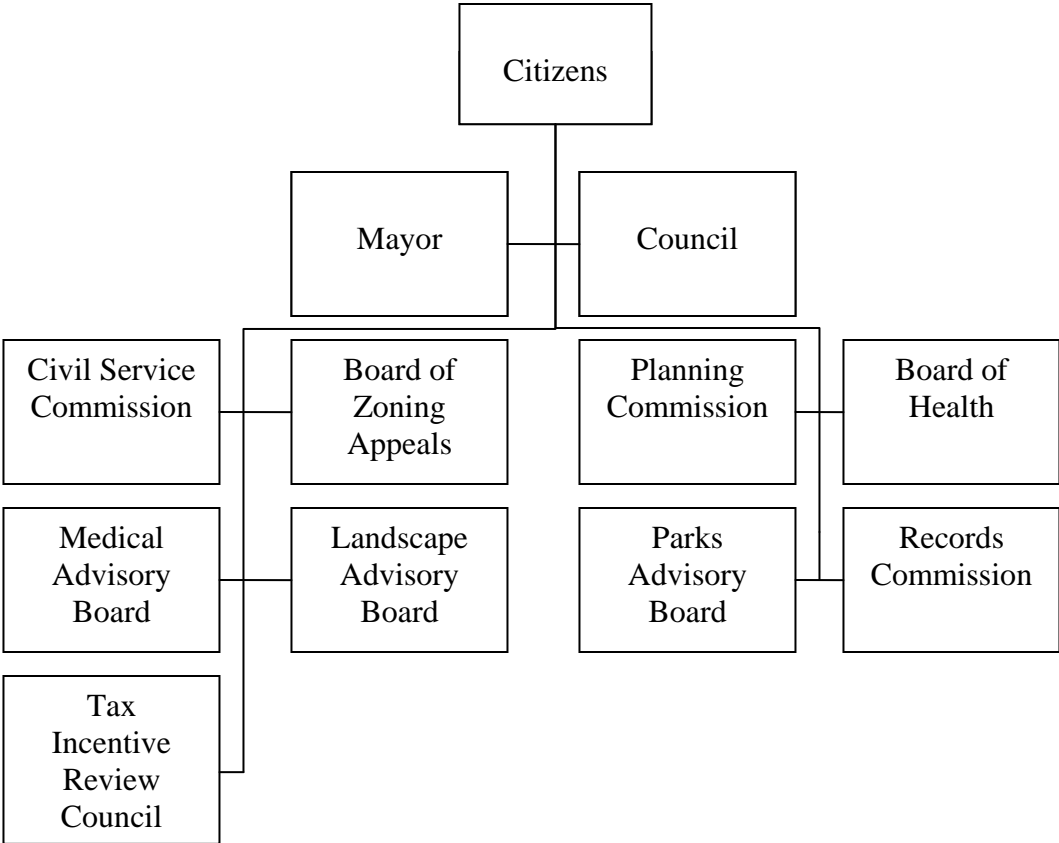
APPOINTED OFFICIALS

Director of Administration	Patrick G. Bowman
Director of Finance	Robert J. Dvoraczky, CPA
City Attorney	Joelle Khouzam
Chief of Police	Rollin A. Kiser
Fire Chief	Henry K. Kauffman, Jr.
Director of Building & Zoning	John A. Kuss
Director of Parks & Recreation	Sean M. Robey
Director of Service	Salvatore A. Troiano

CITY OF GRANDVIEW HEIGHTS, OHIO ORGANIZATIONAL CHART



**CITY OF GRANDVIEW HEIGHTS, OHIO
BOARDS AND COMMISSIONS**





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FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and City
Council of the City of Grandview Heights
1016 Grandview Ave.
Grandview Heights, Ohio 43212

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Grandview Heights (the "City"), Franklin County, Ohio, as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and aggregate remaining fund information of the City of Grandview Heights, Franklin County, Ohio as of December 31, 2008, and the respective changes in financial position, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2009, on our consideration of 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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

KENNEDY COTTRELL RICHARDS LLC

A handwritten signature in black ink that reads "Kennedy Cottrell Richards LLC". The signature is written in a cursive, flowing style.

June 22, 2009

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

The management's discussion and analysis of the City of Grandview Heights's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2008. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements, transmittal letter and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2008 are as follows:

- The total net assets of the City increased \$1,955,936.
- General revenues accounted for \$9,045,268 or 82.23% of total governmental activities revenue. Program specific revenues accounted for \$1,954,492 or 17.77% of total governmental activities revenue.
- The City had \$9,043,824 in expenses related to governmental activities; \$1,954,492 of these expenses were offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$7,089,332 were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$9,045,268.
- The City had only one major fund, the general fund.
- The general fund had revenues and other financing sources of \$9,935,801 in 2008. This represents an increase of \$644,090 from 2007. The expenditures and other financing uses of the general fund, which totaled \$8,261,638 in 2008, increased \$57,288 from 2007. The net increase in fund balance for the general fund was \$1,674,163 or 62.07%.
- In the general fund, the actual revenues and other financing sources came in \$1,214,677 greater than the final budget and actual expenditures and other financing uses were \$564,226 less than the amount in the final budget. These variances, which occurred in the expenditures, are the results of the City's conservative budgeting. The budgeted revenues plus other financing sources were amended during the year and were increased by \$94,672 from \$8,688,879 to \$8,783,551. Original appropriations plus other financing uses totaled \$8,732,035 which were amended during the year and increased by \$366,770 to \$9,098,805 in the general fund.

The Comprehensive Annual Financial Report

This annual report consists of a transmittal letter, series of financial statements, notes to these statements and statistical section. These statements are organized so the reader can understand the City as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The statement of net assets and statement of activities provide information about the activities of the City as a whole, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

Reporting the City as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2008?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

Governmental activities - All of the City's programs and services are reported here including police, fire and rescue, street maintenance, capital improvements and general administration. These services are funded primarily by property and income taxes, and intergovernmental revenues including federal and State grants and other shared revenues.

The City's statement of net assets and statement of activities can be found on pages 21-22 of this report.

Reporting the City's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other State and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and fiduciary funds.

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds. The analysis of the City's major governmental fund begins on page 16.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental fund is the general fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 23-27 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. 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. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's only fiduciary is an agency fund. The basic fiduciary fund financial statement can be found on page 28 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 29-55 of this report.

Government-Wide Financial Analysis

Statement of Net Assets

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2008, the City's assets exceeded liabilities by \$10,049,308. At year-end, unrestricted net assets were \$4,414,892.

Capital assets reported on the government-wide statements represent the largest portion of the City's net assets. At year-end, capital assets represented 40.81% of total assets. Capital assets include land, land improvements, buildings and improvements, machinery and equipment, vehicles and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2008, were \$4,432,203 for governmental activities. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

The table below provides a comparative summary of the City's net assets at December 31, 2008 and December 31, 2007:

	<u>Net Assets</u>	
	2008	2007
	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>
<u>Assets</u>		
Current and other assets	\$ 8,585,007	\$ 7,277,713
Capital assets, net	<u>5,919,960</u>	<u>5,187,997</u>
Total assets	<u>\$ 14,504,967</u>	<u>\$ 12,465,710</u>
<u>Liabilities</u>		
Other liabilities	\$ 2,209,129	\$ 2,205,917
Long-term liabilities outstanding	<u>2,246,530</u>	<u>2,166,421</u>
Total liabilities	<u>4,455,659</u>	<u>4,372,338</u>
<u>Net assets</u>		
Invested in capital assets, net of related debt	4,432,203	3,691,157
Restricted	1,202,213	1,660,592
Unrestricted	<u>4,414,892</u>	<u>2,741,623</u>
Total net assets	<u>\$ 10,049,308</u>	<u>\$ 8,093,372</u>

As of December 31, 2008, the City is able to report positive balances in all three categories of net assets.

A portion of the City's net assets, \$1,202,213 represents resources that are subject to external restriction on how they may be used. In the governmental activities, the remaining balance of unrestricted net assets of \$4,414,892 may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

Statement of Activities

The table below provides a comparative analysis of changes in net assets for 2008 and 2007:

	<u>Change in Net Assets</u>	
	2008	2007
<u>Revenues</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>
Program revenues:		
Charges for services	\$ 1,403,322	\$ 1,328,119
Operating grants and contributions	542,629	374,288
Capital grants and contributions	<u>8,541</u>	<u>3,418</u>
Total program revenues	<u>1,954,492</u>	<u>1,705,825</u>
General revenues:		
Property taxes	1,623,924	1,583,469
Income taxes	6,102,124	5,353,771
Unrestricted grants and entitlements	1,003,195	1,020,332
Investment earnings	167,510	94,179
Lease	-	215,660
Miscellaneous	<u>148,515</u>	<u>84,853</u>
Total general revenues	<u>9,045,268</u>	<u>8,352,264</u>
Total revenues	<u>10,999,760</u>	<u>10,058,089</u>
 <u>Expenses</u>		
General government	2,204,504	2,075,789
Security of persons and property	4,410,555	4,382,097
Public health and welfare	36,822	34,345
Transportation	1,493,001	1,397,206
Leisure time activity	768,120	775,985
Utility services	107,706	107,153
Interest and fiscal charges	<u>23,116</u>	<u>36,045</u>
Total expenses	<u>9,043,824</u>	<u>8,808,620</u>
Change in net assets	1,955,936	1,249,469
Net assets at beginning of year	<u>8,093,372</u>	<u>6,843,903</u>
Net assets at end of year	<u>\$ 10,049,308</u>	<u>\$ 8,093,372</u>

Governmental Activities

Governmental activities net assets increased \$1,955,936 in 2008. This increase is due in part to an increase in the collection of municipal income taxes and charges for services compared to the prior year.

Security of persons and property, which primarily supports the operations of the police and fire departments, had expenses of \$4,410,555 which accounted for 48.77% of the total expenses of the City. These expenses were partially funded by \$542,676 in direct charges to users of the services, \$82,917 in operating grants and contributions and \$8,541 in capital grants and contributions. General government expenses totaled \$2,204,504 which was partially funded by \$213,627 in direct charges to users of the services.

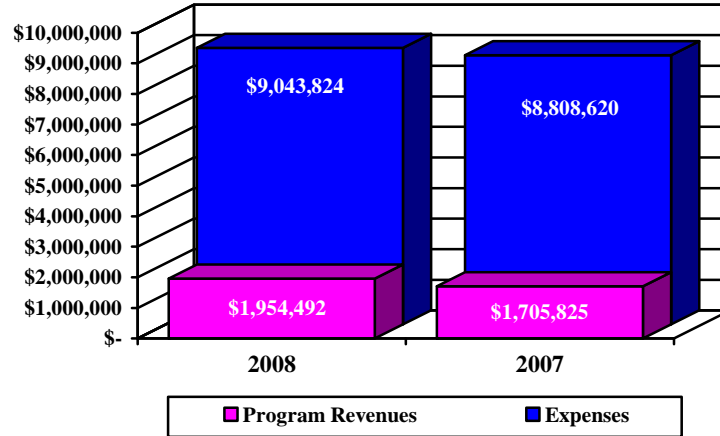
CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

The State and federal government contributed to the City a total of \$542,629 in operating grants and contributions and \$8,541 in capital grants and contributions. These revenues are restricted to a particular program or purpose.

General revenues totaled \$9,045,268, and amounted to 82.23% of total governmental revenues. These revenues primarily consist of property and income tax revenue of \$7,726,048. The other primary source of general revenues is grants and entitlements not restricted to specific programs, including local government revenue and property tax reimbursements received from the State, making up \$1,003,195.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2008 and 2007. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. As can be seen in the graph below, the City is highly dependent upon property and income taxes as well as unrestricted grants and entitlements to support its governmental activities.

Governmental Activities - Program Revenues vs. Total Expenses



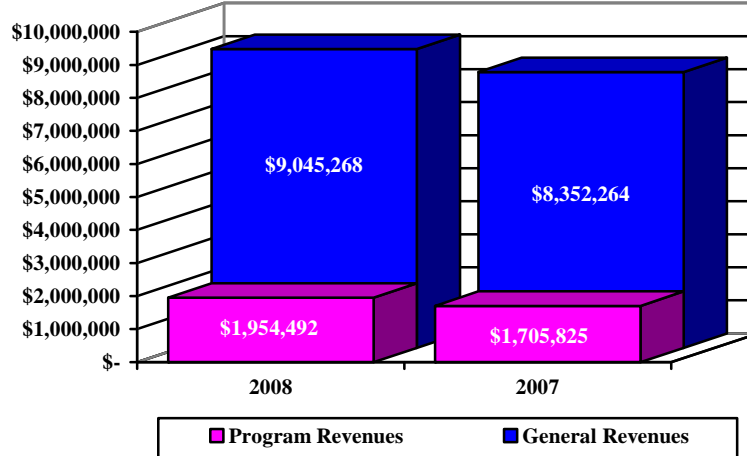
Governmental Activities

	Total Cost of Services <u>2008</u>	Net Cost of Services <u>2008</u>	Total Cost of Services <u>2007</u>	Net Cost of Services <u>2007</u>
Program expenses				
General government	\$ 2,204,504	\$ 1,990,877	\$ 2,075,789	\$ 1,855,883
Security of persons and property	4,410,555	3,776,421	4,382,097	3,866,286
Public health and welfare	36,822	(124,417)	34,345	(126,124)
Transportation	1,493,001	828,443	1,397,206	867,274
Leisure time activity	768,120	487,186	775,985	496,278
Utility services	107,706	107,706	107,153	107,153
Interest and fiscal charges	23,116	23,116	36,045	36,045
Total program expenses	<u>\$ 9,043,824</u>	<u>\$ 7,089,332</u>	<u>\$ 8,808,620</u>	<u>\$ 7,102,795</u>

The dependence upon general revenues for governmental activities is apparent, with 78.39% and 80.64% of expenses supported through taxes and other general revenues for 2008 and 2007, respectively.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

Governmental Activities - General and Program Revenues



Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the City's net resources available for spending at year-end.

The City's governmental funds (as presented on the balance sheet on page 23) reported a combined fund balance of \$5,439,600 which is \$1,174,777 above last year's total of \$4,264,823. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2008 and December 31, 2007 for all major and nonmajor governmental funds.

	Fund Balances <u>12/31/08</u>	Fund Balances <u>12/31/07</u>	Increase <u>(Decrease)</u>
<u>Major fund:</u>			
General	\$ 4,371,239	\$ 2,697,076	\$ 1,674,163
Other nonmajor governmental funds	<u>1,068,361</u>	<u>1,567,747</u>	<u>(499,386)</u>
Total fund balance	<u>\$ 5,439,600</u>	<u>\$ 4,264,823</u>	<u>\$ 1,174,777</u>

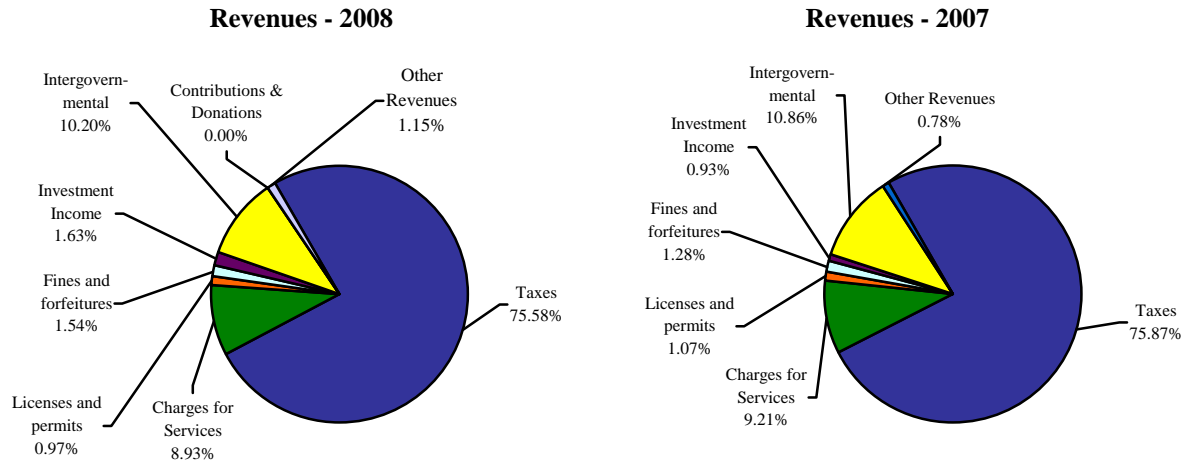
General Fund

The City's general fund balance increased \$1,674,163, primarily due to increases in revenues outpacing increases in expenditures. More specific detail on revenues and expenditures in the general fund is provided below. The table that follows assists in illustrating the revenues of the general fund.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

<u>Revenues</u>	<u>2008</u> <u>Amount</u>	<u>2007</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
Taxes	\$ 7,499,157	\$ 7,042,304	6.49%
Charges for services	885,258	854,592	3.59%
Licenses and permits	95,832	99,004	-3.20%
Fines and forfeitures	152,504	119,014	28.14%
Intergovernmental	1,012,455	1,008,013	0.44%
Investment income	162,168	86,588	87.29%
Contributions and donations	371	-	100.00%
Other	114,323	72,521	57.64%
Total revenues - general fund	\$ 9,922,068	\$ 9,282,036	6.90%

Tax revenue represents 75.58% of all general fund revenue. Tax revenue increased due to a slight increase in the amount of income tax collections. Investment income increased due to generally higher interest rates during 2008. Other revenue increased due to a refund of retainer held by the Regional Income Tax Authority (RITA) for administrative expenses relating to the collection of income taxes. All other revenue remained comparable to 2007.

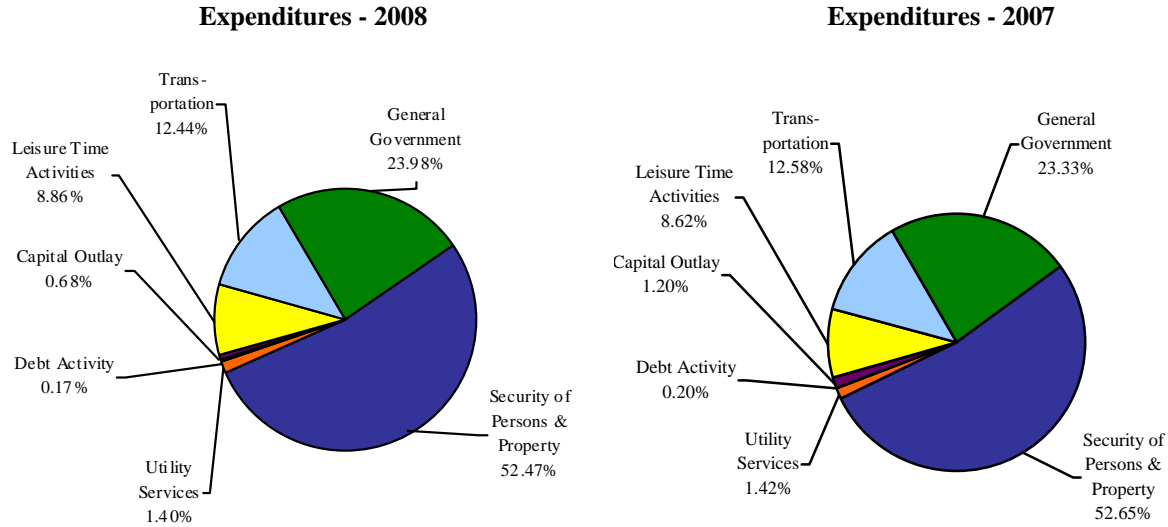


The table that follows assists in illustrating the expenditures of the general fund:

<u>Expenditures</u>	<u>2008</u> <u>Amount</u>	<u>2007</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
General government	\$ 1,847,943	\$ 1,765,081	4.69%
Security of persons and property	4,043,363	3,983,165	1.51%
Transportation	958,462	952,742	0.60%
Leisure time activity	682,726	651,976	4.72%
Utility services	107,706	107,153	0.52%
Capital outlay	52,099	90,676	-42.54%
Debt activity	13,218	15,145	-12.72%
Total expenditures - general fund	\$ 7,705,517	\$ 7,565,938	1.84%

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

The increase in general government expenditures was due in part to increasing wage and benefit costs. Transportation expenditures increased primarily because of increased costs for streets and sanitation. All other expenditures remained comparable to 2007. The largest expenditure line item, security of persons and property, increased slightly, which is primarily attributed to wage and benefit controls and overall cost controls in purchased goods and services.



Budgeting Highlights - General Fund

The City's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the City's appropriations, which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the City's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly.

The most significant fund which budgetary information is presented for is the general fund. The budgetary revenues and other financing sources increased \$94,672 from original budgeted revenues and other financing sources of \$8,688,879 to final budgeted revenues and other financing sources of \$8,783,551. The increase in budgeted revenues and other financing sources is a result of economic development during 2008 that led to increased income tax revenue. Actual revenues and other financing sources of \$9,998,228 were \$1,214,677 more than final budgeted revenues and other financing sources. Actual expenditures and other financing uses of \$8,534,579 came in \$564,226 lower than the final budgeted amounts of \$9,098,805. The total variance is fairly evenly divided between budget categories and reflects the effects of the administration's expense control measures. The final budgeted expenditures and other financing uses were increased by \$366,770 during the year. This increase can be attributed to increased fuel costs during 2008 for police and fire department vehicles. This increase is also a result of unexpectedly high snow removal expenses throughout the year and conservative budgeting.

Capital Assets and Debt Administration

Capital Assets

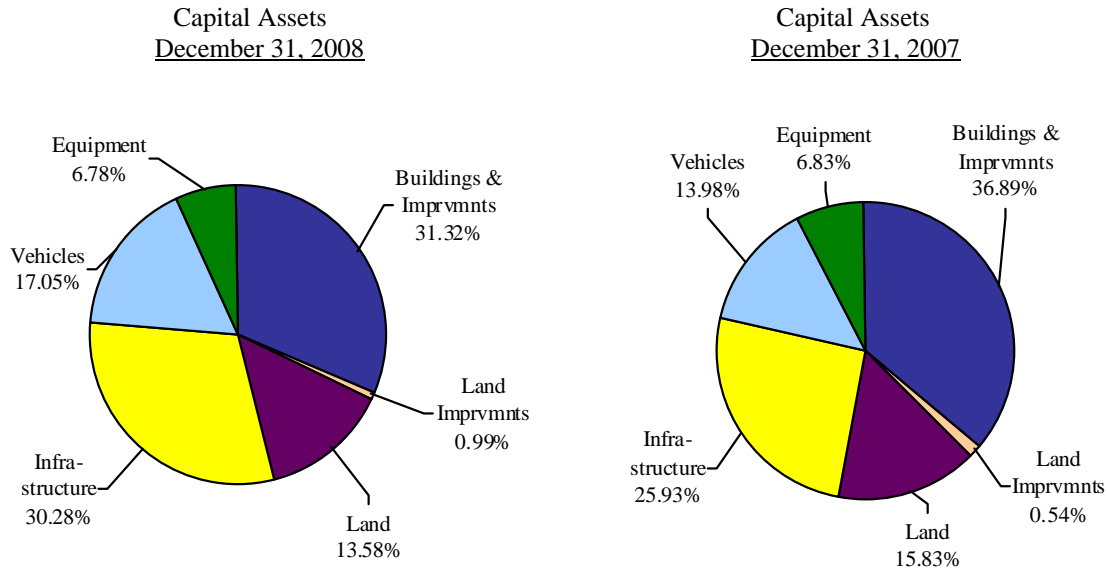
At the end of 2008, the City had \$5,919,960 (net of accumulated depreciation) invested in land, land improvements, buildings and improvements, machinery, equipment and furniture, vehicles, and infrastructure. The overall increase of \$731,963 is due to capital outlay of \$1,125,274 exceeding net disposals of \$45,419 and current year depreciation of \$347,892. The following table shows December 31, 2008 balances compared to December 31, 2007:

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

Capital Assets at December 31
(Net of Depreciation)

	Governmental Activities	
	2008	2007
Land	\$ 803,740	\$ 803,740
Land improvements	58,408	63,461
Buildings and improvements	1,854,514	1,877,628
Machinery and equipment	401,169	383,874
Vehicles	1,009,217	744,054
Infrastructure	1,792,912	1,315,240
Total capital assets - governmental	\$ 5,919,960	\$ 5,187,997

The following graphs show the breakdown of governmental capital assets, net of accumulated depreciation, by category at December 31, 2008 and December 31, 2007. Additional information on the City of Grandview Heights capital assets can be found in note 9 on page 45 of this report.



Debt Administration

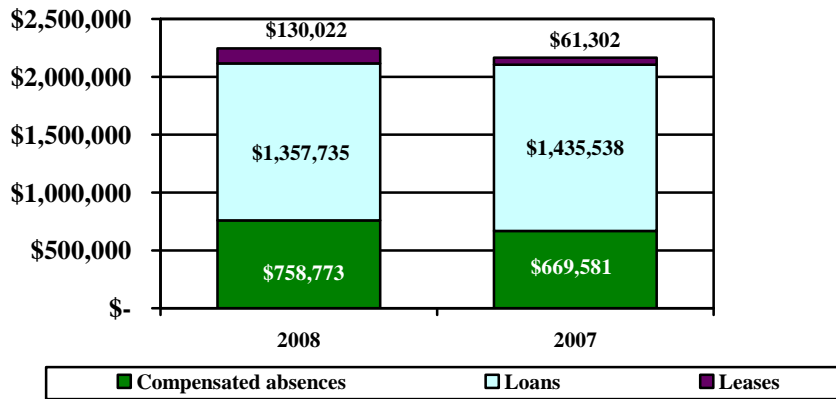
The City had the following long-term obligations outstanding at December 31, 2008 and December 31, 2007. See Note 11 in the notes to the financial statements on pages 47-48 of this report for details:

	2008	2007
OPWC loans	\$ 1,357,735	\$ 1,435,538
Capital lease obligation payable	130,022	61,302
Compensated absences	758,773	669,581
Total long-term obligations	\$ 2,246,530	\$ 2,166,421

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008
(UNAUDITED)

A comparison of the long-term obligations at December 31, 2008 versus December 31, 2007 by category is depicted in the chart below. Additional information on the City of Grandview Heights long term obligations can be found in note 11 on pages 47-48 of this report.

Long-Term Obligations



Economic Conditions and Outlook

The City's primary revenue source is a local income tax on residents and on Grandview-based businesses and their employees working in the City. Residents voted in May 2005 to approve a temporary increase in the City's income tax rate from 2.0% to 2.5%. The 2.5% rate will remain in effect until January 2009 at which time it will be reduced to 2.25% for the subsequent two years. In January 2011 the income tax rate will revert back to its original 2.0%.

The City announced several redevelopment projects in 2008. Dynamix Engineering, Ltd. committed to renovate the third floor of the building at 855 Grandview Avenue joining Loth Office Designs as the major tenants of the building. BrainStorm Media completed a very attractive renovation of a building at W. Goodale Boulevard and moved its operation from a much smaller building also located within the community. Nationwide Realty Investors (NRI) began its proposed 85 acre mixed-use redevelopment project by demolishing buildings and clearing approximately 30 acres of industrial land.

Contacting the City's Financial Management

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 please contact Mr. Robert Dvoraczky, Director of Finance, City of Grandview Heights, 1016 Grandview Avenue, Grandview Heights, Ohio 43212.



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GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF NET ASSETS
DECEMBER 31, 2008

	Governmental Activities
Assets:	
Equity in pooled cash and investments	\$ 4,802,588
Receivables (net of allowances for uncollectibles):	
Income taxes	1,402,528
Property and other taxes	1,607,288
Accounts	113,512
Accrued interest	17,691
Intergovernmental	601,435
Prepayments	39,965
Capital assets:	
Land	803,740
Depreciable capital assets, net	5,116,220
Total capital assets, net	<u>5,919,960</u>
 Total assets	 <u>14,504,967</u>
 Liabilities:	
Accounts payable	131,842
Contracts payable	82,268
Accrued wages and benefits	204,447
Due to other governments	112,134
Pension obligation payable	142,776
Unearned revenue	1,526,106
Accrued interest payable	9,556
Long-term liabilities:	
Due within one year	570,359
Due in more than one year	1,676,171
Total liabilities	<u>4,455,659</u>
 Net assets:	
Invested in capital assets, net of related debt	4,432,203
Restricted for:	
Capital projects	288,371
Debt service	1
Street construction, maintenance and repairs	479,895
Fire/EMS	24,663
Parks and recreation	221,082
Court computer	17,288
Law enforcement	51,242
Other purposes	119,671
Unrestricted	4,414,892
Total net assets	<u><u>\$ 10,049,308</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Program Revenues</u>				Net (Expense) Revenue and Changes in Net Assets
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants Grants and Contributions</u>	
Governmental activities:					
General government	\$ 2,204,504	\$ 213,627	\$ -	\$ -	\$ (1,990,877)
Security of persons and property	4,410,555	542,676	82,917	8,541	(3,776,421)
Public health and welfare	36,822	158,414	2,825	-	124,417
Transportation	1,493,001	219,398	445,160	-	(828,443)
Leisure time activity	768,120	269,207	11,727	-	(487,186)
Utility services	107,706	-	-	-	(107,706)
Interest and fiscal charges	23,116	-	-	-	(23,116)
Total governmental activities	<u>\$ 9,043,824</u>	<u>\$ 1,403,322</u>	<u>\$ 542,629</u>	<u>\$ 8,541</u>	<u>(7,089,332)</u>

General revenues:

Property taxes levied for:

 General purposes

1,500,106

 Police and fire pension

123,818

Income taxes levied for:

 General purposes

6,102,124

Grants and entitlements not restricted to specific programs

1,003,195

Investment earnings

167,510

Miscellaneous

148,515

Total general revenues

9,045,268

Change in net assets

1,955,936

Net assets at beginning of year

8,093,372

Net assets at end of year

\$ 10,049,308

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2008

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:			
Equity in pooled cash and investments	\$ 3,749,279	\$ 1,053,309	\$ 4,802,588
Receivables (net of allowance for uncollectibles):			
Income taxes	1,402,528	-	1,402,528
Property and other taxes	1,478,964	128,324	1,607,288
Accounts	83,614	29,898	113,512
Accrued interest	15,873	1,818	17,691
Intergovernmental	373,916	227,519	601,435
Interfund loans	4,459	-	4,459
Prepayments	39,965	-	39,965
Total assets	<u>\$ 7,148,598</u>	<u>\$ 1,440,868</u>	<u>\$ 8,589,466</u>
Liabilities:			
Accounts payable	\$ 112,084	\$ 19,758	\$ 131,842
Contracts payable	-	82,268	82,268
Accrued wages and benefits	204,447	-	204,447
Due to other governments	112,134	-	112,134
Interfund loans payable	-	4,459	4,459
Pension obligation payable	142,776	-	142,776
Deferred revenue	802,426	143,408	945,834
Unearned revenue	1,403,492	122,614	1,526,106
Total liabilities	<u>2,777,359</u>	<u>372,507</u>	<u>3,149,866</u>
Fund balances:			
Reserved for encumbrances	131,179	46,203	177,382
Reserved for prepayments	39,965	-	39,965
Unreserved, undesignated reported in:			
General fund	4,200,095	-	4,200,095
Special revenue funds	-	755,556	755,556
Debt service fund	-	1	1
Capital projects funds	-	266,601	266,601
Total fund balances	<u>4,371,239</u>	<u>1,068,361</u>	<u>5,439,600</u>
Total liabilities & fund balances	<u>\$ 7,148,598</u>	<u>\$ 1,440,868</u>	<u>\$ 8,589,466</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2008

Total governmental fund balances		\$	5,439,600
<i>Amounts reported for governmental activities on the statement of net assets are different due to the following:</i>			
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.			5,919,960
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.			
Property taxes receivable	\$	81,182	
Income taxes receivable		453,650	
Intergovernmental receivable		379,025	
Interest receivable		14,414	
Charges for services receivable		17,563	
Total long-term assets		<u>945,834</u>	945,834
In the statement of activities interest is accrued on outstanding loans payable, whereas in governmental funds, interest expenditures are reported when due.			(9,556)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the fund. The long-term liabilities are as follows:			
Compensated absences payable		(758,773)	
OPWC loans payable		(1,357,735)	
Capital lease payable		(130,022)	
Total long-term liabilities		<u>(2,246,530)</u>	(2,246,530)
Net assets of governmental activities		<u>\$</u>	<u>10,049,308</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
Municipal income taxes	\$ 6,021,389	\$ -	\$ 6,021,389
Property and other taxes	1,477,768	122,690	1,600,458
Charges for services	885,258	257,227	1,142,485
Licenses and permits	95,832	-	95,832
Fines and forfeitures	152,504	11,795	164,299
Intergovernmental	1,012,455	462,456	1,474,911
Investment income	162,168	46,331	208,499
Contributions and donations	371	14,552	14,923
Other	114,323	33,821	148,144
Total revenues	<u>9,922,068</u>	<u>948,872</u>	<u>10,870,940</u>
Expenditures:			
Current:			
General government	1,847,943	313,539	2,161,482
Security of persons and property	4,043,363	103,072	4,146,435
Public health and welfare	-	36,822	36,822
Transportation	958,462	331,801	1,290,263
Leisure time activity	682,726	2,987	685,713
Utility services	107,706	-	107,706
Capital outlay	52,099	1,196,692	1,248,791
Debt service:			
Principal retirement	10,594	113,994	124,588
Interest and fiscal charges	2,624	20,977	23,601
Total expenditures	<u>7,705,517</u>	<u>2,119,884</u>	<u>9,825,401</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,216,551</u>	<u>(1,171,012)</u>	<u>1,045,539</u>
Other financing sources (uses):			
Sale of capital assets	13,733	-	13,733
Transfers in	-	556,121	556,121
Transfers out	(556,121)	-	(556,121)
Inception of capital lease	-	115,505	115,505
Total other financing sources (uses)	<u>(542,388)</u>	<u>671,626</u>	<u>129,238</u>
Net change in fund balance	1,674,163	(499,386)	1,174,777
Fund balances at beginning of year	<u>2,697,076</u>	<u>1,567,747</u>	<u>4,264,823</u>
Fund balance at end of year	<u>\$ 4,371,239</u>	<u>\$ 1,068,361</u>	<u>\$ 5,439,600</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, 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, 2008

Net change in fund balances - total governmental funds \$ 1,174,777

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

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

Capital asset additions	\$ 1,125,274	
Current year depreciation	(347,892)	
Total		777,382

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (45,419)

Proceeds from the inception of capital leases are recorded as an other financing source in the funds however, in the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net assets. (115,505)

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

Property taxes	23,466	
Income taxes	80,735	
Intergovernmental	19,596	
Interest	4,317	
Charges for services	706	
Total		128,820

Repayment of loan and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets. 124,588

In the statement of activities, interest is accrued on outstanding notes, whereas in governmental funds, an interest expenditure is reported when due. 485

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (89,192)

Change in net assets of governmental activities \$ 1,955,936

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, 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, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 5,317,068	\$ 5,375,000	\$ 6,031,991	\$ 656,991
Property and other taxes	1,406,010	1,421,330	1,477,768	56,438
Charges for services	825,802	834,800	885,498	50,698
Licenses and permits	92,294	93,300	95,727	2,427
Fines and forfeitures	120,388	121,700	148,019	26,319
Intergovernmental	844,608	853,811	1,070,815	217,004
Investment income	48,571	49,100	132,267	83,167
Contributions and donations	371	371	371	-
Other	7,157	7,239	6,257	(982)
Total revenues	8,662,269	8,756,651	9,848,713	1,092,062
Expenditures:				
Current:				
General government	2,322,843	2,420,409	2,117,353	303,056
Security of persons and property	3,965,616	4,132,182	4,016,289	115,893
Transportation	992,222	1,033,899	965,930	67,969
Leisure time activity	694,878	724,065	681,567	42,498
Utility services	116,673	121,573	112,890	8,683
Capital outlay	79,707	83,056	60,929	22,127
Total expenditures	8,171,939	8,515,184	7,954,958	560,226
Excess of revenues over expenditures	490,330	241,467	1,893,755	1,652,288
Other financing sources (uses):				
Sale of capital assets	-	-	13,733	13,733
Transfers out	(537,543)	(560,121)	(556,121)	4,000
Other financing sources	3,363	3,400	116,741	113,341
Advances in	23,247	23,500	19,041	(4,459)
Advances out	(22,553)	(23,500)	(23,500)	-
Total other financing sources (uses)	(533,486)	(556,721)	(430,106)	126,615
Net change in fund balance	(43,156)	(315,254)	1,463,649	1,778,903
Fund balances at beginning of year	1,723,730	1,723,730	1,723,730	-
Prior year encumbrances appropriated	291,947	291,947	291,947	-
Fund balance at end of year	\$ 1,972,521	\$ 1,700,423	\$ 3,479,326	\$ 1,778,903

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
DECEMBER 31, 2008

	<u>Agency</u>
Assets:	
Cash in segregated accounts	\$ 22,439
Total assets	<u>\$ 22,439</u>
Liabilities:	
Due to others	\$ 22,439
Total liabilities	<u>\$ 22,439</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 1 - DESCRIPTION OF THE CITY

The City of Grandview Heights, Franklin County, Ohio, (the "City") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The City is a home rule municipal corporation established under the laws of the State of Ohio that operates under its own Charter. The current Charter, which provides for a mayor-council-administrator form of government, was adopted by the electorate March 7, 2000 and became effective July 1, 2000. It replaced the original Charter, which was adopted by the electorate July 28, 1931 and became effective January 1, 1932. The City provides the following services to its residents: public safety, public service, parks and recreation, and building and zoning. The City is also responsible for the construction, maintenance and repairs associated with the water and sewer lines, while the City of Columbus provides water and sewer treatment services. City Council and the Mayor have direct responsibility for these activities.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The most significant of the City's accounting policies are described below.

A. Reporting Entity

For financial reporting purposes, the City's basic financial statements include all funds, agencies, boards, commissions, and departments for which the City is financially accountable. Financial accountability, as defined by the GASB, exists if the City appoints a voting majority of an organization's Governing Board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on, the City. The City may also be financially accountable for governmental organizations with a separately elected Governing Board, a Governing Board appointed by another government, or a jointly appointed board that is fiscally dependent on the City. The City also took into consideration other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's basic financial statements to be misleading or incomplete. Based on these criteria, the City has no component units. The City provides various services including police and fire protection, emergency medical, recreation (including parks), planning, zoning, street maintenance and repair and general administrative services. The operation of each of these activities is directly controlled by the Council through the budgetary process. None of these services are provided by a legally separate organization; therefore, these operations are included in the primary government. Additionally, the Grandview Heights Mayor's Court has been included in the City's financial statements as an agency fund. The Mayor is an elected City official who has a fiduciary responsibility for the collection and distribution of court fees and fines.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Based on the foregoing criteria, the financial activities of the following organizations have been reflected in the accompanying financial statements as follows:

JOINTLY GOVERNED ORGANIZATIONS

Franklin County General Health District: The Franklin County General Health District (the "District") provides health services to citizens within the County, including the City. The Board of Health, with representatives from throughout the County, oversees the operation of the District. The City contributed \$35,550 during 2008 for the operation of the District. The City does not have any financial interest in or responsibility for the District. The County Commissioners serve as the taxing authority and the County Auditor and Treasurer serve as fiscal officers.

Mid-Ohio Regional Planning Commission: The Mid-Ohio Regional Planning Commission (MORPC) provides innovative solutions to 39 local governments. The City contributed \$2,981 to MORPC during 2008. The City does not have any financial interest in or responsibility for the Commission. The Board of MORPC is made up of representatives from its participating governments. The City had two employees serve on the Board in 2008.

RELATED ORGANIZATION

Grandview Heights Public Library: The Grandview Heights Public Library (the "Library") is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Grandview Heights City School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the City for operational subsidies. Although the City does serve as the taxing authority and has issued debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Grandview Heights Public Library, c/o Clerk/Treasurer, at 1685 W. First Ave., Grandview Heights, Ohio 43212.

B. Basis of Presentation - Fund Accounting

The City's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The statement of net assets presents the financial condition of the governmental activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support 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 governmental function is self-financing or drawn from the general revenues of the City.

Fund Financial Statements - During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

C. Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. The City has two categories of funds: governmental and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following is the City's major governmental fund:

General fund - The general fund accounts for all financial resources except those required to be accounted for in another fund.

Other governmental funds of the City are used to account for (a) the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs; (b) financial resources to be used for the acquisition, construction, or improvement of capital facilities; and (c) for grants and other resources whose use is restricted to a particular purpose.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's only fiduciary fund is an agency fund used to account for the Mayor's Court.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net assets.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide 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 financial statements for governmental funds.

E. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Agency funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within sixty days of year-end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (see Note 7). Revenue from property taxes is recognized in the year for which the taxes are levied (see Note 6). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. 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 specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, State-levied locally shared taxes (including gasoline tax, local government funds and permissive tax), fines and forfeitures, licenses and permits and charges for services.

Unearned Revenue and Deferred Revenue - Unearned revenue and deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2008, but which were levied to finance year 2009 operations, and other revenues received in advance of the year for which they were intended to finance, have been recorded as unearned revenue. Income taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2008, are recorded as deferred revenue in the governmental funds.

On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred revenue.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

F. Budgetary Data

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 appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. For all funds, Council appropriations are made at the object level within each department. This is known as the legal level of budgetary control. Budgetary modifications may only be made by resolution of the City Council at the legal level of budgetary control. All funds, other than the agency fund, are legally required to be budgeted and appropriated.

Tax Budget - Alternative tax budget information of estimated revenue and expenditures for all funds is submitted to the Franklin 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.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the certificate of estimated resources.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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 encumbrances and cash balances at December 31 of the preceding year. The certificate may be further amended during the year if the City Director of Finance determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificate of estimated resources issued during 2008.

Appropriations - A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund level. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The appropriations for a fund may only be modified during the year by an ordinance of Council. The amounts on the budgetary statement reflect the original and final appropriation amounts, including all amendments and modifications legally enacted by Council.

Lapsing of Appropriations - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbrances are carried forward and are not reappropriated as part of the subsequent year appropriations.

G. Cash and Investments

Except for cash in segregated accounts, cash balances of the City's funds are pooled and invested in investments maturing within five years in order to provide improved cash management. Individual fund integrity is maintained through City records. Each fund's interest in the pooled bank account is presented as "equity in pooled cash and investments" on the financial statements.

During 2008, investments were limited to money market funds, U.S. Government money market mutual funds, negotiable certificates of deposit and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio).

Investments are reported at fair value which is based on quoted market prices.

The City has invested funds in STAR Ohio during 2008. 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, 2008.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2008 amounted to \$162,168, of which \$18,715 is assigned from other funds.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The City has segregated bank accounts for Mayor’s Court monies held separate from the City’s central bank account. These interest bearing depository accounts are presented in the financial statements as “cash in segregated accounts” since they are not required to be deposited into the City treasury. For purpose of presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. An analysis of the City’s investment account at year-end is provided in Note 4.

H. Capital Assets

These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets, but are not reported in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000 for land improvements, \$10,000 for buildings and improvements, \$2,500 for equipment and vehicles and \$15,000 for infrastructure. The City has determined all land will be capitalized regardless of the dollar amount. The City’s infrastructure consists of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not.

All reported capital assets, except land, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method in the governmental activities over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	15 - 20 years
Buildings and improvements	10 - 50 years
Machinery and equipment	3 - 15 years
Vehicles	6 - 15 years
Infrastructure	20 - 75 years

I. Compensated Absences

The liability for compensated absences is based on the provisions of GASB Statement No. 16, “Accounting for Compensated Absences”. Vacation benefits and compensatory time are accrued as liabilities as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31, 2008 by those employees who are currently eligible to receive termination (severance) payments as well as the sick leave accumulated by those employees expected to become eligible to receive termination (severance) benefits in the future.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The total liability for vacation, compensatory time and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by city ordinance and/or policy, plus applicable additional salary related payments.

The entire compensated absence liability is reported on the government-wide financial statements.

J. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2008, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

L. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. 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/expenses to the funds that initially paid for them are not presented on the basic financial statements. Interfund activity between governmental funds is eliminated in the statement of activities.

M. Fund Balance Reserves and Designations

Reserved or designated fund balances indicate that portion of fund equity which is not available for current appropriation or use. The unreserved and undesignated portions of fund equity reflected in the governmental funds are available for use within the specific purposes of the funds.

The City reports a reservation of fund balance for amounts representing encumbrances outstanding, and prepayments in the governmental fund financial statements.

N. Estimates

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

O. Extraordinary and Special Items

Extraordinary items or transactions of 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 administration and are either unusual in nature or infrequent in occurrence. The City had no extraordinary or special items during 2008.

P. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The net assets restricted for other purposes primarily represent monies restricted for senior citizen center improvement and FEMA-related purposes.

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

NOTE 3 - CHANGE IN ACCOUNTING PRINCIPLES

For 2008, the City has implemented GASB Statement No. 45, "Accounting and Financial Reporting for Postemployment Benefits Other than Pensions", GASB Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations" and GASB Statement No. 50, "Pension Disclosures".

GASB Statement No. 45 establishes uniform standards of financial reporting for other postemployment benefits and increases the usefulness and improves the faithfulness of representations in the financial reports. The implementation of GASB Statement No. 45 did not have an effect on the financial statements of the City; however, certain disclosures related to postemployment benefits (see Note 15) have been modified to conform to the new reporting requirements.

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The implementation of GASB Statement No. 49 did not have an effect on the financial statements of the City.

GASB Statement No. 50 establishes standards that more closely align the financial reporting requirements for pensions with those of other postemployment benefits. The implementation of GASB Statement No. 50 did not have an effect on the financial statements of the City.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the City into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the City Council has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use, but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies may be deposited or invested in the following securities:

1. 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 and interest by the United States;
2. 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;
3. 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;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool State Treasury Asset Reserve of Ohio (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

The City may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this state, as to which there is no default of principal, interest or coupons; and,
3. Obligations of the City.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Director of Finance by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public moneys deposited with the institution.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Director of Finance, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Cash on Hand

At year-end, the City had \$1,000 in undeposited cash on hand which is included on the financial statements of the City as part of "equity in pooled cash and investments."

B. Cash in Segregated Accounts

At year-end, the City had \$22,439 deposited with a financial institution for monies related to the Mayor's Court which reported as an agency fund. This amount was covered by the Federal Deposit Insurance Corporation and is included in the City's depository balance detailed in Note 4.C.

C. Deposits with Financial Institutions

At December 31, 2008, the carrying amount of all City deposits was \$364,418. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2008, \$140,636 of the City's bank balance of \$414,041 was exposed to custodial risk as discussed below, while \$273,405 was covered by the Federal Deposit Insurance Corporation.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS – (Continued)

Custodial credit risk is the risk that, in the event of bank failure, the City’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the City. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions’ trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

D. Investments

As of December 31, 2008, the City had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
STAR Ohio	\$ 680,589	\$ 680,589	\$ -	\$ -	\$ -	\$ -
Negotiable CDs	3,560,640	575,157	917,453	736,801	596,261	734,968
Money market funds	126,578	126,578	-	-	-	-
U.S. Government money market mutual funds	<u>91,802</u>	<u>91,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 4,459,609</u>	<u>\$ 1,474,126</u>	<u>\$ 917,453</u>	<u>\$ 736,801</u>	<u>\$ 596,261</u>	<u>\$ 734,968</u>

The weighted average maturity of investments is 1.10 years.

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the City’s investment policy limits investment portfolio maturities to five years or less.

Credit Risk: The City’s investment in U.S. government money market mutual funds is rated AAAM by Standard & Poor’s. STAR Ohio carries a rating of AAAM by Standard & Poor’s. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard service rating. The City has no investment policy that would further limit its investment choices.

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. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Finance Director or qualified trustee.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS – (Continued)

Concentration of Credit Risk: The City places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the City at December 31, 2008:

<u>Investment type</u>	<u>Fair Value</u>	<u>% to Total</u>
STAR Ohio	\$ 680,589	15.26%
Negotiable CDs	3,560,640	79.84%
Money market funds	126,578	2.84%
U.S. government money market mutual funds	<u>91,802</u>	<u>2.06%</u>
Total	<u>\$ 4,459,609</u>	<u>100.00%</u>

E. Reconciliation of Cash and Investments to the Statement of Net Assets

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net assets as of December 31, 2008:

Cash and investments per note

Carrying amount of deposits	\$ 364,418
Investments	4,459,609
Cash on hand	<u>1,000</u>
Total	<u>\$ 4,825,027</u>

Cash and investments per statement of net assets

Governmental activities	\$ 4,802,588
Agency fund	<u>22,439</u>
Total	<u>\$ 4,825,027</u>

NOTE 5 - INTERFUND TRANSACTIONS

- A. Interfund balances at December 31, 2008 as reported on the fund statements, consist of the following individual interfund loans receivable and payable:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental funds	\$ 4,459

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by December 31. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

Interfund balances between governmental funds are eliminated on the government-wide financial statements.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 5 - INTERFUND TRANSACTIONS - (Continued)

- B.** Interfund transfers for the year ended December 31, 2008, consisted of the following, as reported in the fund financial statements:

<u>Transfers to</u>	<u>Transfers from General</u>
Nonmajor governmental	<u>\$ 556,121</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers between governmental funds are eliminated on the government-wide statements.

The City's transfers included \$20,000 from the general fund to the senior center improvement fund, a nonmajor governmental fund, for upgrades made at the senior center. \$186,000 was transferred from the general fund to the general improvement fund, a nonmajor governmental fund, in order to pay for various improvements to the City's infrastructure. \$277,749 was transferred from the general fund in order to subsidize the expenditures in the tax abatement fund, a nonmajor governmental fund.

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2008 public utility property taxes became a lien December 31, 2007, are levied after October 1, 2008, and are collected in 2009 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

Tangible personal property tax revenues received in 2008 (other than public utility property) represent the collection of 2008 taxes. Tangible personal property taxes received in 2008 were levied after October 1, 2007, on the true value as of December 31, 2007. Tangible personal property tax is being phased out - the assessment percentage for property, including inventory, is 6.25% for 2008. This percentage will be reduced to zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 6 - PROPERTY TAXES - (Continued)

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2008-2010, the City will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Grandview Heights. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2008 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by unearned revenue since the current taxes were not levied to finance 2008 operations and the collection of delinquent taxes has been offset by deferred revenue since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is deferred.

The full tax rate for all City operations for the year ended December 31, 2008 was \$10.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2008 property tax receipts were based are as follows:

<u>Real property</u>	
Residential/agricultural	\$ 176,599,450
Commercial/industrial/mineral	43,495,050
Tangible personal property	106,733
<u>Public utility</u>	
Real	21,120
Personal	<u>6,764,940</u>
Total assessed value	<u>\$ 226,987,293</u>

NOTE 7 - LOCAL INCOME TAX

The City levies a municipal income tax of 2.5% on gross salaries, wages, and other personal service compensation earned by residents of the City and on the earnings of nonresidents working within the City. This percentage increased from 2.0% effective from July 1, 2005 through December 31, 2008, and is scheduled to decrease to 2.25% for the years 2009 through 2011, and back to 2.0% in 2011. This tax also applies to the net income of business operations within the City. Residents of the City are granted a credit of 100% for taxes paid to other municipalities, not to exceed a maximum of 2.0% of earnings.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a final return annually. The Regional Income Tax Agency (RITA) administers and collects income taxes for the City. Payments, net of a 3% collection fee, are remitted monthly for tax revenues received by RITA in the prior month. Income tax revenue is credited to the general fund and totaled \$6,021,389 in 2008.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 8 - RECEIVABLES

Receivables at December 31, 2008 consisted of income taxes, real and other taxes, accounts (billings for user charged services), accrued interest and intergovernmental receivables arising from grants, entitlements, and shared revenue. Receivables have been recorded to the extent that they are measurable at December 31, 2008.

A summary of the items of receivables reported on the statement of net assets follows:

Governmental activities:

Income taxes	\$1,402,528
Property and other taxes	1,607,288
Accounts	113,512
Accrued interest	17,691
Intergovernmental	601,435

Receivables have been separately identified on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2008 was as follows:

<u>Governmental activities:</u>	<u>Balance</u>			<u>Balance</u>
	<u>12/31/2007</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/2008</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 803,740	\$ -	\$ -	\$ 803,740
Total capital assets - not depreciated	<u>803,740</u>	<u>-</u>	<u>-</u>	<u>803,740</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	202,678	-	-	202,678
Buildings and improvements	3,146,030	41,223	-	3,187,253
Machinery, equipment and furniture	1,254,913	105,785	(10,758)	1,349,940
Vehicles	2,161,507	441,265	(185,844)	2,416,928
Infrastructure	<u>1,409,601</u>	<u>537,001</u>	<u>-</u>	<u>1,946,602</u>
Total capital assets - depreciated	<u>8,174,729</u>	<u>1,125,274</u>	<u>(196,602)</u>	<u>9,103,401</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(139,217)	(5,053)	-	(144,270)
Buildings and improvements	(1,268,402)	(64,337)	-	(1,332,739)
Machinery, equipment and furniture	(871,039)	(86,945)	9,213	(948,771)
Vehicles	(1,417,453)	(132,228)	141,970	(1,407,711)
Infrastructure	<u>(94,361)</u>	<u>(59,329)</u>	<u>-</u>	<u>(153,690)</u>
Total accumulated depreciation	<u>(3,790,472)</u>	<u>(347,892)</u>	<u>151,183</u>	<u>(3,987,181)</u>
Governmental activities capital assets, net of depreciation	<u>\$ 5,187,997</u>	<u>\$ 777,382</u>	<u>\$ (45,419)</u>	<u>\$ 5,919,960</u>

Depreciation expense was charged to functions/programs of the City as follows:

<u>Governmental activities:</u>	
General government	\$ 22,028
Security of persons and property	142,893
Transportation	125,479
Leisure time activity	<u>57,492</u>
Total depreciation expense - governmental activities	<u>\$ 347,892</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 10 - CAPITALIZED LEASES - LESSEE DISCLOSURE

During 2008, the City entered into a capitalized lease for the purchase of a bucket truck, which was accounted for in the general improvement nonmajor governmental fund. In 2006, the City entered into capitalized leases for the purchase of two copiers and a new phone system, which were accounted for in the general fund. In 2004, the City entered into a capitalized lease agreement for the acquisition of a backhoe, which was accounted for in the street construction, maintenance and repair nonmajor governmental fund. In 2002, the City entered into a capitalized lease agreement for the acquisition of a copier, which was accounted for in the general fund.

These leases meet the criteria of capital leases as defined by FASB No. 13, “Accounting for Leases”, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital lease payments have been reclassified and are reflected as debt service expenditures in the fund financial statements.

Capital assets consisting of a bucket truck, copiers, phone system and a backhoe have been capitalized in the amount of \$214,091. This amount represents the present value of minimum lease payments at the time of acquisition. Accumulated depreciation as of December 31, 2008 was \$35,923, leaving a current book value of \$178,168. A corresponding liability was recorded in the government-wide financial statement. Principal payments made in 2008 totaled \$10,594 paid by the general fund and \$36,191 paid by nonmajor governmental funds.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the future minimum lease payments as of December 31, 2008:

<u>Year Ending</u> <u>December 31,</u>	<u>Total</u>
2009	\$ 49,646
2010	36,971
2011	32,494
2012	<u>25,265</u>
Total future minimum lease payments	144,376
Less: amount representing interest	<u>(14,354)</u>
Present value of future minimum lease payments	<u>\$ 130,022</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 11 - LONG-TERM OBLIGATIONS

A. During the 2008, the following changes occurred in governmental activities long-term obligations:

	<u>Balance</u> <u>12/31/2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/2008</u>	<u>Amount Due</u> <u>in One Year</u>
Governmental activities:					
<u>OPWC loans:</u>					
1999 OPWC loan - 0%	\$ 195,680	\$ -	\$ (14,495)	\$ 181,185	\$ 14,495
2000 OPWC loan - 3%	237,681	-	(14,519)	223,162	14,958
2001 OPWC loan - 0%	354,626	-	(22,164)	332,462	22,164
2006 OPWC loan - 2%	<u>647,551</u>	<u>-</u>	<u>(26,625)</u>	<u>620,926</u>	<u>27,160</u>
Total OPWC loans	<u>1,435,538</u>	<u>-</u>	<u>(77,803)</u>	<u>1,357,735</u>	<u>78,777</u>
<u>Other obligations:</u>					
Compensated absences	669,581	463,099	(373,907)	758,773	448,504
Capital lease obligation	<u>61,302</u>	<u>115,505</u>	<u>(46,785)</u>	<u>130,022</u>	<u>43,078</u>
Total other obligations	<u>730,883</u>	<u>578,604</u>	<u>(420,692)</u>	<u>888,795</u>	<u>491,582</u>
Total governmental activities	<u>\$ 2,166,421</u>	<u>\$ 578,604</u>	<u>\$ (498,495)</u>	<u>\$ 2,246,530</u>	<u>\$ 570,359</u>

Compensated absences: Compensated absences reported in the "compensated absences payable" account will be paid from the fund from which the employees' salaries are paid, which are primarily the general fund.

Capital lease obligation: The City currently has six capital leases, see Note 10 for details.

OPWC loans: The City has entered into four debt financing arrangements through the Ohio Public Works Commission (OPWC). The 1999 and 2001 loans are to fund Goodale Boulevard street improvements. The 2000 and 2006 loans are to fund the sewer rehabilitation project. The amounts due to the OPWC are payable solely from operating revenues. The loan agreements function similar to a line-of-credit agreement. The OPWC loans are being repaid from nonmajor governmental funds. The loan agreements require semi-annual payments based on the actual amount loaned. The OPWC loans for the street improvements are interest free as long as payments remain current and the sewer project loans have interest rates of 3% and 2%, respectively.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

- B.** Principal and interest requirements to retire long-term obligations outstanding at December 31, 2008 are follows:

Year Ending December 31,	OPWC Loans		
	Principal	Interest	Total
2009	\$ 78,777	\$ 18,867	\$ 97,644
2010	79,775	17,869	97,644
2011	80,797	16,847	97,644
2012	81,845	15,799	97,644
2013	82,919	14,724	97,643
2014 - 2018	431,656	56,559	488,215
2019 - 2023	371,064	27,059	398,123
2024 - 2027	150,902	6,870	157,772
Total	<u>\$ 1,357,735</u>	<u>\$ 174,594</u>	<u>\$ 1,532,329</u>

- C.** The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City's legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2008, the City's total debt margin was \$23,816,260 and the unvoted debt margin was \$12,475,183.

NOTE 12 - OTHER EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vested vacation and sick leave components are derived from negotiated agreements and state laws. Employees earn ten to thirty days of vacation per year, depending upon length of service. Vacation accumulation is typically limited to one year. Employees may carry over vacation earned for three years prior to the employee's retirement date. All accumulated unused vacation time is paid upon termination of employment.

Employees that were eligible for sick leave for an entire year has the option of receiving payments in cash for hours accrued, part or whole, which is to be paid in the first month following the end of that year. The remaining sick leave not paid out will continue to be carried forward.

Vacation and compensatory time are available to full time employees after one year of service with the City. The rates of accrual, total number of hours paid per year and accrual limit varies with years of service. Part time, temporary or seasonal employees are not entitled to vacation leave or compensatory time. Permanent part time employees are entitled to twenty hours of vacation leave per year at their regular rate of pay after one year of service with the City; however vacation leave must be taken during the period earned and may not be accrued. Permanent part time employees include the Clerk of Court or Finance Accounting Clerk that work more than 900 hours per year.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 12 - OTHER EMPLOYEE BENEFITS - (Continued)

Full time employees earn sick leave at a rate of 4.6 hours per pay period. Fire employees who work 56 hour weeks earn sick leave at a rate of 6.5 hours per pay period. There is no limit to the amount an employee can accumulate. Part time, temporary or seasonal employees are not entitled to sick leave. At the time of resignation, if an employee is in good standing and has at least 10 years of service with the City, OPERS employees and police are entitled to receive one-fourth of their accrued but unused sick leave, up to a maximum accrual of 2,400 hours and fire employees are entitled to receive up to one-fourth of their first 2,000 hours and one-third of their remaining hours with a maximum total accrual of 2,800 hours.

B. Health Care Benefits

The City provides life insurance and accidental death and dismemberment insurance to most employees. The City has elected to provide employees medical/surgical benefits through Anthem Blue Cross/Blue Shield. The employees share the cost of the monthly premium. Dental insurance is provided by the City through MetLife Dental and vision insurance is provided through VSP.

NOTE 13 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters.

The City insures against injuries to employees through the Ohio Bureau of Worker's Compensation.

The City belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to local governments. PEP provides property and casualty insurance for its members. PEP is a member of the American Public Entity Excess Pool (APEEP). Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members' deductibles.

Casualty Coverage

For an occurrence prior to January 1, 2006, PEP retains casualty risks up to \$250,000 per occurrence, including claim adjustment expenses. PEP pays a percentage of its contributions to APEEP. APEEP reinsures claims exceeding \$250,000, up to \$1,750,000 per claim and \$10,000,000 in the aggregate per year. For an occurrence on or subsequent to January 1, 2006, the Pool retains casualty risk up to \$350,000 per occurrence, including loss adjustment expenses. Claims exceeding \$350,000 are reinsured with APEEP in an amount not to exceed \$2,650,000 for each claim and \$10,000,000 in the aggregate per year. Governments can elect up to \$10,000,000 in additional coverage with the General Reinsurance Corporation, through contracts with PEP.

If losses exhaust PEP's retained earnings, APEEP provides excess of funds available coverage up to \$5,000,000 per year, subject to a per-claim limit of \$2,000,000 (for claims prior to January 1, 2006) or \$3,000,000 (for claims on or after January 1, 2006) as noted above.

Property Coverage

Through 2004, PEP retained property risks, including automobile physical damage, up to \$100,000 on any specific loss in any one occurrence. The Travelers Indemnity Company reinsured losses exceeding \$100,000 up to \$500 million per occurrence.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 13 - RISK MANAGEMENT - (Continued)

Beginning in 2005, Travelers reinsures specific losses exceeding \$250,000 up to \$600 million per occurrence. APEEP reinsures members for specific losses exceeding \$100,000 up to \$250,000 per occurrence, subject to an annual aggregate loss payment. Travelers Indemnity Company provides aggregate stop loss coverage based upon the combined members' total insurable value. If the stop loss is reached by payment of losses between \$100,000 and \$250,000, Travelers will reinsure specific losses exceeding \$100,000 up to their \$600 million per occurrence limit. The aggregate stop-loss limit for 2007 (the latest information available) was \$2,014,548.

The aforementioned casualty and property reinsurance agreements do not discharge PEP's primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective government.

Property and casualty settlements did not exceed insurance coverage for the past three fiscal years.

Financial Position

PEP's financial statements (audited by other accountants) conform with generally accepted accounting principles, and reported the following assets, liabilities and retained earnings at December 31, 2007 and 2006 (the latest information available):

<u>Casualty & Property Coverage</u>	<u>2007</u>	<u>2006</u>
Assets	\$37,560,071	\$36,123,164
Liabilities	(17,340,825)	(16,738,904)
Retained earnings	<u>\$20,219,246</u>	<u>\$19,384,290</u>

At December 31, 2007 and 2006 (the latest information available), respectively, casualty coverage liabilities noted above include approximately \$15.0 million and \$14.4 million of estimated incurred claims payable. The casualty coverage assets and retained earnings above also include approximately \$15.0 million and \$14.4 million of unpaid claims to be billed to approximately 447 member political subdivisions in the future, as of December 31, 2007 and 2006, respectively. These amounts will be included in future contributions from members when the related claims are due for payment. The City's share of these unpaid claims collectible in future years is approximately \$57,029 and \$57,975 for 2008 and 2007, respectively. This payable includes the subsequent year's contribution due if it terminates participation, as described in the last paragraph below.

Based on discussions with PEP the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

<u>Contributions to PEP</u>	
2007	\$57,975
2008	\$57,029

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 13 - RISK MANAGEMENT - (Continued)

After completing one year of membership, members may withdraw on each anniversary of the date they joined PEP. They must provide written notice to PEP 60 days in advance of the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year's contribution. Withdrawing members have no other future obligation to the pool. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim was incurred or reported prior to the withdrawal.

The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

NOTE 14 - PENSION PLANS

A. Ohio Public Employees Retirement System

Plan Description - The City participates 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 in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2008, member and contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2008 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 10.10%.

The City's contribution rate for 2008 was 14.00%, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.40% of covered payroll. For 2008, a portion equal to 7.00% of covered payroll was allocated to fund the post-employment health care plan.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 14 - PENSION PLANS - (Continued)

The City's contribution rate for pension benefits for 2008 was 7.00%, except for those plan members in law enforcement and public safety. For those classifications, the City's pension contributions were 10.40% of covered payroll. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2008, 2007, and 2006 were \$116,163, \$146,414, and \$142,311, respectively; 92.28% has been contributed for 2008 and 100% has been contributed for 2007 and 2006.

B. Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy - Plan members are required to contribute 10.0% of their annual covered salary, while the City is required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute. For 2008, the portion of the City's contributions to fund pension obligations was 12.75% for police officers and 17.25% for firefighters. The City's required contributions for pension obligations to OP&F for police officers and firefighters were \$159,662 and \$194,640 for the year ended December 31, 2008, \$166,506 and \$205,550 for the year ended December 31, 2007 and \$145,973 and \$178,373, for the year ended December 31, 2006. The full amount has been contributed for 2007 and 2006. 88.89% has been contributed for police and firefighters for 2008.

NOTE 15 - POST-EMPLOYMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

Plan Description - OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members 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.

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code 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 Ohio Revised Code.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 15 - POST-EMPLOYMENT BENEFIT PLANS - (Continued)

Funding Policy - The post-employment healthcare plan was established under, and is administrated in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2008, local government employers contributed 14.00% of covered payroll (17.40% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The amount of the employer contributions which was allocated to fund post-employment healthcare for 2008 was 7.00% of covered payroll.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment healthcare plan.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2008, 2007, and 2006 were \$116,163, \$96,441 and \$69,609, respectively; 92.28% has been contributed for 2008 and 100% has been contributed for 2007 and 2006.

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

B. Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the OP&F Pension Fund sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare 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-employment health care coverage to 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 Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 15 - POST-EMPLOYMENT BENEFIT PLANS - (Continued)

Funding Policy - The OP&F's post-employment healthcare plan was established and is administered as an Internal Revenue Code Section 401(h) account within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees. The Ohio Revised Code sets the contribution rates for participating employers and for plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as of the payroll of active pension plan members, currently, 19.50% and 24.00% of covered payroll for police and fire employers, respectively.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2008, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the 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. Active members do not make contributions to the OPEB Plan.

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$84,527 and \$76,164 for the year ended December 31, 2008, \$88,150 and \$80,433 for the year ended December 31, 2007 and \$96,105 and \$85,103 for the year ended December 31, 2006. The full amount has been contributed for 2007 and 2006. 88.89% has been contributed for police and firefighters for 2008.

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The statement of revenues, expenditures and changes in fund balances - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues and other financing sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);
2. Expenditures and other financing uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP);
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP);
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement; and,

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

5. Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for all governmental funds for which a budgetary basis statement is presented.

	General
Budget basis	\$ 1,463,649
Net adjustment for revenue accruals	73,355
Net adjustment for expenditure accruals	471,545
Net adjustment for other financing sources/(uses)	(112,282)
Adjustment for encumbrances	(222,104)
GAAP basis	<u>\$ 1,674,163</u>

NOTE 17 - CONTINGENCIES

A. Grants

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2008.

B. Litigation

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

NOTE 18 - SUBSEQUENT EVENT

During the next two calendar years, the City expects to receive nearly \$2.3 million in federal and State funds from the Ohio Department of Natural Resources' Parks and Recreation Improvement Fund, the Transportation, Community and System Preservation Grant, Clean Ohio Revitalization Fund and the Ohio Roadwork Development Grant for parkland improvement, soil remediation and infrastructure improvement.

CITY OF GRANDVIEW HEIGHTS, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

GENERAL FUND

The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and/or the general laws of Ohio.

NONMAJOR SPECIAL REVENUE FUNDS

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted for specified expenditure purposes. The following are the special revenue funds which the City operates:

Street Construction, Maintenance and Repair Fund

This fund accounts for the portion of state gasoline tax and motor vehicle registration fees designated for the maintenance of the streets within the City.

State Highway Improvement Fund

This fund accounts for the portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

Board of Health Fund

This fund accounts for the revenues and expenditures related to delivering health and welfare services through the contract with the Franklin County Board of Health.

Police Pension Fund

This fund accounts for property taxes levied and other monies for the payment of the accrued liability for police disability and pension benefits.

Fire Pension Fund

This fund accounts for property taxes levied and other monies for the payment of the accrued liability for fire disability and pension benefits.

Motor Vehicle Permissive Tax Fund

This fund accounts for local vehicle license fees designated for the maintenance of streets in the City.

Law Enforcement Trust Fund

This fund accounts for grant monies received from the U.S. Department of Justice to be used for specific law enforcement purposes and proceeds from the sale of contraband that are restricted to subsidize law enforcement efforts.

DUI Education and Enforcement Fund

This fund accounts for fees and fines to be used as payment of the cost of attendance at an alcohol and drug addiction treatment program.

Mayor's Court Computer Fund

This fund accounts for additional court fees designated for the computerization of the Mayor's court and the acquisition and maintenance of legal research services for the Mayor's court.

Community Events and Projects Fund

This fund accounts for revenues and expenses associated with community events such as sporting events, festivals, parades, concerts and entertainment to promote the quality of life in the City for its residents and visitors.

CITY OF GRANDVIEW HEIGHTS, OHIO

**INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS**

NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)

Tax Abatement Fund

This fund accounts for the annual collection of service payments in lieu of taxes distributed to the City with respect to improvements on downtown property which are declared to be a public purpose.

NIBRS2

To account for United States Department of Justice monies received and personnel expenses related to the National Incident-Based Reporting System (NIBRS) program grant.

Juvenile Task Force Fund

This fund accounts for state and federal grants awarded to the City related to the Juvenile Accountability Incentive Block Grants (JAIBG) program for the purpose of addressing the growing problem of juvenile crime by encouraging accountability-based reform at the state and local levels.

Domestic Violence Fund

This fund accounts for state and federal grants awarded to the City related to the Violence Against Women Act (VAWA) for the purpose of eliminating domestic violence.

Fire EMS Grant Fund

This fund accounts for state and federal grants awarded to the City for the purpose of supporting and enhancing the City's fire and emergency medical services.

Senior Center Improvement Fund

This fund accounts for donations and contributions used for maintenance and improvements of the City's senior center facility.

Federal Emergency Management Agency Fund

This fund accounts for the federal portion of grant monies received from the Federal Emergency Management Agency (FEMA) through the State of Ohio Emergency Management Agency Public Assistance Disaster Recovery Grant Program.

McKinley Field Fund

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the McKinley Field in the City.

Wyman Woods Fund

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the Wyman Woods Park in the City.

Municipal Swimming Pool Fund

This fund accounts for monies received through charitable donations and fees charged for use of the City's pool which are designated for the maintenance and improvement of the pool in the City.

Convention and Visitor's Bureau Fund

This fund accounts for monies received from a City-imposed hotel bed tax, a portion of which is designated for the promotion of tourism in the City.

Coronary Care Fund

This fund accounts for monies received through charitable donations which are designated for the acquisition and maintenance of the equipment related to the EMS cardiac care functions.

CITY OF GRANDVIEW HEIGHTS, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)

Youth DARE Trust

This fund accounts for monies received through charitable donations which are designated for the support of the Drug Abuse Resistance Educations (DARE) program in the City.

K-9 Trust Fund

This fund accounts for monies received through charitable donations which are designated for the support of a K-9 Corps program in the City's Division of Police.

Youth Swim Trust

This fund accounts for monies received through charitable donations which are designated for the support of a youth swimming program in the City.

C. Ray Buck Sports Park Fund

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the C. Ray Buck Sports Park in the City.

Greenspace Parkland Trust Fund

This fund accounts for donations restricted for floral beautification projects within the City.

Pierce Field Park Trust

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the Pierce Field Park in the City.

NONMAJOR DEBT SERVICE FUND

The debt service fund is used to account for the accumulation of resources and the payments of general obligation and special assessment principal, interest, and related costs.

Street Light Debt Service Fund

This fund accounts for the resources that are used for the payment of principal, interest, and other fiscal charges on street light debt.

NONMAJOR CAPITAL PROJECTS FUNDS

The capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary fund types. Following is a description of the capital project funds:

General Improvement Fund

This fund accounts for revenues and expenditures for capital improvements.

Sewer Improvement Fund

This fund accounts for revenues and expenditures for sewer improvements.

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Municipal income taxes	\$ 5,317,068	\$ 5,375,000	\$ 6,031,991	\$ 656,991
Property and other taxes	1,406,010	1,421,330	1,477,768	56,438
Charges for services	825,802	834,800	885,498	50,698
Licenses and permits	92,294	93,300	95,727	2,427
Fines and forfeitures	120,388	121,700	148,019	26,319
Intergovernmental	844,608	853,811	1,070,815	217,004
Investment income	48,571	49,100	132,267	83,167
Contributions and donations	371	371	371	-
Other	7,157	7,239	6,257	(982)
Total revenues	<u>8,662,269</u>	<u>8,756,651</u>	<u>9,848,713</u>	<u>1,092,062</u>
Expenditures:				
Current:				
General government				
Administration				
Personal services	628,156	654,540	637,891	16,649
Contractual services	421,160	438,850	324,588	114,262
Materials & supplies	227,270	236,816	149,739	87,077
Utility services	44,431	46,297	45,091	1,206
Capital outlay	41,749	43,503	30,172	13,331
Total administration	<u>1,362,766</u>	<u>1,420,006</u>	<u>1,187,481</u>	<u>232,525</u>
Finance/legal/council				
Personal services	317,533	330,870	327,698	3,172
Contractual services	694,126	723,281	653,334	69,947
Materials & supplies	29,800	31,052	23,603	7,449
Other	4,798	5,000	500	4,500
Total finance/legal/council	<u>1,046,257</u>	<u>1,090,203</u>	<u>1,005,135</u>	<u>85,068</u>
Total general government	<u>2,409,023</u>	<u>2,510,209</u>	<u>2,192,616</u>	<u>317,593</u>
Security of persons and property				
Fire & emergency				
Personal services	1,687,431	1,758,308	1,725,896	32,412
Contractual services	10,110	10,535	3,739	6,796
Materials & supplies	93,926	97,871	89,609	8,262
Utility services	3,359	3,500	3,251	249
Capital outlay	19,038	19,838	17,978	1,860
Total fire & emergency	<u>1,813,864</u>	<u>1,890,052</u>	<u>1,840,473</u>	<u>49,579</u>
Police				
Personal services	2,001,385	2,085,447	2,052,423	33,024
Contractual services	42,851	44,651	27,984	16,667
Materials & supplies	129,913	135,370	116,638	18,732
Utility services	8,432	8,786	6,744	2,042
Total police	<u>2,182,581</u>	<u>2,274,254</u>	<u>2,203,789</u>	<u>70,465</u>
Total security of persons and property	<u>\$ 3,996,445</u>	<u>\$ 4,164,306</u>	<u>\$ 4,044,262</u>	<u>\$ 120,044</u>

Continued

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (Continued)
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Transportation				
Streets & highways				
Personal services	\$ 377,753	\$ 393,620	\$ 381,671	\$ 11,949
Contractual services	21,574	22,480	20,248	2,232
Materials & supplies	34,775	36,236	29,653	6,583
Utility services	18,455	19,230	18,265	965
Capital outlay	1,137	1,185	1,083	102
Total streets & highways	<u>453,694</u>	<u>472,751</u>	<u>450,920</u>	<u>21,831</u>
Sanitation				
Personal services	377,993	393,870	383,774	10,096
Contractual services	122,987	128,153	97,915	30,238
Materials & supplies	57,140	59,540	52,669	6,871
Capital outlay	960	1,000	980	20
Total sanitation	<u>559,080</u>	<u>582,563</u>	<u>535,338</u>	<u>47,225</u>
Total transportation	<u>1,012,774</u>	<u>1,055,314</u>	<u>986,258</u>	<u>69,056</u>
Leisure time activity				
Parks & recreation				
Personal services	535,560	558,055	545,997	12,058
Contractual services	55,218	57,537	42,388	15,149
Materials & supplies	104,100	108,473	93,182	15,291
Utility services	41,996	43,760	39,539	4,221
Capital outlay	16,823	17,530	10,716	6,814
Total parks & recreation	<u>753,697</u>	<u>785,355</u>	<u>731,822</u>	<u>53,533</u>
Total leisure time activity	<u>753,697</u>	<u>785,355</u>	<u>731,822</u>	<u>53,533</u>
Total expenditures	<u>8,171,939</u>	<u>8,515,184</u>	<u>7,954,958</u>	<u>560,226</u>
Excess of revenues over expenditures	<u>490,330</u>	<u>241,467</u>	<u>1,893,755</u>	<u>1,652,288</u>
Other financing sources (uses):				
Sale of capital assets	-	-	13,733	13,733
Transfers out	(537,543)	(560,121)	(556,121)	4,000
Other financing sources	3,363	3,400	116,741	113,341
Advances in	23,247	23,500	19,041	(4,459)
Advances out	(22,553)	(23,500)	(23,500)	-
Total other financing sources (uses)	<u>(533,486)</u>	<u>(556,721)</u>	<u>(430,106)</u>	<u>126,615</u>
Net change in fund balance	(43,156)	(315,254)	1,463,649	1,778,903
Fund balances at beginning of year	1,723,730	1,723,730	1,723,730	-
Prior year encumbrances appropriated	<u>291,947</u>	<u>291,947</u>	<u>291,947</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,972,521</u>	<u>\$ 1,700,423</u>	<u>\$ 3,479,326</u>	<u>\$ 1,778,903</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 781,320	\$ 1	\$ 271,988	\$ 1,053,309
Receivables (net of allowance for uncollectibles):				
Property and other taxes	128,324	-	-	128,324
Accounts	-	-	29,898	29,898
Accrued interest	1,818	-	-	1,818
Intergovernmental	227,519	-	-	227,519
Total assets	<u>\$ 1,138,981</u>	<u>\$ 1</u>	<u>\$ 301,886</u>	<u>\$ 1,440,868</u>
Liabilities:				
Accounts payable	\$ 17,258	\$ -	\$ 2,500	\$ 19,758
Contracts payable	82,268	-	-	82,268
Interfund loans payable	3,000	-	1,459	4,459
Deferred revenue	132,168	-	11,240	143,408
Unearned revenue	122,614	-	-	122,614
Total liabilities	<u>357,308</u>	<u>-</u>	<u>15,199</u>	<u>372,507</u>
Fund balances:				
Reserved for encumbrances	26,117	-	20,086	46,203
Unreserved, undesignated reported in:				
Special revenue funds	755,556	-	-	755,556
Debt service fund	-	1	-	1
Capital projects funds	-	-	266,601	266,601
Total fund balances	<u>781,673</u>	<u>1</u>	<u>286,687</u>	<u>1,068,361</u>
Total liabilities & fund balances	<u>\$ 1,138,981</u>	<u>\$ 1</u>	<u>\$ 301,886</u>	<u>\$ 1,440,868</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property and other taxes	\$ 122,690	\$ -	\$ -	\$ 122,690
Charges for services	-	-	257,227	257,227
Fines and forfeitures	11,795	-	-	11,795
Intergovernmental	453,915	-	8,541	462,456
Investment income	46,331	-	-	46,331
Contributions and donations	14,552	-	-	14,552
Other	7,976	-	25,845	33,821
Total revenues	<u>657,259</u>	<u>-</u>	<u>291,613</u>	<u>948,872</u>
Expenditures:				
Current:				
General government	313,539	-	-	313,539
Security of persons and property	103,072	-	-	103,072
Public health and welfare	36,822	-	-	36,822
Transportation	331,801	-	-	331,801
Leisure time activity	2,987	-	-	2,987
Capital outlay	417,932	-	778,760	1,196,692
Debt service:				
Principal retirement	47,585	-	66,409	113,994
Interest and fiscal charges	1,136	-	19,841	20,977
Total expenditures	<u>1,254,874</u>	<u>-</u>	<u>865,010</u>	<u>2,119,884</u>
Excess of expenditures over revenues	<u>(597,615)</u>	<u>-</u>	<u>(573,397)</u>	<u>(1,171,012)</u>
Other financing sources:				
Transfers in	370,121	-	186,000	556,121
Inception of capital lease	-	-	115,505	115,505
Total other financing sources	<u>370,121</u>	<u>-</u>	<u>301,505</u>	<u>671,626</u>
Net change in fund balance	(227,494)	-	(271,892)	(499,386)
Fund balances at beginning of year	1,009,167	1	558,579	1,567,747
Fund balance at end of year	<u>\$ 781,673</u>	<u>\$ 1</u>	<u>\$ 286,687</u>	<u>\$ 1,068,361</u>



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GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2008

	Street Construction Maintenance and Repair	State Highway Improvement	Board of Health	Police Pension
Assets:				
Equity in pooled cash and investments	\$ 245,592	\$ 34,630	\$ 551	\$ 15,210
Receivables (net of allowance for uncollectibles):				
Property and other taxes	-	-	-	64,162
Accrued interest	1,053	149	-	-
Intergovernmental	134,722	10,924	-	3,602
Total assets	<u>\$ 381,367</u>	<u>\$ 45,703</u>	<u>\$ 551</u>	<u>\$ 82,974</u>
 Liabilities:				
Accounts payable	\$ 17,258	\$ -	\$ -	\$ -
Contracts payable	82,268	-	-	-
Interfund loans payable	-	-	-	-
Deferred revenue	90,719	7,408	-	6,457
Unearned revenue	-	-	-	61,307
Total liabilities	<u>190,245</u>	<u>7,408</u>	<u>-</u>	<u>67,764</u>
 Fund balances:				
Reserved for encumbrances	22,458	-	-	-
Unreserved, undesignated reported in:				
Special revenue funds	168,664	38,295	551	15,210
Total fund balances	<u>191,122</u>	<u>38,295</u>	<u>551</u>	<u>15,210</u>
 Total liabilities & fund balances	<u>\$ 381,367</u>	<u>\$ 45,703</u>	<u>\$ 551</u>	<u>\$ 82,974</u>

Fire Pension	Motor Vehicle Permissive Tax	Law Enforcement	DUI Enforcement and Education	Mayor's Court Computer	Community Events and Projects	Tax Abatement
\$ 15,207	\$ 143,564	\$ 5,727	\$ 22,354	\$ 16,533	\$ 4,353	\$ 4
64,162	-	-	-	-	-	-
-	616	-	-	-	-	-
3,602	8,171	-	195	755	-	-
<u>\$ 82,971</u>	<u>\$ 152,351</u>	<u>\$ 5,727</u>	<u>\$ 22,549</u>	<u>\$ 17,288</u>	<u>\$ 4,353</u>	<u>\$ 4</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
6,457	5,999	-	-	-	-	-
61,307	-	-	-	-	-	-
<u>67,764</u>	<u>5,999</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	659	-	-	-	-	-
15,207	145,693	5,727	22,549	17,288	4,353	4
<u>15,207</u>	<u>146,352</u>	<u>5,727</u>	<u>22,549</u>	<u>17,288</u>	<u>4,353</u>	<u>4</u>
<u>\$ 82,971</u>	<u>\$ 152,351</u>	<u>\$ 5,727</u>	<u>\$ 22,549</u>	<u>\$ 17,288</u>	<u>\$ 4,353</u>	<u>\$ 4</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2008

	<u>NIBRS2</u>	<u>Juvenile Task Force</u>	<u>Domestic Violence</u>	<u>Fire/EMS Grant</u>
Assets:				
Equity in pooled cash and investments	\$ 866	\$ 375	\$ 58	\$ 5,999
Receivables (net of allowance for uncollectibles):				
Property and other taxes	-	-	-	-
Accrued interest	-	-	-	-
Intergovernmental	-	-	-	-
Total assets	<u>\$ 866</u>	<u>\$ 375</u>	<u>\$ 58</u>	<u>\$ 5,999</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Contracts payable	-	-	-	-
Interfund loans payable	-	-	-	3,000
Deferred revenue	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
Fund balances:				
Reserved for encumbrances	-	-	-	3,000
Unreserved, undesignated reported in:				
Special revenue funds	866	375	58	(1)
Total fund balances	<u>866</u>	<u>375</u>	<u>58</u>	<u>2,999</u>
Total liabilities & fund balances	<u>\$ 866</u>	<u>\$ 375</u>	<u>\$ 58</u>	<u>\$ 5,999</u>

<u>Senior Center Improvement</u>	<u>FEMA Grant</u>	<u>McKinley</u>	<u>Wyman Woods</u>	<u>Municipal Swimming</u>	<u>Convention and Visitors Bureau</u>
\$ 23,645	\$ 27,671	\$ 27	\$ 140	\$ 7,134	\$ 2,085
-	-	-	-	-	-
-	-	-	-	-	-
-	65,548	-	-	-	-
<u>\$ 23,645</u>	<u>\$ 93,219</u>	<u>\$ 27</u>	<u>\$ 140</u>	<u>\$ 7,134</u>	<u>\$ 2,085</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	15,128	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>15,128</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
23,645	78,091	27	140	7,134	2,085
<u>23,645</u>	<u>78,091</u>	<u>27</u>	<u>140</u>	<u>7,134</u>	<u>2,085</u>
<u>\$ 23,645</u>	<u>\$ 93,219</u>	<u>\$ 27</u>	<u>\$ 140</u>	<u>\$ 7,134</u>	<u>\$ 2,085</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2008

	<u>Coronary Care</u>	<u>Youth DARE Trust</u>	<u>K-9 Trust</u>	<u>Youth Swim Trust</u>
Assets:				
Equity in pooled cash and investments	\$ 2,467	\$ 3,898	\$ 975	\$ 550
Receivables (net of allowance for uncollectibles):				
Property and other taxes	-	-	-	-
Accrued interest	-	-	-	-
Intergovernmental	-	-	-	-
Total assets	<u>\$ 2,467</u>	<u>\$ 3,898</u>	<u>\$ 975</u>	<u>\$ 550</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Contracts payable	-	-	-	-
Interfund loans payable	-	-	-	-
Deferred revenue	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Reserved for encumbrances	-	-	-	-
Unreserved, undesignated reported in:				
Special revenue funds	2,467	3,898	975	550
Total fund balances	<u>2,467</u>	<u>3,898</u>	<u>975</u>	<u>550</u>
 Total liabilities & fund balances	 <u>\$ 2,467</u>	 <u>\$ 3,898</u>	 <u>\$ 975</u>	 <u>\$ 550</u>

C. Ray Buck Sports Park	Greenspace Parkland Trust	Pierce Field Park Trust	Total Nonmajor Special Revenue Funds
\$ 36,808	\$ 1,000	\$ 163,897	\$ 781,320
-	-	-	128,324
-	-	-	1,818
-	-	-	227,519
<u>\$ 36,808</u>	<u>\$ 1,000</u>	<u>\$ 163,897</u>	<u>\$ 1,138,981</u>
\$ -	\$ -	\$ -	\$ 17,258
-	-	-	82,268
-	-	-	3,000
-	-	-	132,168
-	-	-	122,614
<u>-</u>	<u>-</u>	<u>-</u>	<u>357,308</u>
-	-	-	26,117
36,808	1,000	163,897	755,556
<u>36,808</u>	<u>1,000</u>	<u>163,897</u>	<u>781,673</u>
<u>\$ 36,808</u>	<u>\$ 1,000</u>	<u>\$ 163,897</u>	<u>\$ 1,138,981</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Street Construction Maintenance and Repair	State Highway Improvement	Board of Health	Police Pension
Revenues:				
Property and other taxes	\$ -	\$ -	\$ -	\$ 61,345
Fines and forfeitures	-	-	-	-
Intergovernmental	342,202	22,857	-	750
Investment income	34,905	2,288	-	-
Contributions and donations	-	-	-	-
Other	1,821	-	-	-
Total revenues	<u>378,928</u>	<u>25,145</u>	<u>-</u>	<u>62,095</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	50,750
Public health and welfare	-	-	36,822	-
Transportation	331,801	-	-	-
Leisure time activity	-	-	-	-
Capital outlay	389,925	-	-	-
Debt service:				
Principal retirement	25,421	22,164	-	-
Interest and fiscal charges	1,136	-	-	-
Total expenditures	<u>748,283</u>	<u>22,164</u>	<u>36,822</u>	<u>50,750</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(369,355)</u>	<u>2,981</u>	<u>(36,822)</u>	<u>11,345</u>
Other financing sources:				
Transfers in	35,000	-	37,372	-
Total other financing sources	<u>35,000</u>	<u>-</u>	<u>37,372</u>	<u>-</u>
Net change in fund balance	(334,355)	2,981	550	11,345
Fund balances at beginning of year	525,477	35,314	1	3,865
Fund balance at end of year	<u>\$ 191,122</u>	<u>\$ 38,295</u>	<u>\$ 551</u>	<u>\$ 15,210</u>

Fire Pension	Motor Vehicle Permissive Tax	Law Enforcement	DUI Enforcement and Education	Mayor's Court Computer	Community Events and Projects	Tax Abatement
\$ 61,345	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	1,410	2,420	7,965	-	-
750	19,567	-	-	-	-	-
-	9,138	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>62,095</u>	<u>28,705</u>	<u>1,410</u>	<u>2,420</u>	<u>7,965</u>	<u>-</u>	<u>-</u>
-	-	-	-	2,521	-	306,259
50,750	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	2,987	-
-	8,981	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>50,750</u>	<u>8,981</u>	<u>-</u>	<u>-</u>	<u>2,521</u>	<u>2,987</u>	<u>306,259</u>
<u>11,345</u>	<u>19,724</u>	<u>1,410</u>	<u>2,420</u>	<u>5,444</u>	<u>(2,987)</u>	<u>(306,259)</u>
-	-	-	-	-	-	277,749
-	-	-	-	-	-	277,749
11,345	19,724	1,410	2,420	5,444	(2,987)	(28,510)
3,862	126,628	4,317	20,129	11,844	7,340	28,514
<u>\$ 15,207</u>	<u>\$ 146,352</u>	<u>\$ 5,727</u>	<u>\$ 22,549</u>	<u>\$ 17,288</u>	<u>\$ 4,353</u>	<u>\$ 4</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>NIBRS2</u>	<u>Juvenile Task force</u>	<u>Domestic Violence</u>	<u>Fire/EMS Grant</u>
Revenues:				
Property and other taxes	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Investment income	-	-	-	-
Contributions and donations	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	1,572
Public health and welfare	-	-	-	-
Transportation	-	-	-	-
Leisure time activity	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,572</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,572)</u>
Other financing sources:				
Transfers in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	(1,572)
Fund balances at beginning of year	866	375	58	4,571
Fund balance at end of year	<u>\$ 866</u>	<u>\$ 375</u>	<u>\$ 58</u>	<u>\$ 2,999</u>

Senior Center Improvement	FEMA Grant	McKinley	Wyman Woods	Municipal Swimming	Convention and Visitors Bureau
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	67,789	-	-	-	-
-	-	-	-	-	-
2,825	-	-	135	1,668	-
-	-	-	-	-	-
<u>2,825</u>	<u>67,789</u>	<u>-</u>	<u>135</u>	<u>1,668</u>	<u>-</u>
4,759	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
11,871	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>16,630</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(13,805)	67,789	-	135	1,668	-
20,000	-	-	-	-	-
<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
6,195	67,789	-	135	1,668	-
17,450	10,302	27	5	5,466	2,085
<u>\$ 23,645</u>	<u>\$ 78,091</u>	<u>\$ 27</u>	<u>\$ 140</u>	<u>\$ 7,134</u>	<u>\$ 2,085</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Coronary Care</u>	<u>Youth DARE Trust</u>	<u>K-9 Trust</u>	<u>Youth Swim Trust</u>
Revenues:				
Property and other taxes	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Investment income	-	-	-	-
Contributions and donations	-	-	-	-
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	-
Public health and welfare	-	-	-	-
Transportation	-	-	-	-
Leisure time activity	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources:				
Transfers in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balances at beginning of year	2,467	3,898	975	550
Fund balance at end of year	<u>\$ 2,467</u>	<u>\$ 3,898</u>	<u>\$ 975</u>	<u>\$ 550</u>

<u>C. Ray Buck Sports Park</u>	<u>Greenspace Parkland Trust</u>	<u>Pierce Field Park Trust</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 122,690
-	-	-	11,795
-	-	-	453,915
-	-	-	46,331
20	-	9,904	14,552
6,155	-	-	7,976
<u>6,175</u>	<u>-</u>	<u>9,904</u>	<u>657,259</u>
-	-	-	313,539
-	-	-	103,072
-	-	-	36,822
-	-	-	331,801
-	-	-	2,987
7,155	-	-	417,932
-	-	-	47,585
-	-	-	1,136
<u>7,155</u>	<u>-</u>	<u>-</u>	<u>1,254,874</u>
<u>(980)</u>	<u>-</u>	<u>9,904</u>	<u>(597,615)</u>
-	-	-	370,121
-	-	-	370,121
(980)	-	9,904	(227,494)
37,788	1,000	153,993	1,009,167
<u>\$ 36,808</u>	<u>\$ 1,000</u>	<u>\$ 163,897</u>	<u>\$ 781,673</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION, MAINTENANCE AND REPAIR
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 251,823	\$ 327,800	\$ 281,364	\$ (46,436)
Investment income	-	-	37,067	37,067
Other	49,089	63,900	62,113	(1,787)
Total revenues	<u>300,912</u>	<u>391,700</u>	<u>380,544</u>	<u>(11,156)</u>
Expenditures:				
Current:				
Transportation				
Streets & highways				
Personal services	101,735	114,792	85,825	28,967
Contractual services	471,040	531,495	496,352	35,143
Materials & supplies	184,962	208,701	199,685	9,016
Total transportation	<u>757,737</u>	<u>854,988</u>	<u>781,862</u>	<u>73,126</u>
Debt service:				
Principal retirement	12,851	14,500	14,495	5
Total debt service	<u>12,851</u>	<u>14,500</u>	<u>14,495</u>	<u>5</u>
Total expenditures	<u>770,588</u>	<u>869,488</u>	<u>796,357</u>	<u>73,131</u>
Excess of expenditures over revenues	<u>(469,676)</u>	<u>(477,788)</u>	<u>(415,813)</u>	<u>61,975</u>
Other financing sources:				
Transfers in	26,888	35,000	35,000	-
Total other financing sources	<u>26,888</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Net change in fund balance	(442,788)	(442,788)	(380,813)	61,975
Fund balances at beginning of year	486,199	486,199	486,199	-
Prior year encumbrances appropriated	<u>21,402</u>	<u>21,402</u>	<u>21,402</u>	<u>-</u>
Fund balance at end of year	<u>\$ 64,813</u>	<u>\$ 64,813</u>	<u>\$ 126,788</u>	<u>\$ 61,975</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STATE HIGHWAY IMPROVEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 23,600	\$ 23,600	\$ 22,813	\$ (787)
Investment income	-	-	2,407	2,407
Total revenues	<u>23,600</u>	<u>23,600</u>	<u>25,220</u>	<u>1,620</u>
Expenditures:				
Debt service:				
Principal retirement	<u>22,165</u>	<u>22,165</u>	<u>22,164</u>	<u>1</u>
Total expenditures	<u>22,165</u>	<u>22,165</u>	<u>22,164</u>	<u>1</u>
Net change in fund balance	1,435	1,435	3,056	1,621
Fund balances at beginning of year	<u>31,574</u>	<u>31,574</u>	<u>31,574</u>	<u>-</u>
Fund balance at end of year	<u>\$ 33,009</u>	<u>\$ 33,009</u>	<u>\$ 34,630</u>	<u>\$ 1,621</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BOARD OF HEALTH
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Public health and welfare				
Board of health				
Contractual services	\$ 35,000	\$ 37,371	\$ 36,822	\$ 549
Total expenditures	<u>35,000</u>	<u>37,371</u>	<u>36,822</u>	<u>549</u>
Excess of expenditures over revenues	<u>(35,000)</u>	<u>(37,371)</u>	<u>(36,822)</u>	<u>549</u>
Other financing sources:				
Transfers in	<u>35,000</u>	<u>37,372</u>	<u>37,372</u>	<u>-</u>
Total other financing sources	<u>35,000</u>	<u>37,372</u>	<u>37,372</u>	<u>-</u>
Net change in fund balance	-	1	550	549
Fund balances at beginning of year	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1</u>	<u>\$ 2</u>	<u>\$ 551</u>	<u>\$ 549</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POLICE PENSION
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property and other taxes	\$ 70,594	\$ 65,736	\$ 61,345	\$ (4,391)
Intergovernmental	-	-	750	750
Total revenues	70,594	65,736	62,095	(3,641)
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services	50,000	50,000	50,000	-
Other	1,000	1,000	750	250
Total expenditures	51,000	51,000	50,750	250
Net change in fund balance	19,594	14,736	11,345	(3,391)
Fund balances at beginning of year	3,865	3,865	3,865	-
Fund balance at end of year	\$ 23,459	\$ 18,601	\$ 15,210	\$ (3,391)

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE PENSION
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 70,594	\$ 65,736	\$ 61,345	\$ (4,391)
Intergovernmental	-	-	750	750
Total revenues	<u>70,594</u>	<u>65,736</u>	<u>62,095</u>	<u>(3,641)</u>
Expenditures:				
Current:				
Security of persons and property				
Fire				
Personal services	50,000	50,000	50,000	-
Other	1,000	1,000	750	250
Total expenditures	<u>51,000</u>	<u>51,000</u>	<u>50,750</u>	<u>250</u>
Net change in fund balance	19,594	14,736	11,345	(3,391)
Fund balances at beginning of year	<u>3,862</u>	<u>3,862</u>	<u>3,862</u>	<u>-</u>
Fund balance at end of year	<u>\$ 23,456</u>	<u>\$ 18,598</u>	<u>\$ 15,207</u>	<u>\$ (3,391)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE PERMISSIVE TAX
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 26,800	\$ 26,800	\$ 16,893	\$ (9,907)
Investment income	-	-	9,609	9,609
Total revenues	<u>26,800</u>	<u>26,800</u>	<u>26,502</u>	<u>(298)</u>
Expenditures:				
Current:				
Transportation				
Streets & highways				
Capital outlay	-	10,000	9,640	360
Total expenditures	<u>-</u>	<u>10,000</u>	<u>9,640</u>	<u>360</u>
Net change in fund balance	26,800	16,800	16,862	62
Fund balances at beginning of year	<u>126,043</u>	<u>126,043</u>	<u>126,043</u>	<u>-</u>
Fund balance at end of year	<u>\$ 152,843</u>	<u>\$ 142,843</u>	<u>\$ 142,905</u>	<u>\$ 62</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ -	\$ -	\$ 1,410	\$ 1,410
Total revenues	<u>-</u>	<u>-</u>	<u>1,410</u>	<u>1,410</u>
Net change in fund balance	-	-	1,410	1,410
Fund balances at beginning of year	<u>4,317</u>	<u>4,317</u>	<u>4,317</u>	<u>-</u>
Fund balance at end of year	<u>\$ 4,317</u>	<u>\$ 4,317</u>	<u>\$ 5,727</u>	<u>\$ 1,410</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DUI EDUCATION AND ENFORCEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ -	\$ -	\$ 2,250	\$ 2,250
Intergovernmental	7,750	7,750	-	(7,750)
Total revenues	<u>7,750</u>	<u>7,750</u>	<u>2,250</u>	<u>(5,500)</u>
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services	7,500	7,500	-	7,500
Other	250	250	-	250
Total expenditures	<u>7,750</u>	<u>7,750</u>	<u>-</u>	<u>7,750</u>
Net change in fund balance	-	-	2,250	2,250
Fund balances at beginning of year	<u>20,104</u>	<u>20,104</u>	<u>20,104</u>	<u>-</u>
Fund balance at end of year	<u>\$ 20,104</u>	<u>\$ 20,104</u>	<u>\$ 22,354</u>	<u>\$ 2,250</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 8,700	\$ 8,700	\$ 7,665	\$ (1,035)
Total revenues	<u>8,700</u>	<u>8,700</u>	<u>7,665</u>	<u>(1,035)</u>
Expenditures:				
Current:				
General government				
Finance/legal/council				
Contractual services	2,400	2,400	2,400	-
Materials & supplies	1,000	1,000	121	879
Total expenditures	<u>3,400</u>	<u>3,400</u>	<u>2,521</u>	<u>879</u>
Net change in fund balance	5,300	5,300	5,144	(156)
Fund balances at beginning of year	<u>11,389</u>	<u>11,389</u>	<u>11,389</u>	<u>-</u>
Fund balance at end of year	<u>\$ 16,689</u>	<u>\$ 16,689</u>	<u>\$ 16,533</u>	<u>\$ (156)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY EVENTS AND PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Leisure time activity				
General government				
Materials & supplies	\$ 4,000	\$ 4,000	\$ 2,987	\$ 1,013
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>2,987</u>	<u>1,013</u>
Excess of expenditures over revenues	<u>(4,000)</u>	<u>(4,000)</u>	<u>(2,987)</u>	<u>1,013</u>
Other financing sources:				
Transfers in	4,000	4,000	-	(4,000)
Total other financing sources	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>(4,000)</u>
Net change in fund balance	-	-	(2,987)	(2,987)
Fund balances at beginning of year	<u>7,340</u>	<u>7,340</u>	<u>7,340</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,340</u>	<u>\$ 7,340</u>	<u>\$ 4,353</u>	<u>\$ (2,987)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TAX ABATEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
General government				
Other	\$ 250,000	\$ 306,263	\$ 306,259	\$ 4
Total expenditures	<u>250,000</u>	<u>306,263</u>	<u>306,259</u>	<u>4</u>
Excess of expenditures over revenues	<u>(250,000)</u>	<u>(306,263)</u>	<u>(306,259)</u>	<u>4</u>
Other financing sources:				
Transfers in	<u>250,000</u>	<u>277,749</u>	<u>277,749</u>	<u>-</u>
Total other financing sources	<u>250,000</u>	<u>277,749</u>	<u>277,749</u>	<u>-</u>
Net change in fund balance	-	(28,514)	(28,510)	4
Fund balances at beginning of year	<u>28,514</u>	<u>28,514</u>	<u>28,514</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28,514</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 4</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
NIBRS2
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balances at beginning of year	\$ 866	\$ 866	\$ 866	\$ -
Fund balance at end of year	<u>\$ 866</u>	<u>\$ 866</u>	<u>\$ 866</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
JUVENILE TASK FORCE
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 375	\$ 375	\$ 375	\$ -
Fund balance at end of year	<u>\$ 375</u>	<u>\$ 375</u>	<u>\$ 375</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DOMESTIC VIOLENCE
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 58	\$ 58	\$ 58	\$ -
Fund balance at end of year	<u>\$ 58</u>	<u>\$ 58</u>	<u>\$ 58</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE EMS GRANT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 6,000	\$ 3,000	\$ (3,000)
Total revenues	<u>-</u>	<u>6,000</u>	<u>3,000</u>	<u>(3,000)</u>
Expenditures:				
Current:				
Security of persons and property				
Fire				
Materials & supplies	2,500	8,500	5,500	3,000
Total expenditures	<u>2,500</u>	<u>8,500</u>	<u>5,500</u>	<u>3,000</u>
Net change in fund balance	(2,500)	(2,500)	(2,500)	-
Fund balances at beginning of year	2,999	2,999	2,999	-
Prior year encumbrances appropriated	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,999</u>	<u>\$ 2,999</u>	<u>\$ 2,999</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SENIOR CENTER IMPROVEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Contributions and donations	\$ -	\$ -	\$ 2,825	\$ 2,825
Total revenues	<u>-</u>	<u>-</u>	<u>2,825</u>	<u>2,825</u>
Expenditures:				
Current:				
Health and welfare				
Other	-	4,759	4,759	-
Capital outlay	-	20,000	11,871	8,129
Total expenditures	<u>-</u>	<u>24,759</u>	<u>16,630</u>	<u>8,129</u>
Excess of expenditures over revenues	<u>-</u>	<u>(24,759)</u>	<u>(13,805)</u>	<u>10,954</u>
Other financing sources:				
Transfers in	-	20,000	20,000	-
Total other financing sources	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund balance	-	(4,759)	6,195	10,954
Fund balances at beginning of year	<u>17,450</u>	<u>17,450</u>	<u>17,450</u>	<u>-</u>
Fund balance at end of year	<u>\$ 17,450</u>	<u>\$ 12,691</u>	<u>\$ 23,645</u>	<u>\$ 10,954</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEMA GRANT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 17,369	\$ 17,369
Total revenues	<u>-</u>	<u>-</u>	<u>17,369</u>	<u>17,369</u>
Net change in fund balance	-	-	17,369	17,369
Fund balances at beginning of year	<u>\$ 10,302</u>	<u>\$ 10,302</u>	<u>\$ 10,302</u>	<u>\$ -</u>
Fund balance at end of year	<u><u>\$ 10,302</u></u>	<u><u>\$ 10,302</u></u>	<u><u>\$ 27,671</u></u>	<u><u>\$ 17,369</u></u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
McKINLEY FIELD
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 27	\$ 27	\$ 27	\$ -
Fund balance at end of year	<u>\$ 27</u>	<u>\$ 27</u>	<u>\$ 27</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WYMAN WOODS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Contributions and donations	\$ -	\$ -	\$ 135	\$ 135
Total revenues	<u>-</u>	<u>-</u>	<u>135</u>	<u>135</u>
Net change in fund balance	-	-	135	135
Fund balances at beginning of year	<u>5</u>	<u>5</u>	<u>5</u>	<u>-</u>
Fund balance at end of year	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 140</u>	<u>\$ 135</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MUNICIPAL SWIMMING POOL
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Contributions and donations	\$ -	\$ -	\$ 1,668	\$ 1,668
Total revenues	<u>-</u>	<u>-</u>	<u>1,668</u>	<u>1,668</u>
Net change in fund balance	-	-	1,668	1,668
Fund balances at beginning of year	<u>5,466</u>	<u>5,466</u>	<u>5,466</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 5,466</u></u>	<u><u>\$ 5,466</u></u>	<u><u>\$ 7,134</u></u>	<u><u>\$ 1,668</u></u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONVENTION AND VISITOR'S BUREAU
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 2,085	\$ 2,085	\$ 2,085	\$ -
Fund balance at end of year	<u>\$ 2,085</u>	<u>\$ 2,085</u>	<u>\$ 2,085</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CORONARY CARE
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 2,467	\$ 2,467	\$ 2,467	\$ -
Fund balance at end of year	<u>\$ 2,467</u>	<u>\$ 2,467</u>	<u>\$ 2,467</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YOUTH DARE TRUST
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 3,898	\$ 3,898	\$ 3,898	\$ -
Fund balance at end of year	<u>\$ 3,898</u>	<u>\$ 3,898</u>	<u>\$ 3,898</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
K-9 TRUST
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balances at beginning of year	<u>\$ 975</u>	<u>\$ 975</u>	<u>\$ 975</u>	<u>\$ -</u>
Fund balance at end of year	<u><u>\$ 975</u></u>	<u><u>\$ 975</u></u>	<u><u>\$ 975</u></u>	<u><u>\$ -</u></u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YOUTH SWIM TRUST
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 550	\$ 550	\$ 550	\$ -
Fund balance at end of year	<u>\$ 550</u>	<u>\$ 550</u>	<u>\$ 550</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
C. RAY BUCK SPORTS PARK
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Contributions and donations	\$ -	\$ -	\$ 20	\$ 20
Other	-	-	6,155	6,155
Total revenues	<u>-</u>	<u>-</u>	<u>6,175</u>	<u>6,175</u>
Expenditures:				
Current:				
Leisure time activity				
Capital outlay	-	7,155	7,155	-
Total expenditures	<u>-</u>	<u>7,155</u>	<u>7,155</u>	<u>-</u>
Net change in fund balance	-	(7,155)	(980)	6,175
Fund balances at beginning of year	<u>37,788</u>	<u>37,788</u>	<u>37,788</u>	<u>-</u>
Fund balance at end of year	<u>\$ 37,788</u>	<u>\$ 30,633</u>	<u>\$ 36,808</u>	<u>\$ 6,175</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GREENSPACE PARKLAND TRUST
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balances at beginning of year	\$ 1,000	\$ 1,000	\$ 1,000	\$ -
Fund balance at end of year	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PIERCE FIELD PARK TRUST
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Contributions and donations	\$ -	\$ -	\$ 9,904	\$ 9,904
Total revenues	<u>-</u>	<u>-</u>	<u>9,904</u>	<u>9,904</u>
Expenditures:				
Current:				
Leisure time activity				
Parks & recreation				
Contractual services	75,000	75,000	-	75,000
Total expenditures	<u>75,000</u>	<u>75,000</u>	<u>-</u>	<u>75,000</u>
Net change in fund balance	(75,000)	(75,000)	9,904	84,904
Fund balances at beginning of year	<u>153,993</u>	<u>153,993</u>	<u>153,993</u>	<u>-</u>
Fund balance at end of year	<u>\$ 78,993</u>	<u>\$ 78,993</u>	<u>\$ 163,897</u>	<u>\$ 84,904</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET LIGHT DEBT SERVICE
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balances at beginning of year	\$ 1	\$ 1	\$ 1	\$ -
Fund balance at end of year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2008

	<u>General Improvement</u>	<u>Sewer Improvement</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets:			
Equity in pooled cash and investments	\$ 69,790	\$ 202,198	\$ 271,988
Receivables (net of allowances for uncollectibles):			
Accounts	27,046	2,852	29,898
Total assets	<u>\$ 96,836</u>	<u>\$ 205,050</u>	<u>\$ 301,886</u>
Liabilities:			
Accounts payable	\$ 2,500	\$ -	\$ 2,500
Interfund loans payable	1,459	-	1,459
Deferred revenue	11,240	-	11,240
Total liabilities	<u>15,199</u>	<u>-</u>	<u>15,199</u>
Fund balances:			
Reserved for encumbrances	7,526	12,560	20,086
Unreserved, undesignated, reported in:			
Capital projects funds	74,111	192,490	266,601
Total fund balances	<u>81,637</u>	<u>205,050</u>	<u>286,687</u>
Total liabilities & fund balances	<u>\$ 96,836</u>	<u>\$ 205,050</u>	<u>\$ 301,886</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Improvement	Sewer Improvement	Total Nonmajor Capital Projects Funds
Revenues:			
Charges for services	\$ 104,496	\$ 152,731	\$ 257,227
Intergovernmental	8,541	-	8,541
Other	25,845	-	25,845
Total revenues	<u>138,882</u>	<u>152,731</u>	<u>291,613</u>
Expenditures:			
Capital outlay	581,768	196,992	778,760
Debt service:			
Principal retirement	25,265	41,144	66,409
Interest and fiscal charges	-	19,841	19,841
Total expenditures	<u>607,033</u>	<u>257,977</u>	<u>865,010</u>
Excess of expenditures over revenues	<u>(468,151)</u>	<u>(105,246)</u>	<u>(573,397)</u>
Other financing sources:			
Transfers in	186,000	-	186,000
Inception of capital lease	115,505	-	115,505
Total other financing sources	<u>301,505</u>	<u>-</u>	<u>301,505</u>
Net change in fund balance	(166,646)	(105,246)	(271,892)
Fund balances at beginning of year	248,283	310,296	558,579
Fund balance at end of year	<u>\$ 81,637</u>	<u>\$ 205,050</u>	<u>\$ 286,687</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL IMPROVEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ -	\$ 107,000	\$ 109,043	\$ 2,043
Intergovernmental	-	10,000	8,541	(1,459)
Other	-	11,959	27,304	15,345
Total revenues	-	128,959	144,888	15,929
Expenditures:				
Current:				
General government				
Administration				
Capital outlay	12,671	30,000	29,352	648
Total administration	12,671	30,000	29,352	648
Total general government	12,671	30,000	29,352	648
Security of persons and property				
Police				
Capital outlay	35,257	83,474	77,801	5,673
Total police	35,257	83,474	77,801	5,673
Fire and emergency				
Capital outlay	127,609	302,130	297,054	5,076
Total fire and emergency	127,609	302,130	297,054	5,076
Total security of persons and property	162,866	385,604	374,855	10,749
Transportation				
Streets and highways				
Capital outlay	27,644	65,450	58,811	6,639
Total streets and highways	27,644	65,450	58,811	6,639
Total transportation	27,644	65,450	58,811	6,639
Leisure time activity				
Parks and recreation				
Capital outlay	14,498	34,326	34,286	40
Total parks and recreation	14,498	34,326	34,286	40
Total leisure time activity	14,498	34,326	34,286	40
Total expenditures	217,679	515,380	497,304	18,076
Excess of expenditures over revenues	(217,679)	(386,421)	(352,416)	34,005
Other financing sources (uses):				
Advances in	-	19,041	19,041	-
Advances out	(8,042)	(19,041)	(19,041)	-
Transfer in	-	186,000	186,000	-
Total other financing sources (uses)	(8,042)	186,000	186,000	-
Net change in fund balance	(225,721)	(200,421)	(166,416)	34,005
Fund balances at beginning of year	2,959	2,959	2,959	-
Prior year encumbrances appropriated	225,721	225,721	225,721	-
Fund balance at end of year	<u>\$ 2,959</u>	<u>\$ 28,259</u>	<u>\$ 62,264</u>	<u>\$ 34,005</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SEWER IMPROVEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 133,700	\$ 133,700	\$ 149,879	\$ 16,179
Total revenues	<u>133,700</u>	<u>133,700</u>	<u>149,879</u>	<u>16,179</u>
Expenditures:				
Current:				
Transportation				
Capital outlay	249,653	249,655	224,673	24,982
Total transportation	<u>249,653</u>	<u>249,655</u>	<u>224,673</u>	<u>24,982</u>
Debt service:				
Principal retirement	41,210	41,210	41,209	1
Interest and fiscal charges	19,790	19,790	19,776	14
Total debt service	<u>61,000</u>	<u>61,000</u>	<u>60,985</u>	<u>15</u>
Total expenditures	<u>310,653</u>	<u>310,655</u>	<u>285,658</u>	<u>24,997</u>
Net change in fund balance	(176,953)	(176,955)	(135,779)	41,176
Fund balances at beginning of year	301,224	301,224	301,224	-
Prior year encumbrances appropriated	<u>21,693</u>	<u>21,693</u>	<u>21,693</u>	<u>-</u>
Fund balance at end of year	<u>\$ 145,964</u>	<u>\$ 145,962</u>	<u>\$ 187,138</u>	<u>\$ 41,176</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

**INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTION - AGENCY FUND**

Agency Fund

Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Mayor's Court

To account for monies collected and to be distributed by the Mayor's Court.

CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

Mayor's Court Fund

	Beginning Balance 12/31/2007	Additions	Reductions	Ending Balance 12/31/2008
Assets:				
Cash in segregated accounts	\$ 16,314	\$ 48,980	\$ (42,855)	\$ 22,439
Receivables:				
Accounts	26,541	-	(26,541)	-
Total assets	<u>\$ 42,855</u>	<u>\$ 48,980</u>	<u>\$ (69,396)</u>	<u>\$ 22,439</u>
Liabilities:				
Due to others	<u>\$ 42,855</u>	<u>\$ 48,980</u>	<u>\$ (69,396)</u>	<u>\$ 22,439</u>
Total liabilities	<u>\$ 42,855</u>	<u>\$ 48,980</u>	<u>\$ (69,396)</u>	<u>\$ 22,439</u>



The CITY of
GRANDVIEW HEIGHTS

STATISTICAL SECTION



The CITY of
GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

STATISTICAL SECTION

The statistical section of the City of Grandview Heights'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.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City of Grandview Heights's financial performance and well-being have changed over time.	111-116
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, the income tax.	117-123
Debt Capacity These schedules contain information to help the reader assess the afford-ability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	124-127
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	128-129
Operating Information 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.	130-136

Sources: Sources are noted on the individual schedules. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

CITY OF GRANDVIEW HEIGHTS, OHIO

NET ASSETS BY COMPONENT
LAST FIVE YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Governmental activities:					
Invested in capital assets, net of related debt	\$ 4,432,203	\$ 3,691,157	\$ 3,532,321	\$ 3,058,195	\$ 2,968,591
Restricted	1,202,213	1,660,592	1,585,464	1,366,202	1,129,550
Unrestricted	4,414,892	2,741,623	1,726,118	574,967	793,489
Total governmental activities net assets	<u>\$ 10,049,308</u>	<u>\$ 8,093,372</u>	<u>\$ 6,843,903</u>	<u>\$ 4,999,364</u>	<u>\$ 4,891,630</u>

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

CHANGES IN NET ASSETS
LAST FIVE YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Program revenues:					
Governmental activities					
Charges for services:					
General government	\$ 213,627	\$ 216,906	\$ 172,519	\$ 165,083	\$ 145,008
Security of persons and property	542,676	499,893	551,316	546,146	313,295
Public health and welfare	158,414	155,936	124,633	120,857	115,103
Transportation	219,398	196,812	115,292	131,657	90,834
Leisure time activity	269,207	258,572	227,938	251,661	227,898
Operating grants & contributions	542,629	374,288	563,107	457,437	484,031
Capital grants & contributions	8,541	3,418	22,548	24,276	-
Total governmental activities program revenues	<u>1,954,492</u>	<u>1,705,825</u>	<u>1,777,353</u>	<u>1,697,117</u>	<u>1,376,169</u>
Expenses:					
Governmental activities					
General government	2,204,504	2,075,789	1,707,802	1,530,412	1,373,306
Security of persons and property	4,410,555	4,382,097	4,339,500	4,060,294	3,999,902
Public health and welfare	36,822	34,345	33,557	31,868	31,199
Transportation	1,493,001	1,397,206	1,165,134	1,304,154	1,176,973
Community environment	-	-	15,903	-	-
Leisure time activity	768,120	775,985	735,040	888,488	704,961
Basic utility services	107,706	107,153	111,066	65,674	112,592
Interest & fiscal charges	23,116	36,045	38,760	48,174	55,069
Total governmental activities expenses	<u>9,043,824</u>	<u>8,808,620</u>	<u>8,146,762</u>	<u>7,929,064</u>	<u>7,454,002</u>
Total primary government net expense	<u>(7,089,332)</u>	<u>(7,102,795)</u>	<u>(6,369,409)</u>	<u>(6,231,947)</u>	<u>(6,077,833)</u>
General revenues and other changes in net assets:					
Governmental activities					
Taxes:					
Property taxes levied for:					
General purposes	1,500,106	1,459,747	1,566,802	1,439,355	1,480,632
Police and fire pensions	123,818	123,722	129,868	106,158	107,808
Municipal income taxes levied for:					
General purposes	6,102,124	5,353,771	5,147,926	3,447,179	2,818,456
Grants and entitlements not restricted to specific programs	1,003,195	1,020,332	1,002,555	959,886	1,241,372
Investment earnings	167,510	94,179	99,301	50,104	70,840
Lease	-	215,660	215,605	214,855	213,430
Miscellaneous	148,515	84,853	51,891	76,355	139,629
Special item	-	-	-	45,789	-
Total governmental activities	<u>9,045,268</u>	<u>8,352,264</u>	<u>8,213,948</u>	<u>6,339,681</u>	<u>6,072,167</u>
Total primary government change in net assets	<u>\$ 1,955,936</u>	<u>\$ 1,249,469</u>	<u>\$ 1,844,539</u>	<u>\$ 107,734</u>	<u>\$ (5,666)</u>

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
General fund:					
Reserved	\$ 171,144	\$ 286,948	\$ 253,194	\$ 98,091	\$ 280,941
Unreserved	4,200,095	2,410,128	1,356,521	730,789	1,048,555
Total general fund	<u>\$ 4,371,239</u>	<u>\$ 2,697,076</u>	<u>\$ 1,609,715</u>	<u>\$ 828,880</u>	<u>\$ 1,329,496</u>
All other governmental funds:					
Reserved	\$ 46,203	\$ 240,775	\$ 270,657	\$ 99,732	\$ 62,525
Undesignated (deficit), reported in:					
Special revenue funds	755,556	1,002,435	927,655	880,499	699,427
Debt service funds	1	1	1	11,023	-
Capital project funds	266,601	324,536	254,270	254,764	210,343
Total all other governmental funds	<u>\$ 1,068,361</u>	<u>\$ 1,567,747</u>	<u>\$ 1,452,583</u>	<u>\$ 1,246,018</u>	<u>\$ 972,295</u>

Source: City financial records.

2003	2002	2001	2000	1999
\$ 1,629,691	\$ 316,783	\$ 3,091,378	\$ 154,164	\$ 75,847
231,168	1,782,461	193,283	2,630,256	2,018,330
<u>\$ 1,860,859</u>	<u>\$ 2,099,244</u>	<u>\$ 3,284,661</u>	<u>\$ 2,784,420</u>	<u>\$ 2,094,177</u>
\$ 274,914	\$ 820,299	\$ 476,960	\$ 39,890	\$ 325,949
588,191	450,610	389,964	472,708	273,020
2,278	-	-	-	998
216,592	265,074	(23,002)	408,846	126,167
<u>\$ 1,081,975</u>	<u>\$ 1,535,983</u>	<u>\$ 843,922</u>	<u>\$ 921,444</u>	<u>\$ 726,134</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Revenues:					
Municipal income tax	\$ 6,021,389	\$ 5,559,384	\$ 4,787,451	\$ 3,334,135	\$ 2,809,215
Property and other taxes	1,600,458	1,608,430	1,735,924	1,571,355	1,611,839
Charges for services	1,142,485	1,092,531	1,010,117	1,057,546	781,606
Licenses, permits & fees	95,832	99,004	88,852	76,063	51,062
Fines and forfeitures	164,299	126,555	123,080	121,418	100,720
Intergovernmental	1,474,911	1,338,216	1,561,177	1,459,706	1,633,145
Investment Income	208,499	139,434	99,301	50,104	70,840
Capital lease revenue	-	215,660	215,605	-	-
Contributions and donations	14,923	-	-	-	-
Miscellaneous	148,144	113,521	61,682	281,406	280,352
Total revenues	<u>10,870,940</u>	<u>10,292,735</u>	<u>9,683,189</u>	<u>7,951,733</u>	<u>7,338,779</u>
Expenses:					
Current:					
General government	2,161,482	2,035,446	1,671,651	1,508,045	1,340,210
Security of persons and property	4,146,435	4,149,691	4,054,938	3,870,414	3,875,942
Public health and welfare	36,822	34,345	33,207	31,868	31,199
Transportation	1,290,263	1,255,987	1,059,646	1,209,774	1,124,026
Community environment	-	-	15,736	-	-
Leisure time activity	685,713	690,768	659,262	842,853	635,219
Utility services	107,706	107,153	111,066	65,674	112,592
Other	-	-	-	-	-
Capital outlay	1,248,791	548,017	1,280,738	303,060	434,443
Debt service:					
Principal retirement	124,588	252,474	479,891	581,303	666,727
Interest and fiscal charges	23,601	26,004	40,208	48,045	55,015
Total expenditures	<u>9,825,401</u>	<u>9,099,885</u>	<u>9,406,343</u>	<u>8,461,036</u>	<u>8,275,373</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,045,539</u>	<u>1,192,850</u>	<u>276,846</u>	<u>(509,303)</u>	<u>(936,594)</u>
Other financing sources (uses):					
Sale of capital assets	13,733	9,675	12,813	4,308	-
Loan issuance	-	-	-	-	-
Note issuance	-	-	647,551	220,000	-
Bond issuance	-	-	-	10,762	335,000
Inception of capital lease	115,505	-	50,190	-	41,576
Transfers in	556,121	638,412	361,121	204,100	152,480
Transfers out	(556,121)	(638,412)	(361,121)	(204,100)	(152,480)
Total other financing sources (uses)	<u>129,238</u>	<u>9,675</u>	<u>710,554</u>	<u>235,070</u>	<u>376,576</u>
Special item:					
Sale of land	-	-	-	47,340	-
Net change in fund balances	<u>\$ 1,174,777</u>	<u>\$ 1,202,525</u>	<u>\$ 987,400</u>	<u>\$ (226,893)</u>	<u>\$ (560,018)</u>
Debt service as a percentage of noncapital expenditures	1.70%	3.22%	6.34%	7.67%	9.23%

Source: City financial records.

	2003	2002	2001	2000	1999
\$	3,354,944	\$ 3,538,669	\$ 3,639,651	\$ 3,876,770	\$ 3,669,203
	1,499,012	1,494,919	1,575,105	1,564,338	1,521,419
	644,704	613,060	582,089	656,663	605,570
	34,014	26,286	25,049	19,295	25,710
	73,355	78,505	91,357	82,884	108,737
	1,568,948	1,430,951	1,780,780	1,680,582	1,559,541
	100,608	169,898	155,575	155,632	135,544
	-	-	-	-	-
	-	-	-	-	-
	344,693	370,486	468,086	348,458	427,215
	<u>7,620,278</u>	<u>7,722,774</u>	<u>8,317,692</u>	<u>8,384,622</u>	<u>8,052,939</u>
	1,271,972	1,214,082	1,212,730	930,998	1,174,667
	3,948,678	3,703,386	3,535,848	3,293,286	3,150,976
	31,199	36,835	32,606	44,904	43,976
	1,136,907	1,090,844	963,325	970,109	881,713
	-	-	-	-	-
	677,800	90,224	654,722	597,333	641,814
	116,326	676,543	95,769	74,907	449,302
	-	87,770	1,591	272,218	-
	762,258	1,152,338	1,457,930	1,253,765	897,742
	745,110	187,233	266,459	305,009	221,264
	88,940	101,296	114,767	118,156	131,459
	<u>8,779,190</u>	<u>8,340,551</u>	<u>8,335,747</u>	<u>7,860,685</u>	<u>7,592,913</u>
	<u>(1,158,912)</u>	<u>(617,777)</u>	<u>(18,055)</u>	<u>523,937</u>	<u>460,026</u>
	9,931	-	6,209	7,728	125
	22,595	113,853	306,833	-	258,221
	440,000	-	-	353,888	-
	-	-	-	-	-
	-	10,568	-	-	-
	87,140	1,562,459	731,457	858,726	530,253
	(87,140)	(1,562,459)	(731,457)	(858,726)	(530,253)
	<u>472,526</u>	<u>124,421</u>	<u>313,042</u>	<u>361,616</u>	<u>258,346</u>
	-	-	-	-	-
\$	<u>(686,386)</u>	<u>(493,356)</u>	<u>294,988</u>	<u>885,553</u>	<u>718,372</u>
	10.36%	3.72%	4.70%	5.55%	4.76%

CITY OF GRANDVIEW HEIGHTS, OHIO

ASSESSED VALUATION AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY
LAST TEN YEARS
(\$000's omitted)

Tax Year	Collection Year	Real Property		Personal Property		Public Utility		TOTAL		Ratio	City Direct Rate
		Assessed	Estimated Actual (a)	Assessed	Estimated Actual (b)	Assessed	Estimated Actual (c)	Assessed	Estimated Actual		
1998	1999	124,610	356,029	19,719	78,876	12,882	51,528	157,211	486,433	32.32%	10.70
1999	2000	144,272	412,206	21,777	87,108	13,018	52,072	179,067	551,386	32.48%	10.70
2000	2001	144,496	412,846	19,217	76,868	13,210	52,840	176,923	542,554	32.61%	10.70
2001	2002	144,963	414,180	18,280	73,120	7,388	29,552	170,631	516,852	33.01%	10.70
2002	2003	173,674	496,211	18,156	72,624	6,949	27,796	198,779	596,631	33.32%	10.70
2003	2004	174,156	497,589	15,183	60,732	6,805	27,220	196,144	585,541	33.50%	10.70
2004	2005	174,818	499,480	13,188	52,752	6,704	26,816	194,710	579,048	33.63%	10.70
2005	2006	213,264	609,326	4,129	22,021	6,645	26,580	224,038	657,927	34.05%	10.70
2006	2007	214,655	613,300	2,708	21,578	6,755	27,020	224,118	661,898	33.86%	10.70
2007	2008	220,095	628,843	107	1,712	6,786	27,144	226,988	657,699	34.51%	10.70

Source: County Auditor - Franklin County, Ohio

(a) Real property is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values as of January 1 of the preceding year.

(b) Public utility is assessed at 25% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.

(c) For 2005 and prior, tangible personal is assessed at 25% of true value for capital assets and 23% percent of true value for inventory.

For 2006, tangible personal property tax is assessed at 18.75% of property value, including inventory.

For 2007, tangible personal property tax is assessed at 12.55% of property value, including inventory.

For 2008, tangible personal property tax is assessed at 6.25% of property value, including inventory.

CITY OF GRANDVIEW HEIGHTS, OHIO

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 RATES EXPRESSED PER \$1,000 OF ASSESSED VALUATION
 LAST TEN YEARS

Tax Year	Collection Year	City of Grandview Heights	Franklin County	Grandview Heights City School District	Grandview Heights Public Library	TOTAL	Res/Agr Effective Rate	Com/Ind Effective Rate
1998	1999	10.70	17.54	82.32	4.70	115.26	58.3470	79.8745
1999	2000	10.70	17.64	81.82	4.70	114.86	70.9715	91.2948
2000	2001	10.70	17.64	81.97	4.70	115.01	63.3449	87.8017
2001	2002	10.70	17.64	82.17	4.70	115.21	63.4357	87.6917
2002	2003	10.70	17.64	92.12	4.70	125.16	63.4904	87.7132
2003	2004	10.70	17.64	92.33	4.70	125.37	65.1613	90.1249
2004	2005	10.70	18.44	92.45	4.70	126.29	66.4980	92.2907
2005	2006	10.70	18.44	101.28	4.70	135.12	63.7188	92.3448
2006	2007	10.70	18.44	100.50	4.70	134.34	63.9223	96.0322
2007	2008	10.70	18.49	100.80	4.70	134.69	65.3498	96.6696

Source: Ohio Municipal Advisory Council

CITY OF GRANDVIEW HEIGHTS, OHIO

TOP PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND FOUR YEARS AGO

Rank	Taxpayer Name	Assessed Valuation	% of Total Assessed Valuation
December 31, 2008			
Public Utilities			
1.	Columbus Southern Power	\$5,017,130	2.21%
2.	Columbia Gas	1,661,090	0.73%
Real Estate			
1.	NRI Equity Land	9,114,020	4.02%
2.	Woodhill Garden	1,178,310	0.52%
3.	Buckone Ltd.	1,070,300	0.47%
4.	838-890 W. Goodale LLC	1,069,200	0.47%
5.	Quay I LLC	1,050,010	0.46%
6.	Grandview Business Center	963,550	0.42%
7.	Buena William E TR	828,860	0.37%
8.	Big Valley LTD LLC	712,250	0.31%
9.	Williams W. W. Corporation	703,550	0.31%
10.	Panzer Nick C.	701,270	0.31%
Tangible Personal Property			
1.	Loeb Electric Company	825,460	0.36%
2.	Citicorp Leasing, Inc.	180,840	0.08%
3.	Capital Wholesale Drug Company	172,470	0.08%
4.	Manley, Deas and Kochalski, LLC	121,030	0.05%
5.	CW Demary Services, Inc.	107,620	0.05%
6.	General Electric Capital Corp.	103,400	0.05%
7.	Ohio Bell Telephone Company	101,750	0.04%
8.	GE Commercial Equipment Holding, LLC	100,980	0.04%
9.	Bearing Distributors, Inc.	97,760	0.04%
10.	Time Warner Entertainment Company LP	72,820	0.03%
	ALL OTHERS	201,033,623	88.58%
	TOTAL ASSESSED VALUATION	\$226,987,293	100.00%

Source: County Auditor - Franklin County, Ohio

Note: Information prior to 2004 is not available.

Rank	Taxpayer Name	Assessed Valuation	% of Total Assessed Valuation
December 31, 2004			
Public Utilities			
1.	Columbus Southern Power	\$4,432,940	2.28%
2.	Columbia Gas of Ohio Inc	2,552,670	1.31%
Real Estate			
1.	Olentangy Commerce Center LP	5,215,010	2.68%
2.	Penn Traffic	1,402,820	0.72%
3.	Farmers New World Life Insurance Co	1,328,290	0.68%
4.	Woodhill Garden	867,420	0.45%
5.	Popajack LLC	844,380	0.43%
6.	Court Realty Ltd	796,020	0.41%
7.	Jamestown Apartments Corp	764,750	0.39%
8.	Tarbill Family LP	720,410	0.37%
9.	William E Benua TR	607,500	0.31%
10.	Big Valley Ltd LLC	588,000	0.30%
Tangible Personal Property			
1.	Penn Traffic Company	4,216,570	2.17%
2.	Loeb Electric Company	1,550,150	0.80%
3.	Carro Printing Corp	672,480	0.35%
4.	Capital Wholesale Drug Company	646,770	0.33%
5.	Mindleaders Com Inc	501,140	0.26%
6.	Floyd Bell Associates Inc	395,330	0.20%
7.	Bearing Distributors Inc	351,630	0.18%
8.	Global Living LLC	327,203	0.17%
9.	Wesco Distribution Inc	325,760	0.17%
10.	Time Warner Entertainment Company LP	311,840	0.15%
	ALL OTHERS	165,291,846	84.89%
	TOTAL ASSESSED VALUATION	\$194,710,929	100.00%

CITY OF GRANDVIEW HEIGHTS, OHIO

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

Tax Year	Collection Year	Total Tax Levy	Current Collection	Delinquent Collection	Total Tax Collections	Accumulated Outstanding Delinquent Taxes	Percent of Total Collections to Tax Levy	Percent of Delinquent Taxes to Total Tax Levy
1998	1999	1,704,292	1,672,787	20,421	1,693,208	54,369	99.35%	3.19%
1999	2000	1,722,467	1,691,061	36,069	1,727,130	58,007	100.27%	3.37%
2000	2001	1,717,429	1,691,082	48,302	1,739,384	52,620	101.28%	3.06%
2001	2002	1,661,761	1,624,621	41,005	1,665,626	52,009	100.23%	3.13%
2002	2003	1,704,160	1,568,725	28,213	1,596,938	171,171	93.71%	10.04%
2003	2004	1,685,540	1,583,743	124,511	1,708,255	147,774	101.35%	8.77%
2004	2005	1,628,655	1,561,778	102,766	1,664,543	122,048	102.20%	7.49%
2005	2006	1,717,404	1,657,596	100,654	1,758,250	80,615	102.38%	4.69%
2006	2007	1,701,716	1,647,180	42,741	1,689,921	57,716	99.31%	3.39%
2007	2008	1,687,015	1,636,797	30,787	1,667,584	81,183	98.85%	4.81%
Ten Year Average		\$1,693,044	\$1,633,537	\$57,547	\$1,691,084	\$87,751	99.88%	5.18%

Source: County Auditor - Franklin County, Ohio

CITY OF GRANDVIEW HEIGHTS, OHIO

INCOME TAX COLLECTIONS
LAST TEN YEARS
(CASH BASIS)

Tax Year	Tax Rate	Withholding Tax	Individual Tax	Business Income Tax	Inter-City Transfers	Total Tax Collections	Total General Fund Revenues	Total Income Taxes as a % of Total General Fund Revenues
1999	2.0%	2,794,062	492,957	370,754	33,084	3,690,857	6,925,392	53.29%
2000	2.0%	3,016,094	263,464	524,210	1,207	3,804,975	7,185,603	52.95%
2001	2.0%	2,848,347	311,404	522,647	11,724	3,694,122	7,392,863	49.97%
2002	2.0%	2,754,701	314,365	336,957	(55)	3,405,968	7,052,685	48.29%
2003	2.0%	2,679,253	401,388	391,960	100	3,472,701	6,914,095	50.23%
2004	2.0%	2,217,335	374,771	306,626	-	2,898,732	6,581,916	44.04%
2005	2.5%*	2,301,243	507,106	359,984	-	3,168,333	6,688,374	47.37%
2006	2.5%*	2,919,962	1,101,634	631,762	-	4,653,358	8,364,610	55.63%
2007	2.5%*	3,146,500	1,332,039	868,350	-	5,346,889	9,064,082	58.99%
2008	2.5%*	3,465,513	1,368,417	1,198,061	-	6,031,991	9,998,228	60.33%
Ten Year Average		\$ 2,814,301	\$ 646,755	\$ 551,131	\$ 4,606	\$ 4,016,793	\$ 7,616,785	52.74%

Note: Tax rate was increased to 2.5% of taxable income effective July 1, 2005.

Source: Regional Income Tax Agency & City financial reports

CITY OF GRANDVIEW HEIGHTS, OHIO

INCOME TAX COLLECTIONS
CURRENT YEAR AND NINE YEARS AGO
(CASH BASIS)

	2008		1999	
Withholding Tax	\$ 3,465,513	57.45%	\$ 2,794,062	75.69%
Individual Tax	1,368,417	22.69%	492,957	13.36%
Business Income Tax	1,198,061	19.86%	370,754	10.05%
Inter-City Transfers	-	0.00%	33,084	0.90%
	\$ 6,031,991	100.00%	\$ 3,690,857	100.00%
Total Income Tax Collections				

Source: Regional Income Tax Agency & City financial reports

CITY OF GRANDVIEW HEIGHTS, OHIO

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS**

Year	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	OPWC Loans	Total Debt	Percent of Per Capita Income	Total Debt Per Capita
2008	\$ -	\$ -	\$ -	\$ 1,357,735	\$ 1,357,735	4938.12%	\$214.46
2007	-	-	-	1,435,538	1,435,538	5221.09%	226.75
2006	205,000	-	-	1,460,966	1,665,966	6059.16%	263.14
2005	400,000	-	220,000	889,078	1,509,078	5488.56%	238.36
2004	585,000	-	335,000	914,095	1,834,095	6670.65%	289.70
2003	760,000	-	440,000	963,836	2,163,836	7869.93%	336.26
2002	930,000	535,000	-	979,515	2,444,515	8890.76%	374.98
2001	1,090,000	535,000	-	892,483	2,517,483	9156.15%	380.46
2000	1,245,000	620,000	-	612,109	2,477,109	9009.31%	369.99
1999	1,395,000	695,000	-	258,221	2,348,221	9004.61%	334.98

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS**

Year	General Bonded Debt Outstanding				Percent of Actual Taxable Property Value	Per Capita
	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	Total		
2008	\$ -	\$ -	\$ -	\$ -	0.00%	\$0.00
2007	-	-	-	-	0.00%	0.00
2006	205,000	-	-	205,000	0.09%	32.38
2005	400,000	-	220,000	620,000	0.32%	97.93
2004	585,000	-	335,000	920,000	0.47%	145.32
2003	760,000	-	440,000	1,200,000	0.60%	186.48
2002	930,000	535,000	-	1,465,000	0.86%	224.73
2001	1,090,000	535,000	-	1,625,000	0.92%	245.58
2000	1,245,000	620,000	-	1,865,000	1.04%	278.57
1999	1,395,000	695,000	-	2,090,000	1.33%	298.15

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING
GENERAL OBLIGATION BONDED DEBT
AS OF DECEMBER 31, 2008

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Percent Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct:			
City of Grandview Heights	\$ -	100.00%	\$ -
Overlapping:			
Franklin County	200,335,000	0.79%	1,582,647
Grandview Heights City School District	6,499,989	84.62%	5,500,290
Solid Waste Authority of Central Ohio	19,975,000	0.75%	149,813
 Total overlapping debt	 <u>226,809,989</u>		 <u>7,232,750</u>
 Total direct & overlapping debt	 <u>\$ 226,809,989</u>		 <u>\$ 7,232,750</u>

Source: Ohio Municipal Advisory Council

CITY OF GRANDVIEW HEIGHTS, OHIO

LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

Year	Debt Limit (a)	Total Net Debt Applicable to Limit	Debt Service Available Balance	Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2008	\$ 23,816,259	\$ -	\$ 1	\$ 23,816,260	0.00%
2007	23,237,441	-	1	23,237,442	0.00%
2006	23,523,969	-	1	23,523,970	0.00%
2005	20,444,648	220,000	11,023	20,235,671	1.08%
2004	20,595,048	335,000	3,234	20,263,282	1.63%
2003	20,871,799	440,000	2,278	20,434,077	2.11%
2002	17,916,279	535,000	-	17,381,279	2.99%
2001	18,576,972	535,000	-	18,041,972	2.88%
2000	18,802,026	620,000	-	18,182,026	3.30%
1999	16,507,221	695,000	998	15,813,219	4.21%

Notes: Debt limit is calculated as assessed valuation multiplied by 10.5%.

(a) Beginning in 2007, the debt limit excludes the assessed valuation of tangible personal property tax, as well as railroad and telephone public utility personal property in accordance with Ohio House Bill 530.

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Year	Population	Per Capita Income	Personal Income (7)	Median Age	School Enrollment (4)	Unemployment Rate (5)
2008	6,331 (1)	\$27,495 (2)	\$174,070,845	36.8 (2)	1,136	5.5%
2007	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,139	4.7%
2006	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,149	4.7%
2005	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,155	4.8%
2004	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,176	4.3%
2003	6,435 (2)	27,495 (2)	176,930,325	36.8 (2)	1,158	4.9%
2002	6,519 (2)	27,495 (2)	179,239,905	36.8 (2)	1,204	4.4%
2001	6,617 (2)	27,495 (2)	181,934,415	36.8 (2)	1,218	2.7%
2000	6,695 (2)	27,495 (2)	184,079,025	36.8 (2)	1,263	2.7%
1999	7,010 (3)	26,078 (3)	182,806,780	33.5 (3)	1,285	2.5%

OTHER MISCELLANEOUS INFORMATION (6)

Date of Incorporation 1906
 Form of Government Mayor/Council
 Population (as of 7/1/2004) 6,331

Area in square miles 1.24

City Acreage by class:

Single family 507 62.6%
 Multi-family 131 16.2%
 Retail 17 2.1%
 Industrial 155 19.1%

Facilities & Services:

Miles of streets 20.37
 Number of street lights 583
 Number of traffic lights 10

Sources:

- (1) US Census 2004 population estimates
- (2) Federal 2000 decennial census
- (3) Federal 1990 decennial census
- (4) Grandview Heights City Schools
- (5) Ohio Job & Family Services, Labor Market Information department. Rates are for Franklin County.
- (6) City departments
- (7) Per capita income multiplied by population

CITY OF GRANDVIEW HEIGHTS, OHIO

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2008		
	Payroll Tax Withholding	Rank	Percent of Total Withholding
Grandview Heights Board of Education	\$ 249,578	1	7.20%
Loeb Electric Company	204,537	2	5.90%
The W. W. Williams Company	202,091	3	5.83%
Columbia Gas of Ohio	150,498	4	4.34%
Bravo Development Inc.	148,486	5	4.28%
Flatiron Services LLC	127,846	6	3.69%
City of Grandview Heights	106,199	7	3.06%
Healthlinx Executive	100,229	8	2.89%
Sequent Inc.	77,203	9	2.23%
Limbach Company LLC	69,762	10	2.03%
Total of top ten	<u>\$ 1,436,429</u>		<u>41.45%</u>
Total withholdings - all employers	<u>\$ 3,465,513</u>		

	1999		
	Payroll Tax Withholding	Rank	Percent of Total Withholding
Penn Traffic Company	\$ 395,888	1	14.17%
Mindleaders Company Inc.	158,435	2	5.67%
Grandview Heights Board of Education	157,188	3	5.63%
Columbia Gas of Ohio	132,156	4	4.73%
Fine Line Graphics Corporation	130,006	5	4.65%
Loeb Electric Company	116,642	6	4.17%
Thomas W. Ruff and Company	102,199	7	3.66%
The Ross-Willoughby Co.	97,518	8	3.49%
Limbach Company LLC	92,709	9	3.32%
National Sign Systems	85,718	10	3.07%
Total of top ten	<u>\$ 1,468,459</u>		<u>52.56%</u>
Total withholdings - all employers	<u>\$ 2,794,062</u>		

Source: Regional Income Tax Agency (RITA) records.



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GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS

<u>Function/Program</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
General government:					
Administration	2.000	2.900	2.900	3.823	3.990
Finance	3.000	3.000	3.000	2.996	3.017
Legal department	0.800	0.800	0.800	0.827	1.000
Building & zoning	3.000	2.500	2.500	1.007	1.000
Total general government	<u>8.800</u>	<u>9.200</u>	<u>9.200</u>	<u>8.653</u>	<u>9.007</u>
Security of persons and property:					
Fire/EMS	17.000	17.000	17.000	16.694	18.886
Police	19.000	18.000	18.000	19.468	20.898
Communications	4.500	4.653	4.800	4.747	4.773
Total security of persons and property	<u>40.500</u>	<u>39.653</u>	<u>39.800</u>	<u>40.909</u>	<u>44.557</u>
Service	6.000	6.000	5.800	6.208	6.163
Sanitation	6.000	6.000	7.000	6.271	7.328
Parks & recreation	11.870	10.979	12.200	12.159	11.524
Total full-time equivalent (FTE)	<u>73.170</u>	<u>71.832</u>	<u>74.000</u>	<u>74.200</u>	<u>78.579</u>

Source: City payroll systems

<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
5.424	5.709	6.215	6.740	6.387
2.952	2.884	3.059	3.101	2.976
1.000	1.000	0.958	1.000	1.000
0.999	1.000	0.962	0.863	1.143
<u>10.375</u>	<u>10.593</u>	<u>11.194</u>	<u>11.704</u>	<u>11.506</u>
19.678	19.318	18.063	19.150	18.959
22.950	23.111	20.594	21.753	21.888
4.654	4.943	4.843	4.191	4.703
<u>47.282</u>	<u>47.372</u>	<u>43.500</u>	<u>45.094</u>	<u>45.550</u>
6.642	7.074	6.218	6.365	7.143
7.248	7.278	6.654	6.938	6.883
12.169	12.755	12.830	13.001	13.491
<u>83.716</u>	<u>85.072</u>	<u>80.396</u>	<u>83.102</u>	<u>84.573</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

**CONSTRUCTION ACTIVITY
LAST TEN YEARS**

Year	Residential			Commercial/Retail			Total		
	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value
2008	476	\$3,597,308	\$7,557	122	\$4,661,742	\$38,211	598	\$8,259,050	\$13,811
2007	432	\$5,141,520	\$11,902	84	\$4,239,626	\$50,472	516	\$9,381,146	\$18,181
2006	403	4,582,590	11,371	47	4,912,899	104,530	450	9,495,489	21,101
2005	340	3,565,370	10,486	73	6,497,793	89,011	413	10,063,163	24,366
2004	340	3,964,297	11,660	49	5,356,396	109,314	389	9,320,693	23,961
2003	320	4,504,043	14,075	59	1,857,555	31,484	379	6,361,598	16,785
2002	235	3,237,460	13,776	56	1,792,858	32,015	291	5,030,318	17,286
2001	291	2,830,635	9,727	46	459,206	9,983	337	3,289,841	9,762
2000	249	1,578,399	6,339	46	2,729,846	59,344	295	4,308,245	14,604
1999	402	1,974,593	4,912	72	1,265,960	17,583	474	3,240,553	6,837

Source: City financial records.



The CITY of
GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2008	2007	2006	2005	2004
Police:					
Physical arrests	667	590	653	497	493
Parking citations	230	300	327	335	245
Traffic citations	3,422	1,801	1,969	1,863	1,445
Fire:					
Emergency responses/calls answered	1,290	1,275	1,105	1,152	1,285
Fires extinguished	20	29	18	22	32
Inspections conducted	174	359	87	140	40
Sanitation:					
Total refuse collected (tons)	2,662.7	2,814.8	3,025.1	3,149.0	3,586.0
Total recyclables collected (tons)	732.2	690.9	616.0	569.0	219.2
Total yard waste collected (tons)	958.6	788.6	997.0	911.9	894.6
Service:					
Street resurfacing (miles)	0.320	-	1.100	0.128	0.530
Asphalt used for potholes/patching (tons)	39.5	40.0	25.0	27.5	35
Parks and Recreation:					
Swimming pool memberships	1,783	1,799	1,629	2,729	2,059
Grandview Center memberships	683	617	600	510	472
Street/park trees planted	108	60	65	49	50
Per capita tree expenditure	\$7.11	\$6.57	\$4.58	\$4.18	\$3.30
Street/park trees removed	72	90	69	56	46
Finance:					
Checks issued	1,760	1,758	1,650	1,828	1,738
Purchase orders issued	1,358	1,425	1,446	1,359	1,365
School District:					
Total student enrollment	1,136	1,139	1,149	1,155	1,176
Total staff	161	185	165	158	155
Total certified staff	103	121	106	106	104
Average teacher/pupil ratio	11.029	9.413	10.840	10.896	11.308
Library:					
Materials owned	155,705	176,000	173,427	168,946	163,863
Circulation volume	950,478	1,500,000	984,881	818,200	741,388
Visitors to Library	1,090,856	1,100,000	1,091,324	1,084,125	1,079,104

Sources: City Department Directors,
Grandview Heights City School District website,
Grandview Heights Public Library

Note: "NA" indicates that the data was not available for that specific time period.

<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
423	NA	425	NA	NA
244	NA	290	NA	NA
1,462	NA	1,677	NA	NA
1,285	1,294	1,299	NA	NA
14	19	27	NA	NA
109	113	NA	NA	NA
3,729.6	3,606.1	3,696.8	3,729.6	3,467.5
209.2	156.2	141.1	141.1	NA
889.6	950.0	1,093.7	849.2	NA
0.440	1.290	0.950	0.720	-
10-15 (est)	10-15 (est)	10-15 (est)	10-15 (est)	10-15 (est)
2,166	2,022	1,866	2,316	NA
470	475	440	420	NA
145	60	191	70	NA
\$4.37	\$4.99	\$6.57	5	NA
47	54	80	49	NA
1,959	2,371	4,325	5,048	6,169
1,387	1,648	1,501	1,540	1,693
1,158	1,204	1,218	1,263	1,285
163	162	177	175	170
108	106	114	113	110
10.722	11.358	10.684	11.177	11.682
166,015	165,115	160,052	157,044	NA
757,650	744,309	738,844	679,393	NA
944,236	913,272	902,072	902,214	NA

CITY OF GRANDVIEW HEIGHTS, OHIO

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2008	2007	2006	2005	2004
Police:					
Stations	1	1	1	1	1
Cruisers	7	9	9	9	9
Other Vehicles	2	0	0	0	0
Bicycles	4	4	4	4	0
Motor Scooter	0	0	1	0	0
Motorcycles	2	2	2	2	2
Fire/Emergency Medical Services:					
Stations	1	1	1	1	1
Ambulance/Medic Vehicle	2	2	2	2	2
Fire Truck	2	2	2	2	2
Staff Vehicles	3	4	4	4	3
Sanitation/Service:					
Packer trucks	3	3	3	4	4
Cushman collection vehicles	12	9	7	7	7
Dump trucks	3	3	3	4	4
Staff/Other vehicles	4	4	4	2	2
Other Public Works:					
Streets & alleys (miles)	20.37	20.37	20.37	20.37	20.37
Streetlights - owned	424	424	424	424	424
Street lights - contracted	159	159	159	159	159
Traffic signals	10	10	10	10	10
Parks & Recreation:					
Number of parks	9	9	9	9	9
Park acreage	45	45	45	45	45
Shelter houses	2	2	2	2	2
Swimming pool	1	1	1	1	1
Tennis courts	4	4	4	4	4
Lighted baseball/softball fields	4	4	4	4	4
Grandview Center building	1	1	1	1	1
Water:					
Water mains (miles)	5.93	5.93	5.93	5.93	5.93
Fire hydrants	208	208	208	208	208
Sanitary/Storm Sewer System:					
Miles of sanitary sewers	20.76	20.76	20.76	20.76	20.76
Miles of storm sewers	11.1	11.1	11.1	11.1	11.1
Treatment plants (provided by City of Columbus)	0	0	0	0	0
Number of service connections	3,000	3,000	3,000	3,000	3,000

Source: City financial records.

2003	2002	2001	2000	1999
1	1	1	1	1
9	9	9	9	9
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
1	1	1	1	1
2	2	2	2	2
2	2	2	2	2
3	3	3	3	3
4	3	3	3	4
7	7	7	7	7
4	4	4	4	4
2	2	2	2	2
20.37	20.37	20.37	20.37	20.37
424	424	424	424	424
159	159	159	159	159
10	10	10	10	10
9	9	9	9	9
45	45	45	45	45
2	2	2	2	2
1	1	1	1	1
4	4	4	4	4
4	4	4	4	4
1	1	1	1	1
5.93	5.93	5.93	5.93	5.93
208	208	208	208	208
20.76	20.76	20.76	20.76	20.76
11.1	11.1	11.1	11.1	11.1
0	0	0	0	0
3,000	3,000	3,000	3,000	3,000



Mary Taylor, CPA
Auditor of State

CITY OF GRANDVIEW HEIGHTS

FRANKLIN COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 6, 2009**