

City of Hamilton, Ohio

Schedule of Expenditures of Federal Awards and
Other OMB Circular A-133 Reports

Year Ended December 31, 2009



Mary Taylor, CPA

Auditor of State

Council Members
City of Hamilton
One Renaissance Center
345 High Street
Hamilton, Ohio 45011

We have reviewed the *Independent Auditors' Report* of the City of Hamilton, Butler County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2009 through December 31, 2009. 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 Hamilton is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

July 13, 2010

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CITY OF HAMILTON, OHIO
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2009

<u>Federal Grantor/Program Title</u>	<u>Pass Through Entity Number</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
CDBG Entitlement Cluster:			
Community Development Block Grants/Entitlement Grants	n/a	14.218	\$ 1,796,465
ARRA - Community Development Block Grants ARRA Entitlement Grants	n/a	14.253	238,660
Total CDBG Entitlement Cluster			<u>2,035,125</u>
HOME Investment Partnerships Program	n/a	14.239	857,595
ARRA - Homelessness Prevention and Rapid Re-Housing Program	n/a	14.257	11,483
Total U.S. Department of Housing and Urban Development			<u>2,904,203</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Community Capacity Development Office	n/a	16.595	150,838
Bulletproof Vest Partnership Program	n/a	16.607	14,152
Gang Resistance Education & Training	n/a	16.737	8,727
<i>(Passed through from Ohio Department of Public Safety):</i>			
Community Prosecution & Project Safe Neighborhoods	2008-PS-PSN-316	16.609	16,889
<i>(Passed through from Butler County):</i>			
Edward Byrne Memorial Justice Assistance Grant Program	2008-DJ-BX-0188	16.738	16,445
ARRA - Recovery Act - Edward Byrne Memorial Justice Assistance Grant	2009-SB-B9-0321	16.804	244,294
Total U.S. Department of Justice			<u>451,345</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
<i>(Passed through Ohio Department of Public Safety):</i>			
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	OVITF-2009-9-00376	20.608	13,115
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	OVITF-2009-9-00348	20.608	130,591
Total U.S. Department of Transportation			<u>143,706</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>(Passed through Hamilton County Public Health):</i>			
Public Health Emergency Preparedness (City Readiness Initiative)	03110012PI0107	93.069	14,895
Public Health Emergency Preparedness (City Readiness Initiative)	03120012PH0110	93.069	2,500
<i>(Passed through Butler County Health Department):</i>			
Public Health Emergency Preparedness (Public Health Infrastructure)	00910012PI0209	93.069	22,851
Public Health Emergency Preparedness (H1N1)	00910012PH0110	93.069	24,111
			<u>64,357</u>
<i>(Passed through Ohio Department of Health)</i>			
Immunization Grants	00920022IM0108	93.268	122,610
Total U.S. Department of Health and Human Services			<u>186,967</u>
<u>U.S. Department of Homeland Security:</u>			
Assistance to Firefighters Grant	n/a	97.044	55,566
Total U.S. Department of Homeland Security			<u>55,566</u>
Total Federal Awards			\$ <u>3,741,787</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - OUTSTANDING NOTES

The community development loans outstanding at December 31, 2009 totaled \$512,621 under CFDA 14.218 and \$102,746 under CFDA 14.239.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

The schedule of expenditures of federal awards includes the federal grant activity of the City of Hamilton, Ohio and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE C - PASSTHROUGH AWARDS

The City of Hamilton, Ohio receives certain federal awards from the State of Ohio as pass-through awards. The amounts received are commingled by the State of Ohio with other funds and cannot be separately identified. The total amount of such pass-through awards is included on the schedule of expenditures of federal awards.

**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 Members of City Council
City of Hamilton, Ohio:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hamilton, Ohio ("City") as of and for the year ended December 31, 2009, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 8, 2010. 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 for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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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 matters that we reported to management of the City in a separate letter dated June 8, 2010.

This report is intended solely for the information and use of the Mayor and Members of City Council, management, the Ohio Auditor of State, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
June 8, 2010

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Honorable Mayor and Members of City Council
City of Hamilton, Ohio:

Compliance

We have audited the compliance of the City of Hamilton, Ohio (the "City") with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2009. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2009.

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Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2009, and have issued our report thereon dated June 8, 2010. Our audit was performed for the purpose of forming opinions on the basic financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Mayor and Members of City Council, management, the Ohio Auditor of State, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
June 8, 2010

CITY OF HAMILTON, OHIO
Schedule of Findings and Questioned Costs
Year Ended December 31, 2009

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
• Material weakness(es) identified?	None noted
• Significant deficiency(ies) identified not considered to be material weaknesses?	None noted
Noncompliance material to financial statements noted?	None noted

Federal Awards

Internal Control over major programs:	
• Material weakness(es) identified?	None noted
• Significant deficiency(ies) identified not considered to be material weaknesses?	None noted

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings that are required to be reported in accordance with 510(a) of Circular A-133? None noted

- Identification of major programs:
- CDBG Entitlement Cluster:
CFDA 14.218 - Community Development Block Grants/Entitlement Grants
CFDA 14.253 – *Recovery Act* – Community Development Block Grant/ARRA Entitlement Grants
 - CFDA 16.804 – *Recovery Act* – Edward Byrne Memorial Justice Assistance Grant Program

Dollar threshold to distinguish between Type A and Type B Programs: \$300,000

Auditee qualified as low-risk auditee? Yes

Section II - Financial Statement Findings

None noted.

Section III - Federal Award Findings and Questioned Costs

None noted.

Section IV – Summary of Prior Audit Findings and Questioned Costs

Finding 2008-1 – Audit Adjustments

During the course of our audit in the prior year, we identified misstatements in the financial statements that were not initially identified by the City's internal controls over financial reporting. Throughout the year, the City maintains its books and records on the cash-basis of accounting and converts its financial statements at year-end to generally accepted accounting principles. The audit adjustments to reclassify cash and investments as well as the reporting of net assets were necessary to correct errors in the City's conversion process.

Status: Corrected.

COMPREHENSIVE ANNUAL FINANCIAL REPORT



HAMILTON, OHIO
FOR YEAR ENDED
DECEMBER 31, 2009



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2009

Prepared by:
Department of Finance

William E. Moller
Director of Finance

Ana Ramanathan
Chief Finance Manager



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BUTLER COUNTY, OHIO

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INTRODUCTORY SECTION







CITY OF HAMILTON OHIO

Department of Finance

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345 High Street, Hamilton Ohio 45011
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June 8, 2010

To the Honorable Mayor, Vice Mayor, City Council and
All Citizens of the City of Hamilton, Ohio:

We are pleased to present this Comprehensive Annual Financial Report (CAFR) for Hamilton, Ohio. This report, for the year ended December 31, 2009, contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the City. The responsibility for the accuracy of all data presented, its completeness and fairness of presentation rests with the City of Hamilton's Department of Finance.

This report presents the financial activity of the City in conformity with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The City of Hamilton is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996 and the U. S. Office of Management and Budget's Circular A-133, Audits of State and Local Governments. Information related to this single audit, including a schedule of federal expenditures, the independent auditors' reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Hamilton's MD&A can be found immediately following the independent auditors' report.

THE REPORTING ENTITY

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, in that they include all the organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the reporting entity of the City has no component units but includes all funds, agencies, boards and commissions that are part of the primary government. The primary government includes the financial activities of the Hamilton Civil Service Commission and the Hamilton Municipal Court.

CITY OVERVIEW

Located thirty miles northwest of Cincinnati, Hamilton encompasses approximately 21.5 square miles and is located within a one-day drive of approximately 65% of the purchasing population in the United States. A network of four interstate highways (71, 74, 75 and 275) and five U.S. and Ohio routes (4, 128, 129, 177 and 127) serve the City.

The City of Hamilton provides a host of traditional municipal services including police and fire protection, parks and recreation, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates four utility systems to serve consumers within the City and certain immediately adjacent environs.

A seven-member council elected by voters of the City governs the City. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes. The City also elects a Municipal Court Judge to preside over the proceedings of the Hamilton Municipal Court. The Judge is elected to a six-year term.

The City Council appoints the City Manager. The City Manager is the chief executive officer of the City. The Manager is charged with the proper administration of all affairs of the City. The Manager appoints and removes all heads of departments and all subordinate officers and employees of the city and exercises control over all departments created by the City Council.

The City of Hamilton, like many other cities has been affected by the economic downturn. The City Council has taken steps to balance the City's budget with the goal to create a minimum cash balance of 5% of expenditures in the General Fund (City Council Resolution R2009-8-72). For example, the approved 2009 budget was balanced by implementing 2/3 of the kilowatt hour tax permitted by state law, which will generate an estimated \$1.6 to \$1.8 million each year. During 2009, revenue was lower than expected, unemployment increased, and new economic development was difficult. Because of these factors, the City Council decided to update the 2009 General Fund budget and develop the 2010 General Fund budget by July of 2009 that would provide for a year-end minimum fund balance of 5% of the budgeted General Fund expenditures. To achieve this, the City laid off 23 employees, furloughed employees (Police – 2 days in 2009 and 3 days in 2010), demoted 5 employees, eliminated 11 positions, consolidated functions, re-negotiated labor contracts, and cut non-personnel expenditures. In addition, in May 2009, the City Council implemented the remaining 1/3 kilowatt hour tax which is estimated to generate \$810,000 to \$900,000 annually. The legislation implementing the remaining 1/3 of the kilowatt hour tax requires that amounts generated from such implementation must be used for road and street projects, except that in 2009, 2010, and 2011, the amounts of \$200,000, \$400,000, and \$400,000, respectively, are to be used for general fund safety operating expenses. These actions contributed to the stabilization of General Fund operations in 2009.

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

RECENT ECONOMIC DEVELOPMENT

Butler County exhibits a diverse economic base accompanied by growth in all sectors, including industrial, retail, service and residential. With approximately 1,700 establishments, the City is a major regional center of business and industry. Manufacturing continues to remain a substantial component of the economic base, primarily in the paper and paper products, metalworking, automotive parts and components, machine tools, and other industrial sectors. In the paper industry, Smart Papers and Mohawk Fine Paper operate mills in the city, with employment totaling over 340. In 2009, Smart and Mohawk announced a business transaction wherein Mohawk acquired all of the uncoated paper lines from Smart and will also take over the merchant sales and distribution of Smart's coated paper lines. Metal fabricators and machine tool companies include Hamilton Caster & Manufacturing, Salvagnini USA, Livingston-Tyler, Matandy Steel & Metal Products, General Electric Aircraft, Armor Metal Group, Fabridigm/Thompson Metal Tubing and United Performance Metals (fka Ferguson Metals). Other Hamilton companies, such as Valeo Climate Control, ThyssenKrupp Bilstein Corporation of America, Neturen America (Japanese joint venture) and Dynamic Controls, manufacture original and after-market automotive parts and components and employ approximately 400 in this industry sector.

In the period from 2002 to 2009, the City saw considerable expansion activity across the business sectors. The Department of Economic Development tracked and assisted approximately 55 expansion projects during that period. A sampling of these projects includes Fort Hamilton Hospital (\$28.5 million investment, 170 new jobs, 1,250 jobs retained), Valeo Climate Control (\$8.8 million investment, 21 new jobs, 430 jobs retained), Sensus (\$8.5 million investment, 31 new jobs), YAC Robot (\$1 million investment, 14 new jobs), VinylMax/ThermoLock Windows (\$7.5 million investment, 164 new jobs), Neturen America (\$15 million investment, 40 new jobs), and Butler County Surgical Properties/Prexus-Office Building, Imaging Center and Sleep Center (\$18+ million investment, 100+ new jobs, 60 retained jobs). Total investment on the tracked projects over the period is estimated at almost \$223 million, with new jobs projected at between 1,500 and 2,200 and retained jobs of almost 4,000.

In 1997, the City purchased a 263-acre tract of farmland, along Hamilton-Mason Road, just north of the Butler County Airport. This site is situated approximately one-half mile south of an interchange with the four-lane, limited access State Route 129 and approximately 8 miles from I-75. Since its acquisition, the City has developed and marketed this property, for industrial/commercial office use and is known as Hamilton Enterprise Park. Since its inception, 15 development projects have been undertaken at the Park, including W.S. Properties/VinylMax Windows (150,000 sq. ft. industrial), Neturen America (70,000 sq. ft. industrial), M. A. Folkes (200,000 sq. ft. industrial, two projects), Butler County Surgical Properties (surgery center and expansion, 15,000 and 60,000 sq. ft. medical office buildings, dialysis center, imaging center and sleep center), Sensus, LLC (two projects), Butler County Alcohol and Chemical Addiction office building, and the BCRTA headquarters. These developments represent a capital investment of almost \$75 million and have the potential of creating in excess of 700 jobs at the Park. Sensus is considering a major expansion again in 2009 and a number of other commercial office/industrial projects are continuing to consider locations at the Park.

Letter of Transmittal

For the Year Ended December 31, 2009

Additionally, the City is continuing to work closely with Vora Technology Park (VTP) in bringing new technology to the area. VTP, a 55-acre park containing a 365,000 square foot Class A, state-of-the-art office building, is currently home to approximately 150 employees and a multi-million dollar Cincinnati Bell Technology Solutions Tier 3 data center.

As a complement to VTP and Miami University Hamilton Campus, the City owns the 65-acre, University Commerce Park, which is under development and adjacent to both entities. To further spur the growth expected in this area, the City is moving forward with plans for a new South Hamilton Railroad Crossing/Overpass Project. This overpass will eliminate an at-grade railroad crossing that has been seen as an obstacle to redevelopment efforts and will provide direct access to Grand Boulevard, State Route 4 and the eastern suburban areas from the University Commerce Park/VTP/Miami Hamilton area.

Downtown Hamilton has seen major investments in redevelopment of existing buildings and new construction over the last several years. Historic redevelopments include the Robinson-Schwenn Building redevelopment, a \$4 million investment in circa 1866 former opera house for office and retail use and the \$1+ million Ryan's Tavern redevelopment. Concord Hospitality completed the \$11 million renovation of the former Hamiltonian Hotel, reopening as the Courtyard by Marriott/Hamilton. Additionally, Historic Developers, LLC has undertaken the redevelopment of the Mercantile Block, on High Street. This series of three buildings is being redeveloped into retail and upper-story loft apartments, with an investment of approximately \$5 million and a completion date in 2010 is still anticipated.

To further enhance prospects for downtown redevelopment, IRG purchased the former Ohio Casualty Group headquarters building in 2008. This 428,000 square foot facility is being converted into a multi-tenant, mixed use facility. In partnership with the City, IRG is targeting to bring new businesses into the City.

FUTURE ECONOMIC DEVELOPMENT PROJECTS

In the future, the City's economy is expected to be augmented by large construction projects, including the ongoing campaign by the Hamilton City School District to build 8 new elementary schools in Hamilton, replacing the existing schools. The first four elementary schools opened in late 2009. It is expected that this construction effort will continue for the next 2-3 years.

In 1996, Fairfield Township voters approved a Joint Economic Development District (JEDD) between the City of Hamilton and Fairfield Township. A number of projects and developments have occurred within JEDD, including several banks and restaurants, as well as retail stores such as WalMart, Target, Dick's, Best Buy, JC Penney, Kohl's, TJMaxx, LA Fitness, PNC/National City and a variety of other retail establishments. Due to this JEDD's location around the interchange of State Route 129 and the State Route 4 By-Pass, additional retail and commercial development is expected to continue at this location into the future.

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

In late 2009, the 66 acre parcel located along Northwest Washington Boulevard, adjacent to the Lowes/Wal-Mart development was purchased by a local developer. Initial discussions for the reuse of this site include mixed-use residential and potential retail.

In 2003, the City purchased the former Mercy Hospital from Mercy Health Partners. This 7.5+ acre site is currently being marketed as a mixed-use residential and retail development opportunity along the banks of the Great Miami River. This redevelopment, known as RiversEdge, was facilitated through the use of a \$3 million grant from the Clean Ohio Revitalization Fund. The investment at the site, including demolition and predevelopment, is expected to be near \$20 million.

Of the 7.5 acre parcel, approximately 1.5 acres are slated for a riverfront amphitheatre and open greenspace. This project is currently in the early stages of design and engineering. The total project cost is estimated at \$4.1 million. Construction of Phase I of the amphitheatre is targeted for 2011. This redevelopment project is a key component of the City's Riverfront Redevelopment efforts.

Adjacent to RiversEdge, Concord Hospitality began the renovation of the former Hamiltonian Hotel into a Courtyard by Marriott in late 2007. The Courtyard by Marriott officially opened its doors in April 2009. Total project investment is estimated at \$10 million.

Additional development interests continue to evolve with the RiverWest RiverWalk project. This \$40 million mixed use development is in early planning stages as private interest in the site continues to develop. Early plans for the site call for retail, restaurants, athletic amenities, and riverfront recreation activities.

The City continues to market Hamilton Enterprise Park and University Commerce Park for development of industrial and commercial projects. Combined, both Parks offer the balance of approximately 200 acres for development. In late 2009, Sensus announced a second expansion at their Hamilton Enterprise Park location that will result in the doubling of their existing square footage and the addition of new machinery and equipment. This expansion project is expected to be completed in 2010.

Several other redevelopment projects continue to gain momentum. The former Ohio Casualty Building continues to be marketed as one of the premier office opportunities in the downtown. Phase I of the Mercantile Block historic redevelopment project is expected to be complete in 2010. Other phases of the \$6.5 million project are expected to continue for the next 1-2 years.

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

INTERNAL ACCOUNTING AND BUDGETARY CONTROLS

The City's budgetary accounting system was designed to provide reasonable, but not absolute, assurances that:

1. The City's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated using the following criteria:

1. The expenditure associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the members of the Finance Department.

It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. The City Manager and the appropriate Department Director submit requisitions for the expenditure of monies to the Director of Finance for certification of funds and preparation of a purchase order after approval. The purchase order is reviewed for the availability of funds and the estimated expenditure is encumbered against the available appropriation. Encumbrances, which would exceed the available appropriation, are not approved or recorded until City Council authorizes additional appropriations. Unencumbered appropriations lapse at the end of each year.

INDEPENDENT AUDIT

Included in this report is the unqualified audit opinion rendered on the City's financial statements for the year ended December 31, 2009, by Clark, Schaefer, Hackett & Co. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. This annual independent audit serves to maintain and strengthen the City's accounting and budgetary controls.

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

CERTIFICATE OF ACHIEVEMENT

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 Hamilton for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2008. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

ACKNOWLEDGEMENTS

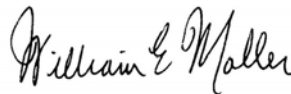
The City of Hamilton is proud to be submitting this Comprehensive Annual Financial Report, which is the result of continued cooperation and the combined efforts of the City's Finance Department and Clark, Schaefer, Hackett & Co., which was the City's auditor.

The support of the Hamilton City Council was essential in the successful preparation and issuance of this report.

Respectfully Submitted,
THE CITY OF HAMILTON, OHIO



Mark Brandenburg
City Manager



William E. Moller
Director of Finance

CITY OF HAMILTON, OHIO

**List of Principal Officials
For the Year Ended December 31, 2009**

***ELECTED
OFFICIALS***

Donald V. Ryan	Mayor
Pat Moeller	Vice Mayor
Katherine A. Becker	Council Member
Carla Fiehrer	Council Member
Archie Johnson	Council Member
James R. Noonan	Council Member
Edward Shelton	Council Member
Daniel J. Gattermeyer, Judge	Municipal Court

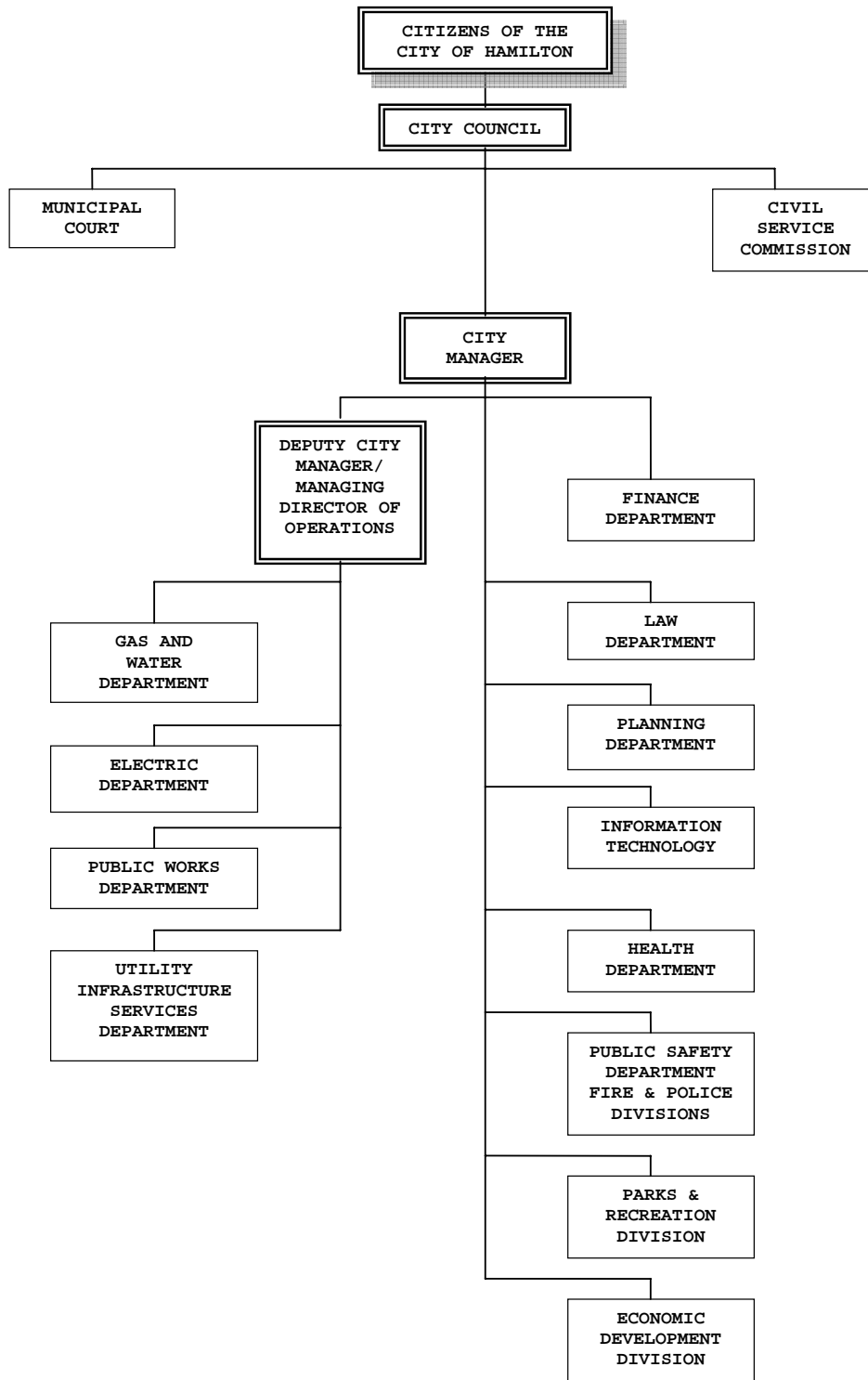
OFFICE

***ADMINISTRATIVE
PERSONNEL***

Mark Brandenburg	City Manager
Charles S. Young	Deputy City Manager/ Managing Director of Operations
Robert J. Smith	Deputy City Manager / Managing Director of Administration
William E. Moller	Director of Finance
Hillary M. Stevenson	Law Director
Nadine Hill	Director of Civil Service and Personnel
Neil R. Ferdelman	Police Chief
Joseph P. Schutte	Fire Chief
James G. Collins	Director of Gas and Water
Michael Samoviski	Public Works Director (Acting)
Teri Whitmore	Director of Planning
Dr. William J. Karwisch	Director of Health
Ana Ramanathan	Chief Finance Manager
Deborah J. Hymer	Treasurer
Ina Allen	City Clerk

TITLE

City Organizational Chart
For the Year Ended December 31, 2009



Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Hamilton
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2008

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



A stylized handwritten signature in black ink.

President

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

Executive Director

FINANCIAL SECTION





INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
City of Hamilton, Ohio:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hamilton, Ohio as of and for the year ended December 31, 2009, which collectively comprise the City of Hamilton, Ohio's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Hamilton, Ohio's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hamilton, Ohio as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, and the budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2010, on our consideration of the City of Hamilton, Ohio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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cincinnati, oh 45202

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p. 513.241.3111
f. 513.241.1212

The management's discussion and analysis on pages 3 through 11 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 have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required 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 of Hamilton, Ohio's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules 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 and statistical sections 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.

Clark, Schaefer, Hachett & Co.

Cincinnati, Ohio
June 8, 2010

This discussion and analysis of the City of Hamilton's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2009. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2009 are as follows:

- ❑ In total, net assets increased \$5,121,961. Net assets of governmental activities increased \$2,109,857, which represents a 3% increase from 2008. Net assets of business-type activities increased \$3,012,104, or 2%, from 2008.
- ❑ General revenues accounted for \$39,705,179 in revenue or 22% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$139,410,813, or 78%, of total revenues of \$179,115,992.
- ❑ The City had \$59,061,359 in expenses related to governmental activities; \$21,616,989 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$39,061,727 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$32,746,141 in revenues and \$32,428,098 in expenditures. The general fund's fund balance decreased from \$2,752,474 to \$2,555,718.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining and individual statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net assets and how they have changed. Net-assets (the difference between the City's assets and liabilities) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as the City's tax base and the condition of the City's capital assets

The government-wide financial statements of the City are divided into two categories:

- Governmental Activities – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, basic utility services, leisure time activities, community environment, transportation and general government.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's gas, electric, water and wastewater services are reported as business-type activities.

Fund Financial Statements

Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole.

Governmental Funds – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements. The City maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its gas, electric, water and wastewater operations. All enterprise funds are reported as major funds in the proprietary fund statement of net assets and statement of activities.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet management services, costs of certain goods or services, and costs associated with health care benefits, pension, and workers compensation provided to other departments or agencies of the City.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. Individual fund data for each of these funds is provided in the form of combining statements elsewhere in this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a summary of the City's net assets for 2009 compared to 2008.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$230,962,502 (\$75,159,838 in governmental activities and \$155,802,664 in business type activities) as of December 31, 2009. By far, the largest portion of the City's net assets (66.90%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The table below provides a summary of the City's statement of net assets for 2009 compared to 2008.

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$37,652,194	\$37,153,184	\$115,318,724	\$88,566,603	\$152,970,918	\$125,719,787
Capital assets, Net	90,987,788	93,466,487	300,104,623	306,492,009	391,092,411	399,958,496
Total assets	128,639,982	130,619,671	415,423,347	395,058,612	544,063,329	525,678,283
Long-term debt outstanding	40,918,616	37,408,813	244,536,017	191,725,664	285,454,633	229,134,477
Other liabilities	12,561,528	20,160,877	15,084,666	50,542,388	27,646,194	70,703,265
Total liabilities	53,480,144	57,569,690	259,620,683	242,268,052	313,100,827	299,837,742
Net assets						
Invested in capital assets, net of related debt	61,258,050	59,645,749	93,260,701	99,710,125	154,518,751	159,355,874
Restricted	14,612,944	15,051,564	18,966,340	17,030,271	33,579,284	32,081,835
Unrestricted	(711,156)	(1,647,332)	43,575,623	36,050,164	42,864,467	34,402,832
Total net assets	\$75,159,838	\$73,049,981	\$155,802,664	\$152,790,560	\$230,962,502	\$225,840,541

CITY OF HAMILTON, OHIO

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

Unaudited

An additional portion of the City's net assets represents resources that are subject to external restrictions on how they may be used. In the current fiscal year, this represented \$33,579,284, or 14.54%, of net assets. The remaining unrestricted \$42,864,467, or 18.56%, of net assets may be used to meet the City's ongoing obligations to its citizens and creditors and for business-type activities.

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2009 compared with 2008:

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues:						
Charges for Services and Sales	\$14,485,838	\$14,789,621	\$117,793,824	\$129,608,292	\$132,279,662	\$144,397,913
Operating Grants and Contributions	6,094,561	7,182,857	0	0	6,094,561	7,182,857
Capital Grants and Contributions	1,036,590	2,769,036	0	0	1,036,590	2,769,036
Total Program Revenues	21,616,989	24,741,514	117,793,824	129,608,292	139,410,813	154,349,806
General Revenues:						
Property Taxes	6,557,736	6,276,761	0	0	6,557,736	6,276,761
Income Taxes	22,555,364	24,521,745	0	0	22,555,364	24,521,745
Other Local Taxes	3,130,430	3,324,267	40,816	0	3,171,246	3,324,267
Intergovernmental, Unrestricted	4,827,624	4,764,901	0	0	4,827,624	4,764,901
Investment Earnings	143,617	678,248	602,636	2,305,537	746,253	2,983,785
Miscellaneous	1,846,956	1,382,720	0	0	1,846,956	1,382,720
Total General Revenues	39,061,727	40,948,642	643,452	2,305,537	39,705,179	43,254,179
Total Revenues	60,678,716	65,690,156	118,437,276	131,913,829	179,115,992	197,603,985
Program Expenses						
General Government	6,927,352	8,683,408	0	0	6,927,352	8,683,408
Security of Persons and Property	32,717,128	34,302,781	0	0	32,717,128	34,302,781
Leisure Time Activities	2,319,113	2,635,833	0	0	2,319,113	2,635,833
Community Environment	4,088,119	4,416,618	0	0	4,088,119	4,416,618
Basic Utility Services	4,988,742	5,986,163	0	0	4,988,742	5,986,163
Transportation	4,937,607	5,175,752	0	0	4,937,607	5,175,752
Public Health and Welfare Services	1,391,995	1,797,223	0	0	1,391,995	1,797,223
Interest and Fiscal Charges	1,691,303	1,841,454	0	0	1,691,303	1,841,454
Gas Utility	0	0	29,632,664	38,277,473	29,632,664	38,277,473
Electric Utility	0	0	57,846,530	66,837,931	57,846,530	66,837,931
Water Utility	0	0	15,812,619	15,364,817	15,812,619	15,364,817
Wastewater Utility	0	0	11,640,859	11,550,867	11,640,859	11,550,867
Total Expenses	59,061,359	64,839,232	114,932,672	132,031,088	173,994,031	196,870,320
Change in Net Assets before transfers	1,617,357	850,924	3,504,604	(117,259)	5,121,961	733,665
Transfers	492,500	170,000	(492,500)	(170,000)	0	0
Total Change in Net Assets	2,109,857	1,020,924	3,012,104	(287,259)	5,121,961	733,665
Beginning Net Assets	73,049,981	72,029,057	152,790,560	153,077,819	225,840,541	225,106,876
Ending Net Assets	\$75,159,838	\$73,049,981	\$155,802,664	\$152,790,560	\$230,962,502	\$225,840,541

Governmental Activities

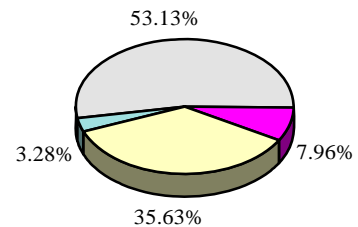
Net assets of the City’s governmental activities increased \$2,109,857. This represents a 2.9% change from 2008. The year-to-year change can be attributed to a significant reduction in expenses. Although revenues decreased by \$5 million, expenditures decreased by \$5.8 million. Also, transfers in increased by \$322,500. Beginning net assets in 2009 were \$1 million more than in the prior year.

During 2009, through layoffs, furloughs, consolidation of positions, and reduction in non-personnel expenditures, the City was successful in decreasing general government expenses. Also, only emergency capital purchases were allowed for the general government in 2009.

The City receives an income tax, which is based on 2% of all salaries, wages, commissions and other compensation and on net profits earned from residents and businesses located within the City.

Income taxes and property taxes made up 37% and 11%, respectively, of revenues for governmental activities for the City in fiscal year 2009. The City’s reliance upon tax revenues is demonstrated by the following graph indicating 53% of total revenues from general tax revenues:

Revenue Sources	2009	Percent of Total
General Tax Revenues	\$32,243,530	53.13%
Intergovernmental, Unrestricted	4,827,624	7.96%
Program Revenues	21,616,989	35.63%
General Other	1,990,573	3.28%
Total Revenue	\$60,678,716	100.00%



Business-Type Activities

Net assets of the business-type activities increased \$3,012,104. This represents a 2% change from the previous year. Due to lower gas and coal prices and a mild winter, the cost to purchase gas and coal was substantially lower compared to 2008. In addition, the cost of purchased electric power declined in 2009 compared to 2008. This reduction in expenses was partially offset with payment of BAN’s resulting in increased net assets.

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CITY OF HAMILTON, OHIO

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

Unaudited

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$18,572,376, which is an increase from last year's balance of \$9,219,820. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2009 and 2008:

	Fund Balance December 31, 2009	Fund Balance December 31, 2008	Increase (Decrease)
General	\$2,555,718	\$2,752,474	(\$196,756)
Other Governmental	16,016,658	6,467,346	9,549,312
Total	\$18,572,376	\$9,219,820	\$9,352,556

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

	2009 Revenues	2008 Revenues	Increase (Decrease)
Income Taxes	\$17,149,193	\$18,550,889	(\$1,401,696)
Property and Other Local Taxes	5,993,170	6,031,647	(38,477)
Intergovernmental Revenues	4,583,087	4,614,536	(31,449)
Charges for Services	2,723,837	2,854,655	(130,818)
Licenses and Permits	538,306	564,338	(26,032)
Investment Earnings	153,245	482,654	(329,409)
Fines and Forfeitures	802,282	840,719	(38,437)
All Other Revenue	803,021	816,755	(13,734)
Total	\$32,746,141	\$34,756,193	(\$2,010,052)

General Fund revenues in 2009 decreased \$2,010,052, or approximately 6%, when compared with the previous year. The overall decline in economic conditions resulted in an 8% decrease in income taxes while a decrease in general short-term interest rates resulted in the decrease in investment earnings.

	2009 Expenditures	2008 Expenditures	Increase (Decrease)
General Government	\$4,400,603	\$6,606,553	(\$2,205,950)
Security of Persons and Property	24,190,340	24,931,939	(741,599)
Leisure Time Activities	1,220,156	1,432,496	(212,340)
Community Environment	700,951	1,034,152	(333,201)
Basic Utility Services	695,627	791,243	(95,616)
Public Health and Welfare Services	1,220,421	1,641,451	(421,030)
Total	\$32,428,098	\$36,437,834	(\$4,009,736)

CITY OF HAMILTON, OHIO

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

Unaudited

General Fund expenditures decreased \$4,009,736, or 11%, from the prior year. In 2009, the City Council, with a goal to create a minimum cash balance of 5% of expenditures in the General Fund, implemented 2/3 of the kilowatt hour tax in January and the remaining 1/3 tax in July of 2009. Also, the General Fund personnel expenditures were reduced through layoffs, furloughs, demotion and consolidation of functions; resulting in the decrease in General Fund expenditures.

Other Governmental Funds – The City's Other Governmental Funds reported a substantial increase in fund balance. This was due to paying off \$2.1 million and refunding \$4.9 million of general obligation notes through the issuance of general obligation bonds.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2009 the City amended its General Fund budget several times, none significant.

For the General Fund, original budgeted revenues were 3% higher than final budget estimates due to declines in income tax receipts. Budget basis revenue of \$44.2 million was 2% less than final budget estimates. This is due to the reduction in reimbursement revenue from other funds for shared services. The lower reimbursements were a result of reduction in personnel costs. Final budgeted expenditures exceeded actual budget basis expenditures by \$1,542,792.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2009 the City had \$391,092,411 invested in land, construction in progress, buildings, improvements, infrastructure, machinery and equipment net of accumulated depreciation. Of this total, \$90,987,788 was related to governmental activities and \$300,104,623 to the business-type activities. The following table shows fiscal year 2009 and 2008 balances:

	Governmental Activities		Increase (Decrease)
	2009	2008	
Land	\$22,217,479	\$22,202,479	\$15,000
Construction In Progress	11,066,895	12,862,574	(1,795,679)
Buildings and Improvements	39,281,748	38,908,086	373,662
Machinery and Equipment	25,376,826	23,743,742	1,633,084
Infrastructure	143,341,597	142,740,818	600,779
Less: Accumulated Depreciation	(150,296,757)	(146,991,212)	(3,305,545)
Totals	\$90,987,788	\$93,466,487	(\$2,478,699)

The increase in machinery and equipment capital assets can mostly be attributed to an increase in infrastructure improvements (North Third Street, US 127 projects) as well as the purchases for the TV Hamilton equipment and dump trucks for the Street Department.

CITY OF HAMILTON, OHIO

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

Unaudited

	Business-Type Activities		Increase (Decrease)
	2009	2008	
Land	\$7,414,156	\$7,386,755	\$27,401
Construction in Progress	32,545,930	32,007,396	538,534
Buildings and Improvements	94,778,379	94,757,982	20,397
Machinery and Equipment	543,551,160	534,431,875	9,119,285
Less: Accumulated Depreciation	(378,185,002)	(362,091,999)	(16,093,003)
Totals	<u>\$300,104,623</u>	<u>\$306,492,009</u>	<u>(\$6,387,386)</u>

The #8 turbine rebuild and distribution system equipment purchases contributed to the increased cost in Electric machinery and equipment (\$3.1 million). The increased machinery and equipment cost (\$4.5 million) in the Water fund is due to the installation of new west reservoir and water main replacements. The Wastewater machinery and equipment increases (\$1 million) were the result of the sanitary sewer replacements.

Additional information on the City's capital assets can be found in Note 8.

Debt

At December 31, 2009, the City had \$31.9 million in General Obligation bonds outstanding, \$2.1 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2009 and 2008:

	2009	2008
Governmental Activities:		
General Obligation Bonds	\$31,964,738	\$28,695,738
Special Assessment Bonds	1,935,000	2,205,000
Compensated Absences	7,018,878	6,508,075
Total Governmental Activities	<u>40,918,616</u>	<u>37,408,813</u>
Business-Type Activities:		
Mortgage Revenue Bonds	\$240,624,502	\$179,787,749
Line of Credit Payable	0	8,000,000
Compensated Absences	3,911,515	3,937,915
Total Business-Type Activities	<u>244,536,017</u>	<u>191,725,664</u>
Totals	<u>\$285,454,633</u>	<u>\$229,134,477</u>

Under state law, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2009, the City's outstanding debt was well below the legal limit. Additional information on the City's long-term debt can be found in Note 12.

ECONOMIC FACTORS

The City of Hamilton remains a major regional center of business, industry, and government. The City is a manufacturing hub with over 1,700 commercial establishments and is the county seat. The City weathered the economic downturn of 2000-2002 in which several businesses left the city and over 3,000 jobs were lost. Income Tax receipts, the largest component of General Fund resources and a bellwether of the local economy, declined during this period. Since then the local economy has rebounded and Income Tax receipts have increased every year through 2008. From 2002-2008 the City has assisted in fifty-five business expansion projects accounting for nearly \$223 million in investment and the creation of between 1,500 and 2,200 new jobs and the retention of almost 4,000 jobs. The current recession has slowed economic development and the City lost 1,000 jobs. Although Income Tax revenue declined by \$2 million, or 8%, from 2008 to 2009, the most recent 2010 data shows that the decline has slowed significantly. With the current economic recovery Income Tax revenue is expected to stabilize.

By 2005 the City had accumulated a General Fund balance of \$7 million which was 15.7% of the General Fund budget. Since then the fund balance has declined as the cost of providing services has outpaced revenue and fund balance was used to balance the budget. Both labor cost and property acquisition for future economic development account for the increase in expenditures. The unreserved General Fund balance was \$2.2 million at the end of 2009.

The City will be challenged in 2010 to maintain general services at current levels. However, action taken in 2009 to balance the 2010 budget should enable the City to achieve at least 5% fund balance in the General Fund in accordance with City Council policy. Budgeted General Fund expenditures were reduced by 6% from 2009 to 2010.

In the long-term, the City is positioning itself to be regionally competitive as a business and industry center. The City has embarked on a three-year national and international effort, in conjunction with regional partners, to reach out to and recruit businesses interested in expanding or relocating. In addition, the City is well-positioned because of its utilities – electric, gas, water and wastewater. It is the City's objective to have rates that are below those of other utilities in the region and nationally to achieve a competitive cost advantage.

The City maintains an Aa3 Moody's General Obligation Bond Rating .

Requests for Information

This financial report is designed to provide our citizens, taxpayers, creditors, investors and elected officials with a general overview of the City's finances and to show accountability for the money it receives. If you have any questions about this report or need additional information, contact Office of the City of Hamilton Finance Director, 345 High Street, 7th Floor, Hamilton, Ohio 45011, (513) 785-7170, or visit the City website at www.hamilton-city.org.

CITY OF HAMILTON, OHIO

Statement of Net Assets
December 31, 2009

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Investments	\$ 19,763,694	\$ 70,128,817	\$ 89,892,511
Restricted Cash and Investments	0	18,966,340	18,966,340
Receivables:			
Taxes	12,792,462	0	12,792,462
Accounts	1,483,223	15,189,814	16,673,037
Due From Other Governments	2,319,876	0	2,319,876
Interest	35,863	169,912	205,775
Loans	615,367	0	615,367
Inventory of Supplies at Cost	89,620	4,461,181	4,550,801
Prepaid Items	190,092	1,502,745	1,692,837
Unamortized Bond Issuance Costs	361,997	4,899,915	5,261,912
Non-Depreciable Capital Assets	33,284,374	39,960,086	73,244,460
Depreciable Capital Assets, Net	57,703,414	260,144,537	317,847,951
Total Assets	128,639,982	415,423,347	544,063,329
Liabilities:			
Accounts Payable	1,584,060	7,244,098	8,828,158
Accrued Wages and Benefits	1,067,644	611,580	1,679,224
Intergovernmental Payable	1,841,458	556,703	2,398,161
Accrued Liabilities	563,682	262	563,944
Customer Deposits	9,220	1,557,734	1,566,954
Unearned Revenue	6,656,699	2,430,000	9,086,699
Accrued Interest Payable	263,765	2,684,289	2,948,054
Special Assessment Notes Payable	575,000	0	575,000
Long-Term Liabilities:			
Due within one year	4,770,118	11,646,626	16,416,744
Due in more than one year	36,148,498	232,889,391	269,037,889
Total Liabilities	53,480,144	259,620,683	313,100,827

(Continued)

CITY OF HAMILTON, OHIO

	Governmental Activities	Business-Type Activities	Total
Net Assets:			
Invested in Capital Assets, Net of Related Debt	61,258,050	93,260,701	154,518,751
Restricted For:			
Debt Service	554,632	9,466,340	10,020,972
Capital Projects	5,877,421	0	5,877,421
Community Environment	1,745,764	0	1,745,764
General Government	256,300	0	256,300
Public Health and Welfare Services	177,636	0	177,636
Security of Persons and Property	2,803,194	0	2,803,194
Streets	3,121,570	0	3,121,570
Nonexpendable Endowments	76,427	0	76,427
Rate Stabilization	0	9,500,000	9,500,000
Unrestricted (Deficit)	(711,156)	43,575,623	42,864,467
Total Net Assets	\$ 75,159,838	\$ 155,802,664	\$ 230,962,502

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 6,927,352	\$ 3,582,518	\$ 121	\$ 0
Security of Persons and Property	32,717,128	2,989,428	736,019	14,152
Leisure Time Activities	2,319,113	1,010,294	0	0
Community Environment	4,088,119	520,120	2,269,623	0
Basic Utility Services	4,988,742	5,193,803	20,531	0
Transportation	4,937,607	929,203	2,930,357	1,022,438
Public Health and Welfare Services	1,391,995	260,472	137,910	0
Interest and Fiscal Charges	1,691,303	0	0	0
Total Governmental Activities	59,061,359	14,485,838	6,094,561	1,036,590
Business-Type Activities:				
Gas Utility	29,632,664	31,662,109	0	0
Electric Utility	57,846,530	61,177,918	0	0
Water Utility	15,812,619	14,231,316	0	0
Wastewater Utility	11,640,859	10,722,481	0	0
Total Business-Type Activities	114,932,672	117,793,824	0	0
Totals	\$ 173,994,031	\$ 132,279,662	\$ 6,094,561	\$ 1,036,590

General Revenues

Property Taxes Levied for:
 General Purposes
 Special Purposes
 Capital Purposes
 Income Tax
 Other Local Taxes
 Intergovernmental, Unrestricted
 Investment Earnings
 Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Net (Expense) Revenue
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (3,344,713)	\$ 0	\$ (3,344,713)
(28,977,529)	0	(28,977,529)
(1,308,819)	0	(1,308,819)
(1,298,376)	0	(1,298,376)
225,592	0	225,592
(55,609)	0	(55,609)
(993,613)	0	(993,613)
(1,691,303)	0	(1,691,303)
<u>(37,444,370)</u>	<u>0</u>	<u>(37,444,370)</u>
0	2,029,445	2,029,445
0	3,331,388	3,331,388
0	(1,581,303)	(1,581,303)
0	(918,378)	(918,378)
<u>0</u>	<u>2,861,152</u>	<u>2,861,152</u>
<u>(37,444,370)</u>	<u>2,861,152</u>	<u>(34,583,218)</u>
2,869,670	0	2,869,670
3,186,929	0	3,186,929
501,137	0	501,137
22,555,364	0	22,555,364
3,130,430	40,816	3,171,246
4,827,624	0	4,827,624
143,617	602,636	746,253
1,846,956	0	1,846,956
492,500	(492,500)	0
<u>39,554,227</u>	<u>150,952</u>	<u>39,705,179</u>
2,109,857	3,012,104	5,121,961
<u>73,049,981</u>	<u>152,790,560</u>	<u>225,840,541</u>
<u>\$ 75,159,838</u>	<u>\$ 155,802,664</u>	<u>\$ 230,962,502</u>

CITY OF HAMILTON, OHIO

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

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$ 2,772,528	\$ 16,407,550	\$ 19,180,078
Receivables:			
Taxes	7,105,742	5,686,720	12,792,462
Accounts	735,673	747,550	1,483,223
Intergovernmental	1,083,895	1,235,981	2,319,876
Interest	25,079	10,784	35,863
Loans	0	615,367	615,367
Due from Other Funds	4,828	0	4,828
Interfund Receivable	344,635	0	344,635
Inventory of Supplies, at Cost	1,181	46,952	48,133
Prepaid Items	161,928	28,164	190,092
Total Assets	\$ 12,235,489	\$ 24,779,068	\$ 37,014,557
Liabilities:			
Accounts Payable	\$ 409,696	\$ 1,066,931	\$ 1,476,627
Accrued Wages and Benefits Payable	964,966	84,822	1,049,788
Intergovernmental Payable	1,743,327	77,737	1,821,064
Accrued Liabilities	436,854	126,828	563,682
Customer Deposits	0	9,220	9,220
Due to Other Funds	0	4,828	4,828
Interfund Payable	0	344,635	344,635
Deferred Revenue	6,124,928	6,467,692	12,592,620
Accrued Interest Payable	0	4,717	4,717
Special Assessment Notes Payable	0	575,000	575,000
Total Liabilities	9,679,771	8,762,410	18,442,181
Fund Balance:			
Reserved for Encumbrances	157,691	1,100,316	1,258,007
Reserved for Prepaid Items	161,928	28,164	190,092
Reserved for Supplies Inventory	1,181	46,952	48,133
Reserved for Endowments	0	76,427	76,427
Undesignated, Unreserved in:			
General Fund	2,234,918	0	2,234,918
Special Revenue Funds	0	9,652,045	9,652,045
Debt Service Fund	0	519,843	519,843
Capital Projects Funds	0	4,592,911	4,592,911
Total Fund Balance	2,555,718	16,016,658	18,572,376
Total Liabilities and Fund Balance	\$ 12,235,489	\$ 24,779,068	\$ 37,014,557

See accompanying notes to the basic financial statements

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

Total Governmental Fund Balances		\$ 18,572,376
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>		
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.		90,917,904
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		5,935,921
Internal service funds are used by management to charge back costs of services to individual funds. The assets and liabilities of the Fleet Maintenance Fund are included in governmental activities in the statement of net assets.		450,379
Deferred bond issuance cost associated with long-term liabilities are not reported in the funds.		361,997
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General Obligation Bonds Payable	(31,960,000)	
Special Assessment Bonds Payable	(1,935,000)	
Bond Premium	(4,738)	
Compensated Absences Payable	(6,919,953)	
Accrued Interest Payable	(259,048)	
	<u>(41,078,739)</u>	<u>(41,078,739)</u>
<i>Net Assets of Governmental Activities</i>		<u><u>\$ 75,159,838</u></u>

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Income Taxes	\$ 17,149,193	\$ 5,352,928	\$ 22,502,121
Property and Other Local Taxes	5,993,170	3,691,953	9,685,123
Intergovernmental Revenues	4,583,087	8,588,537	13,171,624
Charges for Services	2,723,837	9,217,135	11,940,972
Licenses and Permits	538,306	362,690	900,996
Investment Earnings	153,245	(9,628)	143,617
Special Assessments	0	515,488	515,488
Fines and Forfeitures	802,282	277,733	1,080,015
All Other Revenue	803,021	1,238,259	2,041,280
Total Revenue	32,746,141	29,235,095	61,981,236
Expenditures			
Current:			
General Government	4,400,603	1,802,840	6,203,443
Security of Persons and Property	24,190,340	6,909,860	31,100,200
Leisure Time Activities	1,220,156	839,613	2,059,769
Community Environment	700,951	3,413,806	4,114,757
Basic Utility Services	695,627	4,184,216	4,879,843
Transportation	0	2,650,327	2,650,327
Public Health and Welfare Services	1,220,421	135,741	1,356,162
Capital Outlay	0	2,084,004	2,084,004
Debt Service:			
Principal Retirement	0	2,045,000	2,045,000
Interest and Fiscal Charges	0	1,679,943	1,679,943
Total Expenditures	32,428,098	25,745,350	58,173,448
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	318,043	3,489,745	3,807,788

(Continued)

CITY OF HAMILTON, OHIO

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Other Financing Sources (Uses):			
Sale of Capital Assets	3,740	57,456	61,196
General Obligation Bonds Issued	0	4,920,000	4,920,000
Premium on General Obligation Bonds Issued	0	142,501	142,501
Discount on General Obligation Bonds Issued	0	(42,930)	(42,930)
Refunding Bonds Issued	0	2,235,000	2,235,000
Payment to Refunded Bond Escrow Agent	0	(2,257,022)	(2,257,022)
Transfers In	87,624	11,320,155	11,407,779
Transfers Out	(605,000)	(10,310,279)	(10,915,279)
Total Other Financing Sources (Uses)	<u>(513,636)</u>	<u>6,064,881</u>	<u>5,551,245</u>
Net Change in Fund Balance	(195,593)	9,554,626	9,359,033
Fund Balance at Beginning of Year	2,752,474	6,467,346	9,219,820
Decrease in Inventory Reserve	(1,163)	(5,314)	(6,477)
Fund Balance End of Year	<u>\$ 2,555,718</u>	<u>\$ 16,016,658</u>	<u>\$ 18,572,376</u>

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

Net Change in Fund Balances - Total Governmental Funds \$ 9,359,033

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

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

Capital Outlay	1,561,450	
Depreciation Expense	<u>(3,985,944)</u>	(2,424,494)

The statement of activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets. This is the loss on disposal of capital assets, net of proceeds. (42,461)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (1,302,520)

The issuance of long-term debt provides current financial resources to governmental funds, however, has no effect on net assets.

General Obligation Bonds Issued	(4,920,000)	
Refunding Bonds Issued	<u>(2,235,000)</u>	(7,155,000)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

General Obligation Bond Principal Payment	1,775,000	
Special Assessment Bond Principal Payment	270,000	
Payment to Refunded Bond Escrow Agent	2,257,022	
New Deferred Bond Issuance Cost	105,081	
New Bond Premium	(142,501)	
New Bond Discount	42,930	
Amortization of Bond Issuance Cost	(56,546)	
Amortization of Bond Discount	<u>(46,451)</u>	4,204,535

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (13,444)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	(494,398)	
Change in Inventory	<u>(6,477)</u>	(500,875)

Internal Service Funds are used by management to charge costs to individual funds and are not reported in the statement of activities. Governmental fund expenditures and related internal service revenues are eliminated. The net revenue (expense) of the Fleet Maintenance Fund is allocated among the governmental activities. (14,917)

Change in Net Assets of Governmental Activities **\$ 2,109,857**

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Income Taxes	\$ 18,838,220	\$ 16,912,550	\$ 17,176,273	\$ 263,723
Property and Other Local Taxes	6,052,279	5,835,349	5,974,848	139,499
Intergovernmental Revenues	4,393,704	4,768,041	4,641,213	(126,828)
Charges for Services	15,088,837	15,219,256	13,964,233	(1,255,023)
Licenses and Permits	666,237	488,241	538,306	50,065
Investment Earnings	510,000	240,000	194,313	(45,687)
Fines and Forfeitures	942,750	946,750	802,282	(144,468)
All Other Revenue	194,740	839,791	880,569	40,778
Total Revenues	<u>46,686,767</u>	<u>45,249,978</u>	<u>44,172,037</u>	<u>(1,077,941)</u>
Expenditures:				
Current:				
Security of Persons and Property	31,154,030	30,791,936	30,358,796	433,140
Public Health and Welfare Services	1,499,172	1,439,810	1,267,201	172,609
Leisure Time Activities	1,629,252	1,410,429	1,312,378	98,051
Community Environment	1,623,326	1,398,487	1,325,098	73,389
Basic Utility Services	1,914,945	1,728,130	1,698,129	30,001
General Government	8,746,869	8,896,003	8,160,401	735,602
Total Expenditures	<u>46,567,594</u>	<u>45,664,795</u>	<u>44,122,003</u>	<u>1,542,792</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	119,173	(414,817)	50,034	464,851
Other Financing Sources (Uses):				
Sale of Capital Assets	2,000	2,000	3,740	1,740
Transfers In	0	382,757	87,624	(295,133)
Transfers Out	(645,000)	(907,000)	(605,000)	302,000
Advances In	0	124,833	124,833	0
Advances Out	0	(420,635)	(344,635)	76,000
Total Other Financing Sources (Uses):	<u>(643,000)</u>	<u>(818,045)</u>	<u>(733,438)</u>	<u>84,607</u>
Net Change in Fund Balance	(523,827)	(1,232,862)	(683,404)	549,458
Fund Balance at Beginning of Year	2,362,226	2,362,226	2,362,226	0
Prior Year Encumbrances	525,270	525,270	525,270	0
Fund Balance at End of Year	<u>\$ 2,363,669</u>	<u>\$ 1,654,634</u>	<u>\$ 2,204,092</u>	<u>\$ 549,458</u>

See accompanying notes to the basic financial statements

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

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 9,649,635	\$ 27,521,643	\$ 16,700,658
Restricted Cash and Investments	3,362,637	10,198,717	1,582,274
Receivables:			
Accounts	5,550,052	6,560,917	1,419,058
Interest	27,757	58,337	49,731
Inventory of Supplies at Cost	147,584	4,156,087	154,732
Prepaid Items	103,555	1,254,109	65,150
Total Current Assets	18,841,220	49,749,810	19,971,603
Noncurrent Assets:			
Deferred Charges	232,683	3,526,592	573,827
Non Depreciable Capital Assets	2,486,645	24,900,328	7,719,598
Depreciable Capital Assets, Net	32,562,321	108,212,259	83,476,138
Total Noncurrent Assets	35,281,649	136,639,179	91,769,563
Total Assets	54,122,869	186,388,989	111,741,166
LIABILITIES			
Current Liabilities:			
Accounts Payable	3,207,467	3,113,836	542,761
Accrued Wages and Benefits	40,207	317,728	99,717
Intergovernmental Payable	35,735	277,046	88,166
Accrued Liabilities	0	262	0
Customer Deposits Payable	550,173	750,105	131,120
Unearned Revenue	0	2,430,000	0
Compensated Absences Payable - Current	123,019	709,797	268,859
Accrued Interest Payable	122,725	1,793,548	308,270
Revenue Bonds Payable - Current	1,120,000	6,800,000	890,000
Total Current Liabilities	5,199,326	16,192,322	2,328,893

CITY OF HAMILTON, OHIO

<u>Wastewater</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 16,256,881	\$ 70,128,817	\$ 583,616
3,822,712	18,966,340	0
1,659,787	15,189,814	0
34,087	169,912	0
2,778	4,461,181	41,487
79,931	1,502,745	0
<u>21,856,176</u>	<u>110,418,809</u>	<u>625,103</u>
566,813	4,899,915	0
4,853,515	39,960,086	0
<u>35,893,819</u>	<u>260,144,537</u>	<u>69,884</u>
<u>41,314,147</u>	<u>305,004,538</u>	<u>69,884</u>
<u>63,170,323</u>	<u>415,423,347</u>	<u>694,987</u>
251,248	7,115,312	236,219
71,041	528,693	100,743
65,150	466,097	111,000
0	262	0
126,336	1,557,734	0
0	2,430,000	0
211,222	1,312,897	245,128
459,746	2,684,289	0
<u>1,315,000</u>	<u>10,125,000</u>	<u>0</u>
<u>2,499,743</u>	<u>26,220,284</u>	<u>693,090</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Business-Type Activities Enterprise Funds		
	Gas	Electric	Water
Noncurrent Liabilities:			
Revenue Bonds Payable	10,725,845	162,584,333	25,431,193
Compensated Absences Payable	190,711	1,098,063	459,961
Total Noncurrent Liabilities	10,916,556	163,682,396	25,891,154
Total Liabilities	16,115,882	179,874,718	28,220,047
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	25,154,191	(23,334,866)	73,505,673
Restricted for Debt Service	862,637	6,198,717	582,274
Restricted for Rate Stabilization	2,500,000	4,000,000	1,000,000
Unrestricted	9,490,159	19,650,420	8,433,172
Total Net Assets	<u>\$ 38,006,987</u>	<u>\$ 6,514,271</u>	<u>\$ 83,521,119</u>

Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.

Net Assets of Business-type Activities

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Wastewater	Total	Governmental Activities - Internal Service Funds
31,758,131	230,499,502	0
306,226	2,054,961	397,454
32,064,357	232,554,463	397,454
34,564,100	258,774,747	1,090,544
17,935,703	93,260,701	69,884
1,822,712	9,466,340	0
2,000,000	9,500,000	0
6,847,808	44,421,559	(465,441)
\$ 28,606,223	\$ 156,648,600	\$ (395,557)
	(845,936)	
	\$ 155,802,664	

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2009**

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Operating Revenues:			
Charges for Services	\$ 31,656,094	\$ 60,306,831	\$ 14,041,949
Other Operating Revenues	6,015	871,087	189,367
Total Operating Revenues	31,662,109	61,177,918	14,231,316
Operating Expenses:			
Personal Services	1,474,053	10,435,362	3,527,254
Contractual Services	1,629,271	3,394,897	4,339,956
Materials and Supplies	344,967	1,910,284	1,907,280
Purchase of Gas and Electric	21,199,188	20,035,660	0
Depreciation	1,908,856	10,454,987	2,622,445
Other Operating Expenses	2,447,603	3,514,375	2,020,263
Total Operating Expenses	29,003,938	49,745,565	14,417,198
Operating Income (Loss)	2,658,171	11,432,353	(185,882)
Non-Operating Revenue (Expenses):			
Interest Income	133,350	222,346	134,089
Interest and Fiscal Charges	(579,889)	(8,129,704)	(1,003,054)
Loss on Disposal of Capital Assets	(48,837)	(172,637)	(392,367)
Other Local Taxes (kWh Tax)	0	40,816	0
Other Nonoperating Expense (kWh Paid to State)	0	(39,419)	0
Total Non-Operating Revenues (Expenses)	(495,376)	(8,078,598)	(1,261,332)
Income (Loss) Before Transfers	2,162,795	3,353,755	(1,447,214)
Transfers:			
Transfers Out	(182,500)	(182,500)	0
Total Transfers	(182,500)	(182,500)	0
Change in Net Assets	1,980,295	3,171,255	(1,447,214)
Net Assets Beginning of Year	36,026,692	3,343,016	84,968,333
Net Assets End of Year	\$ 38,006,987	\$ 6,514,271	\$ 83,521,119

Change in Net Assets - Total Enterprise Funds

Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.

Change in Net Assets - Business-type Activities

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Wastewater	Total	Governmental Activities - Internal Service Funds
\$ 10,506,965	\$ 116,511,839	\$ 8,125,625
215,516	1,281,985	82
10,722,481	117,793,824	8,125,707
2,555,290	17,991,959	4,358,187
2,336,865	11,700,989	2,110,134
1,173,441	5,335,972	1,237,888
0	41,234,848	0
2,194,891	17,181,179	11,744
2,084,717	10,066,958	177,745
10,345,204	103,511,905	7,895,698
377,277	14,281,919	230,009
112,851	602,636	(4,131)
(1,263,478)	(10,976,125)	0
(32,177)	(646,018)	0
0	40,816	0
0	(39,419)	0
(1,182,804)	(11,018,110)	(4,131)
(805,527)	3,263,809	225,878
(127,500)	(492,500)	0
(127,500)	(492,500)	0
(933,027)	2,771,309	225,878
29,539,250	153,877,291	(621,435)
\$ 28,606,223	\$ 156,648,600	\$ (395,557)
	\$ 2,771,309	
	240,795	
	\$ 3,012,104	

CITY OF HAMILTON, OHIO

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

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$33,690,751	\$61,474,536	\$14,201,829
Cash Payments for Goods and Services	(26,853,410)	(31,485,411)	(8,451,743)
Cash Payments to Employees	(1,443,583)	(10,752,618)	(3,478,499)
Net Cash Provided by Operating Activities	<u>5,393,758</u>	<u>19,236,507</u>	<u>2,271,587</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Kilowatt Hour Tax Received	0	40,816	0
Kilowatt Hour Tax Paid to State	0	(39,419)	0
Transfers Out to Other Funds	(182,500)	(182,500)	0
Net Cash Used by Noncapital Financing Activities	<u>(182,500)</u>	<u>(181,103)</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
General Obligation Note Principal Retirement	(2,240,000)	(18,170,000)	(10,510,000)
Revenue Bond Proceeds	4,500,000	33,140,000	18,590,000
Premium on Bond Issuance	0	0	0
Revenue Bond Payable Principal Retirement	(1,085,000)	(6,585,000)	(580,000)
Retirement of Line of Credit	(4,000,000)	(4,000,000)	0
Interest and Fiscal Charges	(620,998)	(7,872,910)	(1,222,244)
Acquisition and Construction of Assets	(999,009)	(6,595,064)	(2,109,017)
Net Cash Provided (Used) for Capital and Related Financing Activities	<u>(4,445,007)</u>	<u>(10,082,974)</u>	<u>4,168,739</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	<u>153,101</u>	<u>325,064</u>	<u>151,578</u>
Net Cash Provided by Investing Activities	<u>153,101</u>	<u>325,064</u>	<u>151,578</u>
Net Increase in Cash and Cash Equivalents	919,352	9,297,494	6,591,904
Cash and Cash Equivalents at Beginning of Year	<u>12,092,920</u>	<u>28,422,866</u>	<u>11,691,028</u>
Cash and Cash Equivalents at End of Year	<u>\$13,012,272</u>	<u>\$37,720,360</u>	<u>\$18,282,932</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Assets:</u>			
Cash and Cash Equivalents	\$9,649,635	\$27,521,643	\$16,700,658
Restricted Cash and Cash Equivalents	<u>3,362,637</u>	<u>10,198,717</u>	<u>1,582,274</u>
Cash and Cash Equivalents at End of Year	<u>\$13,012,272</u>	<u>\$37,720,360</u>	<u>\$18,282,932</u>

CITY OF HAMILTON, OHIO

Wastewater	Totals	Governmental- Activities Internal Service Fund
\$10,533,059	\$119,900,175	\$8,125,707
(5,817,758)	(72,608,322)	(3,589,846)
(2,629,911)	(18,304,611)	(4,515,933)
<u>2,085,390</u>	<u>28,987,242</u>	<u>19,928</u>
0	40,816	0
0	(39,419)	0
(127,500)	(492,500)	0
<u>(127,500)</u>	<u>(491,103)</u>	<u>0</u>
(2,155,000)	(33,075,000)	0
13,590,000	69,820,000	0
19,893	19,893	0
(1,060,000)	(9,310,000)	0
0	(8,000,000)	0
(1,488,050)	(11,204,202)	0
(1,503,581)	(11,206,671)	0
<u>7,403,262</u>	<u>(2,955,980)</u>	<u>0</u>
121,128	750,871	0
<u>121,128</u>	<u>750,871</u>	<u>0</u>
9,482,280	26,291,030	19,928
10,597,313	62,804,127	563,688
<u>\$20,079,593</u>	<u>\$89,095,157</u>	<u>\$583,616</u>
\$16,256,881	\$70,128,817	\$583,616
3,822,712	18,966,340	0
<u>\$20,079,593</u>	<u>\$89,095,157</u>	<u>\$583,616</u>

(Continued)

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

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u>			
Operating Income (Loss)	\$2,658,171	\$11,432,353	(\$185,882)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation Expense	1,908,856	10,454,987	2,622,445
Non-Operating Expense	0	0	0
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	2,037,393	289,768	(29,294)
(Increase) Decrease in Inventory	8,050	(759,021)	1,193
Increase in Prepaids	(10,297)	(745,927)	(5,141)
Decrease in Accounts Payable	(1,231,085)	(1,607,010)	(182,526)
Increase (Decrease) in Accrued Wages and Benefits	9,053	15,431	14,672
Increase (Decrease) in Customer Deposits Payable	(8,751)	6,850	(193)
Increase (Decrease) in Intergovernmental Payable	1,198	13,530	(9,667)
Increase (Decrease) in Compensated Absences	21,170	135,546	45,980
Total Adjustments	<u>2,735,587</u>	<u>7,804,154</u>	<u>2,457,469</u>
Net Cash Provided by Operating Activities	<u>\$5,393,758</u>	<u>\$19,236,507</u>	<u>\$2,271,587</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2009 the Gas, Electric, Water and Wastewater Funds had outstanding liabilities of \$77,820, \$1,281,281, \$344,976 and \$70,828, respectively for the purchase of certain capital assets.

At December 31, 2009 the Gas, Electric, Water, Wastewater, and Fleet Maintenance Funds reported a change in the fair value of investments of \$3,507, \$7,246, \$3,806, \$3,779 and \$269, respectively.

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Wastewater	Totals	Governmental- Activities Internal Service Fund
\$377,277	\$14,281,919	\$230,009
2,194,891	17,181,179	11,744
0	0	(4,131)
(188,968)	2,108,899	0
(1,253)	(751,031)	(6,162)
(6,764)	(768,129)	0
(216,043)	(3,236,664)	(49,410)
3,137	42,293	(15,796)
(454)	(2,548)	0
(790)	4,271	(9,274)
(75,643)	127,053	(137,052)
1,708,113	14,705,323	(210,081)
\$2,085,390	\$28,987,242	\$19,928

CITY OF HAMILTON, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2009***

	<u>Agency Funds</u>
Assets:	
Equity in Pooled Cash and Investments	\$ 1,031,039
Receivables:	
Taxes	27,660
Prepaid Items	<u>705,405</u>
Total Assets	<u>1,764,104</u>
Liabilities:	
Accounts Payable	1,028
Intergovernmental Payable	1,196,693
Due to Others	<u>566,383</u>
Total Liabilities	<u>\$ 1,764,104</u>

See accompanying notes to the basic financial statements

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are presented as of December 31, 2009 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The City of Hamilton, Ohio (the City) is a home rule municipal corporation created under the auspices of the laws and constitution of the State of Ohio. The origins of the City date back as early as 1791. In 1803, the State of Ohio officially created Butler County and named the City as the county seat in 1810. Hamilton operates under a city charter adopted November 2, 1926 which became effective on January 1, 1928. The current charter, as amended, was adopted November 7, 2000 and became effective on January 1, 2001.

A seven-member council elected by voters of the City governs the City. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes. The City also elects a municipal court judge (the Judge) to preside over the proceedings of the Hamilton Municipal Court. The Judge is elected to a six-year term.

The City Council appoints the City Manager who serves as Chief Executive Officer and Director of Public Safety. He is charged with the proper administration of all city affairs. The City Manager appoints all Directors and the Deputy City Manager-Operations, to whom the various utility systems' directors report. The City Manager also appoints the Finance Director, who acts as the Chief Financial Officer, as well as, the Directors of Law, Planning, Economic Development, Public Works, Health, Human Relations, Information Technology, the Chiefs of Police and Fire, and the Directors of the Electric and Gas and Water Utilities. Ultimately, the City Manager retains the power to appoint and remove all department heads, subordinate staff and employees and exercises control over all departments.

The services provided under the direction of the City Manager as delegated to each of the subordinate Directors and their departments comprise the primary government unit of the City. They have therefore been included as part of the reporting entity. The funds, agencies, boards and commissions that are a part of the primary government include the following services: operation of a municipal court, police and fire protection, health, parks and recreation, street maintenance, and other governmental services. In addition, the City owns and operates a gas distribution system, electric generation facilities and distribution system, a water treatment and distribution system, a wastewater treatment and collection system, all of which are reported as enterprise funds (business type-major). The City also operates parking facilities, athletic facilities, and two golf courses, which are reported as special revenue funds (governmental – non-major).

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

The reporting entity is composed of the primary government, component units and other organizations. The primary government includes all funds, organizations, activities and component units for which the City (the primary government) is financially accountable and that are not legally separate.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if it appoints a voting majority of the organization's governing board and either (1) the City is able to significantly influence the programs or services performed or provided by the organization, or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes. Based upon this definition, the City has no component units.

The following potential component units have been excluded from the accompanying financial statements because they are legally separate from the City and the City is not financially accountable for the unit nor is the unit fiscally dependent on the City.

Butler County, Ohio
Butler Technology and Career Development Center
Hamilton City School District
Lane Public Library
Greater Hamilton Convention and Visitor's Bureau
Hamilton Chamber of Commerce
Hamilton Central Business Special Improvement District

The City participates in three governmental joint ventures, two Hamilton-Indian Springs Joint Economic Development Districts (JEDD) and the Ohio Municipal Electric Generation Agency (OMEGA) JV2. The City also participates in the following jointly governed organizations: American Municipal Power (AMP) Inc., the Economic Development Association of Butler County (EDABC), the Transportation Improvement District (TID) of Butler County, the Butler County Emergency Management Agency (EMA), the Hamilton Community Improvement Corporation (CIC), the Hamilton Economic Development Corporation (HEDC), and the Ohio-Kentucky-Indiana Regional Council of Governments (OKI). These organizations are presented in Note 16 and Note 17 to the basic financial statements and are excluded from the accompanying financial statements except as noted.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

As a custodian of public funds, the City invests all public monies held on deposit in the City Treasury. In the case of the Hamilton-Indian Springs Joint Economic Development Districts (the "JEDD"), a legally separate district, the City serves as fiscal agent but the organization is not considered a part of the City. The JEDD has a five-member board of trustees for which the City appoints one member and for which the City is not financially accountable. The JEDD was formed under the auspices of Ohio Revised Code Charter 715 to facilitate commercial and economic development within a specific territory completely located within the boundaries of then Indian Springs, now Fairfield Township. The JEDD has levied an income tax equal to the income tax rate charged within the City of Hamilton (2%) on all compensation earned by employees working in the JEDD. Income tax collections net of collection expenses and refunds are first applied to District operating expenses in accordance with the District's Budget, then to any long-term maintenance set aside, with any surplus to be paid to Hamilton and Fairfield Township according to contractual percentages. The JEDD is a joint venture of the City, which is more fully explained in Note 16 to the basic financial statements. Accordingly, the activity of the JEDD is presented as agency funds (fiduciary) within the City's financial statements.

B. Basis of Presentation - Fund Accounting

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies:

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). The following fund types are used by the City:

Governmental Funds

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

General Fund - This fund is used to account for all financial resources except those 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 general laws of Ohio.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

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

Gas Fund – To account for the operation of the City's gas service.

Electric Fund – To account for the operation of the City's electric service.

Water Fund – To account for the operation of the City's water system.

Wastewater Fund – To account for the operation of the City's wastewater system.

Internal Service Funds – These funds are used to account for fleet management services, cost of certain goods or services, and costs associated with health care benefits, pension, worker's compensation provided to other departments or agencies of the City.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: agency funds, pension trust funds, investment trust funds and private-purpose trust funds. The City has thirteen Agency funds. The City has a Rounding Up Utility Account Agency fund to account voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred, a Convention and Visitor's Bureau Agency Fund to account for the Hotel/Motel tax levied on guests of the City where 50% of all such tax monies are distributed to the Convention & Visitors Bureau and for which the City receives 50% remuneration, an Employee Taxes and Benefits Agency Fund to account for special taxes and benefits of Hamilton employees, a Miscellaneous Collections for Others Agency Fund to account for monies received and held for others, an Unclaimed Monies Agency Fund to account for the receipt

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds (Continued)

of monies unable to be returned or disbursed (the City will hold the receipts for the statutory period and then the monies will be disbursed to the State of Ohio), a Tax Collections Agency Fund to account for taxes obtained on behalf of other municipalities, a Butler County Annexation Tax Agency Fund to account for income taxes obtained from a special annexation of contiguous property to Hamilton, a Hamilton Central Business Special Improvement District Agency Fund to account for the receiving and disbursing of Special Assessments levied upon real property within the Hamilton Central Business Special Improvement District, a Joint Economic Development District Agency Fund to account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The Joint Economic Development District Agreement with Indian Springs/Fairfield Township, a Joint Economic Development District II Agency Fund to account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The 2004 Joint Economic Development District Agreement with Indian Springs/Fairfield Township, a Fire Damage Deposit Escrow Agency Fund to account for deposits and reimbursements held for fire damage as prescribed by Ohio Revised Code, a Police Property Room Forfeiture Agency Fund to account for the receipt of items remaining in the custody of the police department (the City will hold the items for certain period of time at which they will be auctioned or disposed and Municipal Court Agency Fund to account for funds that flow through the municipal court office. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Trust funds are used to account for assets held 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 currently has no trust funds.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

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

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

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses in the accounts and reported in the financial statements, and relates to the timing of the measurements made. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

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

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

Revenue considered susceptible to accrual at year end includes income taxes, interest on investments and state levied locally shared taxes (including motor vehicle license fees and local government assistance), licenses, permits, charges for service and other miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments including related accrued interest, which are measurable but not available at December 31, 2009, are recorded as deferred revenue. Property taxes, which are measurable at December 31, 2009 but are not intended to finance 2009 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred revenue as further described in Note 4.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and agency funds. Revenues are recognized when they are earned and expenses recognized when incurred.

Pursuant to GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting," the City follows GASB guidance as applicable to proprietary funds and FASB guidance issued on or before November 30, 1989 that does not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB guidance issued after November 30, 1989 to its business-type activities and enterprise funds.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

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

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the fund and department level. Budgetary modifications may be made only by ordinance of the City Council.

1. Tax Budget

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

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2009.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Appropriations

As required by charter, an annual appropriation ordinance must be adopted prior to the beginning of the fiscal year. The appropriation ordinance establishes spending controls at the fund and department level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. During the year, several supplemental appropriations are necessary to budget contingency funds, intergovernmental grants and proceeds of debt issues. The allocation of appropriations among departments and objects within a fund may be modified during the year by management. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual for the General Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrance

As part of the formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds on the basic financial statements.

5. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

6. Budgetary Basis of Accounting

The City's budgetary process accounts for the City's transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are recorded as the equivalent of expenditures (budgetary basis) as opposed to reservation of fund balance (GAAP basis).

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary cash basis statements for the General Fund:

	<u>Net Change in Fund Balances</u>
	<u>General Fund</u>
GAAP Basis (as reported)	(\$195,593)
Increase (Decrease):	
Accrued Revenues at December 31, 2009 received during 2010	(3,049,163)
Accrued Revenues at December 31, 2008 received during 2009	3,045,379
Accrued Expenditures at December 31, 2009 paid during 2010	3,554,843
Accrued Expenditures at December 31, 2008 paid during 2009	(3,488,622)
2008 Prepays for 2009	179,069
2009 Prepays for 2010	(161,928)
Outstanding Encumbrances	(567,389)
Budget Basis	<u>(\$683,404)</u>

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment. See Note 3, "Cash, Cash Equivalents and Investments."

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value except for nonparticipating investment contracts which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 3, "Cash, Cash Equivalents and Investments".

The City had invested funds in the STAR Ohio during 2009. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2009.

H. Inventory

Inventories are stated at moving average cost. The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed and recorded on the financial statements as a fund balance reserve. The costs of proprietary fund-type inventories are recorded as expenses when consumed rather than when purchased.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities

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

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

2. Property, Plant and Equipment – Business Type Activities

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

3. Depreciation

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

Description	Governmental and Business-Type Activities Estimated Lives (in years)
Buildings	25
Improvements other than Buildings	10 – 50
Machinery, Equipment, Furniture and Fixtures	3 – 25
Infrastructure	25 – 75

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	Debt Service Fund Parking Fund Golf Course Fund
Special Assessment Bonds	Debt Service Fund
Revenue Bonds	Gas Fund, Electric Fund, Water Fund Wastewater Fund
Compensated Absences	General Fund Safety Services Fund, Refuse Fund Street Maintenance Fund Community Development Block Grant Fund Gas Fund, Electric Fund, Water Fund Wastewater Fund, Parking Fund Golf Course Fund, Fleet Maintenance Fund Central Services Fund

L. Compensated Absences

Employees of the City earn vacation leave at various rates within limits specified under collective bargaining agreements or under ordinance. Vacation earned in a calendar year must be used during that year. Vacation time cannot carry over into the subsequent year, unless written permission is granted from the City Manager. At termination or retirement, employees are paid at their then full rate for 100% of their unused vacation leave.

The rate of cash compensation for sick leave payout varies within specified limits under collective bargaining agreements or City ordinance. Employees hired before 1990 are paid 75% of the accumulated sick time upon retirement or death up to a maximum of 1,200 hours for employees whose normal work schedule is 40 hours per week, and up to 1,680 hours for those working a 51 hour week. Those individuals that commenced employment on or after January 1, 1990, will be paid 50%, and those individuals that commenced employment on or after January 1, 1994 will be paid 25% of the accumulated sick leave upon death or retirement. Employees are eligible for retirement at age 60 with 5 years of service, age 55 with 25 years of service, and any age with at least 30 years of service. Compensation for sick leave is paid at the employee's then full rate of pay at the time of termination or retirement.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences (Continued)

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined.

For governmental funds, the current portion of unpaid compensated absences is the amount normally due for payment during the current year. Matured leave payable in the fund financial statements represents the entire current portion. These amounts are reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements. The City had no such fund liability at year end. The entire liability is reported on the government-wide statement of net assets.

M. Net Assets

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

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

N. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

O. 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 and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. In order to avoid distorting the measurement of the cost of individual functional activities, entries are made to eliminate the activity provided by the internal service funds to those funds considered governmental and those considered business-type. The elimination of the internal service funds is based on the activity of each fund to which it provides service.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Reservations of Fund Balance

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for prepaid items, inventories, endowments and encumbered amounts not accrued at year end.

Q. Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the combined statement of net assets because their use is limited for debt service payments, rate stabilization and capital improvements.

R. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for gas and electric service, water treatment and distribution and wastewater collection and treatment. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

S. Estimates

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

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

NOTE 2 - COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Equities – The following funds had deficit fund balance/net asset amounts at December 31, 2009:

<u>Fund</u>	<u>Fund Balance/ Net Asset Deficit</u>
<i>Nonmajor Governmental Funds</i>	
Special Revenue Fund:	
Miami Conservancy	\$346,789
Capital Projects Funds:	
Special Assessment	188,484
Clean Ohio Grants Program	89
<i>Internal Service Fund</i>	
Central Services	845,936

The deficits occurring in the Miami Conservancy Special Revenue Fund and Clean Ohio Grants Program Capital Projects Fund arose from the recognition of expenditures on the modified accrual basis of accounting which are greater than expenditures recognized on the budgetary basis. As cash is received and the payables liquidated, the deficits will be eliminated.

The deficit occurring in the Special Assessment Capital Projects Fund arose from the recognition of bond anticipation notes within the individual fund balance sheets. When bonds are issued which retire the anticipation notes, the related liability will be removed and the deficit eliminated.

The deficit occurring in the Central Services Internal Service Fund has risen due to recognition of liabilities at year-end. The Internal Service fund operates as a rotary fund and cash is recognized as revenue operationally only after an actual expenditure is made.

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

NOTE 3 - CASH, CASH EQUIVALENTS, AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the City into three categories:

Category 1 consists of "active" funds - those funds required to be kept in "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds not needed for immediate use but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

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

NOTE 3 - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

Custodial credit risk is the risk that in the event of bank failure, the government’s deposits may not be returned. Protection of City cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions. The City’s policy is to deposit funds with banking institutions which collateralize public monies in accordance with the Ohio Revised Code.

A. Deposits

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City does not have a custodial credit risk policy.

As of December 31, 2009, \$27,334,453 of the City’s bank balance of \$28,343,964 was exposed to custodial credit risk since it was uninsured and uncollateralized.

B. Investments

The City’s investments at December 31, 2009 are summarized below:

<u>Categorized Investments</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>	<u>Concentration of Credit Risk</u>	<u>Credit Rating (S&P)</u>
Federal Home Loan Bank	\$28,404,150	4.13	34.81%	AAA
Federal Farm Credit Bureau	75,469	3.25	0.09%	AAA
City Held Investment	575,000	4.92	0.70%	AAA
STAR Ohio	43,086,173	N/A	52.79%	AAAm
Money Market Fund	9,472,973	N/A	11.61%	AAA
Total Fair Value	<u>\$81,613,765</u>		<u>100.00%</u>	
Portfolio Weighted Average Maturity		4.15		

Custodial Credit Risk

The risk that, in the event of a failure of a counter party, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City employs the use of “safekeeping” accounts to hold and maintain custody of its investments as identified within this policy and as a means of mitigating this risk.

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

NOTE 3 - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

B. Investments (Continued)

Interest Rate Risk

The risk that the City will incur fair value losses arising from rising interest rates. Such risk is mitigated by the investment policy by limiting investments to certain maximum maturities. As a rule, unless specified otherwise within the policy, investments are to have a maximum maturity of five years unless the investment is matched to a specific expenditure. The context of a specific investment purchase must be weighed in proportion to the remainder of the existing investment portfolio and the “prudent investor” rule to attempt to limit such risk.

Credit Risk

It is the City’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations.

Concentration of Credit Risk

The City places no limit on the amount it may invest in any one issuer. The City has several investment categories that are above the five percent threshold as detailed above.

NOTE 4 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2009 were levied after October 1, 2008 on assessed values as of January 1, 2008, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be reevaluated every six years and equalization adjustments made in the third year following the reappraisal. The last revaluation was completed for tax year 2005. Real property taxes are payable annually or semiannually. If paid annually, payment is due January 31; if paid semiannually, the first payment is due February and the remainder payable in July. Under certain circumstances, state statute permits later payment dates to be established.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. In prior years, tangible personal property used in business (except for public utilities) was assessed for ad valorem taxation purposes at 25 percent of its true value. As part of a phase out of the personal property tax, the assessment percentage for personal property was reduced to zero in 2009. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semiannually, the first payment is due April 30; the remainder payable by September 20.

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

NOTE 4 - TAXES (Continued)

A. Property Taxes (Continued)

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. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Hamilton. The County Auditor periodically remits to the City its portion of the taxes collected.

The full tax rate for the City's operations for the year ended December 31, 2009 was \$7.16 per \$1,000 of assessed value. The assessed value upon which the 2009 receipts were based was \$952,929,110. This amount constitutes \$950,209,310 in real property assessed value and \$2,719,800 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is 0.716% (7.16 mills) of assessed value.

B. Income Tax

The City levies a tax of 2.00% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of 2.00% of taxable salaries, wages, commissions and other compensation.

Employers within the City are required to withhold income tax on employees' compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. All City residents are required to file a municipal income tax return annually regardless of whether tax is owed.

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

NOTE 5 – RECEIVABLES

Receivables at December 31, 2009 consisted of taxes, accounts receivable, accrued interest, loans receivable, interfund receivables, notes receivable and intergovernmental (due from other governments) receivables arising from shared revenues. These receivables result from both exchange and non-exchange transactions.

Business-type receivables at December 31, 2009, are presented net of allowances for doubtful accounts. To better detail the accounts receivable balances in the Business-type Funds, the following schedule identifies and reconciles these amounts as of December 31, 2009 as follows:

ACCOUNTS RECEIVABLE

As of December 31, 2009

	Gas	Electric	Water	Wastewater	Business-Type Activities
Earned and unbilled consumer accounts	\$3,822,478	\$3,994,084	\$1,019,336	\$476,446	\$9,312,344
Earned and billed consumer accounts	5,406,168	7,054,134	1,167,717	2,327,725	15,955,744
Other	0	65,010	32,508	1,239	98,757
Less allowance for uncollectible accounts	(3,678,594)	(4,552,311)	(800,503)	(1,145,623)	(10,177,031)
Accounts Receivable	<u>5,550,052</u>	<u>6,560,917</u>	<u>1,419,058</u>	<u>1,659,787</u>	<u>15,189,814</u>
Accrued Interest Receivable	<u>27,757</u>	<u>58,337</u>	<u>49,731</u>	<u>34,087</u>	<u>169,912</u>
Total Receivables :	<u>\$5,577,809</u>	<u>\$6,619,254</u>	<u>\$1,468,789</u>	<u>\$1,693,874</u>	<u>\$15,359,726</u>

NOTE 6 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2009:

Fund	Transfer In	Transfer Out
General Fund	\$87,624	\$605,000
Other Governmental Funds	<u>11,320,155</u>	<u>10,310,279</u>
Total Governmental Funds	11,407,779	10,915,279
Gas Fund	0	182,500
Electric Fund	0	182,500
Wastewater Fund	0	127,500
Total Proprietary Funds	<u>0</u>	<u>492,500</u>
Totals	<u>\$11,407,779</u>	<u>\$11,407,779</u>

The City makes transfers between various funds during the year for operating and debt service related payments. The individual governmental funds transfer their portion of the debt service payment during the year into the Debt Service Sinking Fund for payment of the obligations. The remaining transfers relate to payments due from the special assessment capital projects fund for debt service payment and some transfers made from the general fund at year-end to eliminate deficit balances. The transfers out of the Proprietary Funds were related to the issuance and retirement of general obligations notes reported in the Other Governmental Funds.

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

NOTE 7 – INTERFUND TRANSACTIONS

The composition of inter-fund balances as of December 31, 2009, is as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$344,635	\$0	\$4,828	\$0
Other Governmental Funds	0	344,635	0	4,828
Total All Funds	<u>\$344,635</u>	<u>\$344,635</u>	<u>\$4,828</u>	<u>\$4,828</u>

The due from other funds for the General Fund is monies where the general fund serves as a participant in the activity for the City. All monies due between funds are expected to be paid/received within the next fiscal year.

The interfund activity relates to cash advances the general fund made to various grants funds during the year. The advances are expected to be returned within the next fiscal year.

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

NOTE 8 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

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

Historical Cost:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
<i>Capital assets not being depreciated:</i>				
Land	\$22,202,479	\$15,000	\$0	\$22,217,479
Construction in Progress	12,862,574	251,872	(2,047,551)	11,066,895
Sub-Total	35,065,053	266,872	(2,047,551)	33,284,374
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	38,908,086	373,662	0	39,281,748
Machinery and Equipment	23,743,742	2,367,688	(734,604)	25,376,826
Infrastructure	142,740,818	600,779	0	143,341,597
Total Cost	\$240,457,699	\$3,609,001	(\$2,782,155)	\$241,284,545

Accumulated Depreciation:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
Buildings and Improvements	(\$12,232,727)	(\$659,542)	\$0	(\$12,892,269)
Machinery and Equipment	(15,505,755)	(1,584,662)	692,143	(16,398,274)
Infrastructure	(119,252,730)	(1,753,484)	0	(121,006,214)
Total Depreciation	(\$146,991,212)	(\$3,997,688) *	\$692,143	(\$150,296,757)
<i>Net Value:</i>	\$93,466,487			\$90,987,788

- Depreciation expenses were charged to governmental functions as follows:

General Government	\$833,125
Security of Persons and Property	704,500
Leisure Time Activities	241,188
Community Environment	4,590
Transportation	2,205,981
Public Health and Welfare Services	8,304
Total Depreciation Expense	\$3,997,688

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

NOTE 8 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2009:

Historical Cost:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
<i>Capital assets not being depreciated:</i>				
Land	\$7,386,755	\$27,401	\$0	\$7,414,156
Construction in Progress	32,007,396	7,646,601	(7,108,067)	32,545,930
Sub-Total	39,394,151	7,674,002	(7,108,067)	39,960,086
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	94,757,982	20,397	0	94,778,379
Machinery and Equipment	534,431,875	10,853,479	(1,734,194)	543,551,160
Total Cost	\$668,584,008	\$18,547,878	(\$8,842,261)	\$678,289,625

Accumulated Depreciation:

Class	December 31, 2008	Additions	Deletions	December 31, 2009
Buildings and Improvements	(\$52,806,083)	(\$1,598,329)	\$0	(\$54,404,412)
Machinery and Equipment	(309,285,916)	(15,582,850)	1,088,176	(323,780,590)
Total Depreciation	(\$362,091,999)	(\$17,181,179)	\$1,088,176	(\$378,185,002)
<i>Net Value:</i>	\$306,492,009			\$300,104,623

NOTE 9 – DEFINED BENEFIT PENSION PLANS

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

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

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

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

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

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

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2009, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2009 employer contribution rate for local government employer units was 14.00%, of covered payroll which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2009, from January 1 through March 31, 2009 7.0% of annual covered salary was the portion used to fund pension obligations, and from April 1 through December 31, 2009 8.5% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City's required contributions for pension obligations to OPERS for the years ending December 31, 2009, 2008, and 2007 were \$2,269,456, \$2,055,225 and \$2,356,505, respectively, which were equal to the required contributions for each year.

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

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0%, respectively, for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2009, 12.75% of annual covered salary for police and 17.25% of annual covered salary for firefighters, respectively, were the portions used to fund pension obligations. The City's contributions for pension obligations to the OP&F Fund for the years ending December 31, 2009, 2008, and 2007 were \$1,056,001, \$1,067,422 and \$994,965 for police and \$1,466,511, \$1,461,700 and \$1,346,128 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 10 - POSTEMPLOYMENT BENEFITS

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

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

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

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

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

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

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

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

The City's contributions for health care to the OPERS for the years ending December 31, 2009, 2008, and 2007 were \$1,657,047, \$2,055,225 and \$1,552,189, respectively, which were equal to the required contributions for each year.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased over a six year period beginning January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

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

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

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

The City's contributions for health care to the OP&F for the years ending December 31, 2009, 2008, and 2007 were \$559,060, \$565,106 and \$526,746 for police and \$573,852, \$571,970 and \$526,746 for firefighters, respectively, which were equal to the required contributions for each year.

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

NOTE 11 - NOTES PAYABLE

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to and payable no later than those principal maturities that would have been required if the bonds had been issued at the expiration of the initial five year period. Bond anticipation notes may be retired at maturity from the proceeds of the sale of renewal notes or of the bonds anticipated by the notes, or from available funds of the City or a combination of these sources.

	Balance December 31, 2008	Issued	(Retired)	Balance December 31, 2009
Governmental Activities :				
Special Revenue Notes Payable:				
2.00% Various Purpose Technology Improv.	\$550,000	\$0	(\$550,000)	\$0
2.00% South Hamilton Crossing	630,000	0	(630,000)	0
2.00% McDulin Parking Garage Improv.	750,000	0	(750,000)	0
Total Special Revenue Notes Payable	<u>1,930,000</u>	<u>0</u>	<u>(1,930,000)</u>	<u>0</u>
Capital Projects Notes Payable:				
2.10% Hamilton Enterprise Park R.E.Acq.	285,000	0	(285,000)	0
2.25% 2008 Var Purpose A Road Imprv Proj.	1,700,000	0	(1,700,000)	0
2.25% 2008 Var Purpose A Fire Truck Acq.	1,220,000	0	(1,220,000)	0
2.00% Mosler site shoppes T.I.F.	550,000	0	(550,000)	0
2.00% Road Projects	900,000	0	(900,000)	0
2.00% Hamilton Enterprise Park Road Imp	360,000	0	(360,000)	0
2.00% Criminal	200,000	0	(200,000)	0
2.00% Criminal	350,000	0	(350,000)	0
Total Capital Projects Notes Payable	<u>5,565,000</u>	<u>0</u>	<u>(5,565,000)</u>	<u>0</u>
Special Assessments Notes Payable:				
2.00% 2006 Resurfacing & sidewalk program	103,000	0	(103,000)	0
3.21% 2009 Resurfacing & sidewalk program	0	575,000	0	575,000
Total Special Assessments Notes Payable	<u>103,000</u>	<u>575,000</u>	<u>(103,000)</u>	<u>575,000</u>

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

NOTE 11 - NOTES PAYABLE (Continued)

	Balance December 31, 2008	Issued	(Retired)	Balance December 31, 2009
Business Type Activities :				
Enterprise Notes Payable:				
2.00% Water System Improvement 2007	6,500,000	0	(6,500,000)	0
2.00% Gas System Improvement 2005	450,000	0	(450,000)	0
2.00% AMR System 2005 B.A.N.'s (Gas)	1,790,000	0	(1,790,000)	0
2.00% AMR System 2005 B.A.N.'s (Electric)	1,520,000	0	(1,520,000)	0
2.00% Electric System Improvement 2004	1,460,000	0	(1,460,000)	0
2.00% Electric System Improvement 2005	2,190,000	0	(2,190,000)	0
2.00% Electric System Improvement 2008	13,000,000	0	(13,000,000)	0
2.00% Water System Improvement 2008	2,000,000	0	(2,000,000)	0
2.00% AMR System 2005 B.A.N.'s (Water)	2,010,000	0	(2,010,000)	0
2.00% Wastewater Series A & B 2003	2,155,000	0	(2,155,000)	0
Total Enterprise Notes Payable	<u>33,075,000</u>	<u>0</u>	<u>(33,075,000)</u>	<u>0</u>
Total Notes Payable	<u>\$40,673,000</u>	<u>\$575,000</u>	<u>(\$40,673,000)</u>	<u>\$575,000</u>

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CITY OF HAMILTON, OHIO

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

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

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

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2008	Additions	Reductions	Balance December 31, 2009	Due Within One Year
Governmental activities:								
Bonds payable:								
General Obligation Bonds:								
2003	2% - 3.75%	Road Improvement	2016	\$ 2,305,000	\$0	\$ (255,000)	\$ 2,050,000	\$ 260,000
2002	2.25% - 4.70%	Various Purpose Series A	2017	4,385,000	0	(410,000)	3,975,000	430,000
2002	2.25% - 4.70%	Various Purpose Series B	2012	550,000	0	(130,000)	420,000	135,000
2009	2% - 4.50%	Various Purpose 2009 G O Bonds	2028	0	7,155,000	0	7,155,000	430,000
1997	4.99%	Golf	2012	775,000	0	(180,000)	595,000	190,000
2001	5.00%	One Renaissance Center	2026	18,430,000	0	(665,000)	17,765,000	695,000
1999	4.96%	Police & Fire Pension Refunding	2021	2,370,000	0	(2,370,000)	0	0
Total General Obligation Bonds				28,815,000	7,155,000	(4,010,000)	31,960,000	2,140,000
Special Assessment Bonds:								
2007	4.75%	Various Purpose 2005 Resurfacing	2012	300,000	0	(70,000)	230,000	75,000
2006	4.75%	Various Purpose 2004 Resurfacing	2011	140,000	0	(45,000)	95,000	45,000
2005	3.96%	Main Street Area Streetscape	2010	35,000	0	(5,000)	30,000	5,000
2005	3.43%	Various Purpose 2003 Resurfacing	2010	85,000	0	(40,000)	45,000	45,000
2003	3.15% - 5.25%	Shaffer's Creek Sanitary Sewer	2023	160,000	0	(10,000)	150,000	10,000
1998	4.67%	Various Purpose Series 1998	2018	610,000	0	(50,000)	560,000	55,000
2000	5.34%	Various Purpose Series 2000	2020	230,000	0	(15,000)	215,000	15,000
2001	4.95%	Various Purpose Series 2001	2021	645,000	0	(35,000)	610,000	35,000
Total Special Assessment Bonds (with Governmental Commitment)				2,205,000	0	(270,000)	1,935,000	285,000
Less deferred amounts:								
				(119,262)	99,571	24,429	4,738	0
Total Bonds Payable				30,900,738	7,254,571	(4,255,571)	33,899,738	2,425,000
Compensated absences				6,508,075	2,500,828	(1,990,025)	7,018,878	2,345,118
Governmental Activities Long-term liabilities				\$37,408,813	\$9,755,399	(\$6,245,596)	\$40,918,616	\$4,770,118

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CITY OF HAMILTON, OHIO

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

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

Outstanding general obligation bonds are direct obligations of the City for which the full faith and credit of City resources are pledged. Outstanding revenue bonds totaled \$248,610,000 at December 31, 2009.

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2008	Additions	Reductions	Balance December 31, 2009	Due Within One Year
Business-type activities:								
Mortgage Revenue Bonds:								
2003	2.0% - 5.00%	Gas Refunding	2015	\$8,675,000	\$0	(\$1,085,000)	\$7,590,000	\$1,120,000
2009	2.75% - 5.00%	Gas series A	2029	0	4,500,000	0	4,500,000	0
2005	2.50% - 4.700%	Electric series	2025	149,020,000	0	(6,585,000)	142,435,000	6,800,000
2009	2.0% - 5.00%	Electric series A	2030	0	18,620,000	0	18,620,000	0
2009	6.5% - 6.6%	Electric series B	2039	0	14,520,000	0	14,520,000	0
2002	4.39%	Water Revenue Refunding	2021	9,775,000	0	(580,000)	9,195,000	600,000
2009	2.0% - 4.63%	Water series A	2029	0	9,675,000	0	9,675,000	290,000
2009	6.62%	Water series B	2039	0	8,915,000	0	8,915,000	0
2005	3.00% - 5.250%	Wastewater Refunding	2023	20,630,000	0	(1,060,000)	19,570,000	1,100,000
2009	2.0% - 3.38%	Wastewater series A	2017	0	2,125,000	0	2,125,000	215,000
2009	6.11% - 6.62%	Wastewater series B	2039	0	11,465,000	0	11,465,000	0
Total Mortgage Revenue Bonds				188,100,000	69,820,000	(9,310,000)	248,610,000	10,125,000
Less deferred amounts:								
For deferred charge - refunding				(8,971,314)	0	1,026,858	(7,944,456)	
For issuance discounts/premium				659,063	(585,916)	(114,189)	(41,042)	0
Total Bonds Payable				179,787,749	69,234,084	(8,397,331)	240,624,502	10,125,000
Line of Credit:								
Gas Operations			2009	4,000,000	0	(4,000,000)	0	0
Electric Operation			2009	4,000,000	0	(4,000,000)	0	0
				8,000,000	0	(8,000,000)	0	0
Compensated absences				3,937,915	1,412,026	(1,438,426)	3,911,515	1,521,626
Business-type activity Long-term liabilities				\$191,725,664	\$70,646,110	(\$17,835,757)	\$244,536,017	\$11,646,626

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

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

The principal amount of the City's special assessment bonds outstanding was \$1,935,000. The special assessments issued are for non-capital related repairs to sidewalks, streets, etc. Special assessment bonds are general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$519,843 in the Debt Service Fund at December 31, 2009 is reserved for the retirement of outstanding special assessment bonds.

Under the terms of the revenue bond indentures, the City has agreed to certain covenants including, among other things, maintaining revenue levels to provide for operating expenses and debt service. All of the borrowing issued under the master trust indentures for the revenue bonds are insured under municipal bond insurance policies. Under the terms of the policies, the insurer guarantees the payments of principal and interest.

A. Defeasance of General Obligation Debt

In September 2009, the City defeased \$2,235,000 of General Obligation Bonds for Police and Fire Pension through the issuance of \$2,235,000 of Various Purpose Bonds. The net proceeds of the 2009 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$2,235,000 at December 31, 2009 are not included in the City's outstanding debt since the City has in substance satisfied its obligations through the advance refunding.

The City reduced its aggregate debt service payments over the life of the refunded bonds by \$211,040 and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$170,843.

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

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

B. Future Long-Term Financing Requirements

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 2009 follows:

Years	GOVERNMENTAL ACTIVITIES General Obligation Bonds			GOVERNMENTAL ACTIVITIES Special Assessment Bonds		
	Principal	Interest	Total	Principal	Interest	Total
	2010	\$2,140,000	\$1,449,238	\$3,589,238	\$285,000	\$99,995
2011	2,235,000	1,338,908	3,573,908	250,000	87,383	337,383
2012	2,355,000	1,257,375	3,612,375	205,000	75,698	280,698
2013	2,055,000	1,170,183	3,225,183	135,000	65,498	200,498
2014	2,115,000	1,094,955	3,209,955	140,000	58,523	198,523
2015-2019	9,725,000	4,063,036	13,788,036	710,000	173,725	883,725
2020-2024	7,990,000	2,005,419	9,995,419	210,000	20,838	230,838
2025-2029	3,345,000	267,250	3,612,250	0	0	0
Totals	\$31,960,000	\$12,646,364	\$44,606,364	\$1,935,000	\$581,660	\$2,516,660

Annual debt service requirements to maturity for revenue bonds are as follows:

Years	BUSINESS-TYPE ACTIVITIES Revenue Bonds		
	Principal	Interest	Total
2010	\$10,125,000	\$11,856,418	\$21,981,418
2011	10,580,000	11,221,609	21,801,609
2012	11,165,000	10,810,622	21,975,622
2013	11,555,000	10,374,539	21,929,539
2014	12,560,000	9,902,227	22,462,227
2015-2019	64,615,000	41,542,865	106,157,865
2020-2024	70,340,000	26,240,905	96,580,905
2025-2029	25,695,000	12,957,878	38,652,878
2030-2034	14,180,000	8,693,869	22,873,869
2035-2039	17,795,000	3,629,981	21,424,981
Totals	\$248,610,000	\$147,230,913	\$395,840,913

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

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

C. Conduit Debt

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2009, there were seven series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$24,175,194.

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

NOTE 13 - INSURANCE AND RISK MANAGEMENT

The City is exposed to various risks of loss related to torts and liability; damage to and theft of or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains a number of insurance coverages in order to protect against the various risks mentioned above. Those coverages are as follows:

Property Insurance	\$141,032,537	Limit
Earthquake	75,000,000	
Flood	25,000,000	
Ordinance or Law Coverage	2,500,000	
Extra Expense Designated Locations	500,000	
Valuable Papers Restoration	1,250,000	
Electric Property Insurance	\$526,557,664	Limit
Earthquake	125,000,000	
Flood	125,000,000	
Demolition and Increased Cost Construction	10,000,000	
Misc. Unnamed Locations	5,000,000	
Boiler and Machinery	\$40,000,000	Limit
Auto	\$1,000,000	Limit
Comprehensive and Collision	20,000	Deductible
Physical Damage	500,000	Limit
Garage Keepers Liability	\$15,000,000	Umbrella
Crime – Theft of Money and Securities In/Out	\$100,000	Limit
Forgery and Alteration Coverage	\$100,000	Limit
Public Officials Bond – Treasurer	\$150,000	Limit
Public Officials Bond – All Other		
Various Limits to Named Positions	\$2,500	Limit
Blanket Limit (for police officers)	\$1,000	Limit
Blanket minimum for all other employees	\$2,500	Limit
Underground Petroleum Storage Tank	\$1,000,000	Limit
Police Professional Liability (per occurrence)	\$1,000,000	Limit
	\$15,000,000	Umbrella

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

NOTE 13 - INSURANCE AND RISK MANAGEMENT (Continued)

Public Officials Liability	\$5,000,000	Limit
Employment Practices		
Claims Made – Full Prior Acts	\$15,000,000	Umbrella
Public Utilities Excess Liability	\$100,000,000	Limit
Claims made Retroactive 4/86		
Combined Products Liability		
Completed Operations Liability		
Failure to Supply Liability		
Pollution Liability		
Medical Malpractice Liability		
General Liability (per occurrence)	\$5,000,000	Limit
Products, Personal Injury, Stop Gap Liability	\$15,000,000	Umbrella
Ambulance Attendants Errors & Omissions	\$5,000,000	Limit
(included in G.L.)		
Pollution Legal Liability	\$5,000,000	Limit
Named Brownfield Location – Leshner		
10 Year Term		
Pollution Legal Liability		
Named Brownfield Location – Mercy Hospital	\$3,000,000	Limit
5 Year Term		
Pollution Legal Liability	\$10,000,000	Limit
Named NDD Housing Lead Abatement		
1 Year Term		
Pollution Legal Liability		
Named Brownfield Location – Hamilton Die Cast	\$5,000,000	Limit
10 Year Term		
Umbrella	\$15,000,000	Limit
Does not apply separately over the underlying/primary coverages		
Contractor’s Pollution Liability (NDD)	\$10,000,000	Limit

Third party liability coverages are to be subject to \$100,000 Self-Insured Retention (SIR). A \$400,000 total Self-Insured Retention (SIR) (annual) will be applicable to Public Entity General Liability, Employee Benefit, Plan Administration Liability, Law Enforcement Liability, Auto Liability, Public Entity Management Liability. This will act as an aggregate stop loss maximum. Third party claims adjustment services are provided by GAB Robins as per the Terms of the City of Hamilton’s contract with GAB Robins that is in compliance with Travelers TPA requirements.

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

NOTE 13 - INSURANCE AND RISK MANAGEMENT (Continued)

The City had no reduction in coverage in 2009. All but one of the 2009 settled claims did not exceed this commercial coverage in any of the past four years.

The City has a group health insurance program for employees. The City maintained a contract to provide a premium based health insurance plan to covered employees through Medical Mutual during 2009. The City also maintains premium based insurance coverage through the Ohio Bureau of Worker's Compensation to mitigate job related illness and injury.

NOTE 14 – CONTRACTUAL COMMITMENTS

As of December 31, 2009, the City had contractual commitments related to property, plant and equipment improvements and additions, as well as various other contracts and agreements to provide or receive services related to the operations of the City. The list below reflects the major contracts that comprise commitments at December 31, 2009:

<u>Vendor</u>	<u>Contractual Commitment</u>
Larry Smith Contractors	\$1,293,241
Trend Construction	1,133,044
Langenheim & Thomson Co	1,121,000
Martin Walter Excavating	811,474
Environmental Quality Mgmt	467,400
Oros & Busch Application Tech	442,387
Duke Energy	434,273
Adleta Inc	400,000
Serco Management Service Inc	353,205
Burgess & Niple Inc	346,500
Cincinnati Bulk Terminals LLC	314,866
Martin Walter Excavating	282,101
Butler County TID	241,417
Buckeye Power Sales	211,219
Fred A Nemann Co	200,000
Rapier Electric Inc	200,000
Malcolm Pirnie Inc	190,635
CK Excavating Inc	175,062
Carmeuse Lime and Stone Inc	159,872
Steel Fab Inc	141,000
	<u>\$8,918,696</u>

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

NOTE 15 – CONTINGENCIES

A. Litigation

Various claims and lawsuits are pending against the City. With the possible exception described in the following paragraph, the City believes that the ultimate disposition of such claims and lawsuits will not have a material adverse effect on the City's financial position.

The Ohio Environmental Protection Agency (EPA) alleged, in previous years, that sanitary sewer overflows from the City's sanitary sewer collection system were violations of the Federal Clean Water Act and analogous State law. Federal agencies have pursued similar enforcement actions nationally against public wastewater treatment systems. The City contested this action and the initial remedial measures proposed by the State. Negotiations to resolve the enforcement action through the entry of a mutually agreeable Consent Decree began in 1997. In January 2007 a proposed Consent Decree was executed with the Ohio EPA in which the City agreed to undertake certain remedial measures to eliminate and/or reduce sanitary sewer overflow occurrences. A Consent Decree has been executed by the City and the Ohio EPA. On July 11, 2009 the Ohio EPA approved a System Evaluation and Capacity Assurance Plan which is the master plan of capital improvements for the Consent Decree. Costs of these remedial measures are estimated at \$36 million and are to be completed prior to October 2014. Engineering design for a portion of these improvements have taken place in 2007. All required reports have been submitted to the OEPA and have received approval. The City continues to implement the remedial measures – one required construction project is nearing its completion, another is beginning and a third is under contract for design engineering.

B. Federal and State Grants

For the period January 1, 2009 to December 31, 2009, the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

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

NOTE 16 – JOINT VENTURES

The City of Hamilton is a member of a number of Governmental Joint Ventures as described in GASB Statement No. 14, The Financial Reporting Entity. The following is a list of organizations and a brief description of each Joint Venture.

A. Hamilton-Indian Springs Joint Economic Development Districts

In 1996, a Joint Economic Development District (JEDD) between the City of Hamilton and Fairfield Township was approved by Fairfield Township voters. It set aside over 200 acres of prime land, zoned for business and industrial, to be serviced jointly as specified in the contract and marketed for commercial/industrial development. Recently, the JEDD was expanded (Phase II) to include the Bridgewater Falls development along Princeton Road. The original JEDD (I) authorized a 2% earnings tax on all business within its boundaries, of which 75% flows to the City and 25% flows to the Township. One stipulation of the JEDD agreement is that the City of Hamilton will not annex any township land for the 30-year term of the contract. In exchange, 12 acres of county-owned land on the boundary between Hamilton and the Township was transferred to the City.

A second JEDD (JEDDII) was approved in August 2004 to include over 100 acres of retail development. This second JEDD reversed the collection percentage of the entities (75% for Fairfield Township and 25% for the City). To date, the development in the JEDD areas has proceeded at a strong pace. A number of projects and developments have occurred within all phases of the JEDD, including several banks and restaurants, as well as stores such as Wal-Mart, Target, Dick's Best Buy, JC Penney, and a variety of other retail establishments. Due to this JEDD's location around the interchange of State Route 129 and the State Route 4 By-Pass, additional retail and commercial development is expected to continue at this location into the future.

The distribution of income tax revenues exceeds \$20,000 per month for each entity. During 2009, the City's distribution of tax collections for JEDD I and JEDD II were \$277,996 and \$108,544, respectively, with a total JEDD distribution of \$386,540.

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

NOTE 16 – JOINT VENTURES (Continued)

B. American Municipal Power (AMP) – OMEGA JV2 Project

In December 2000, the City became a part of the OMEGA (Ohio Municipal Energy Generation Association) JV2 Project. The OMEGA JV2 project is a joint venture among the City of Hamilton and 35 other participating municipalities created under the auspices of the Ohio Constitution Section XVIII, Sections 3 and 4 and Ohio Revised Code Section 715.02. All of the participating communities are members of AMP, Inc. and the joint venture has appointed that non-profit corporation to perform certain management functions. The purpose of the joint venture is to create distributive generation among the participating members allowing for increased electric production capacity during peak demand. The degree of control exercised by any participating member is weighted in proportion to each participant's project share, which is 23.87% for the City (a non-majority voting position). Project share is equal to the amount of distributive generation capacity for each of the members. Membership in the joint venture is defined as financing or non-financing participant, as well as an owner or purchasing participant, for which the City qualifies as a financing, purchasing participant. As a financing purchasing participant, the City makes payments to OMEGA JV2.

The following amount was expended in 2009 by the Electric Fund and recorded within the Purchase of Electric expense account to the OMEGA JV2:

Payments – OMEGA JV2	<u>\$439,994</u>
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The continued existence of OMEGA JV2 is dependent upon the City's continued participation but the City, as a financing purchasing participant, does not have an equity interest in OMEGA JV2. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 43219.

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

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS

The City of Hamilton is a member of a number of Jointly Governed Organizations as described in GASB Statement No. 14, The Financial Reporting Entity. The following is a list of organizations and a brief description of each Jointly Governed Organization.

A. AMP, Inc.

The City of Hamilton is a member of American Municipal Power, Inc (AMP). AMP is a non-profit corporation organized under Ohio law and Internal Revenue Code Section 501 and is a jointly governed organization. The organization operates on a non-profit basis for the mutual benefit of its member municipalities, all of whom own or operate a municipal electric system. The non-profit corporation is dedicated to providing member assistance and low-cost power supplies.

The controlling board of AMP, Inc. is based upon a representative from several of the member communities. The degree of control exercised by any participating government is limited to its representation on the board. The continued existence of the corporation is not dependent upon the City. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 43219.

B. Butler County Alliance (aka Economic Development Association of Butler County, Inc.)

The Butler County Alliance (BCA) was created by resolution of the County Commissioners and organized as a non-profit corporation under Internal Revenue Code Section 501(c)(6). The BCA is a jointly governed organization and was created to promote economic development in the County. Membership on the Board of Trustees is made up of private and public sector investors in the BCA, the County and a representative of the public economic development organizations in the County. Membership on the Advisory Board of the BCA consists of Butler County, five cities including the City of Hamilton, two townships and all five chambers of commerce in Butler County. The Board of Trustees oversees the operation of the Association. The continued existence of the BCA is not dependent upon the City's continued participation and the City of Hamilton has no equity interest in the BCA. Complete financial statements can be obtained from the BCA, 315 High Street, 6th Floor, Hamilton, Ohio 45011.

C. Transportation Improvement District of Butler County

The Transportation Improvement District of Butler County (TID), a jointly governed organization, provides the opportunity to construct roads, bridges, and accompanying improvements within the County. The TID's Board of Trustees, which consists of representatives from Butler County, two cities and three townships, oversees the operation of the District. The continued existence of the TID is not dependent upon the City of Hamilton's continued participation and the City of Hamilton has no equity interest in the Transportation Improvement District. Complete financial statements can be obtained from the Transportation Improvement District, 1921 Fairgrove Ave., Hamilton, Ohio 45011.

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

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

D. Butler County Emergency Management Agency

The Butler County Emergency Management Agency (EMA) is a jointly governed organization whose membership consists of Butler County, five cities including the City of Hamilton, and seven villages. The EMA was created by a countywide agreement with the Butler County Commissioners and is intended to provide cooperative effort between all local governments to manage disaster relief and coordinate with the Federal Emergency Management Agency (FEMA) in times of crisis. The twenty-six members of the advisory council comprise one County Commissioner and the chief official of each of the local government members. The continued existence of the Butler County Emergency Management Agency is not dependent upon the City's continued participation and the City of Hamilton has no equity interest in the Butler County EMA. Complete financial statements can be obtained from the Butler County Emergency Management Agency, 315 High Street, Hamilton, Ohio 45011.

E. Hamilton Community Improvement Corporation

The Hamilton Community Improvement Corporation (CIC) was incorporated under Internal Revenue Code Section 501(c)(6) in 1966 to advance, encourage, and promote the industrial, economic, commercial, and civil development of the City of Hamilton and the area surrounding it. The CIC is a jointly governed organization. The Board of Trustees of the CIC provides oversight to the CIC's operations and is comprised of members representing the City of Hamilton, the Greater Hamilton Chamber of Commerce and local business officials. The City does not maintain a voting majority on the Board and the CIC is not dependent on the City's continued participation for its continued existence. Complete financial statements can be obtained from the Hamilton Community Improvement Corporation, 345 High Street, Hamilton, Ohio 45011.

F. Hamilton Economic Development Corporation

The Hamilton Economic Development Corporation (HEDC) was organized to provide increased awareness to Downtown Hamilton businesses and to foster economic growth within the City. The corporation was formed under Internal Revenue Code Section 501(c)(6) and is a jointly governed organization. The HEDC's Board provides oversight to the activities of the organization. The Board consists of the City Manager of Hamilton, the Mayor and Vice-Mayor of Hamilton, one County Commissioner, the Superintendent of the Hamilton City School District, and the thirty-three members of the Hamilton Chamber of Commerce. The City does not maintain a voting majority on the Board and the HEDC is not dependent on the City's continued participation for its continued existence. Complete financial statements can be obtained from the HEDC, 201 Dayton Street, Hamilton, Ohio 45011.

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

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

G. Ohio-Kentucky-Indiana Regional Council of Governments

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI), a jointly governed organization, was established to provide coordinated planning services to the appropriate federal, state and local governments, their political subdivisions, agencies, departments, instrumentalities, and special districts, in connection with the preparation and development of comprehensive and continuing regional transportation and development plans within the OKI Region. OKI members include Butler, Clermont, Hamilton, and Warren Counties in Ohio, Boone, Campbell and Kenton Counties in Kentucky, and Dearborn and Ohio Counties in Indiana. OKI also serves as an area wide review agency in conjunction with in the OKI Region.

OKI contracts for local funds and other support with the governing board of each of the governments who are members of OKI or with such other persons as may be appropriate to provide such funds and support. The support is based on the population of the area represented.

A Board of Trustees was created for conducting the activities of the OKI. This Board consists of one elected official of each City and municipal corporation, one individual selected by each City planning agency or commission and one person selected by each planning agency or commission of each municipal corporation located in each member City. This Board of Trustees then selects not more than ten residents of the OKI Region. The total membership of the Board of Trustees shall not exceed 100. Any member of OKI may withdraw its membership upon written notice to OKI effective two years after receipt of the notice by OKI. To obtain financial statements of the Ohio-Kentucky-Indiana Regional Council of governments, write to OKI at 720 E. Pete Rose Way, Suite 420, Cincinnati, OH 45202.

NOTE 18 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES

The City's Utility Enterprise activities (Gas, Electric, Water & Wastewater) make sales to one another on both a daily basis and a non-routine basis, at standard utility rates defined by municipal ordinance. During 2009, the Electric Fund purchased \$526,501 of natural gas from the Gas Fund. This amount is reflected in the purchased electric expense account in the Electric Fund and as charges for services in the Gas Fund.

The Water and Wastewater Funds purchased electric services from the Electric Fund in the amount of \$836,500 and \$614,000, respectively, during 2009. These amounts are recorded in the Water and Wastewater Fund as contractual services and as Charges for Services in the Electric Fund.

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

NOTE 18 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES

(Continued)

Historically and by ordinance, the City’s Electric System provides street lighting and traffic light services to the City without charge. Street and traffic light facilities used approximately 5,691,493 kilowatt-hours of electrical energy in 2009, and the estimated operating cost of supplying these free services was \$279,452 for the year ending December 31, 2009. Beginning in 2009, Council approved a policy to provide certain utility costs to general government facilities at no cost. The estimated operating cost of supplying gas, water, and wastewater utilities at no cost to general government facilities was \$114,686 for the year ending December 31, 2009.

The Utility Systems are allocated a portion of the City’s administrative cost from the General Fund. In addition, each Utility is charged expenses by the City’s Internal Service Funds. Represented below is the amount charged for each Utility Fund by type of charge or activity for 2009.

	<u>Gas</u>	<u>Electric</u>	<u>Water</u>	<u>Wastewater</u>
Administrative cost (General Fund)	\$ 969,000	\$1,067,000	\$ 978,000	\$1,086,000
Central Service Charges Fund	1,392,000	1,647,000	1,279,000	1,088,000
Fleet Maintenance Chargebacks Fund	<u>148,000</u>	<u>148,000</u>	<u>148,000</u>	<u>0</u>
Total	<u>\$2,509,000</u>	<u>\$2,862,000</u>	<u>\$2,405,000</u>	<u>\$2,174,000</u>

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Special Revenue Funds

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

One Renaissance Center Fund

To account for revenues and expenditures related to the City-owned office tower know as One Renaissance Center.

Federal Emergency Management Grant Fund

To account for revenues and expenditures related to grants from the Federal Emergency Management Agency (FEMA).

Municipal Court Improvement Fund

To account for an extra five dollar fee charged by the municipal court on all cases. The money received from this fee is used for computerization projects within the municipal court.

Public Safety/Health Income Tax Fund

To account for revenue from 0.5% of the City's income tax and designated expenditures for health and public safety.

Municipal Income Tax TIF Aggregation/Verification Fund

To account for revenue from income tax collected within a Tax Increment Financing (TIF) project area.

Brownfield Improvement Fund

To account for receipts and disbursements associated with the administration of a grant from the Federal government which is to be used for Brownfield redevelopment within the City of Hamilton. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Weed and Seed Grant Fund

To account for federal grant monies to be used for comprehensive restoration of neighborhoods and to reduce crimes involving drugs, guns, drug trafficking and prostitution.

Dispute Resolution Proceeds Fund

To account for the collection of certain fees imposed by Municipal Court. These are designated to be used for dispute resolution.

(Continued)

Special Revenue Funds

Safety Services Fund

To account for all monies designated for public safety services including crime prevention, youth intervention, drug education and helmet and seatbelt safety.

Police Pension Fund

To accumulate property taxes levied for the partial payment of the current and accrued liability for police disability and pension.

Police Levy Fund

To account for monies from the one-mill levy to provide additional police personnel, motor vehicles and equipment of the police division.

Firemen's Pension Fund

To accumulate property taxes levied for the partial payment of the current and accrued liability for fire disability and pension.

Emergency Medical Services Grant Fund

To account for grant funds designated for the purchase of paramedic supplies.

Fire EMS Levy Fund

To account for monies from the one-mill levy to provide and maintain an additional front line paramedic unit with the fire division.

Technology Initiative Fund

To properly account for a series of technology related improvements and projects. (The Balance Sheet is not presented because there are no assets or liabilities at year end. In addition, this fund only exists on a GAAP basis and was not part of the City's appropriated budget, therefore no budgetary schedule is presented.)

Public Health Care Services Fund

To account for funds designated for public health care services.

Street and Parks Beautification Fund

To account for monies designated for the beautification of the City's parks and streetscapes.

Stormwater Management Fund

To account for the planning, construction, operation and maintenance of storm water devices.

(Continued)

Special Revenue Funds

Refuse Fund

To account for revenues collected to help fund the refuse collection activity of the City. Revenue collected is designated to defray the cost of refuse collection.

Street Maintenance Fund

To account for state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair

Miami Conservancy Fund

To account for property tax receipts designated for conservancy district expenditures.

Home Program Fund

To account for federal grants designated for improvement of the community's housing stock.

Parking Fund

To account for revenues and expenditures associated with the operation of City-owned parking facilities.

Golf Course Fund

To account for revenues and expenditures associated with the operation of two City-owned golf courses.

Community Development Block Grant Fund

To account for federal grants designated for community and environmental improvements.

Debt Service Fund

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for payment.

Debt Service Fund

To account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

Capital Projects Fund

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

Hamilton Capital Improvement Fund

To account for revenue from one-fourth of one percent (.25%) of the City income tax receipts. Funds are to be used for capital acquisition for Police, Fire, Public Works, Parks and Recreation and Public Health. Funds may also be used to retire outstanding General Obligation Bonds and Notes issued for capital acquisition.

Capital Projects Fund

To account for revenues and expenditures on large capital projects which are funded by the General Fund.

Special Assessment Fund

To account for revenues and expenditures associated with the levy of special assessments on citizen's property.

Municipal Improvement Tax Increment Equivalent (MITIE) Fund

To account for monies deposited as service payments in lieu of taxes distributed by the County Treasurer for improvements exempt from taxation and for their related costs. To account for the deposit of any income tax revenue that has been dedicated to finance the aforementioned improvements.

Hamilton Enterprise Park Fund

To account for the receiving and disbursing of monies for the development of the Hamilton Enterprise Park. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Central Business District Streetscape Improvements Fund

To account for revenues and expenditures associated with a major Streetscape project in the Central Business District.

Issue II Projects Fund

To account for road and bridge construction projects, partially funded by state grants from the Ohio Public Works Commission, pursuant to Auditor of State specifications. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

(Continued)

Capital Projects Fund

Clean Ohio Grants Program Fund

To account for monies received from the Ohio Department of Development for the clean up and remediation of the site of the former Mosler Company at 1400 South Erie Highway.

Infrastructure Program Fund

To account for the purpose of improving the City's infrastructure from 2003 to 2005 with proceeds from the issuance of gasoline tax revenue general obligation bonds.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the City's programs.

Benninghoffen Trust Fund

To account for the investment revenues received and uses of the monies from a charitable bequest made to the City for use with the poor by the Benninghoffen Family. The bequest cannot be used for any purpose other than generating investment income.

CITY OF HAMILTON, OHIO

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$ 9,830,952	\$ 518,909	\$ 5,982,220	\$ 75,469	\$ 16,407,550
Receivables:					
Taxes	4,135,679	375,051	1,175,990	0	5,686,720
Accounts	747,550	0	0	0	747,550
Intergovernmental	1,235,981	0	0	0	1,235,981
Interest	8,892	934	0	958	10,784
Loans	615,367	0	0	0	615,367
Inventory of Supplies, at Cost	46,952	0	0	0	46,952
Prepaid Items	28,164	0	0	0	28,164
Total Assets	\$ 16,649,537	\$ 894,894	\$ 7,158,210	\$ 76,427	\$ 24,779,068
Liabilities:					
Accounts Payable	\$ 1,047,165	\$ 0	\$ 19,766	\$ 0	\$ 1,066,931
Accrued Wages and Benefits Payable	84,822	0	0	0	84,822
Intergovernmental Payable	77,737	0	0	0	77,737
Accrued Liabilities	70,460	0	56,368	0	126,828
Customer Deposits	9,220	0	0	0	9,220
Due to Other Funds	4,828	0	0	0	4,828
Interfund Payable	154,000	0	190,635	0	344,635
Deferred Revenue	5,141,588	375,051	951,053	0	6,467,692
Accrued Interest Payable	0	0	4,717	0	4,717
Special Assessment Notes Payable	0	0	575,000	0	575,000
Total Liabilities	6,589,820	375,051	1,797,539	0	8,762,410
Fund Balance:					
Reserved for Encumbrances	332,556	0	767,760	0	1,100,316
Reserved for Prepaid Items	28,164	0	0	0	28,164
Reserved for Supplies Inventory	46,952	0	0	0	46,952
Reserved for Endowments	0	0	0	76,427	76,427
Undesignated/Unreserved	9,652,045	519,843	4,592,911	0	14,764,799
Total Fund Balance	10,059,717	519,843	5,360,671	76,427	16,016,658
Total Liabilities and Fund Balance	\$ 16,649,537	\$ 894,894	\$ 7,158,210	\$ 76,427	\$ 24,779,068

CITY OF HAMILTON, OHIO

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Income Taxes	\$ 3,054,665	\$ 0	\$ 2,298,263	\$ 0	\$ 5,352,928
Property and Other Local Taxes	3,178,766	0	513,187	0	3,691,953
Intergovernmental Revenues	7,545,208	0	1,043,329	0	8,588,537
Charges for Services	9,217,135	0	0	0	9,217,135
Licenses and Permits	362,690	0	0	0	362,690
Investment Earnings	8,584	8,706	(29,009)	2,091	(9,628)
Special Assessments	0	343,711	171,777	0	515,488
Fines and Forfeitures	277,733	0	0	0	277,733
All Other Revenue	258,192	0	980,067	0	1,238,259
Total Revenue	23,902,973	352,417	4,977,614	2,091	29,235,095
Expenditures					
Current:					
General Government	1,799,179	0	0	3,661	1,802,840
Security of Persons and Property	6,909,860	0	0	0	6,909,860
Leisure Time Activities	839,613	0	0	0	839,613
Community Environment	3,413,806	0	0	0	3,413,806
Basic Utility Services	4,184,216	0	0	0	4,184,216
Transportation	2,650,327	0	0	0	2,650,327
Public Health and Welfare Services	135,741	0	0	0	135,741
Capital Outlay	0	0	2,084,004	0	2,084,004
Debt Service:					
Principal Retirement	310,000	1,735,000	0	0	2,045,000
Interest and Fiscal Charges	101,523	1,468,280	110,140	0	1,679,943
Total Expenditures	20,344,265	3,203,280	2,194,144	3,661	25,745,350
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,558,708	(2,850,863)	2,783,470	(1,570)	3,489,745
Other Financing Sources (Uses):					
Sale of Capital Assets	0	0	57,456	0	57,456
General Obligation Bonds Issued	710,000	4,210,000	0	0	4,920,000
Premium on General Obligation Bonds Issued	6,155	136,346	0	0	142,501
Discount on General Obligation Bonds Issued	0	(42,930)	0	0	(42,930)
Refunding Bonds Issued	0	2,235,000	0	0	2,235,000
Payment to Refunded Bond Escrow Agent	0	(2,257,022)	0	0	(2,257,022)
Transfers In	1,535,404	3,149,190	6,635,561	0	11,320,155
Transfers Out	(3,264,509)	(4,605,134)	(2,440,636)	0	(10,310,279)
Total Other Financing Sources (Uses)	(1,012,950)	2,825,450	4,252,381	0	6,064,881
Net Change in Fund Balance	2,545,758	(25,413)	7,035,851	(1,570)	9,554,626
Fund Balance (Deficit) at Beginning of Year	7,519,273	545,256	(1,675,180)	77,997	6,467,346
Decrease in Inventory Reserve	(5,314)	0	0	0	(5,314)
Fund Balance End of Year	\$ 10,059,717	\$ 519,843	\$ 5,360,671	\$ 76,427	\$ 16,016,658

CITY OF HAMILTON, OHIO

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

	One Renaissance Center	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax
Assets:				
Equity in Pooled Cash and Investments	\$ 563,085	\$ 1,334	\$ 199,714	\$ 682,503
Receivables:				
Taxes	0	0	0	658,322
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 563,085	\$ 1,334	\$ 199,714	\$ 1,340,825
Liabilities:				
Accounts Payable	\$ 36,123	\$ 0	\$ 429	\$ 0
Accrued Wages and Benefits Payable	0	0	1,589	0
Intergovernmental Payable	0	0	1,565	0
Accrued Liabilities	0	0	0	70,460
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	377,151
Total Liabilities	36,123	0	3,583	447,611
Fund Balance:				
Reserved for Encumbrances	0	373	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	526,962	961	196,131	893,214
Total Fund Balance	526,962	1,334	196,131	893,214
Total Liabilities and Fund Balance	\$ 563,085	\$ 1,334	\$ 199,714	\$ 1,340,825

CITY OF HAMILTON, OHIO

Municipal Income Tax TIF Aggregation/ Verification	Weed and Seed Grant	Dispute Resolution Proceeds	Safety Services	Police Pension	Police Levy
\$ 494,112	\$ 76,362	\$ 66,399	\$ 706,985	\$ 89,704	\$ 128,674
0	0	0	974,673	292,405	788,370
0	0	0	0	0	0
0	6,636	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$ 494,112</u>	<u>\$ 82,998</u>	<u>\$ 66,399</u>	<u>\$ 1,681,658</u>	<u>\$ 382,109</u>	<u>\$ 917,044</u>
\$ 0	\$ 19,448	\$ 0	\$ 27,997	\$ 0	\$ 0
0	0	0	3,974	0	0
0	0	0	3,936	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	33,000	0	0	0	0
0	0	0	988,323	292,405	788,370
<u>0</u>	<u>52,448</u>	<u>0</u>	<u>1,024,230</u>	<u>292,405</u>	<u>788,370</u>
0	56,214	0	1,561	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>494,112</u>	<u>(25,664)</u>	<u>66,399</u>	<u>655,867</u>	<u>89,704</u>	<u>128,674</u>
<u>494,112</u>	<u>30,550</u>	<u>66,399</u>	<u>657,428</u>	<u>89,704</u>	<u>128,674</u>
<u>\$ 494,112</u>	<u>\$ 82,998</u>	<u>\$ 66,399</u>	<u>\$ 1,681,658</u>	<u>\$ 382,109</u>	<u>\$ 917,044</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Firemen's Pension	Emergency Medical Services Grant	Fire EMS Levy	Public Health Care Services
Assets:				
Equity in Pooled Cash and Investments	\$ 88,156	\$ 4,888	\$ 216,580	\$ 197,846
Receivables:				
Taxes	292,405	0	788,370	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 380,561	\$ 4,888	\$ 1,004,950	\$ 197,846
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 19,103
Accrued Wages and Benefits Payable	0	0	0	1,107
Intergovernmental Payable	0	0	0	0
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	292,405	0	788,370	0
Total Liabilities	292,405	0	788,370	20,210
Fund Balance:				
Reserved for Encumbrances	0	0	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	88,156	4,888	216,580	177,636
Total Fund Balance	88,156	4,888	216,580	177,636
Total Liabilities and Fund Balance	\$ 380,561	\$ 4,888	\$ 1,004,950	\$ 197,846

CITY OF HAMILTON, OHIO

<u>Street and Parks Beautification</u>	<u>Stormwater Management</u>	<u>Refuse</u>	<u>Street Maintenance</u>	<u>Miami Conservancy</u>	<u>Home Program</u>
\$ 63,872	\$ 1,929,667	\$ 459,158	\$ 2,364,620	\$ 3,478	\$ 48,433
0	0	0	0	341,134	0
0	259,051	402,589	0	0	0
0	0	0	973,330	0	7,387
0	3,463	0	4,237	0	0
0	0	0	0	0	102,746
0	0	0	41,815	0	0
0	0	1,494	5,531	0	0
<u>\$ 63,872</u>	<u>\$ 2,192,181</u>	<u>\$ 863,241</u>	<u>\$ 3,389,533</u>	<u>\$ 344,612</u>	<u>\$ 158,566</u>
\$ 0	\$ 32,260	\$ 232,685	\$ 52,551	\$ 350,267	\$ 31,762
0	17,600	3,636	31,666	0	5,599
0	14,132	2,838	25,527	0	3,202
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	608,128	341,134	102,746
<u>0</u>	<u>63,992</u>	<u>239,159</u>	<u>717,872</u>	<u>691,401</u>	<u>143,309</u>
0	50,076	0	67,289	0	0
0	0	1,494	5,531	0	0
0	0	0	41,815	0	0
<u>63,872</u>	<u>2,078,113</u>	<u>622,588</u>	<u>2,557,026</u>	<u>(346,789)</u>	<u>15,257</u>
<u>63,872</u>	<u>2,128,189</u>	<u>624,082</u>	<u>2,671,661</u>	<u>(346,789)</u>	<u>15,257</u>
<u>\$ 63,872</u>	<u>\$ 2,192,181</u>	<u>\$ 863,241</u>	<u>\$ 3,389,533</u>	<u>\$ 344,612</u>	<u>\$ 158,566</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Parking	Golf Course	Community Development Block Grant	Total Nonmajor Special Revenue Funds
Assets:				
Equity in Pooled Cash and Investments	\$ 420,131	\$ 239,098	\$ 786,153	\$ 9,830,952
Receivables:				
Taxes	0	0	0	4,135,679
Accounts	85,910	0	0	747,550
Intergovernmental	0	0	248,628	1,235,981
Interest	757	435	0	8,892
Loans	0	0	512,621	615,367
Inventory of Supplies, at Cost	0	5,137	0	46,952
Prepaid Items	3,335	8,616	9,188	28,164
Total Assets	\$ 510,133	\$ 253,286	\$ 1,556,590	\$ 16,649,537
Liabilities:				
Accounts Payable	\$ 4,804	\$ 15,484	\$ 224,252	\$ 1,047,165
Accrued Wages and Benefits Payable	6,742	4,304	8,605	84,822
Intergovernmental Payable	6,510	9,422	10,605	77,737
Accrued Liabilities	0	0	0	70,460
Customer Deposits	9,220	0	0	9,220
Due to Other Funds	0	0	4,828	4,828
Interfund Payable	0	0	121,000	154,000
Deferred Revenue	43,735	6,200	512,621	5,141,588
Total Liabilities	71,011	35,410	881,911	6,589,820
Fund Balance:				
Reserved for Encumbrances	0	5,797	151,246	332,556
Reserved for Prepaid Items	3,335	8,616	9,188	28,164
Reserved for Supplies Inventory	0	5,137	0	46,952
Undesignated/Unreserved	435,787	198,326	514,245	9,652,045
Total Fund Balance	439,122	217,876	674,679	10,059,717
Total Liabilities and Fund Balance	\$ 510,133	\$ 253,286	\$ 1,556,590	\$ 16,649,537



CITY OF HAMILTON, OHIO

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

	One Renaissance Center	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 2,872,830
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	0	833,602	0	0
Charges for Services	2,376,920	0	97,944	0
Licenses and Permits	0	0	0	0
Investment Earnings	(2,515)	0	(1,408)	(4,724)
Fines and Forfeitures	0	0	107,239	0
All Other Revenue	399	0	0	0
Total Revenue	2,374,804	833,602	203,775	2,868,106
Expenditures:				
Current:				
General Government	537,451	1,261,728	0	0
Security of Persons and Property	0	0	196,405	2,825,996
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	537,451	1,261,728	196,405	2,825,996
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,837,353	(428,126)	7,370	42,110
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Bonds Issued	0	0	0	0
Transfers In	0	0	0	0
Transfers Out	(1,584,785)	0	0	(7,500)
Total Other Financing Sources (Uses)	(1,584,785)	0	0	(7,500)
Net Change in Fund Balance	252,568	(428,126)	7,370	34,610
Fund Balance (Deficit) at Beginning of Year	274,394	429,460	188,761	858,604
Decrease in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	\$ 526,962	\$ 1,334	\$ 196,131	\$ 893,214

CITY OF HAMILTON, OHIO

Municipal Income Tax TIF Aggregation/ Verification	Brownfield Improvement	Weed and Seed Grant	Dispute Resolution Proceeds	Safety Services	Police Pension
\$ 181,835	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	892,435	267,730
0	0	180,538	0	381,162	34,694
0	0	0	12,090	117,839	0
0	0	0	0	0	0
(3,204)	(14)	0	(578)	(3,982)	(525)
0	0	0	0	170,494	0
0	0	0	0	64,820	0
<u>178,631</u>	<u>(14)</u>	<u>180,538</u>	<u>11,512</u>	<u>1,622,768</u>	<u>301,899</u>
0	0	0	0	0	0
0	0	162,988	0	1,596,651	282,800
0	0	0	0	0	0
59,915	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>59,915</u>	<u>0</u>	<u>162,988</u>	<u>0</u>	<u>1,596,651</u>	<u>282,800</u>
118,716	(14)	17,550	11,512	26,117	19,099
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	112,500	0
<u>(59,096)</u>	<u>(1,984)</u>	<u>0</u>	<u>(25,000)</u>	<u>(1,544)</u>	<u>0</u>
<u>(59,096)</u>	<u>(1,984)</u>	<u>0</u>	<u>(25,000)</u>	<u>110,956</u>	<u>0</u>
59,620	(1,998)	17,550	(13,488)	137,073	19,099
434,492	1,998	13,000	79,887	520,355	70,605
0	0	0	0	0	0
<u>\$ 494,112</u>	<u>\$ 0</u>	<u>\$ 30,550</u>	<u>\$ 66,399</u>	<u>\$ 657,428</u>	<u>\$ 89,704</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Police Levy	Firemen's Pension	Emergency Medical Services Grant	Fire EMS Levy
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	719,346	267,730	0	719,347
Intergovernmental Revenues	86,429	34,694	3,500	86,429
Charges for Services	0	0	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	(765)	(514)	(36)	(1,413)
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	0	0
Total Revenue	805,010	301,910	3,464	804,363
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	779,360	282,800	3,500	779,360
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	779,360	282,800	3,500	779,360
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,650	19,110	(36)	25,003
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Bonds Issued	0	0	0	0
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	25,650	19,110	(36)	25,003
Fund Balance (Deficit) at Beginning of Year	103,024	69,046	4,924	191,577
Decrease in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	\$ 128,674	\$ 88,156	\$ 4,888	\$ 216,580

CITY OF HAMILTON, OHIO

<u>Technology Initiative</u>	<u>Public Health Care Services</u>	<u>Street and Parks Beautification</u>	<u>Stormwater Management</u>	<u>Refuse</u>	<u>Street Maintenance</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	115,420	0	0	20,531	3,285,343
0	0	0	2,015,945	3,177,858	0
0	0	0	0	0	362,690
0	(1,561)	441	11,709	(3,006)	14,769
0	0	0	0	0	0
0	0	0	20,856	20,143	20,488
<u>0</u>	<u>113,859</u>	<u>441</u>	<u>2,048,510</u>	<u>3,215,526</u>	<u>3,683,290</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	1,026,374	3,157,842	0
0	0	0	0	0	2,237,384
0	135,741	0	0	0	0
0	0	0	0	0	0
7,577	0	0	0	0	8,680
<u>7,577</u>	<u>135,741</u>	<u>0</u>	<u>1,026,374</u>	<u>3,157,842</u>	<u>2,246,064</u>
(7,577)	(21,882)	441	1,022,136	57,684	1,437,226
0	0	0	0	0	0
0	0	0	0	0	0
560,969	0	0	0	0	642,565
0	0	0	0	0	(1,584,600)
<u>560,969</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(942,035)</u>
553,392	(21,882)	441	1,022,136	57,684	495,191
(553,392)	199,518	63,431	1,106,053	566,398	2,177,466
0	0	0	0	0	(996)
<u>\$ 0</u>	<u>\$ 177,636</u>	<u>\$ 63,872</u>	<u>\$ 2,128,189</u>	<u>\$ 624,082</u>	<u>\$ 2,671,661</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Miami Conservancy	Home Program	Parking	Golf Course
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	312,178	0	0	0
Intergovernmental Revenues	40,476	403,874	0	0
Charges for Services	0	0	522,778	895,761
Licenses and Permits	0	0	0	0
Investment Earnings	(2)	0	2,177	1,491
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	16,329	6,599	31,609
Total Revenue	<u>352,652</u>	<u>420,203</u>	<u>531,554</u>	<u>928,861</u>
Expenditures				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Leisure Time Activities	0	0	0	839,613
Community Environment	349,787	769,741	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	412,943	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	130,000	180,000
Interest and Fiscal Charges	0	0	45,896	39,370
Total Expenditures	<u>349,787</u>	<u>769,741</u>	<u>588,839</u>	<u>1,058,983</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,865	(349,538)	(57,285)	(130,122)
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	0	710,000	0
Premium on General Obligation Bonds Issued	0	0	6,155	0
Transfers In	0	0	0	219,370
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>716,155</u>	<u>219,370</u>
Net Change in Fund Balance	2,865	(349,538)	658,870	89,248
Fund Balance (Deficit) at Beginning of Year	(349,654)	364,795	(219,748)	132,946
Decrease in Inventory Reserve	0	0	0	(4,318)
Fund Balance (Deficit) End of Year	<u>\$ (346,789)</u>	<u>\$ 15,257</u>	<u>\$ 439,122</u>	<u>\$ 217,876</u>

CITY OF HAMILTON, OHIO

<u>Community Development Block Grant</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 3,054,665
0	3,178,766
2,038,516	7,545,208
0	9,217,135
0	362,690
2,244	8,584
0	277,733
76,949	258,192
2,117,709	23,902,973
0	1,799,179
0	6,909,860
0	839,613
2,234,363	3,413,806
0	4,184,216
0	2,650,327
0	135,741
0	310,000
0	101,523
2,234,363	20,344,265
(116,654)	3,558,708
0	710,000
0	6,155
0	1,535,404
0	(3,264,509)
0	(1,012,950)
(116,654)	2,545,758
791,333	7,519,273
0	(5,314)
\$ 674,679	\$ 10,059,717

CITY OF HAMILTON, OHIO

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

	Hamilton Capital Improvement	Capital Projects	Special Assessment	MITIE
Assets:				
Equity in Pooled Cash and Investments	\$ 539,179	\$ 358,014	\$ 403,052	\$ 2,114,906
Receivables:				
Taxes	526,658	0	0	649,332
Total Assets	<u>\$ 1,065,837</u>	<u>\$ 358,014</u>	<u>\$ 403,052</u>	<u>\$ 2,764,238</u>
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 11,819	\$ 0
Accrued Liabilities	56,368	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	301,721	0	0	649,332
Accrued Interest Payable	0	0	4,717	0
Special Assessment Notes Payable	0	0	575,000	0
Total Liabilities	<u>358,089</u>	<u>0</u>	<u>591,536</u>	<u>649,332</u>
Fund Balance:				
Reserved for Encumbrances	17,838	0	184,934	0
Undesignated/Unreserved	689,910	358,014	(373,418)	2,114,906
Total Fund Balance	<u>707,748</u>	<u>358,014</u>	<u>(188,484)</u>	<u>2,114,906</u>
Total Liabilities and Fund Balance	<u>\$ 1,065,837</u>	<u>\$ 358,014</u>	<u>\$ 403,052</u>	<u>\$ 2,764,238</u>

CITY OF HAMILTON, OHIO

Central Business District Streetscape Improvements	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Projects Funds
\$ 275,369	\$ 190,546	\$ 2,101,154	\$ 5,982,220
0	0	0	1,175,990
<u>\$ 275,369</u>	<u>\$ 190,546</u>	<u>\$ 2,101,154</u>	<u>\$ 7,158,210</u>
\$ 0	\$ 0	\$ 7,947	\$ 19,766
0	0	0	56,368
0	190,635	0	190,635
0	0	0	951,053
0	0	0	4,717
0	0	0	575,000
<u>0</u>	<u>190,635</u>	<u>7,947</u>	<u>1,797,539</u>
0	190,635	374,353	767,760
<u>275,369</u>	<u>(190,724)</u>	<u>1,718,854</u>	<u>4,592,911</u>
<u>275,369</u>	<u>(89)</u>	<u>2,093,207</u>	<u>5,360,671</u>
<u>\$ 275,369</u>	<u>\$ 190,546</u>	<u>\$ 2,101,154</u>	<u>\$ 7,158,210</u>

CITY OF HAMILTON, OHIO

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

	Hamilton Capital Improvement	Capital Projects	Special Assessment	MITIE
Revenues:				
Income Taxes	\$ 2,298,263	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	0	0	0	513,187
Intergovernmental Revenues	0	0	0	82,110
Investment Earnings	(2,289)	(2,636)	(2,172)	(11,464)
Special Assessments	0	0	171,777	0
All Other Revenue	79,117	0	0	0
Total Revenue	2,375,091	(2,636)	169,605	583,833
Expenditures:				
Capital Outlay	291,784	0	537,419	0
Debt Service:				
Interest and Fiscal Charges	46,917	0	6,136	0
Total Expenditures	338,701	0	543,555	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,036,390	(2,636)	(373,950)	583,833
Other Financing Sources (Uses):				
Sale of Capital Assets	57,456	0	0	0
Transfers In	1,799,461	0	0	0
Transfers Out	(1,783,775)	0	0	0
Total Other Financing Sources (Uses)	73,142	0	0	0
Net Change in Fund Balance	2,109,532	(2,636)	(373,950)	583,833
Fund Balance (Deficit) at Beginning of Year	(1,401,784)	360,650	185,466	1,531,073
Fund Balance (Deficit) End of Year	\$ 707,748	\$ 358,014	\$ (188,484)	\$ 2,114,906

CITY OF HAMILTON, OHIO

Hamilton Enterprise Park	Central Business District Streetscape Improvements	Issue II Projects	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Project Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,298,263
0	0	0	0	0	513,187
0	0	961,219	0	0	1,043,329
(177)	(2,028)	0	(3,517)	(4,726)	(29,009)
0	0	0	0	0	171,777
0	0	0	0	900,950	980,067
<u>(177)</u>	<u>(2,028)</u>	<u>961,219</u>	<u>(3,517)</u>	<u>896,224</u>	<u>4,977,614</u>
0	0	961,219	0	293,582	2,084,004
<u>9,083</u>	<u>0</u>	<u>0</u>	<u>7,577</u>	<u>40,427</u>	<u>110,140</u>
<u>9,083</u>	<u>0</u>	<u>961,219</u>	<u>7,577</u>	<u>334,009</u>	<u>2,194,144</u>
(9,260)	(2,028)	0	(11,094)	562,215	2,783,470
0	0	0	0	0	57,456
658,148	0	0	560,969	3,616,983	6,635,561
<u>(159,836)</u>	<u>0</u>	<u>0</u>	<u>(497,025)</u>	<u>0</u>	<u>(2,440,636)</u>
<u>498,312</u>	<u>0</u>	<u>0</u>	<u>63,944</u>	<u>3,616,983</u>	<u>4,252,381</u>
489,052	(2,028)	0	52,850	4,179,198	7,035,851
<u>(489,052)</u>	<u>277,397</u>	<u>0</u>	<u>(52,939)</u>	<u>(2,085,991)</u>	<u>(1,675,180)</u>
<u>\$ 0</u>	<u>\$ 275,369</u>	<u>\$ 0</u>	<u>\$ (89)</u>	<u>\$ 2,093,207</u>	<u>\$ 5,360,671</u>

CITY OF HAMILTON, 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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	\$ 18,838,220	\$ 16,912,550	\$ 17,176,273	\$ 263,723
Property and Other Local Taxes	6,052,279	5,835,349	5,974,848	139,499
Intergovernmental Revenues	4,393,704	4,768,041	4,641,213	(126,828)
Charges for Services	15,088,837	15,219,256	13,964,233	(1,255,023)
Licenses and Permits	666,237	488,241	538,306	50,065
Investment Earnings	510,000	240,000	194,313	(45,687)
Fines and Forfeitures	942,750	946,750	802,282	(144,468)
All Other Revenue	194,740	839,791	880,569	40,778
Total Revenues	<u>46,686,767</u>	<u>45,249,978</u>	<u>44,172,037</u>	<u>(1,077,941)</u>
Expenditures:				
Security of Persons and Property:				
Municipal Court:				
Personal Services	1,287,626	1,301,245	1,244,065	57,180
Other Expenditures	365,400	365,453	297,371	68,082
Total Municipal Court	<u>1,653,026</u>	<u>1,666,698</u>	<u>1,541,436</u>	<u>125,262</u>
Police:				
Personal Services	12,987,336	12,751,930	12,702,157	49,773
Other Expenditures	1,194,206	1,205,981	1,103,212	102,769
Total Police	<u>14,181,542</u>	<u>13,957,911</u>	<u>13,805,369</u>	<u>152,542</u>
Civilian Dispatch:				
Personal Services	1,280,247	1,131,841	1,131,667	174
Other Expenditures	87,634	73,680	63,599	10,081
Total Civilian Dispatch	<u>1,367,881</u>	<u>1,205,521</u>	<u>1,195,266</u>	<u>10,255</u>
Building Maintenance - Criminal Justice:				
Other Expenditures	195,400	180,056	164,881	15,175
Total Building Maintenance - Criminal Justice	<u>195,400</u>	<u>180,056</u>	<u>164,881</u>	<u>15,175</u>
Corrections:				
Personal Services	666,695	494,913	486,861	8,052
Other Expenditures	95,000	55,000	47,204	7,796
Total Corrections	<u>761,695</u>	<u>549,913</u>	<u>534,065</u>	<u>15,848</u>

(Continued)

CITY OF HAMILTON, 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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Police - Citizens:				
Other Expenditures	3,250	3,250	138	3,112
Total Police - Citizens	3,250	3,250	138	3,112
Police - Safe Neighborhood:				
Personal Services	8,500	17,029	16,890	139
Total Police - Safe Neighborhood	8,500	17,029	16,890	139
Fire:				
Personal Services	9,901,400	10,246,604	10,224,122	22,482
Other Expenditures	508,750	428,588	387,843	40,745
Total Fire	10,410,150	10,675,192	10,611,965	63,227
Fire - Building:				
Other Expenditures	202,420	243,420	241,273	2,147
Total Fire - Building	202,420	243,420	241,273	2,147
Fire - Paramedics:				
Personal Services	2,128,766	2,067,946	2,031,086	36,860
Other Expenditures	241,400	225,000	216,427	8,573
Total Fire - Paramedics	2,370,166	2,292,946	2,247,513	45,433
Total Security of Persons and Property	31,154,030	30,791,936	30,358,796	433,140
Public Health and Welfare Services:				
Health:				
Personal Services	1,138,087	1,018,839	970,387	48,452
Other Expenditures	361,085	420,971	296,814	124,157
Total Health	1,499,172	1,439,810	1,267,201	172,609
Total Public Health and Welfare Services	1,499,172	1,439,810	1,267,201	172,609
Leisure Time Activities:				
Parks and Recreation - Administration:				
Personal Services	260,227	220,297	217,552	2,745
Other Expenditures	22,200	17,744	16,203	1,541
Total Parks and Recreation - Administration	282,427	238,041	233,755	4,286

(Continued)

CITY OF HAMILTON, 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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Playground Programs:				
Personal Services	45,093	46,670	43,397	3,273
Other Expenditures	37,678	36,678	29,993	6,685
Total Playground Programs	82,771	83,348	73,390	9,958
Outdoor Athletic Program:				
Personal Services	192,710	142,533	118,321	24,212
Other Expenditures	108,950	98,950	84,485	14,465
Total Outdoor Athletic Program	301,660	241,483	202,806	38,677
Swimming Pools:				
Other Expenditures	0	9,250	9,288	(38)
Total Swimming Pools	0	9,250	9,288	(38)
Parks and Playgrounds Maintenance:				
Personal Services	562,552	339,726	324,757	14,969
Other Expenditures	266,922	319,972	309,199	10,773
Total Parks and Playgrounds Maintenance	829,474	659,698	633,956	25,742
Community Center:				
Other Expenditures	87,843	129,723	112,502	17,221
Total Community Center	87,843	129,723	112,502	17,221
Colligan:				
Personal Services	26,980	30,789	30,468	321
Other Expenditures	18,097	18,097	16,213	1,884
Total Colligan	45,077	48,886	46,681	2,205
Total Leisure Time Activities	1,629,252	1,410,429	1,312,378	98,051
Community Environment:				
Construction Services:				
Personal Services	684,079	594,667	592,039	2,628
Other Expenditures	91,551	35,064	25,359	9,705
Total Construction Services	775,630	629,731	617,398	12,333

(Continued)

CITY OF HAMILTON, 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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Department of Planning:				
Personal Services	496,397	414,144	396,306	17,838
Other Expenditures	46,899	40,364	30,191	10,173
Total Department of Planning	543,296	454,508	426,497	28,011
Department of Human Relations:				
Personal Services	200,400	105,139	104,229	910
Other Expenditures	4,000	6,365	6,277	88
Total Department of Human Relations	204,400	111,504	110,506	998
CDBG:				
Other Expenditures	100,000	150,222	122,251	27,971
Total CDBG	100,000	150,222	122,251	27,971
Fair Housing:				
Personal Services	0	50,942	48,256	2,686
Other Expenditures	0	1,580	190	1,390
Total Fair Housing	0	52,522	48,446	4,076
Total Community Environment	1,623,326	1,398,487	1,325,098	73,389
Basic Utility Services:				
Public Works - Administration:				
Personal Services	214,778	217,207	207,569	9,638
Other Expenditures	9,500	10,120	9,802	318
Total Public Works - Administration	224,278	227,327	217,371	9,956
Engineering:				
Personal Services	1,041,315	866,012	862,344	3,668
Other Expenditures	69,110	46,353	44,077	2,276
Total Engineering	1,110,425	912,365	906,421	5,944
Public Works - Maintenance:				
Personal Services	464,692	461,500	454,036	7,464
Other Expenditures	115,550	126,938	120,301	6,637
Total Public Works - Maintenance	580,242	588,438	574,337	14,101
Total Basic Utility Services	1,914,945	1,728,130	1,698,129	30,001

(Continued)

CITY OF HAMILTON, 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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
General Government:				
City Council:				
Personal Services	100,222	99,858	88,358	11,500
Other Expenditures	18,243	13,093	12,868	225
Total City Council	118,465	112,951	101,226	11,725
City Clerk:				
Personal Services	135,122	110,580	110,540	40
Other Expenditures	17,700	17,839	17,097	742
Total City Clerk	152,822	128,419	127,637	782
City Manager:				
Personal Services	357,465	345,505	313,721	31,784
Other Expenditures	10,106	12,182	11,006	1,176
Total City Manager	367,571	357,687	324,727	32,960
Finance - Cashiers:				
Personal Services	161,729	174,042	166,706	7,336
Other Expenditures	4,950	5,090	3,832	1,258
Total Finance - Cashiers	166,679	179,132	170,538	8,594
NDD:				
Personal Services	16,212	1,234	701	533
Other Expenditures	12,850	12,038	11,888	150
Total NDD	29,062	13,272	12,589	683
Department of Law:				
Personal Services	662,019	621,823	612,647	9,176
Other Expenditures	31,100	42,761	28,585	14,176
Total Department of Law	693,119	664,584	641,232	23,352
Department of Civil Service:				
Personal Services	344,496	303,558	262,188	41,370
Other Expenditures	23,250	26,305	10,728	15,577
Total Department of Civil Service	367,746	329,863	272,916	56,947

(Continued)

CITY OF HAMILTON, 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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Finance - Administration:				
Personal Services	1,223,703	1,168,771	1,168,351	420
Other Expenditures	53,850	54,310	43,804	10,506
Total Finance - Administration	<u>1,277,553</u>	<u>1,223,081</u>	<u>1,212,155</u>	<u>10,926</u>
Finance - Purchasing:				
Personal Services	283,458	230,962	228,365	2,597
Other Expenditures	6,950	6,017	4,338	1,679
Total Finance - Purchasing	<u>290,408</u>	<u>236,979</u>	<u>232,703</u>	<u>4,276</u>
Finance - Building Services:				
Personal Services	124,346	121,198	108,662	12,536
Other Expenditures	311,485	300,643	281,840	18,803
Total Finance - Building Services	<u>435,831</u>	<u>421,841</u>	<u>390,502</u>	<u>31,339</u>
Finance - Income Tax:				
Personal Services	957,661	768,966	736,168	32,798
Other Expenditures	180,304	227,759	200,296	27,463
Total Finance - Income Tax	<u>1,137,965</u>	<u>996,725</u>	<u>936,464</u>	<u>60,261</u>
Special Appropriations - Kilowatts:				
Other Expenditures	900,000	469,750	469,749	1
Total Special Appropriations - Kilowatts	<u>900,000</u>	<u>469,750</u>	<u>469,749</u>	<u>1</u>
Special Appropriations - General:				
Personal Services	250,000	274,000	255,615	18,385
Other Expenditures	1,790,773	2,618,180	2,229,983	388,197
Total Special Appropriations - General	<u>2,040,773</u>	<u>2,892,180</u>	<u>2,485,598</u>	<u>406,582</u>

(Continued)

CITY OF HAMILTON, 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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Special Appropriations:				
Personal Services	73,600	61,703	47,319	14,384
Other Expenditures	695,275	807,836	735,046	72,790
Total Special Appropriations	<u>768,875</u>	<u>869,539</u>	<u>782,365</u>	<u>87,174</u>
Total General Government	<u>8,746,869</u>	<u>8,896,003</u>	<u>8,160,401</u>	<u>735,602</u>
Total Expenditures	<u>46,567,594</u>	<u>45,664,795</u>	<u>44,122,003</u>	<u>1,542,792</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	119,173	(414,817)	50,034	464,851
Other Financing Sources (Uses):				
Sale of Capital Assets	2,000	2,000	3,740	1,740
Transfers In	0	382,757	87,624	(295,133)
Transfers Out	(645,000)	(907,000)	(605,000)	302,000
Advances In	0	124,833	124,833	0
Advances Out	0	(420,635)	(344,635)	76,000
Total Other Financing Sources (Uses)	<u>(643,000)</u>	<u>(818,045)</u>	<u>(733,438)</u>	<u>84,607</u>
Net Change in Fund Balance	(523,827)	(1,232,862)	(683,404)	549,458
Fund Balance at Beginning of Year	2,362,226	2,362,226	2,362,226	0
Prior Year Encumbrances	525,270	525,270	525,270	0
Fund Balance at End of Year	<u>\$ 2,363,669</u>	<u>\$ 1,654,634</u>	<u>\$ 2,204,092</u>	<u>\$ 549,458</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

ONE RENAISSANCE CENTER FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 2,380,792	\$ 2,376,920	\$ (3,872)
All Other Revenue	<u>600</u>	<u>399</u>	<u>(201)</u>
Total Revenues	<u>2,381,392</u>	<u>2,377,319</u>	<u>(4,073)</u>
Expenditures:			
General Government:			
Other Expenditures	<u>723,008</u>	<u>569,971</u>	<u>153,037</u>
Total Expenditures	<u>723,008</u>	<u>569,971</u>	<u>153,037</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,658,384	1,807,348	148,964
Other Financing Sources (Uses):			
Transfers Out	<u>(1,584,802)</u>	<u>(1,584,785)</u>	<u>17</u>
Total Other Financing Sources (Uses)	<u>(1,584,802)</u>	<u>(1,584,785)</u>	<u>17</u>
Net Change in Fund Balance	73,582	222,563	148,981
Fund Balance at Beginning of Year	295,518	295,518	0
Prior Year Encumbrances	<u>31,454</u>	<u>31,454</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 400,554</u>	<u>\$ 549,535</u>	<u>\$ 148,981</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 1,270,171	\$ 1,261,869	\$ (8,302)
Total Revenues	<u>1,270,171</u>	<u>1,261,869</u>	<u>(8,302)</u>
Expenditures:			
General Government:			
Other Expenditures	<u>1,262,470</u>	<u>1,262,101</u>	<u>369</u>
Total Expenditures	<u>1,262,470</u>	<u>1,262,101</u>	<u>369</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,701	(232)	(7,933)
Other Financing Sources (Uses):			
Advances In	<u>47,000</u>	<u>0</u>	<u>(47,000)</u>
Total Other Financing Sources (Uses)	<u>47,000</u>	<u>0</u>	<u>(47,000)</u>
Net Change in Fund Balance	54,701	(232)	(54,933)
Fund Balance at Beginning of Year	<u>1,193</u>	<u>1,193</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 55,894</u>	<u>\$ 961</u>	<u>\$ (54,933)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 125,000	\$ 97,944	\$ (27,056)
Fines and Forfeitures	121,198	107,239	(13,959)
Total Revenues	<u>246,198</u>	<u>205,183</u>	<u>(41,015)</u>
Expenditures:			
Security of Persons and Property:			
Personal Services	71,879	64,903	6,976
Other Expenditures	<u>131,580</u>	<u>131,165</u>	<u>415</u>
Total Expenditures	<u>203,459</u>	<u>196,068</u>	<u>7,391</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	42,739	9,115	(33,624)
Fund Balance at Beginning of Year	190,633	190,633	0
Prior Year Encumbrances	<u>58</u>	<u>58</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 233,430</u>	<u>\$ 199,806</u>	<u>\$ (33,624)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	\$ 2,821,914	\$ 2,877,197	\$ 55,283
Total Revenues	<u>2,821,914</u>	<u>2,877,197</u>	<u>55,283</u>
Expenditures:			
Security of Persons and Property:			
Other Expenditures	<u>3,136,004</u>	<u>2,825,996</u>	<u>310,008</u>
Total Expenditures	<u>3,136,004</u>	<u>2,825,996</u>	<u>310,008</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(314,090)	51,201	365,291
Other Financing Sources (Uses):			
Transfers Out	<u>(7,500)</u>	<u>(7,500)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(7,500)</u>	<u>(7,500)</u>	<u>0</u>
Net Change in Fund Balance	(321,590)	43,701	365,291
Fund Balance at Beginning of Year	<u>639,116</u>	<u>639,116</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 317,526</u>	<u>\$ 682,817</u>	<u>\$ 365,291</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

MUNICIPAL INCOME TAX TIF AGGREGATION/VERIFICATION FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	<u>\$ 185,000</u>	<u>\$ 181,835</u>	<u>\$ (3,165)</u>
Total Revenues	<u>185,000</u>	<u>181,835</u>	<u>(3,165)</u>
Expenditures:			
Community Environment:			
Other Expenditures	<u>63,000</u>	<u>59,915</u>	<u>3,085</u>
Total Expenditures	<u>63,000</u>	<u>59,915</u>	<u>3,085</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	122,000	121,920	(80)
Other Financing Sources (Uses):			
Transfers Out	<u>(65,000)</u>	<u>(59,096)</u>	<u>5,904</u>
Total Other Financing Sources (Uses)	<u>(65,000)</u>	<u>(59,096)</u>	<u>5,904</u>
Net Change in Fund Balance	57,000	62,824	5,824
Fund Balance at Beginning of Year	<u>431,515</u>	<u>431,515</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 488,515</u>	<u>\$ 494,339</u>	<u>\$ 5,824</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Other Financing Sources (Uses):			
Transfers Out	<u>(1,984)</u>	<u>(1,984)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(1,984)</u>	<u>(1,984)</u>	<u>0</u>
Net Change in Fund Balance	(1,984)	(1,984)	0
Fund Balance at Beginning of Year	<u>1,984</u>	<u>1,984</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 359,571	\$ 216,443	\$ (143,128)
Total Revenues	<u>359,571</u>	<u>216,443</u>	<u>(143,128)</u>
Expenditures:			
Security of Persons and Property:			
Personal Services	64,925	36,554	28,371
Other Expenditures	<u>273,134</u>	<u>199,946</u>	<u>73,188</u>
Total Expenditures	<u>338,059</u>	<u>236,500</u>	<u>101,559</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	21,512	(20,057)	(41,569)
Other Financing Sources (Uses):			
Advances In	86,000	33,000	(53,000)
Advances Out	<u>(98,633)</u>	<u>(98,632)</u>	<u>1</u>
Total Other Financing Sources (Uses)	<u>(12,633)</u>	<u>(65,632)</u>	<u>(52,999)</u>
Net Change in Fund Balance	8,879	(85,689)	(94,568)
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances	<u>86,389</u>	<u>86,389</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 95,268</u>	<u>\$ 700</u>	<u>\$ (94,568)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Charges for Services	\$ 14,300	\$ 12,090	\$ (2,210)
Total Revenues	<u>14,300</u>	<u>12,090</u>	<u>(2,210)</u>
Expenditures:			
General Government:			
Other Expenditures	<u>14,300</u>	<u>0</u>	<u>14,300</u>
Total Expenditures	<u>14,300</u>	<u>0</u>	<u>14,300</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	12,090	12,090
Other Financing Sources (Uses):			
Transfers Out	<u>(25,000)</u>	<u>(25,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(25,000)</u>	<u>(25,000)</u>	<u>0</u>
Net Change in Fund Balance	(25,000)	(12,910)	12,090
Fund Balance at Beginning of Year	<u>79,340</u>	<u>79,340</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 54,340</u>	<u>\$ 66,430</u>	<u>\$ 12,090</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 878,490	\$ 892,435	\$ 13,945
Intergovernmental Revenues	463,914	403,355	(60,559)
Charges for Services	130,673	117,839	(12,834)
Fines and Forfeitures	189,500	170,494	(19,006)
All Other Revenue	<u>65,222</u>	<u>64,820</u>	<u>(402)</u>
Total Revenues	<u>1,727,799</u>	<u>1,648,943</u>	<u>(78,856)</u>
Expenditures:			
Security of Persons and Property:			
Personal Services	223,750	184,691	39,059
Other Expenditures	<u>1,463,580</u>	<u>1,414,991</u>	<u>48,589</u>
Total Expenditures	<u>1,687,330</u>	<u>1,599,682</u>	<u>87,648</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	40,469	49,261	8,792
Other Financing Sources (Uses):			
Transfers In	112,500	112,500	0
Transfers Out	(1,544)	(1,544)	0
Advances Out	<u>(26,201)</u>	<u>(26,201)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>84,755</u>	<u>84,755</u>	<u>0</u>
Net Change in Fund Balance	125,224	134,016	8,792
Fund Balance at Beginning of Year	528,461	528,461	0
Prior Year Encumbrances	<u>20,790</u>	<u>20,790</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 674,475</u>	<u>\$ 683,267</u>	<u>\$ 8,792</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 268,540	\$ 267,730	\$ (810)
Intergovernmental Revenues	34,260	34,694	434
Total Revenues	<u>302,800</u>	<u>302,424</u>	<u>(376)</u>
Expenditures:			
Security of Persons and Property:			
Other Expenditures	<u>282,800</u>	<u>282,800</u>	<u>0</u>
Total Expenditures	<u>282,800</u>	<u>282,800</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,000	19,624	(376)
Fund Balance at Beginning of Year	<u>70,121</u>	<u>70,121</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 90,121</u>	<u>\$ 89,745</u>	<u>\$ (376)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 692,050	\$ 719,346	\$ 27,296
Intergovernmental Revenues	87,310	86,429	(881)
Total Revenues	<u>779,360</u>	<u>805,775</u>	<u>26,415</u>
Expenditures:			
Security of Persons and Property:			
Other Expenditures	<u>779,360</u>	<u>779,360</u>	<u>0</u>
Total Expenditures	<u>779,360</u>	<u>779,360</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	26,415	26,415
Fund Balance at Beginning of Year	<u>102,318</u>	<u>102,318</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 102,318</u>	<u>\$ 128,733</u>	<u>\$ 26,415</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 268,540	\$ 267,730	\$ (810)
Intergovernmental Revenues	34,260	34,694	434
Total Revenues	<u>302,800</u>	<u>302,424</u>	<u>(376)</u>
Expenditures:			
Security of Persons and Property:			
Other Expenditures	<u>282,800</u>	<u>282,800</u>	<u>0</u>
Total Expenditures	<u>282,800</u>	<u>282,800</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,000	19,624	(376)
Fund Balance at Beginning of Year	<u>68,573</u>	<u>68,573</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 88,573</u>	<u>\$ 88,197</u>	<u>\$ (376)</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 3,500	\$ 3,500	\$ 0
Total Revenues	<u>3,500</u>	<u>3,500</u>	<u>0</u>
Expenditures:			
Security of Persons and Property:			
Other Expenditures	<u>3,500</u>	<u>3,500</u>	<u>0</u>
Total Expenditures	<u>3,500</u>	<u>3,500</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>4,890</u>	<u>4,890</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,890</u>	<u>\$ 4,890</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 692,050	\$ 719,347	\$ 27,297
Intergovernmental Revenues	87,310	86,429	(881)
Total Revenues	<u>779,360</u>	<u>805,776</u>	<u>26,416</u>
Expenditures:			
Security of Persons and Property:			
Other Expenditures	<u>779,360</u>	<u>779,360</u>	<u>0</u>
Total Expenditures	<u>779,360</u>	<u>779,360</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	26,416	26,416
Fund Balance at Beginning of Year	<u>190,264</u>	<u>190,264</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 190,264</u>	<u>\$ 216,680</u>	<u>\$ 26,416</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 152,893	\$ 115,420	\$ (37,473)
Investment Earnings	30	19	(11)
All Other Revenue	550	0	(550)
Total Revenues	<u>153,473</u>	<u>115,439</u>	<u>(38,034)</u>
Expenditures:			
Public Health and Welfare Services:			
Personal Services	55,515	39,600	15,915
Other Expenditures	<u>113,754</u>	<u>112,864</u>	<u>890</u>
Total Expenditures	<u>169,269</u>	<u>152,464</u>	<u>16,805</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,796)	(37,025)	(21,229)
Fund Balance at Beginning of Year	192,992	192,992	0
Prior Year Encumbrances	<u>22,867</u>	<u>22,867</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 200,063</u>	<u>\$ 178,834</u>	<u>\$ (21,229)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 1,000	\$ 905	\$ (95)
Total Revenues	<u>1,000</u>	<u>905</u>	<u>(95)</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,000	905	(95)
Fund Balance at Beginning of Year	<u>62,996</u>	<u>62,996</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 63,996</u>	<u>\$ 63,901</u>	<u>\$ (95)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 2,015,000	\$ 2,021,736	\$ 6,736
Investment Earnings	45,000	20,132	(24,868)
All Other Revenue	<u>56,828</u>	<u>54,684</u>	<u>(2,144)</u>
Total Revenues	<u>2,116,828</u>	<u>2,096,552</u>	<u>(20,276)</u>
Expenditures:			
Basic Utility Services:			
Personal Services	650,278	570,319	79,959
Other Expenditures	<u>1,767,734</u>	<u>666,301</u>	<u>1,101,433</u>
Total Expenditures	<u>2,418,012</u>	<u>1,236,620</u>	<u>1,181,392</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(301,184)	859,932	1,161,116
Fund Balance at Beginning of Year	883,340	883,340	0
Prior Year Encumbrances	<u>104,947</u>	<u>104,947</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 687,103</u>	<u>\$ 1,848,219</u>	<u>\$ 1,161,116</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	REFUSE FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Intergovernmental Revenues	\$ 20,638	\$ 20,531	\$ (107)
Charges for Services	3,141,000	3,158,828	17,828
All Other Revenue	19,000	20,143	1,143
Total Revenues	<u>3,180,638</u>	<u>3,199,502</u>	<u>18,864</u>
Expenditures:			
Basic Utility Services:			
Personal Services	114,800	107,758	7,042
Other Expenditures	<u>3,106,048</u>	<u>3,038,363</u>	<u>67,685</u>
Total Expenditures	<u>3,220,848</u>	<u>3,146,121</u>	<u>74,727</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(40,210)	53,381	93,591
Fund Balance at Beginning of Year	398,499	398,499	0
Prior Year Encumbrances	6,614	6,614	0
Fund Balance at End of Year	<u>\$ 364,903</u>	<u>\$ 458,494</u>	<u>\$ 93,591</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	STREET MAINTENANCE FUND		
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 3,716,776	\$ 3,521,217	\$ (195,559)
Licenses and Permits	340,623	362,690	22,067
Investment Earnings	70,000	39,182	(30,818)
All Other Revenue	5,950	20,488	14,538
Total Revenues	<u>4,133,349</u>	<u>3,943,577</u>	<u>(189,772)</u>
Expenditures:			
Transportation:			
Personal Services	1,478,387	1,032,403	445,984
Other Expenditures	2,234,925	1,559,134	675,791
Total Expenditures	<u>3,713,312</u>	<u>2,591,537</u>	<u>1,121,775</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	420,037	1,352,040	932,003
Other Financing Sources (Uses):			
Transfers Out	(1,584,600)	(1,584,600)	0
Total Other Financing Sources (Uses)	<u>(1,584,600)</u>	<u>(1,584,600)</u>	<u>0</u>
Net Change in Fund Balance	(1,164,563)	(232,560)	932,003
Fund Balance at Beginning of Year	2,037,070	2,037,070	0
Prior Year Encumbrances	441,357	441,357	0
Fund Balance at End of Year	<u>\$ 1,313,864</u>	<u>\$ 2,245,867</u>	<u>\$ 932,003</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 309,971	\$ 312,178	\$ 2,207
Intergovernmental Revenues	39,972	40,476	504
Total Revenues	<u>349,943</u>	<u>352,654</u>	<u>2,711</u>
Expenditures:			
Community Environment:			
Other Expenditures	<u>350,000</u>	<u>349,174</u>	<u>826</u>
Total Expenditures	<u>350,000</u>	<u>349,174</u>	<u>826</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(57)	3,480	3,537
Other Financing Sources (Uses):			
Transfers In	<u>50,000</u>	<u>0</u>	<u>(50,000)</u>
Total Other Financing Sources (Uses)	<u>50,000</u>	<u>0</u>	<u>(50,000)</u>
Net Change in Fund Balance	49,943	3,480	(46,463)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 49,943</u>	<u>\$ 3,480</u>	<u>\$ (46,463)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

HOME PROGRAM FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 2,891,589	\$ 431,690	\$ (2,459,899)
All Other Revenue	53,250	16,329	(36,921)
Total Revenues	<u>2,944,839</u>	<u>448,019</u>	<u>(2,496,820)</u>
Expenditures:			
Community Environment:			
Personal Services	57,119	35,527	21,592
Other Expenditures	<u>2,816,513</u>	<u>731,106</u>	<u>2,085,407</u>
Total Expenditures	<u>2,873,632</u>	<u>766,633</u>	<u>2,106,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	71,207	(318,614)	(389,821)
Other Financing Sources (Uses):			
Transfers In	2,686	2,685	(1)
Transfers Out	<u>(2,686)</u>	<u>(2,685)</u>	<u>1</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	71,207	(318,614)	(389,821)
Fund Balance at Beginning of Year	(441,255)	(441,255)	0
Prior Year Encumbrances	<u>808,002</u>	<u>808,002</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 437,954</u>	<u>\$ 48,133</u>	<u>\$ (389,821)</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 594,310	\$ 480,603	\$ (113,707)
Investment Earnings	8,000	7,783	(217)
All Other Revenue	<u>6,100</u>	<u>6,599</u>	<u>499</u>
Total Revenues	<u>608,410</u>	<u>494,985</u>	<u>(113,425)</u>
Expenditures:			
Transportation:			
Personal Services	276,071	266,697	9,374
Other Expenditures	284,777	150,805	133,972
Debt Service:			
Principal Retirement	880,000	880,000	0
Interest and Fiscal Charges	<u>51,468</u>	<u>50,521</u>	<u>947</u>
Total Expenditures	<u>1,492,316</u>	<u>1,348,023</u>	<u>144,293</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(883,906)	(853,038)	30,868
Other Financing Sources (Uses):			
General Obligation Bonds Issued	710,000	710,000	0
Premium on General Obligation Bond Issuance	<u>6,155</u>	<u>6,155</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>716,155</u>	<u>716,155</u>	<u>0</u>
Net Change in Fund Balance	(167,751)	(136,883)	30,868
Fund Balance at Beginning of Year	517,217	517,217	0
Prior Year Encumbrances	<u>38,798</u>	<u>38,798</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 388,264</u>	<u>\$ 419,132</u>	<u>\$ 30,868</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

GOLF COURSE FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 903,557	\$ 903,101	\$ (456)
Investment Earnings	0	2,139	2,139
All Other Revenue	<u>27,000</u>	<u>31,609</u>	<u>4,609</u>
Total Revenues	<u>930,557</u>	<u>936,849</u>	<u>6,292</u>
Expenditures:			
Leisure Time Activities:			
Personal Services	404,244	365,193	39,051
Other Expenditures	527,084	494,740	32,344
Debt Service:			
Principal Retirement	180,000	180,000	0
Interest and Fiscal Charges	<u>39,370</u>	<u>39,370</u>	<u>0</u>
Total Expenditures	<u>1,150,698</u>	<u>1,079,303</u>	<u>71,395</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(220,141)	(142,454)	77,687
Other Financing Sources (Uses):			
Transfers In	<u>219,370</u>	<u>219,370</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>219,370</u>	<u>219,370</u>	<u>0</u>
Net Change in Fund Balance	(771)	76,916	77,687
Fund Balance at Beginning of Year	129,064	129,064	0
Prior Year Encumbrances	<u>11,947</u>	<u>11,947</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 140,240</u>	<u>\$ 217,927</u>	<u>\$ 77,687</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2009***

COMMUNITY DEVELOPMENT BLOCK GRANT FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 6,688,821	\$ 1,826,075	\$ (4,862,746)
Investment Earnings	30,000	2,244	(27,756)
All Other Revenue	139,255	76,949	(62,306)
Total Revenues	<u>6,858,076</u>	<u>1,905,268</u>	<u>(4,952,808)</u>
Expenditures:			
Community Environment:			
Personal Services	787,012	477,734	309,278
Other Expenditures	<u>5,717,278</u>	<u>1,900,819</u>	<u>3,816,459</u>
Total Expenditures	<u>6,504,290</u>	<u>2,378,553</u>	<u>4,125,737</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	353,786	(473,285)	(827,071)
Other Financing Sources (Uses):			
Transfers In	244,464	244,464	0
Transfers Out	(244,464)	(244,464)	0
Advances In	144,000	121,000	(23,000)
Total Other Financing Sources (Uses)	<u>144,000</u>	<u>121,000</u>	<u>(23,000)</u>
Net Change in Fund Balance	497,786	(352,285)	(850,071)
Fund Balance at Beginning of Year	692,553	692,553	0
Prior Year Encumbrances	121,414	121,414	0
Fund Balance at End of Year	<u>\$ 1,311,753</u>	<u>\$ 461,682</u>	<u>\$ (850,071)</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2009**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 30,000	\$ 14,009	\$ (15,991)
Special Assessments	480,000	343,711	(136,289)
Total Revenues	<u>510,000</u>	<u>357,720</u>	<u>(152,280)</u>
Expenditures:			
Debt Service:			
Principal Retirement	11,057,500	10,927,500	130,000
Interest and Fiscal Charges	<u>2,312,337</u>	<u>1,665,058</u>	<u>647,279</u>
Total Expenditures	<u>13,369,837</u>	<u>12,592,558</u>	<u>777,279</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,859,837)	(12,234,838)	624,999
Other Financing Sources (Uses):			
General Obligation Notes Issued	2,920,500	2,920,000	(500)
General Obligation Bonds Issued	6,445,000	4,210,000	(2,235,000)
Premium on General Obligation Bond Issuance	145,846	136,346	(9,500)
Discount on General Obligation Bond Issuance	(42,930)	(42,930)	0
Transfers In	<u>5,085,977</u>	<u>4,991,312</u>	<u>(94,665)</u>
Total Other Financing Sources (Uses)	<u>14,554,393</u>	<u>12,214,728</u>	<u>(2,339,665)</u>
Net Change in Fund Balance	1,694,556	(20,110)	(1,714,666)
Fund Balance at Beginning of Year	<u>539,258</u>	<u>539,258</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,233,814</u>	<u>\$ 519,148</u>	<u>\$ (1,714,666)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	\$ 2,306,000	\$ 2,301,757	\$ (4,243)
All Other Revenue	189,120	79,117	(110,003)
Total Revenues	<u>2,495,120</u>	<u>2,380,874</u>	<u>(114,246)</u>
Expenditures:			
Capital Outlay	673,247	387,166	286,081
Debt Service:			
Interest and Fiscal Charges	<u>20,000</u>	<u>19,002</u>	<u>998</u>
Total Expenditures	<u>693,247</u>	<u>406,168</u>	<u>287,079</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,801,873	1,974,706	172,833
Other Financing Sources (Uses):			
Sale of Capital Assets	10,000	57,456	47,456
General Obligation Notes Issued	20,000	20,000	0
Transfers In	1,799,462	1,799,461	(1)
Transfers Out	<u>(3,925,898)</u>	<u>(3,625,897)</u>	<u>300,001</u>
Total Other Financing Sources (Uses)	<u>(2,096,436)</u>	<u>(1,748,980)</u>	<u>347,456</u>
Net Change in Fund Balance	(294,563)	225,726	520,289
Fund Balance at Beginning of Year	43,854	43,854	0
Prior Year Encumbrances	<u>252,009</u>	<u>252,009</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,300</u>	<u>\$ 521,589</u>	<u>\$ 520,289</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

	CAPITAL PROJECTS FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>358,181</u>	<u>358,181</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 358,181</u>	<u>\$ 358,181</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009**

SPECIAL ASSESSMENT FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Special Assessments	\$ 171,780	\$ 171,777	\$ (3)
Total Revenues	<u>171,780</u>	<u>171,777</u>	<u>(3)</u>
Expenditures:			
Capital Outlay	739,969	723,134	16,835
Debt Service:			
Principal Retirement	103,000	103,000	0
Interest and Fiscal Charges	<u>5,060</u>	<u>2,054</u>	<u>3,006</u>
Total Expenditures	<u>848,029</u>	<u>828,188</u>	<u>19,841</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(676,249)	(656,411)	19,838
Other Financing Sources (Uses):			
General Obligation Notes Issued	<u>653,000</u>	<u>575,000</u>	<u>(78,000)</u>
Total Other Financing Sources (Uses)	<u>653,000</u>	<u>575,000</u>	<u>(78,000)</u>
Net Change in Fund Balance	(23,249)	(81,411)	(58,162)
Fund Balance at Beginning of Year	174,419	174,419	0
Prior Year Encumbrances	<u>113,477</u>	<u>113,477</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 264,647</u>	<u>\$ 206,485</u>	<u>\$ (58,162)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	\$ 514,000	\$ 513,187	\$ (813)
Intergovernmental Revenues	82,500	82,110	(390)
Total Revenues	<u>596,500</u>	<u>595,297</u>	<u>(1,203)</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	596,500	595,297	(1,203)
Fund Balance at Beginning of Year	<u>1,520,582</u>	<u>1,520,582</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,117,082</u>	<u>\$ 2,115,879</u>	<u>\$ (1,203)</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	<u>\$ 200</u>	<u>\$ 130</u>	<u>\$ (70)</u>
Total Revenues	<u>200</u>	<u>130</u>	<u>(70)</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	200	130	(70)
Other Financing Sources (Uses):			
Transfers Out	<u>(159,837)</u>	<u>(159,836)</u>	<u>1</u>
Total Other Financing Sources (Uses)	<u>(159,837)</u>	<u>(159,836)</u>	<u>1</u>
Net Change in Fund Balance	(159,637)	(159,706)	(69)
Fund Balance at Beginning of Year	<u>159,706</u>	<u>159,706</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 69</u>	<u>\$ 0</u>	<u>\$ (69)</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

CENTRAL BUSINESS DISTRICT STREETScape IMPROVEMENTS FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>275,496</u>	<u>275,496</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 275,496</u>	<u>\$ 275,496</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 2,298,446	\$ 961,219	\$ (1,337,227)
Total Revenues	<u>2,298,446</u>	<u>961,219</u>	<u>(1,337,227)</u>
Expenditures:			
Capital Outlay	2,298,446	961,219	1,337,227
Total Expenditures	<u>2,298,446</u>	<u>961,219</u>	<u>1,337,227</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Capital Outlay	<u>190,634</u>	<u>190,634</u>	<u>0</u>
Total Expenditures	<u>190,634</u>	<u>190,634</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(190,634)	(190,634)	0
Other Financing Sources (Uses):			
Transfers Out	(497,025)	(497,025)	0
Advances In	<u>190,635</u>	<u>190,635</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(306,390)</u>	<u>(306,390)</u>	<u>0</u>
Net Change in Fund Balance	(497,024)	(497,024)	0
Fund Balance at Beginning of Year	<u>497,024</u>	<u>497,024</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF HAMILTON, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2009***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenue	<u>\$ 900,950</u>	<u>\$ 900,950</u>	<u>\$ 0</u>
Total Revenues	<u>900,950</u>	<u>900,950</u>	<u>0</u>
Expenditures:			
Capital Outlay	<u>942,000</u>	<u>667,935</u>	<u>274,065</u>
Total Expenditures	<u>942,000</u>	<u>667,935</u>	<u>274,065</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(41,050)	233,015	274,065
Other Financing Sources (Uses):			
Transfers In	<u>1,147,000</u>	<u>942,000</u>	<u>(205,000)</u>
Total Other Financing Sources (Uses)	<u>1,147,000</u>	<u>942,000</u>	<u>(205,000)</u>
Net Change in Fund Balance	1,105,950	1,175,015	69,065
Fund Balance at Beginning of Year	<u>544,807</u>	<u>544,807</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,650,757</u>	<u>\$ 1,719,822</u>	<u>\$ 69,065</u>

CITY OF HAMILTON, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Permanent Fund
For the Year Ended December 31, 2009**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 3,000	\$ 1,954	\$ (1,046)
Total Revenues	<u>3,000</u>	<u>1,954</u>	<u>(1,046)</u>
Expenditures:			
General Government:			
Other Expenditures	<u>4,500</u>	<u>3,661</u>	<u>839</u>
Total Expenditures	<u>4,500</u>	<u>3,661</u>	<u>839</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,500)	(1,707)	(207)
Fund Balance at Beginning of Year	<u>76,707</u>	<u>76,707</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 75,207</u>	<u>\$ 75,000</u>	<u>\$ (207)</u>

Internal Service Funds

Internal Service Funds are used to account for financing goods or services provided by one activity to other activities of the City on a cost-reimbursement basis.

Fleet Maintenance Fund

To account for revenues and expenses associated with the maintenance of the City's motor transport equipment.

Central Services Fund

To account for revenues and expenses associated with interdepartmental charges for the costs of certain goods or services.

**Combining Statement of Net Assets
Internal Service Funds
December 31, 2009**

	Fleet Maintenance	Central Services	Total
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 583,616	\$ 0	\$ 583,616
Inventory of Supplies at Cost	41,487	0	41,487
Total Current Assets	<u>625,103</u>	<u>0</u>	<u>625,103</u>
Noncurrent Assets:			
Capital Assets, Net	69,884	0	69,884
Total Noncurrent Assets	<u>69,884</u>	<u>0</u>	<u>69,884</u>
Total Assets	<u>694,987</u>	<u>0</u>	<u>694,987</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	107,433	128,786	236,219
Accrued Wages and Benefits	17,856	82,887	100,743
Intergovernmental Payable	20,394	90,606	111,000
Compensated Absences Payable - Current	36,399	208,729	245,128
Total Current Liabilities	<u>182,082</u>	<u>511,008</u>	<u>693,090</u>
Noncurrent Liabilities:			
Compensated Absences Payable	62,526	334,928	397,454
Total Noncurrent Liabilities	<u>62,526</u>	<u>334,928</u>	<u>397,454</u>
Total Liabilities	<u>244,608</u>	<u>845,936</u>	<u>1,090,544</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	69,884	0	69,884
Unrestricted	380,495	(845,936)	(465,441)
Total Net Assets	<u>\$ 450,379</u>	<u>\$ (845,936)</u>	<u>\$ (395,557)</u>

**Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2009**

	Fleet Maintenance	Central Services	Total
Operating Revenues:			
Charges for Services	\$ 2,099,538	\$ 6,026,087	\$ 8,125,625
Other Operating Revenue	82	0	82
Total Operating Revenues	<u>2,099,620</u>	<u>6,026,087</u>	<u>8,125,707</u>
Operating Expenses:			
Personal Services	786,675	3,571,512	4,358,187
Contractual Services	412,321	1,697,813	2,110,134
Materials and Supplies	886,166	351,722	1,237,888
Other Operating Expenses	13,500	164,245	177,745
Depreciation	11,744	0	11,744
Total Operating Expenses	<u>2,110,406</u>	<u>5,785,292</u>	<u>7,895,698</u>
Operating Income (Loss)	(10,786)	240,795	230,009
Nonoperating Revenue (Expenses):			
Investment Earnings	(4,131)	0	(4,131)
Total Nonoperating Revenues (Expenses)	<u>(4,131)</u>	<u>0</u>	<u>(4,131)</u>
Change in Net Assets	(14,917)	240,795	225,878
Net Assets Beginning of Year	465,296	(1,086,731)	(621,435)
Net Assets End of Year	<u>\$ 450,379</u>	<u>\$ (845,936)</u>	<u>\$ (395,557)</u>

***Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2009***

	Fleet Maintenance	Central Services	Totals
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$2,099,620	\$6,026,087	\$8,125,707
Cash Payments for Goods and Services	(1,310,172)	(2,279,674)	(3,589,846)
Cash Payments for Employees	(769,520)	(3,746,413)	(4,515,933)
Net Cash Provided by Operating Activities	<u>19,928</u>	<u>0</u>	<u>19,928</u>
Net Increase in Cash and Cash Equivalents	19,928	0	19,928
Cash and Cash Equivalents at Beginning of Year	563,688	0	563,688
Cash and Cash Equivalents at End of Year	<u><u>\$583,616</u></u>	<u><u>\$0</u></u>	<u><u>\$583,616</u></u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u>			
Operating Income (Loss)	(\$10,786)	\$240,795	\$230,009
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities			
Depreciation Expense	11,744	0	11,744
Non-Operating Expense	(4,131)	0	(4,131)
Changes in Assets and Liabilities:			
Increase in Inventory	(6,162)	0	(6,162)
Increase (Decrease) in Accounts Payable	11,731	(61,141)	(49,410)
Increase (Decrease) in Accrued Wages and Benefits	1,449	(17,245)	(15,796)
Decrease in Intergovernmental Payable	(322)	(8,952)	(9,274)
Increase (Decrease) in Compensated Absences	16,405	(153,457)	(137,052)
Total Adjustments	<u>30,714</u>	<u>(240,795)</u>	<u>(210,081)</u>
Net Cash Provided by Operating Activities	<u><u>\$19,928</u></u>	<u><u>\$0</u></u>	<u><u>\$19,928</u></u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2009 the Fleet Maintenance Fund reported a change in the fair value of investments of \$269.

Fiduciary Funds

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

Agency Fund

Rounding Up Utility Account Fund

To account for voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred.

Convention and Visitor's Bureau Fund

To account for the Hotel/Motel tax levied on guests of the City where all such tax monies are distributed to the Convention and Visitor's Bureau and for which the City receives no remuneration.

Employee Taxes and Benefits Fund

To account for special taxes and benefits of City employees.

Miscellaneous Collections for Others Fund

To account for monies received and held for others.

Unclaimed Monies Fund

To account for the receipt of monies unable to be returned or distributed. The City will hold the receipts for the statutory period and then the monies will be disbursed to the State of Ohio.

Tax Collections Fund

To account for taxes obtained on behalf of other municipalities.

Butler County Annexation Tax Fund

To account for income taxes obtained from a special annexation of property contiguous to Hamilton.

Central Business Special Improvement District Fund

To account for the receiving and disbursing of special assessments levied upon real property within the Hamilton Central Business Special Improvement District.

Agency Fund

Joint Economic Development District I Fund

To account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The Joint Economic Development District Agreement with Indian Springs/ Fairfield Township.

Joint Economic Development District II Fund

To account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The 2004 Joint Economic Development District Agreement with Indian Springs/ Fairfield Township.

Fire Damage Deposit Escrow Fund

To account for deposits and reimbursements held for fire damage as prescribed by Ohio Revised Code.

Police Property Room Forfeiture Fund

To account for the receipt of items remaining in the custody of the Police Department. The City will hold the items for a certain period of time at which they will be auctioned or disposed.

Municipal Court Fund

To account for funds that flow through the Municipal Court office

**Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2009**

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
Rounding Up Utility Account				
Assets:				
Equity in Pooled Cash and Investments	\$1,687	\$3,795	(\$4,454)	\$1,028
Total Assets	<u>\$1,687</u>	<u>\$3,795</u>	<u>(\$4,454)</u>	<u>\$1,028</u>
Liabilities:				
Accounts Payable	\$0	\$1,028	\$0	\$1,028
Due to Others	1,687	2,767	(4,454)	0
Total Liabilities	<u>\$1,687</u>	<u>\$3,795</u>	<u>(\$4,454)</u>	<u>\$1,028</u>
Convention and Visitor's Bureau				
Assets:				
Equity in Pooled Cash and Investments	\$3,343	\$42,104	(\$29,277)	\$16,170
Total Assets	<u>\$3,343</u>	<u>\$42,104</u>	<u>(\$29,277)</u>	<u>\$16,170</u>
Liabilities:				
Accounts Payable	\$3,343	\$0	(\$3,343)	\$0
Due to Others	0	42,104	(25,934)	16,170
Total Liabilities	<u>\$3,343</u>	<u>\$42,104</u>	<u>(\$29,277)</u>	<u>\$16,170</u>
Employee Taxes and Benefits				
Assets:				
Equity in Pooled Cash and Investments	\$157,680	\$50,346,806	(\$50,478,017)	\$26,469
Prepaid Items	604,494	705,405	(604,494)	705,405
Total Assets	<u>\$762,174</u>	<u>\$51,052,211</u>	<u>(\$51,082,511)</u>	<u>\$731,874</u>
Liabilities:				
Due to Others	\$46,716	\$50,373,857	(\$50,367,053)	\$53,520
Intergovernmental Payable	715,458	678,354	(715,458)	678,354
Total Liabilities	<u>\$762,174</u>	<u>\$51,052,211</u>	<u>(\$51,082,511)</u>	<u>\$731,874</u>
Miscellaneous Collections for Others				
Assets:				
Equity in Pooled Cash and Investments	\$7,548	\$0	\$0	\$7,548
Total Assets	<u>\$7,548</u>	<u>\$0</u>	<u>\$0</u>	<u>\$7,548</u>
Liabilities:				
Due to Others	\$7,548	\$0	\$0	\$7,548
Total Liabilities	<u>\$7,548</u>	<u>\$0</u>	<u>\$0</u>	<u>\$7,548</u>

(Continued)

**Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2009**

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
Unclaimed Monies				
Assets:				
Equity in Pooled Cash and Investments	\$106,429	\$3,632	\$0	\$110,061
Total Assets	<u>\$106,429</u>	<u>\$3,632</u>	<u>\$0</u>	<u>\$110,061</u>
Liabilities:				
Due to Others	\$106,429	\$3,632	\$0	\$110,061
Total Liabilities	<u>\$106,429</u>	<u>\$3,632</u>	<u>\$0</u>	<u>\$110,061</u>
Tax Collections				
Assets:				
Equity in Pooled Cash and Investments	\$210,455	\$4,047,952	(\$4,099,351)	\$159,056
Total Assets	<u>\$210,455</u>	<u>\$4,047,952</u>	<u>(\$4,099,351)</u>	<u>\$159,056</u>
Liabilities:				
Intergovernmental Payable	\$210,455	\$4,047,952	(\$4,099,351)	\$159,056
Total Liabilities	<u>\$210,455</u>	<u>\$4,047,952</u>	<u>(\$4,099,351)</u>	<u>\$159,056</u>
Butler County Annexation Tax				
Assets:				
Equity in Pooled Cash and Investments	\$63,895	\$91,000	(\$79,206)	\$75,689
Total Assets	<u>\$63,895</u>	<u>\$91,000</u>	<u>(\$79,206)</u>	<u>\$75,689</u>
Liabilities:				
Intergovernmental Payable	\$63,895	\$91,000	(\$79,206)	\$75,689
Total Liabilities	<u>\$63,895</u>	<u>\$91,000</u>	<u>(\$79,206)</u>	<u>\$75,689</u>
Central Business Special Improvement District				
Assets:				
Equity in Pooled Cash and Investments	\$0	\$219,342	(\$219,342)	\$0
Receivables:				
Taxes	35,090	27,660	(35,090)	27,660
Total Assets	<u>\$35,090</u>	<u>\$247,002</u>	<u>(\$254,432)</u>	<u>\$27,660</u>
Liabilities:				
Intergovernmental Payable	\$35,090	\$247,002	(\$254,432)	\$27,660
Total Liabilities	<u>\$35,090</u>	<u>\$247,002</u>	<u>(\$254,432)</u>	<u>\$27,660</u>

(Continued)

**Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2009**

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
Joint Economic Development District I				
Assets:				
Equity in Pooled Cash and Investments	\$14,752	\$416,500	(\$421,273)	\$9,979
Total Assets	<u>\$14,752</u>	<u>\$416,500</u>	<u>(\$421,273)</u>	<u>\$9,979</u>
Liabilities:				
Intergovernmental Payable	\$14,752	\$416,500	(\$421,273)	\$9,979
Total Liabilities	<u>\$14,752</u>	<u>\$416,500</u>	<u>(\$421,273)</u>	<u>\$9,979</u>
Joint Economic Development District II				
Assets:				
Equity in Pooled Cash and Investments	\$26,577	\$441,347	(\$441,934)	\$25,990
Total Assets	<u>\$26,577</u>	<u>\$441,347</u>	<u>(\$441,934)</u>	<u>\$25,990</u>
Liabilities:				
Intergovernmental Payable	\$26,577	\$441,347	(\$441,934)	\$25,990
Total Liabilities	<u>\$26,577</u>	<u>\$441,347</u>	<u>(\$441,934)</u>	<u>\$25,990</u>
Fire Damage Deposit Escrow				
Assets:				
Equity in Pooled Cash and Investments	\$144,727	\$115,086	(\$129,951)	\$129,862
Total Assets	<u>\$144,727</u>	<u>\$115,086</u>	<u>(\$129,951)</u>	<u>\$129,862</u>
Liabilities:				
Due to Others	\$144,727	\$115,086	(\$129,951)	\$129,862
Total Liabilities	<u>\$144,727</u>	<u>\$115,086</u>	<u>(\$129,951)</u>	<u>\$129,862</u>
Police Property Room Forfeiture				
Assets:				
Equity in Pooled Cash and Investments	\$131,285	\$72,182	(\$57,609)	\$145,858
Total Assets	<u>\$131,285</u>	<u>\$72,182</u>	<u>(\$57,609)</u>	<u>\$145,858</u>
Liabilities:				
Due to Others	\$131,285	\$72,182	(\$57,609)	\$145,858
Total Liabilities	<u>\$131,285</u>	<u>\$72,182</u>	<u>(\$57,609)</u>	<u>\$145,858</u>

(Continued)

CITY OF HAMILTON, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2009**

	Balance December 31, 2008	Additions	Deductions	Balance December 31, 2009
Municipal Court				
Assets:				
Equity in Pooled Cash and Investments	\$402,283	\$323,329	(\$402,283)	\$323,329
Total Assets	<u>\$402,283</u>	<u>\$323,329</u>	<u>(\$402,283)</u>	<u>\$323,329</u>
Liabilities:				
Intergovernmental Payable	\$112,326	\$103,364	(\$112,326)	\$103,364
Due to Others	289,957	219,965	(289,957)	219,965
Total Liabilities	<u>\$402,283</u>	<u>\$323,329</u>	<u>(\$402,283)</u>	<u>\$323,329</u>
Total - All Agency Funds				
Assets:				
Equity in Pooled Cash and Investments	\$1,270,661	\$56,123,075	(\$56,362,697)	\$1,031,039
Receivables:				
Taxes	35,090	27,660	(35,090)	27,660
Prepaid Items	604,494	705,405	(604,494)	705,405
Total Assets	<u>\$1,910,245</u>	<u>\$56,856,140</u>	<u>(\$57,002,281)</u>	<u>\$1,764,104</u>
Liabilities:				
Accounts Payable	\$3,343	\$1,028	(\$3,343)	\$1,028
Intergovernmental Payable	1,178,553	6,142,120	(6,301,611)	1,196,693
Due to Others	728,349	50,712,992	(50,697,327)	566,383
Total Liabilities	<u>\$1,910,245</u>	<u>\$56,856,140</u>	<u>(\$57,002,281)</u>	<u>\$1,764,104</u>



STATISTICAL SECTION





STATISTICAL TABLES

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

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 14 – S 23
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue sources, the income tax and property tax.	
Debt Capacity	S 24 – S 33
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Economic and Demographic Information	S 34 – S 37
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 38 – S 45
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.	

City of Hamilton

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

	2002	2003	2004	2005
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$55,869,994	\$56,158,847	\$46,914,025	\$55,850,463
Restricted	764,635	1,065,776	1,346,714	1,096,622
Unrestricted (Deficit)	5,230,190	8,553,473	19,363,783	11,399,609
Total Governmental Activities Net Assets	<u>\$61,864,819</u>	<u>\$65,778,096</u>	<u>\$67,624,522</u>	<u>\$68,346,694</u>
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	\$78,331,261	\$74,353,822	\$95,310,393	\$86,341,113
Restricted	0	0	6,081,729	14,015,713
Unrestricted (Deficit)	60,061,123	65,677,140	41,157,570	45,626,967
Total Business-type Activities Net Assets	<u>\$138,392,384</u>	<u>\$140,030,962</u>	<u>\$142,549,692</u>	<u>\$145,983,793</u>
Primary Government:				
Invested in Capital Assets, Net of Related Debt	\$134,201,255	\$130,512,669	\$142,224,418	\$142,191,576
Restricted	764,635	1,065,776	7,428,443	15,112,335
Unrestricted	65,291,313	74,230,613	60,521,353	57,026,576
Total Primary Government Net Assets	<u>\$200,257,203</u>	<u>\$205,809,058</u>	<u>\$210,174,214</u>	<u>\$214,330,487</u>

Source: City Records

City of Hamilton

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$56,285,912	\$59,732,393	\$59,645,749	\$61,258,050
8,292,468	7,367,202	15,051,564	14,612,944
7,818,532	4,929,462	(1,647,332)	(711,156)
<u>\$72,396,912</u>	<u>\$72,029,057</u>	<u>\$73,049,981</u>	<u>\$75,159,838</u>
\$94,984,687	\$94,444,136	\$99,710,125	\$93,260,701
14,417,833	14,386,221	17,030,271	18,966,340
38,128,750	44,247,462	36,050,164	43,575,623
<u>\$147,531,270</u>	<u>\$153,077,819</u>	<u>\$152,790,560</u>	<u>\$155,802,664</u>
\$151,270,599	\$154,176,529	\$159,355,874	\$154,518,751
22,710,301	21,753,423	32,081,835	33,579,284
45,947,282	49,176,924	34,402,832	42,864,467
<u>\$219,928,182</u>	<u>\$225,106,876</u>	<u>\$225,840,541</u>	<u>\$230,962,502</u>

City of Hamilton

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

	2002	2003	2004
Expenses			
Governmental Activities:			
General Government	\$11,106,128	\$8,644,661	\$8,198,520
Security of Persons and Property	24,124,731	23,509,934	28,125,387
Leisure Time Activities	2,220,239	3,357,315	2,334,059
Community Environment	4,231,050	4,711,002	7,636,375
Basic Utility Services	3,560,329	3,239,070	3,479,397
Transportation	3,914,488	3,615,021	3,725,413
Public Health and Welfare Services	3,741,462	1,151,216	2,471,205
Interest and Fiscal Charges	2,259,769	1,842,601	1,911,359
<i>Total Governmental Activities Expenses</i>	55,158,196	50,070,820	57,881,715
Business-type Activities:			
Gas Utility	21,874,839	25,705,272	24,756,742
Electric Utility	55,703,426	50,839,938	51,735,827
Water Utility	11,368,125	10,102,024	10,580,588
Wastewater Utility	10,524,441	12,643,903	10,623,965
<i>Total Business-type Activities Expenses</i>	99,470,831	99,291,137	97,697,122
<i>Total Primary Government Expenses</i>	\$154,629,027	\$149,361,957	\$155,578,837
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$2,397,297	\$2,589,331	\$2,972,044
Security of Persons and Property	2,762,651	2,998,981	3,607,548
Leisure Time Activities	1,042,299	1,038,982	1,136,289
Community Environment	712,434	749,910	752,647
Basic Utility Services	2,250,347	2,298,084	2,754,648
Transportation	1,374,423	1,213,364	1,511,184
Public Health and Welfare Services	508,483	477,485	514,250
Interest and Fiscal Charges	0	408,648	0
Operating Grants and Contributions	9,574,092	9,168,937	9,422,109
Capital Grants and Contributions	251,110	808,510	2,689,249
<i>Total Governmental Activities Program Revenues</i>	20,873,136	21,752,232	25,359,968

City of Hamilton

2005	2006	2007	2008	2009
\$8,820,530	\$9,080,789	\$8,082,518	\$8,683,408	\$6,927,352
28,683,794	29,539,127	31,189,244	34,302,781	32,717,128
2,725,304	2,640,996	3,011,837	2,635,833	2,319,113
4,099,421	4,341,592	5,088,227	4,416,618	4,088,119
4,549,461	5,242,138	6,444,432	5,986,163	4,988,742
8,044,762	5,382,724	5,382,362	5,175,752	4,937,607
2,320,928	1,803,562	2,011,188	1,797,223	1,391,995
2,052,654	2,036,100	1,731,279	1,841,454	1,691,303
<u>61,296,854</u>	<u>60,067,028</u>	<u>62,941,087</u>	<u>64,839,232</u>	<u>59,061,359</u>
35,317,274	35,421,943	35,483,116	38,277,473	29,632,664
60,371,316	56,941,632	62,949,988	66,837,931	57,846,530
14,290,977	14,681,886	15,708,740	15,364,817	15,812,619
13,290,251	10,907,317	11,573,839	11,550,867	11,640,859
<u>123,269,818</u>	<u>117,952,778</u>	<u>125,715,683</u>	<u>132,031,088</u>	<u>114,932,672</u>
<u>\$184,566,672</u>	<u>\$178,019,806</u>	<u>\$188,656,770</u>	<u>\$196,870,320</u>	<u>\$173,994,031</u>
\$4,087,855	\$4,055,289	\$3,972,931	\$3,768,171	\$3,582,518
3,257,631	3,461,051	3,390,761	2,854,823	2,989,428
1,198,995	926,474	907,533	1,172,884	1,010,294
703,926	1,109,876	1,087,336	696,461	520,120
3,850,748	2,431,163	2,381,789	5,072,561	5,193,803
1,383,310	972,465	952,715	974,008	929,203
568,897	905,584	887,193	250,713	260,472
479,153	291,740	285,815	0	0
6,563,223	7,719,161	6,684,403	7,182,857	6,094,561
1,962,756	918,278	2,492,177	2,769,036	1,036,590
<u>24,056,494</u>	<u>22,791,081</u>	<u>23,042,653</u>	<u>24,741,514</u>	<u>21,616,989</u>

(continued)

City of Hamilton

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

	2002	2003	2004
Business-type Activities:			
Charges for Services			
Gas Utility	21,456,192	25,722,341	24,322,105
Electric Utility	53,129,459	49,056,403	49,612,998
Water Utility	17,200,708	13,547,648	14,118,507
Wastewater Utility	12,057,899	11,282,116	11,084,644
Operating Grants and Contributions	17,149	102,851	57,739
Capital Grants and Contributions	0	456,976	199,152
<i>Total Business-type Activities Program Revenues</i>	<u>103,861,407</u>	<u>100,168,335</u>	<u>99,395,145</u>
<i>Total Primary Government Program Revenues</i>	<u>124,734,543</u>	<u>121,920,567</u>	<u>124,755,113</u>
Net (Expense)/Revenue			
Governmental Activities	(34,285,060)	(28,318,588)	(32,521,747)
Business-type Activities	4,390,576	877,198	1,698,023
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$29,894,484)</u>	<u>(\$27,441,390)</u>	<u>(\$30,823,724)</u>
General Revenues and Other Changes in Net Assets			
Governmental Activities:			
Income Taxes	\$19,156,557	\$20,449,696	\$22,166,068
Property and Other Local Taxes	5,135,368	6,555,179	7,209,615
Intergovernmental, Unrestricted	8,568,114	4,871,892	3,249,105
Investment Earnings	632,898	329,082	332,995
Loss on Disposal of Capital Assets	(1,070,847)	(1,143,604)	0
Miscellaneous	3,927,300	1,169,620	1,410,390
Transfers-Internal Activities	0	0	0
<i>Total Governmental Activities</i>	<u>36,349,390</u>	<u>32,231,865</u>	<u>34,368,173</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	0	0	0
Investment Earnings	1,423,837	769,239	820,707
All Other Revenues	246,870	359,280	0
Loss on Disposal of Capital Assets	(213,706)	(367,139)	0
Extraordinary Item	34,437,550	0	0
Transfers-Internal Activities	0	0	0
<i>Total Business-type Activities</i>	<u>35,894,551</u>	<u>761,380</u>	<u>820,707</u>
<i>Total Primary Government</i>	<u>\$72,243,941</u>	<u>\$32,993,245</u>	<u>\$35,188,880</u>
Change in Net Assets			
Governmental Activities	\$2,064,330	\$3,913,277	\$1,846,426
Business-type Activities	40,285,127	1,638,578	2,518,730
<i>Total Primary Government Change in Net Assets</i>	<u>\$42,349,457</u>	<u>\$5,551,855</u>	<u>\$4,365,156</u>

Source: City Records

City of Hamilton

2005	2006	2007	2008	2009
34,869,893	33,577,717	37,972,254	39,522,340	31,662,109
61,111,870	58,694,775	62,927,311	65,136,558	61,177,918
15,891,265	13,735,240	15,828,437	14,266,483	14,231,316
12,956,156	10,602,668	11,019,239	10,682,911	10,722,481
39,110	23,547	117,344	0	0
0	1,983,855	124,275	0	0
<u>124,868,294</u>	<u>118,617,802</u>	<u>127,988,860</u>	<u>129,608,292</u>	<u>117,793,824</u>
<u>148,924,788</u>	<u>141,408,883</u>	<u>151,031,513</u>	<u>154,349,806</u>	<u>139,410,813</u>
(37,240,360)	(37,275,947)	(39,898,434)	(40,097,718)	(37,444,370)
1,598,476	665,024	2,273,177	(2,422,796)	2,861,152
<u>(\$35,641,884)</u>	<u>(\$36,610,923)</u>	<u>(\$37,625,257)</u>	<u>(\$42,520,514)</u>	<u>(\$34,583,218)</u>
\$22,697,147	\$23,203,869	\$23,297,050	\$24,521,745	\$22,555,364
9,006,024	8,121,738	9,732,886	9,601,028	9,688,166
4,039,317	4,359,527	3,999,620	4,764,901	4,827,624
592,057	659,587	783,876	678,248	143,617
0	0	0	0	0
1,591,410	3,208,403	1,717,147	1,382,720	1,846,956
36,577	1,773,041	0	170,000	492,500
<u>37,962,532</u>	<u>41,326,165</u>	<u>39,530,579</u>	<u>41,118,642</u>	<u>39,554,227</u>
0	0	0	0	40,816
1,872,202	2,655,494	3,273,372	2,305,537	602,636
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
(36,577)	(1,773,041)	0	(170,000)	(492,500)
<u>1,835,625</u>	<u>882,453</u>	<u>3,273,372</u>	<u>2,135,537</u>	<u>150,952</u>
<u>\$39,798,157</u>	<u>\$42,208,618</u>	<u>\$42,803,951</u>	<u>\$43,254,179</u>	<u>\$39,705,179</u>
\$722,172	\$4,050,218	(\$367,855)	\$1,020,924	\$2,109,857
3,434,101	1,547,477	5,546,549	(287,259)	3,012,104
<u>\$4,156,273</u>	<u>\$5,597,695</u>	<u>\$5,178,694</u>	<u>\$733,665</u>	<u>\$5,121,961</u>

City of Hamilton

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

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund				
Reserved	\$293,771	\$477,806	\$875,275	\$531,779
Unreserved	<u>2,257,594</u>	<u>4,003,291</u>	<u>5,815,348</u>	<u>6,657,098</u>
<i>Total General Fund</i>	<u>2,551,365</u>	<u>4,481,097</u>	<u>6,690,623</u>	<u>7,188,877</u>
All Other Governmental Funds				
Reserved	5,234,225	4,118,573	3,086,912	6,884,996
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,975,175	2,342,695	3,025,532	2,511,970
Debt Service Funds	0	0	0	0
Capital Projects Funds	<u>(12,420,618)</u>	<u>(6,486,437)</u>	<u>(1,713,475)</u>	<u>836,008</u>
Total All Other Governmental Funds	<u>(5,211,218)</u>	<u>(25,169)</u>	<u>4,398,969</u>	<u>10,232,974</u>
<i>Total Governmental Funds</i>	<u>(\$2,659,853)</u>	<u>\$4,455,928</u>	<u>\$11,089,592</u>	<u>\$17,421,851</u>

Source: City Records

City of Hamilton

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$567,672	\$584,110	\$512,104	\$949,595	\$358,802	\$320,800
<u>7,293,591</u>	<u>7,463,154</u>	<u>5,821,858</u>	<u>3,650,400</u>	<u>2,393,672</u>	<u>2,234,918</u>
<u>7,861,263</u>	<u>8,047,264</u>	<u>6,333,962</u>	<u>4,599,995</u>	<u>2,752,474</u>	<u>2,555,718</u>
5,249,433	4,560,962	5,805,929	4,063,502	1,832,382	1,251,859
2,937,386	1,402,305	3,699,611	3,441,448	6,052,023	9,652,045
0	0	462,379	413,719	545,256	519,843
<u>64,988</u>	<u>(387,213)</u>	<u>(760,126)</u>	<u>(985,852)</u>	<u>(1,962,315)</u>	<u>4,592,911</u>
<u>8,251,807</u>	<u>5,576,054</u>	<u>9,207,793</u>	<u>6,932,817</u>	<u>6,467,346</u>	<u>16,016,658</u>
<u>\$16,113,070</u>	<u>\$13,623,318</u>	<u>\$15,541,755</u>	<u>\$11,532,812</u>	<u>\$9,219,820</u>	<u>\$18,572,376</u>

City of Hamilton

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

	2000	2001	2002	2003
Revenues:				
Taxes	\$23,062,302	\$24,005,767	\$24,358,609	\$26,880,596
Intergovernmental Revenues	12,240,002	12,013,269	12,638,337	14,232,422
Charges for Services	8,773,882	8,849,078	16,022,994	8,764,142
Licenses and Permits	960,091	1,312,984	1,371,041	1,644,438
Investment Earnings	1,179,433	925,442	628,542	331,305
Special Assessments	579,940	584,177	765,075	582,506
Fines and Forfeitures	1,171,498	1,147,797	1,209,648	1,462,186
All Other Revenue	894,362	1,313,400	1,270,750	1,322,329
Total Revenue	48,861,510	50,151,914	58,264,996	55,219,924
Expenditures:				
Current:				
General Government	6,708,512	8,380,787	9,763,073	6,849,565
Security of Persons and Property	22,349,299	22,798,051	26,944,009	25,020,605
Leisure Time Activities	1,599,615	1,415,071	2,278,148	2,287,623
Community Environment	3,640,741	3,746,743	4,204,163	4,726,538
Basic Utility Services	2,796,244	3,389,930	3,534,252	3,311,482
Transportation	3,350,283	2,730,692	3,939,065	3,385,373
Public Health and Welfare Services	1,215,849	2,161,815	3,691,879	1,187,802
Capital Outlay	11,026,133	21,841,830	2,263,607	2,618,713
Debt Service:				
Principal Retirement	569,230	736,816	1,155,000	1,550,000
Interest and Fiscal Charges	895,552	1,146,408	2,176,035	1,849,261
Total Expenditures	54,151,458	68,348,143	59,949,231	52,786,962
Excess (Deficiency) of Revenues Over Expenditures	(5,289,948)	(18,196,229)	(1,684,235)	2,432,962

City of Hamilton

2004	2005	2006	2007	2008	2009
\$28,202,670	\$30,698,503	\$31,875,087	\$32,477,358	\$33,726,071	\$32,187,244
14,657,215	12,670,971	10,862,027	12,114,525	13,577,781	13,171,624
9,284,129	10,493,927	11,198,175	11,663,269	12,113,048	11,940,972
1,692,128	1,669,710	1,616,785	1,617,944	928,440	900,996
331,725	592,606	1,029,667	1,207,785	678,248	143,617
524,335	551,213	541,788	579,531	646,254	515,488
1,320,913	1,309,135	1,308,179	1,169,628	1,101,672	1,080,015
2,461,100	1,917,975	2,942,798	1,417,602	1,336,575	2,041,280
<u>58,474,215</u>	<u>59,904,040</u>	<u>61,374,506</u>	<u>62,247,642</u>	<u>64,108,089</u>	<u>61,981,236</u>
6,771,561	7,858,380	8,675,905	7,374,610	7,448,102	6,203,443
26,005,766	28,348,718	29,379,866	30,438,704	32,092,050	31,100,200
2,212,104	2,492,608	2,414,964	2,792,748	2,369,005	2,059,769
7,003,217	4,186,858	4,343,714	5,089,993	4,185,051	4,114,757
3,237,936	4,533,336	5,248,571	6,465,442	5,761,957	4,879,843
3,288,729	4,038,465	3,527,957	3,443,964	2,900,974	2,650,327
2,225,705	2,366,475	1,796,070	2,020,528	1,755,859	1,356,162
5,757,861	5,900,827	2,965,518	6,522,370	6,392,174	2,084,004
1,798,770	1,857,000	1,862,000	1,885,000	1,997,000	2,045,000
1,852,238	1,991,616	1,982,479	1,674,562	1,791,973	1,679,943
<u>60,153,887</u>	<u>63,574,283</u>	<u>62,197,044</u>	<u>67,707,921</u>	<u>66,694,145</u>	<u>58,173,448</u>
(1,679,672)	(3,670,243)	(822,538)	(5,460,279)	(2,586,056)	3,807,788

(Continued)

City of Hamilton

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

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	0	0	3,806,770
Sale of Capital Assets	828,420	338,600	294,906	130,496
Other Financing Uses	0	0	0	(34,800)
General Obligation Bonds and Notes Issued	690,000	23,680,000	7,935,000	0
Premium on General Obligation Bonds	0	0	0	0
Discount on General Obligation Bonds	0	0	0	0
Refunding General Obligation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	(767,700)	0
Transfers In	4,216,622	10,087,647	15,188,910	9,899,079
Transfers Out	(4,181,019)	(10,173,140)	(15,188,910)	(9,899,079)
Total Other Financing Sources (Uses)	<u>1,554,023</u>	<u>23,933,107</u>	<u>7,462,206</u>	<u>3,902,466</u>
Net Change in Fund Balance	<u>(\$3,735,925)</u>	<u>\$5,736,878</u>	<u>\$5,777,971</u>	<u>\$6,335,428</u>
Debt Service as a Percentage of Noncapital Expenditures	3.11%	4.20%	5.74%	6.46%

Source: City Records

City of Hamilton

2004	2005	2006	2007	2008	2009
0	0	218,000	365,000	0	0
357,043	898,387	756,038	1,087,495	86,580	61,196
0	0	0	0	0	0
0	245,000	0	0	0	4,920,000
0	0	0	0	0	142,501
0	0	0	0	0	(42,930)
0	0	0	0	0	2,235,000
0	0	0	0	0	(2,257,022)
4,397,327	4,847,172	13,537,743	6,447,505	7,003,332	11,407,779
(4,397,327)	(4,810,595)	(11,764,702)	(6,447,505)	(6,833,332)	(10,915,279)
<u>357,043</u>	<u>1,179,964</u>	<u>2,747,079</u>	<u>1,452,495</u>	<u>256,580</u>	<u>5,551,245</u>
<u>(\$1,322,629)</u>	<u>(\$2,490,279)</u>	<u>\$1,924,541</u>	<u>(\$4,007,784)</u>	<u>(\$2,329,476)</u>	<u>\$9,359,033</u>
6.11%	6.19%	6.53%	5.83%	6.04%	6.58%

City of Hamilton

Assessed Valuations and Estimated True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years

Collection Year	2000	2001	2002	2003
Real Property				
Assessed	\$657,229,440	\$674,764,310	\$690,521,670	\$812,598,300
Actual	1,877,798,400	1,927,898,029	1,972,919,057	2,321,709,429
Public Utility				
Assessed	21,454,090	18,059,140	16,165,160	13,814,790
Actual	21,454,090	18,059,140	16,165,160	13,814,790
Tangible Personal Property				
Assessed	108,159,070	111,312,933	112,737,677	80,444,805
Actual	432,636,280	445,251,732	450,950,708	321,779,220
Total				
Assessed	786,842,600	804,136,383	819,424,507	906,857,895
Actual	2,331,888,770	2,391,208,901	2,440,034,925	2,657,303,439
Assessed Value as a Percentage of Actual Value	33.74%	33.63%	33.58%	34.13%
Total Direct Tax Rate	\$5.06	\$5.06	\$5.12	\$6.80

Source: Butler County Auditor

* Reappraisal

** Update

City of Hamilton

2004	2005	2006	2007	2008	2009
\$807,683,940	\$807,728,570	\$880,671,170	\$894,319,760	\$903,465,830	\$950,209,310
2,307,668,400	2,307,795,914	2,516,203,343	2,555,199,314	2,581,330,943	2,714,883,743
13,358,440	12,942,330	11,724,950	7,410,550	3,167,600	2,719,800
13,358,440	12,942,330	11,724,950	7,410,550	3,167,600	2,719,800
77,433,709	73,731,244	72,654,723	50,884,160	38,617,646	0
309,734,836	294,924,976	290,618,892	203,536,640	154,470,584	0
898,476,089	894,402,144	965,050,843	952,614,470	945,251,076	952,929,110
2,630,761,676	2,615,663,220	2,818,547,185	2,766,146,504	2,738,969,127	2,717,603,543
34.15%	34.19%	34.24%	34.44%	34.51%	35.07%
\$7.16	\$7.16	\$7.16	\$7.16	\$7.16	\$7.16

City of Hamilton

*Direct and Overlapping Property Tax Rates
Last Ten Calendar Years*

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Direct Rates						
General Fund	4.21	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.25	0.25	0.31	0.31	0.35	0.35
Police / Fire-EMS Levies	0.00	0.00	0.00	1.68	2.00	2.00
Total Direct Rate	<u>5.06</u>	<u>5.06</u>	<u>5.12</u>	<u>6.80</u>	<u>7.16</u>	<u>7.16</u>
Overlapping Rates						
Hamilton City School District	48.21	48.21	48.21	48.21	48.21	48.21
Butler County	8.45	8.44	8.75	8.75	8.74	8.74

Source: County Auditor

(1) - Levied by the City for the benefit of the Miami Conservancy District

Note: Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

City of Hamilton

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
4.21	4.21	4.21	4.21
0.30	0.30	0.30	0.30
0.30	0.30	0.30	0.30
0.35	0.35	0.35	0.35
<u>2.00</u>	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>
7.16	7.16	7.16	7.16
48.01	53.42	53.42	53.42
9.44	10.95	10.45	10.45



City of Hamilton

Principal Property Tax Payers Current Year and Nine Years Ago

Tax Payer	Nature of Business	2009	
		Assessed Value	Percentage of Total Assessed Value
Tippman Realty PRT	Real Estate	\$5,972,770	0.63%
Shadow Creek Apts	Real Estate	5,126,050	0.54%
Colonial Senior Services	Healthcare	4,585,040	0.48%
AHP-Knollwood Crossing	Real Estate	4,403,310	0.46%
Pedcor Investments	Investments	4,006,940	0.42%
Hamilton Plaza LLC ETAL	Real Estate	3,444,120	0.36%
Hatteras Properties	Real Estate	3,307,570	0.35%
Meijer Stores LTD PRT	Retail	3,535,010	0.37%
VCG-Hamilton Crossings	Real Estate	3,079,320	0.32%
SD Country Walk Sub LLC	Real Estate	2,939,120	0.31%
	Sub-Total	40,399,250	4.24%
	All Others	912,529,860	95.76%
	Total	<u>\$952,929,110</u>	<u>100.00%</u>

Tax Payer	Nature of Business	2000	
		Assessed Value	Percentage of Total Assessed Value
US Plywood - Champion	Manufacturing	\$31,824,920	4.00%
Cincinnati Bell Telephone	Utility	10,243,360	1.30%
Thaneland Corporation	Manufacturing	9,228,990	1.17%
International Paper Company	Manufacturing	8,534,740	1.08%
Meijer, Inc.	Retail	7,186,420	0.91%
Cincinnati Gas & Electric	Utility	5,825,440	0.74%
Berkely Square	Retirement Community	5,074,110	0.64%
Mosler, Inc.	Manufacturing	4,805,300	0.61%
First National Bank	Financial Institution	4,508,830	0.57%
Ohio Casualty Company	Insurance	4,492,250	0.57%
	Sub-Total	91,724,360	11.62%
	All Others	695,118,240	88.38%
	Total	<u>\$786,842,600</u>	<u>100.00%</u>

Source: County Auditor

City of Hamilton

Income Tax Collection Receipts by Fund

(Cash Basis of Accounting)

Last Ten Calendar Years

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
General Fund (1)	\$15,999,528	\$15,978,811	\$15,322,785	\$15,652,544
Public Safety / Health Income Tax Fund (2)	2,580,569	2,577,228	2,471,417	2,524,604
Hamilton Capital Improvement Fund (3)	206,445	2,061,782	1,977,134	2,019,683
Total	<u>\$20,644,552</u>	<u>\$20,617,821</u>	<u>\$19,771,336</u>	<u>\$20,196,831</u>
 Income Tax Rate (4)	 2.00	 2.00	 2.00	 2.00

Source: City Records

(1) - Equates to 1.55% of 2.00% total rate, or 77.50% of total collections

(2) - Equates to 0.25% of 2.00% total rate, or 12.50% of total collections

(3) - Equates to 0.20% of 2.00% total rate, or 10.00% of total collections

(4) - Effective Dates of Levy: 0.80%

* - Voter Approved 0.20%

0.50%

0.25%

0.25%

2.00%

Note: Increases in the income tax rate requires voter approval.

City of Hamilton

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$16,599,420	\$17,218,512	\$17,702,447	18,240,349	\$18,623,279	\$17,656,771
2,677,326	2,798,598	2,882,087	2,971,408	3,034,120	2,877,197
2,141,861	2,239,406	2,305,669	2,377,126	2,427,386	2,301,757
<u>\$21,418,607</u>	<u>\$22,256,516</u>	<u>\$22,890,203</u>	<u>\$23,588,883</u>	<u>\$24,084,785</u>	<u>\$22,835,725</u>
2.00	2.00	2.00	2.00	2.00	2.00



City of Hamilton

*Principal Income Taxpayers
(Cash Basis of Accounting)
Current Year and Nine Years Ago*

Name	Nature of Business	2009 Rank
Butler County	Government	1
Board of Education	Education	2
Fort Hamilton Hospital	Healthcare	3
City of Hamilton	Government	4
Liberty Mutual	Insurance	5
Smart Papers LLC	Manufacturing	6
GE Engine Service, Inc.	Manufacturing	7
Miami University	Education	8
Valeo Climate Control	Manufacturing	9
Kroger Ltd Partnership	Retail	10

Employer	Nature of Business	2000 Rank
Champion International Corporation	Manufacturing	1
Butler County	Government	2
Hamilton City School System	Education	3
City of Hamilton	Government	4
Fort Hamilton Hospital	Healthcare	5
Mercy Health Hospital	Healthcare	6
OHIO Casualty Company	Insurance	7
GE Engine Service, Inc.	Manufacturing	8
Mosler Inc.	Manufacturing	9
Valeo Climate Control	Manufacturing	10

Source: City Records

Note: Due to legal restrictions and confidentiality requirements, the City cannot disclose the amount of withholdings by taxpayer.

City of Hamilton

Ratio of Outstanding Debt By Type Last Ten Years

	2000	2001	2002	2003
Governmental Activities (1)				
General Obligation Bonds Payable	\$3,640,000	\$25,755,000	\$34,165,000	\$36,490,000
Special Revenue Notes Payable	140,000	3,420,000	0	3,300,000
Capital Projects Notes Payable	10,725,000	7,153,000	2,925,000	2,700,000
Special Assessments Notes Payable	2,710,000	1,835,000	475,000	0
Special Assessment Bonds Payable	2,096,816	2,925,000	3,170,000	3,101,770
Business-type Activities (1)				
Water Revenue Bonds Payable	\$51,876,989	\$50,683,409	\$12,940,000	\$12,440,000
General Obligation Bonds Payable	2,769,659	2,600,807	0	0
OWDA Loans	8,643,328	8,159,483	7,712,448	0
Line of Credit Payable	0	0	0	0
Gas Bonds Payable	16,991,674	16,396,990	16,275,000	13,680,000
Enterprise Notes Payable	900,000	0	0	2,750,000
Electric Revenue Bonds Payable	194,438,680	190,985,157	184,360,000	178,935,000
Wastewater Bonds Payable	29,529,304	28,784,138	28,180,000	27,350,000
Total Primary Government	\$324,461,450	\$338,697,984	\$290,202,448	\$280,746,770
Population (2)				
City of Hamilton	60,690	60,690	60,690	60,690
Outstanding Debt Per Capita	\$5,346	\$5,581	\$4,782	\$4,626
Income (3)				
Personal (in thousands)	1,709,455	1,754,062	1,778,885	1,823,552
Percentage of Personal Income	18.98%	19.31%	16.31%	15.40%

Source: City Records

City of Hamilton

2004	2005	2006	2007	2008	2009
\$35,070,000	\$33,605,000	\$32,090,000	\$30,525,000	\$28,815,000	\$31,960,000
3,600,000	4,650,000	3,075,000	2,540,000	1,930,000	0
2,990,000	3,525,000	3,255,000	3,495,000	5,565,000	0
0	500,000	525,000	400,000	103,000	575,000
2,723,000	2,576,000	2,447,000	2,492,000	2,205,000	1,935,000
\$11,930,000	\$11,410,000	\$10,880,000	\$10,335,000	\$9,775,000	\$27,785,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	8,000,000	0
12,725,000	11,755,000	10,755,000	9,730,000	8,675,000	12,090,000
5,550,000	19,650,000	17,910,000	21,720,000	33,075,000	0
173,330,000	167,545,000	161,570,000	155,395,000	149,020,000	175,575,000
26,485,000	23,630,000	22,660,000	21,660,000	20,630,000	33,160,000
<u>\$274,403,000</u>	<u>\$278,846,000</u>	<u>\$265,167,000</u>	<u>\$258,292,000</u>	<u>\$267,793,000</u>	<u>\$283,080,000</u>
60,690	60,690	60,690	60,690	60,690	60,690
\$4,521	\$4,595	\$4,369	\$4,256	\$4,412	\$4,664
1,880,055	1,950,455	2,010,660	2,054,235	2,180,045	2,180,045
14.60%	14.30%	13.19%	12.57%	12.28%	12.99%

City of Hamilton

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2000	2001	2002	2003
Population (1)	60,690	60,690	60,690	60,690
Assessed Value (2)	\$786,842,600	\$804,136,383	\$819,424,507	\$906,857,895
General Bonded Debt (3)				
General Obligation Bonds	\$3,640,000	\$25,755,000	\$34,165,000	\$36,490,000
Special Assessment Bonds	2,096,816	2,925,000	3,170,000	3,101,770
Total General Bonded Debt	<u>\$5,736,816</u>	<u>\$28,680,000</u>	<u>\$37,335,000</u>	<u>\$39,591,770</u>
Ratio of Net Bonded Debt to Estimated Actual Value	0.73%	3.57%	4.56%	4.37%
Net Bonded Debt per Capita	\$94.53	\$472.57	\$615.18	\$652.36

Source:

- (1) U.S. Bureau of Census of Population
- (2) Butler County Auditor
- (3) Includes all general obligation bonded debt supported by property taxes.

City of Hamilton

2004	2005	2006	2007	2008	2009
60,690	60,690	60,690	60,690	60,690	60,690
\$898,476,089	\$894,402,144	\$965,050,843	\$952,614,470	\$945,251,076	\$952,929,110
\$35,070,000	\$33,605,000	\$32,090,000	\$30,525,000	\$28,815,000	\$31,960,000
2,723,000	2,576,000	2,447,000	2,492,000	2,205,000	1,935,000
\$37,793,000	\$36,181,000	\$34,537,000	\$33,017,000	\$31,020,000	\$33,895,000
4.21%	4.05%	3.58%	3.47%	3.28%	3.56%
\$622.72	\$596.16	\$569.07	\$544.03	\$511.12	\$558.49



City of Hamilton

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

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Hamilton</u>	<u>Amount Applicable to the City of Hamilton</u>
Direct:			
City of Hamilton	\$34,470,000	100.00%	\$34,470,000
Overlapping:			
Butler County	122,231,687	11.95%	14,606,687
Hamilton City School District	105,625,000	97.32%	102,794,250
Talawanda School District	8,120,000	5.58%	453,096
New Miami Local School District	1,593,000	0.40%	6,372
Ross Local School District	20,595,000	0.50%	102,975
		Subtotal	<u>117,963,380</u>
		Total	<u><u>\$152,433,380</u></u>

Source: Ohio Municipal Advisory Council

City of Hamilton

Debt Limitations Last Ten Years

Collection Year	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$786,842,600	\$804,136,383	\$819,424,507	\$906,857,895
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	82,618,473	84,434,320	86,039,573	95,220,079
City Debt Outstanding (2)	14,505,000	13,938,000	9,540,000	12,565,000
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>14,505,000</u>	<u>13,938,000</u>	<u>9,540,000</u>	<u>12,565,000</u>
Overall Legal Debt Margin	<u><u>\$68,113,473</u></u>	<u><u>\$70,496,320</u></u>	<u><u>\$76,499,573</u></u>	<u><u>\$82,655,079</u></u>
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$786,842,600	\$804,136,383	\$819,424,507	\$906,857,895
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	43,276,343	44,227,501	45,068,348	49,877,184
City Debt Outstanding (2)	14,505,000	13,938,000	9,540,000	12,565,000
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>14,505,000</u>	<u>13,938,000</u>	<u>9,540,000</u>	<u>12,565,000</u>
Overall Legal Debt Margin	<u><u>\$28,771,343</u></u>	<u><u>\$30,289,501</u></u>	<u><u>\$35,528,348</u></u>	<u><u>\$37,312,184</u></u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: City Records

City of Hamilton

2004	2005	2006	2007	2008	2009
\$898,476,089	\$894,402,144	\$965,050,843	\$952,614,470	\$945,251,076	\$952,929,110
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
94,339,989	93,912,225	101,330,339	100,024,519	99,251,363	100,057,557
9,789,000	41,248,235	37,957,621	36,146,281	35,764,744	31,440,157
0	0	0	0	0	0
9,789,000	41,248,235	37,957,621	36,146,281	35,764,744	31,440,157
\$84,550,989	\$52,663,990	\$63,372,718	\$63,878,238	\$63,486,619	\$68,617,400
\$898,476,089	\$894,402,144	\$965,050,843	\$952,614,470	\$945,251,076	\$952,929,110
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
49,416,185	49,192,118	53,077,796	52,393,796	51,988,809	52,411,101
9,789,000	41,248,235	37,957,621	36,146,281	35,764,744	31,440,157
0	0	0	0	0	0
9,789,000	41,248,235	37,957,621	36,146,281	35,764,744	31,440,157
\$39,627,185	\$7,943,883	\$15,120,175	\$16,247,515	\$16,224,065	\$20,970,944

City of Hamilton

Pledged Revenue Coverage Last Ten Years

	2000	2001	2002	2003
Water System Revenue Bonds				
Gross Revenues (1)	\$16,850,978	\$17,415,954	\$17,805,870	\$14,464,401
Direct Operating Expenses (2)	8,836,068	9,073,991	9,077,809	8,880,858
Net Revenue Available for Debt Service	8,014,910	8,341,963	8,728,061	5,583,543
Annual Debt Service Requirement	4,270,489	4,375,033	3,103,139	1,007,114
Coverage	1.88	1.91	2.81	5.54
Wastewater System Revenue Bonds				
Gross Revenues (1)	\$12,676,574	\$12,410,728	\$12,599,192	\$11,884,710
Direct Operating Expenses (2)	7,891,123	7,815,190	7,836,155	7,809,274
Net Revenue Available for Debt Service	4,785,451	4,595,538	4,763,037	4,075,436
Annual Debt Service Requirement	2,101,003	2,139,291	2,219,758	2,276,583
Coverage	2.28	2.15	2.15	1.79
Gas System Revenue Bonds				
Gross Revenues (1)	\$23,638,431	\$31,784,477	\$22,627,373	\$27,950,700
Direct Operating Expenses (2)	20,683,361	25,467,356	19,456,357	23,338,504
Net Revenue Available for Debt Service	2,955,070	6,317,121	3,171,016	4,612,196
Annual Debt Service Requirement	1,751,866	1,403,844	1,472,941	1,113,021
Coverage	1.69	4.50	2.15	4.14
Electric System Revenue Bonds				
Gross Revenues (1)	\$49,147,330	\$52,584,410	\$54,261,126	\$49,407,634
Direct Operating Expenses (2)	27,817,326	34,295,218	34,813,408	33,542,273
Net Revenue Available for Debt Service	21,330,004	18,289,192	19,447,718	15,865,361
Annual Debt Service Requirement	14,536,132	14,813,659	12,830,152	13,610,043
Coverage	1.47	1.23	1.52	1.17
Special Assessment Bonds				
Special Assessment Collections	\$471,352	\$520,791	\$519,757	\$519,929
Debt Service				
Principal	304,230	288,784	275,000	395,000
Interest	77,162	103,071	150,476	137,680
Coverage	1.24	1.33	1.22	0.98

(1) Gross revenues include operating revenues plus interest income.

(2) Direct operating expenses include operating expenses less depreciation.

Source: City Records

City of Hamilton

2004	2005	2006	2007	2008	2009
\$14,194,267	\$14,477,037	\$14,980,733	\$15,618,225	\$14,753,151	\$14,365,405
9,615,956	9,942,278	11,035,787	11,278,031	11,625,041	11,794,753
4,578,311	4,534,759	3,944,946	4,340,194	3,128,110	2,570,652
1,007,114	1,006,914	1,005,474	1,007,224	1,006,964	1,009,324
4.55	4.50	3.92	4.31	3.11	2.55
\$10,666,399	\$12,943,233	\$10,784,184	\$11,086,222	\$11,151,093	\$10,835,332
7,434,951	7,372,609	7,373,360	7,838,546	8,252,037	8,150,313
3,231,448	5,570,624	3,410,824	3,247,676	2,899,056	2,685,019
2,275,153	2,056,197	2,058,590	2,059,490	2,059,490	2,056,015
1.42	2.71	1.66	1.58	1.41	1.31
\$28,782,604	\$33,967,409	\$40,216,803	\$38,699,384	\$39,980,359	\$31,795,459
24,856,014	32,111,986	32,442,221	32,703,906	35,686,059	27,095,082
3,926,590	1,855,423	7,774,582	5,995,478	4,294,300	4,700,377
1,493,213	1,489,113	1,490,012	1,492,513	1,491,762	1,490,112
2.63	1.25	5.22	4.02	2.88	3.15
\$52,327,108	\$59,628,880	\$59,863,468	\$63,779,353	\$66,029,226	\$61,400,264
37,116,049	41,916,192	39,719,528	46,588,939	48,905,823	39,290,578
15,211,059	17,712,688	20,143,940	17,190,414	17,123,403	22,109,686
11,721,429	9,034,766	13,007,773	13,037,485	13,046,060	13,052,060
1.30	1.96	1.55	1.32	1.31	1.69
\$519,068	\$529,781	\$378,938	\$434,437	\$562,053	\$343,711
378,770	392,000	347,000	320,000	287,000	270,000
142,085	124,994	121,859	121,101	127,757	111,863
1.00	1.02	0.81	0.98	1.36	0.90

City of Hamilton

Demographic and Economic Statistics Last Ten Years

Calendar Year	2000	2001	2002	2003
Population (1)				
City of Hamilton	60,690	60,690	60,690	60,690
Butler County	332,807	332,807	332,807	332,807
Income (2) (a)				
Total Personal (in thousands)	1,709,455	1,754,062	1,778,885	1,823,552
Per Capita	28,167	28,902	29,311	30,047
Unemployment Rate (3)				
Federal	4.9%	4.5%	4.2%	3.8%
State	4.6%	4.3%	4.3%	3.7%
Butler County	3.0%	3.3%	4.3%	4.0%
Civilian Work Force Estimates (3)				
State	5,678,000	5,749,000	5,900,400	5,857,000
Butler County	189,300	196,200	197,800	203,700

Sources:

(1) US Bureau of Census of Population

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

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

US Department of Commerce, Bureau of Economic Analysis information is only available through 2008, for the presentation of 2008 and 2009 statistics, the City is using the latest information available.

(3) State Department of Labor Statistics

City of Hamilton

2004	2005	2006	2007	2008	2009
60,690	60,690	60,690	60,690	60,690	60,690
332,807	332,807	332,807	332,807	332,807	332,807
1,880,055	1,950,455	2,010,660	2,054,235	2,180,045	2,180,045
30,978	32,138	33,130	33,848	35,921	35,921
4.8%	5.8%	6.0%	5.5%	5.8%	10.0%
4.3%	5.7%	6.1%	6.0%	6.6%	10.8%
4.3%	5.4%	5.6%	5.1%	5.9%	9.9%
5,828,000	5,915,000	5,875,300	5,900,400	5,986,400	5,970,200
183,300	185,300	189,700	190,800	191,700	191,700

City of Hamilton

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2009		
		Number of Employees	Rank	Percentage of Total Employment
Ft. Hamilton Hospital	Healthcare	1,250	1	4.25%
Hamilton City School District	Education	1,250	2	4.25%
Butler County	Government	900	3	3.06%
City of Hamilton	Government	700	4	2.38%
First Financial Bank	Financial	400	5	1.36%
Meijer	Retail	325	6	1.11%
Ohio Casualty Group/Liberty Mutual	Insurance	300	7	1.02%
The Kroger Company	Retail	300	8	1.02%
GE Aviation	Manufacturing	250	9	0.85%
Smart Papers LLC	Manufacturing	200	10	0.68%
Total		5,875		19.98%
Total Employment within the City		29,400		

Employer	Nature of Business	2000		
		Number of Employees	Rank	Percentage of Total Employment
Ft. Hamilton Hospital	Healthcare	1,100	1	3.92%
Champion/International Paper	Manufacturing	1,080	2	3.85%
Hamilton City School District	Education	1,070	3	3.82%
Butler County	Government	900	4	3.21%
City of Hamilton	Government	716	5	2.55%
Mercy Health Partners	Healthcare	625	6	2.23%
First Financial Bank	Financial	400	7	1.43%
Meijer	Retail	325	8	1.16%
Valeo Climate Control	Manufacturing	315	9	1.12%
Ohio Casualty Group/Liberty Mutual	Insurance	300	10	1.07%
Total		6,831		24.36%
Total Employment within the City		28,047		

Source: City Records

City of Hamilton

Full Time Equivalent Employees by Function Last Four Years

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental Activities				
General Government				
City Administration	25.00	34.00	28.00	21.00
Engineering	24.00	20.00	18.00	17.00
Municipal Court	30.00	28.00	27.00	28.00
Information Technology	17.00	18.00	15.00	10.00
Finance	39.00	43.00	37.00	35.00
Security of Persons and Property				
Police	159.00	174.00	167.00	147.00
Fire	113.00	116.00	108.00	107.00
Public Health and Welfare Services				
Health	20.00	21.00	16.00	15.00
Leisure Time Activities				
Parks and Recreation	27.00	27.00	27.00	22.00
Community Environment				
Planning and Zoning	22.00	23.00	23.00	25.00
Transportation				
Street	49.00	47.00	48.00	52.00
Business-Type Activities				
Utilities				
Gas	17.00	17.00	22.00	24.00
Electric	113.00	111.00	118.00	110.00
Water	35.00	32.00	32.00	34.00
Wastewater	26.00	28.00	24.00	23.00
Utility Customer Service	30.00	30.00	28.00	29.00
<i>Total Employees</i>	<u>746.00</u>	<u>769.00</u>	<u>738.00</u>	<u>699.00</u>

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

Source: City Records

Information is not available in this format for years prior to 2006

City of Hamilton

Operating Indicators by Function Last Ten Years

	2000	2001	2002	2003
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	385	339	392	492
Building Permits Issued - Commercial	366	326	329	399
Security of Persons and Property				
Police				
Misdemeanor Arrests	8,955	6,066	5,053	4,719
Felony Arrests	2,528	1,218	2,623	2,501
Traffic Citations Issued	14,664	15,240	14,711	14,188
Parking Tickets Written	2,157	2,545	1,914	1,949
Fire / Emergency Medical Services				
Number of Calls Answered	9,243	9,462	9,370	9,824
Number of Inspections	2,423	2,657	1,916	1,983
Number of Emergency Medical Calls	N/A	N/A	N/A	N/A
Transportation				
Street				
Street Resurfacing (Center Line miles)	6.44	1.42	0.70	6.70
Parking				
Parking Levels	5.00	5.00	6.50	6.50
Parking Spaces	555	756	758	752
Average Daily Cars Parked	236	439	376	604
Parking / Meters - On Street and Lots	993	944	963	977
Public Works				
Refuse Collection				
Refuse Collected (tons)	N/A	N/A	N/A	24,317
Recyclables Collected (tons)	N/A	N/A	N/A	1,521
Leisure Time Activities				
Parks and Recreation				
Athletic Field Permits Issued	N/A	N/A	N/A	N/A
Public Health and Welfare Services				
Health Care				
Number of Patient Beds	407	407	307	307

City of Hamilton

2004	2005	2006	2007	2008	2009
438	306	387	239	234	434
479	341	355	251	427	371
6,399	7,831	8,400	7,534	6,778	8,774
1,317	1,474	1,621	2,302	942	2,041
14,208	15,232	14,335	6,418	7,050	6,273
1,989	1,766	1,231	767	1,157	766
10,637	10,347	10,523	10,687	11,870	11,326
2,072	2,132	2,157	2,203	596	2,156
8,293	8,299	8,292	8,536	8,836	8,691
5.20	1.20	4.60	2.14	4.68	3.57
6.50	6.50	6.50	6.50	6.50	6.50
752	752	752	752	752	751
589	604	575	560	550	412
977	972	892	836	836	836
23,761	26,779	27,638	25,387	25,807	26,493
1,529	1,815	1,683	1,547	1,587	1,842
N/A	N/A	55	61	128	94
307	157	282	318	288	320

(Continued)

City of Hamilton

Operating Indicators by Function Last Ten Years

	2000	2001	2002	2003
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	11,690	9,867	10,389	10,807
Peak Daily Consumption (100 cubic feet)	32,041	25,980	25,600	30,654
Electric				
Peak Demand (MW)	134.0	149.0	147.3	143.0
Energy Requirement (MWh)	642,756	651,100	669,608	663,338
Total System Sales (MWh)	N/A	N/A	636,127	622,655
Total Residential Customers	N/A	N/A	24,944	25,341
Total Commercial Customers	N/A	N/A	3,036	3,068
Water				
New Service Connections	N/A	N/A	N/A	N/A
Water Main Breaks	N/A	N/A	N/A	N/A
Average Daily Consumption (thousands of gallons)	16,044	16,079	18,620	17,593
Peak Daily Consumption (thousands of gallons)	28,273	28,836	35,675	28,344
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	20.6	18.8	20.3	20.5

Source: City Records

N/A = Information Not Available

City of Hamilton

2004	2005	2006	2007	2008	2009
9,950	9,854	9,237	9,114	9,176	8,694
29,582	26,114	24,325	29,992	29,415	33,457
144.1	166.0	157.0	165.0	148.0	146.0
645,131	706,381	638,652	664,687	658,776	626,161
611,560	613,772	585,791	630,596	623,351	592,956
25,578	25,253	25,974	26,398	26,481	26,345
3,033	3,025	3,060	3,019	3,000	2,905
N/A	N/A	9	122	52	8
N/A	N/A	57	88	94	71
17,254	19,159	19,757	21,256	18,053	16,957
28,666	28,653	32,266	35,197	22,723	22,755
17.2	15.3	16.4	16.2	16.2	12.5

City of Hamilton

Capital Asset Statistics by Function Last Ten Years

	2000	2001	2002	2003
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.52	21.52	21.55	21.56
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	51	38	38	40
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	201.30	203.70	204.80	206.80
Street Lights	9,015	9,015	9,015	9,015
Traffic Signals	97	97	97	97
Parking				
Off street Parking Garages	1	2	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	56	56	56	56
Park Area (acres)	1,320	1,320	1,320	1,320
Playgrounds	N/A	N/A	N/A	N/A
Ball Fields				
Lighted	7	8	9	9
Unlighted	34	34	34	34
Tennis Courts				
Lighted	2	2	2	2
Unlighted	6	6	6	6
Swimming Pools	5	5	5	5
Golf Courses	2	2	2	2
Skateboard Park	N/A	N/A	N/A	N/A
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	2	2	1	1

City of Hamilton

2004	2005	2006	2007	2008	2009
21.56	21.56	21.56	21.56	21.57	21.62
1	1	1	1	1	1
40	40	40	39	44	44
6	6	6	6	6	6
209.90	213.40	215.90	216.00	216.20	216.20
12,000	9,000	9,000	6,966	6,978	6,963
97	97	97	98	98	98
2	2	2	2	2	2
56	56	55	55	52	52
1,320	1,320	1,300	1,300	1,300	1,300
N/A	N/A	25	25	24	24
9	9	9	9	9	9
34	34	34	34	34	34
2	2	2	2	2	2
6	6	6	6	6	6
5	5	5	3	1	1
2	2	2	2	2	2
1	1	1	1	1	1
1	1	1	1	1	1
1	1	2	2	2	2

(Continued)

City of Hamilton

Capital Asset Statistics by Function Last Ten Years

	2000	2001	2002	2003
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	34	34	46	46
Waterlines (Miles)	246.9	250.3	251.7	254.0
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	320	320	320	320
Sanitary Sewerlines (Miles)	218.0	220.6	221.6	223.5
Storm Drains (Miles)	142.6	144.7	145.7	147.5

Source: City Records

City of Hamilton

2004	2005	2006	2007	2008	2009
2	2	2	2	2	2
46	46	46	46	46	46
261.3	264.3	267.3	267.4	267.4	267.4
1	1	1	1	1	1
320	320	320	320	320	320
227.5	233.0	236.3	236.4	236.8	236.8
151.8	155.2	157.1	158.3	158.5	158.5





Mary Taylor, CPA
Auditor of State

CITY OF HAMILTON

BUTLER 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
JULY 27, 2010