



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON INTERNAL CONTROL
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

City of Troy
Miami County
100 South Market Street
P. O. Box 3003
Troy, Ohio 45373

To the Honorable Mayor and City Council:

We have audited the financial statements of the City of Troy, Miami County, (the City), as of and for the year ended December 31, 1999, and have issued our report thereon dated April 11, 2000. We did not audit the financial statements of the Water and Sanitary Sewer Funds, which represent 94 percent and 88 percent, respectively, of the assets and revenues of the Enterprise Fund type. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts presented for the Water and Sanitary Sewer Funds, is based on the report of the other auditors. The financial statements of the Water and Sanitary Sewer funds were not audited by the other auditors in accordance with *Government Auditing Standards*. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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 grants, 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated April 11, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated April 11, 2000.

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

Jim Petro
Auditor of State

April 11, 2000

CITY OF TROY, OHIO

**Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 1999**

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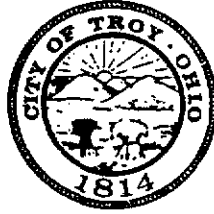
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TRANSMITTAL LETTER

The Transmittal Letter is a nontechnical narrative which explains the legal and policy reasons for the publication of Comprehensive Annual Financial Report and discusses its substantive highlights.

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City of Troy, Ohio



April 27, 2000

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

The Comprehensive Annual Financial Report of the City of Troy, Ohio, for the fiscal year ended December 31, 1999, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures rests with the government. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various fund and account groups of the government. All disclosures necessary to enable the reader to gain an understanding of the government's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory section includes this transmittal letter, the government's organizational chart and a list of principal officials. The Financial section includes the general purpose financial statements and the combining and account group financial statements and schedules. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

This report includes all funds and account groups of the government. The government provides a full range of services. These services include: police and fire protection; sanitation services; the construction and maintenance of highways, streets, and infrastructure; recreational activities; and cultural events.

ECONOMIC CONDITION AND OUTLOOK

Troy's central location has made it a natural choice for development. It is a city of approximately 23,000 people, with a reputation for friendliness and hospitality, and a great pride in its history.

Beginning in the 1830's with the construction of the Miami-Erie Canal to today's Interstate Highway system, transportation has influenced Troy's development. The intersection of Interstate 75 and Interstate 70, approximately 10 miles south of Troy and the Dayton

International Airport located less than 15 minutes from the City, provide land and air accessibility that have been major factors in stimulating growth and development on both a national and international level.

Troy is at the center of America's largest 90-minute air travel market, reaching over two-thirds of the nation's population and businesses. From Troy the same 90-minute air travel market can be reached by car or truck in a day and a half. This makes Troy a good location for business and industry or anyone who delivers goods or services.

The City offers a great mix of people, places and activities to enjoy. The City is accessible without congestion and inconvenience. Troy works hard to attract businesses and industries whose products will be in demand far into the future and these efforts have helped establish a well diversified industrial base.

The Community Reinvestment Area and Enterprise Zone Programs have provided development incentives as an inducement for business and industry to locate or expand within the City. Since 1990 over 775 million dollars has been invested in non-residential construction, machinery, equipment, furniture and fixtures by businesses and industries. These businesses and industries have created over 5,948 jobs. During 1999, projects were started that represent an investment of over 89 million dollars in buildings, machinery, equipment, and furniture and fixtures. This investment by industries will result in the creation of 290 new jobs. These development incentives are helping Troy maintain its competitive advantage in the development arena.

The investments being made by the public sectors are key factors in maintaining the quality of life enjoyed by residents, businesses and visitors to the City.

MAJOR INITIATIVES

1999 was another busy, productive year in the City of Troy. We have continued or improved on the services which produce the high quality of life in Troy, including a major paving effort and participation in numerous other public projects, programs and special events. The City and its employees have won several significant awards and honors including our 10th consecutive Certificate of Excellence from GFOA.

Our economic development efforts have continued which are particularly important in light of losses experienced in some of our more established businesses.

In 1999, we continued our aggressive public improvements program.

Major Activity of 1999 included:

- * Completed the new comprehensive zoning code
- * Awarded contracts for the Downtown Streetscape project (on the Square)
- * Acquired the McDade property (adjacent to Duke Park) for future park development and installed a path to Duke Park

- * Completed an \$8.2 million expansion project at the Water Plant
- * Began a \$4.8 million renovation and expansion project at the Waste Water Plant
- * Re-roofed City Hall, the Marina and Cemetery building
- * Resurfaced numerous streets, throughout the city
- * Continued renovations at Hobart Arena
- * Contracted with Miami County for Building Inspection services

During the decade of the 90's, we saw an impressive list of accomplishments:

- * Completed the new Police Headquarters and Fire Sub-station
- * Assisted in renovation of Troy Memorial Stadium
- * Established or significantly improved several parks including:
 - Paul G. Duke
 - Carriage Crossing
 - McKaig Avenue
 - River Overlook (Behind Court House)
 - East Main at Franklin
 - Boyer
 - Trinity
- * Began renovations of City Hall (portion vacated by the Police Department)
- * Established and expanded the DARE and Police Bike Programs
- * Began the nation's first Paramedic Bike Program
- * Established the Fire Department "Dive Team" for water rescue
- * Expanded youth golf programs at Miami Shores
- * Computerized most City offices and operations
- * Established the Revolving Loan Fund using over \$1 million in grants from the Ohio Department of Development to assist construction of High Marks Restaurant, 2 hotels on Troy Towne Drive and the Sherwood Shopping Center (money was loaned at low interest and returned to the Revolving Loan Fund)
- * Began a wellhead protection program to safeguard Troy's water supplies
- * Doubled the treatment capacity of the Water Plant
- * Updated and expanded the Sewer Treatment Plant
- * Extended water and sewer service to unserved areas
- * Built new streets, including:
 - Corporate Drive
 - Dorset (S.R. 55 to S.R. 718)
- * Reconstructed several major streets
 - Experiment Farm (Main Street to City Limits)
 - West Main Street (West of Experiment Farm)
 - Peters Road (Grant to Ridge)
 - Stanfield Road (at Fire Station 3)
 - Staunton (Adams to High School)
 - South Market (West Market to City Limits)
 - Crescent Drive
- * Repaired and improved the Mausoleum in Riverside Cemetery

- * Rebuilt the Miami River Dam
- * Installed sidewalks along most of Main Street and Staunton Road
- * Established our web site: www.troy-ohio-usa.com
- * Rebuilt the "Back 9" at Miami Shores
- * Built the Kings Chapel Community Center
- * Annexed 11 acres (734 acres)

In addition, we have established an expanding schedule of special events, unrivaled in the area.

As examples of "routine activity" during the decade, our Fire Department has made over 6,300 fire and 22,300 ambulance runs and did 2,200 fire inspections. The Police Department responded to 27,000 calls for service.

Important, but less tangible accomplishments include twice receiving Accreditation for the Police Department, 10 consecutive Certificates of Excellence from GFOA and a very favorable Aa2 rating from Moody's Bond Rating Service.

Because of the economic growth of our community (and accompanying revenue) we were able to improve services by adding personnel in nearly every department. This is particularly true in public safety, where we increased staffing levels by 10 in Police and 11 in Fire. Public improvement projects have exceeded \$50 million during the 1990's. Even so, we have maintained a favorable financial position.

DEPARTMENTAL FOCUS – CEMETERY DEPARTMENT

There are two municipally operated cemeteries in Troy, Ohio. Rosehill Cemetery, the oldest, is located at the Northeast corner of Staunton Road and North Market Street, is an area of five acres, and was established in 1849. It is on the Historic Register. There have been a little over 1,700 interments in Rosehill Cemetery. Although there are a few cemetery plots not yet used, the last interment at Rosehill took place May 26, 1992.

Riverside Cemetery is located on Riverside Drive at Adams Street. Riverside cemetery consist of 61 acres, and was established in 1867. There have been nearly 17,000 interments in Riverside Cemetery, including 47 that were moved from the old Forest elementary School site. It is estimated that space remains to provide the City with interment space in Riverside Cemetery for forty years.

Besides a number of private mausoleums, there is a large mausoleum in Riverside Cemetery, which was constructed in 1909 by a private organization, and that has space for approximately 200 interments. This mausoleum is now maintained by the City. Recently space was established within the mausoleum for interment of cremated remains (Comumbarium). Recognizing a move towards more cremations nationwide, two specific sites (Cremorials) have also been established within Riverside Cemetery for the interment of cremated remains. Riverside Cemetery also has a chapel, the Sarah Hayner Dickey Memorial Chapel, which was



COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended December 31, 1999

CITY OF TROY, OHIO

**Comprehensive Annual Financial Report
For the Fiscal Year Ended December 31, 1999**

**Prepared By:
R. Craig Helmer, City Auditor**

built with donated funds in 1964, and serves the community as a place for services and reflection.

In 1992 the Veterans Memorial was established at the main entrance to Riverside Cemetery. This memorial is now the site of the annual Memorial Day Ceremonies, and consists of a walkway of bricks (many containing names/military service history) leading to a central marker with a flag, benches and plantings.

The approximately 4.3 miles of roads are evaluated annually and sections are included as part of the City's annual street paving program.

During 1999, a number of major improvement projects were performed at Riverside Cemetery. These included a new roof and other aesthetic improvements for the chapel and adjacent office/residence (\$86,079), the replacement of a sidewalk through an older section (\$9,250), and the opening of a new section with a roadway/cul-de-sac construction (\$7,404).

The Cemetery Department is an Enterprise Fund. There are four full time permanent employees, assisted by a number of seasonal employees who are hired prior to Memorial Day and work throughout the grass mowing season. While fees are regularly reviewed and adjusted, and a Cemetery Endowment Fund has been established with the goal of interest revenue eventually helping to offset operating costs, City officials have recognized that a very well maintained public cemetery will not be self-supporting. Thus, on an annual basis, there are transfers for the General Fund to the Cemetery Department to "balance" this fund.

Troy's is one of the few public cemeteries that continues to provide a residence for the Cemetery Superintendent on-site to provide service to the public (continual monitoring of the grounds, assisting in locating new grave sites, historical research, etc.)

The City of Troy takes a great deal of pride in having a progressive Cemetery Department that is well maintained and provides a respectful and comforting atmosphere.

FINANCIAL INFORMATION

Management of the government is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Financial Assistance

The City of Troy is a recipient of federal, state, and county financial assistance; the government is responsible for ensuring that an adequate internal control structure is in place

to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by the management of the government.

Budgeting Controls

In addition to the above, the government maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the government's governing body. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level for all budgeted funds. The government also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts do not lapse at year-end. Unused encumbrances are carried over to the following year.

As demonstrated by the statements and schedules included in the financial section of this report, the government continues to meet its responsibility for sound financial management.

General Government Functions

Revenues for general governmental functions totaled \$18,849,484 in 1999, an increase of \$370,053 over 1998. The two percent increase in revenues is primarily the result of increases in tax revenues stemming from the City's overall economic growth.

The following schedule presents a summary of general, special revenue, debt service and capital projects fund revenues for the fiscal year ended December 31, 1999.

<u>Revenues</u>	<u>1999 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1998</u>
Current:			
Taxes	\$13,216,082	70.11 %	\$ 578,515
Fines, Licenses & Permits	245,446	1.3	15,299
Intergovernmental	3,392,742	17.99	103,232
Special Assessments	134,304	0.71	(22,906)
Charges for Services	689,787	3.66	22,091
Interest	889,962	4.72	19,245
Other	<u>281,161</u>	<u>1.51</u>	<u>(345,423)</u>
Total	<u>\$18,849,484</u>	<u>100.0 %</u>	<u>\$370,053</u>

Expenditures for general governmental purposes totaled \$18,214,853 in 1999, an increase of \$730,910 over 1998. This overall increase of four percent is primarily the result of increases in personnel and other costs related to public safety. The City is committed to maintaining effective public safety services.

The following schedule presents a summary of general, special revenue, debt service, and capital projects fund expenditures for the fiscal year ended December 31, 1999.

<u>Expenditures</u>	<u>1999 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1998</u>
Current:			
General Government	\$ 3,079,040	16.95 %	\$ 248,285
Security of Persons and Property	6,628,054	36.39	333,045
Public Health and Welfare	304,258	1.67	34,098
Leisure Time Activities	1,563,357	8.58	127,664
Community Development	830,693	4.56	49,823
Basic Utility Service	1,092,524	5.99	(43,105)
Transportation	1,555,358	8.54	(227,827)
Capital Outlay	2,372,536	13.03	227,689
Debt Service:			
Principal	533,000	2.93	10,000
Interest	247,013	1.36	(30,064)
Other	9,020	0.00	1,302
Total	<u>\$18,214,853</u>	<u>100.00 %</u>	<u>\$ 730,910</u>

Fund Balances

The general fund balance increased by \$1,903, special revenue funds increased by \$1,444,489, debt service funds decreased by \$2,811 and capital projects funds decreased by \$975,163.

Proprietary Operations

The governments proprietary operations consist of enterprise funds. The enterprise operations are comprised of seven separate and district activities: water, sanitary sewer, swimming pool, Hobart Arena, parking meter, Miami Shores golf course, and the municipal stadium.

The water, sewer, and golf course operations are the major enterprise operations. All three funds have been financially self-supported for years. Upgrades of the water and sewer plants and the golf course are currently underway. These funds have significant economic resources, which make improvements possible.

Fiduciary Functions

The City's fiduciary responsibilities are comprised of the following funds: cemetery nonexpendable trust, investment fund for capital improvement expendable trust, cemetery endowment expendable trust, stouder playground expendable trust, Paul G. Duke expendable trust, unclaimed funds expendable trust, tercentennial expendable trust, board of building

standards agency, imprest cash agency, enterprise zone agency. These fiduciary funds assist in cemetery maintenance, acquisition and improvement of capital assets, financing community activities, and enhancement of employee benefits.

Debt Administration

At December 31, 1999, the government had a number of debt issues outstanding. These issues included \$24,921,000 of general obligation bonds, \$710,000 of special assessment bonds with government commitment and an Ohio Water Development Authority loan of \$229,714. The government has maintained its Aa2 rating from Moody's Investors Service on general obligation bond issues. Under current state statutes, the government's general obligation bonded debt issuances are subject to a nonvoted legal limitation based on 5.5 percent of total assessed value of real and personal property located within the government and a 10.5 percent overall limitation.

As of December 31, 1999, the government's net general obligation bonded debt of \$2,794,126 was well below the legal limits of \$45,679,062 and \$23,927,128.

Cash Management

Cash temporarily idle during the year, was invested in demand deposits, certificates of deposit, U.S. Treasuries and the State Treasurer's Investment Pool (Star Ohio). The government earned \$2,692,716 on all investments for the year ended December 31, 1999.

The government's investment policy is to minimize credit and market risks while maintaining competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collaterally.

Risk Management

The City is one of sixteen members of a joint insurance pool, Miami Valley Risk Management Association, Inc. (MVRMA). The pool has been operational since December 1, 1988 and was formed according to Section 2744 of the Ohio Revised Code. This joint insurance pool covers all property, crime, liability, boiler and machinery, and public official liability up to the limits stated below. It is intended to provide broad based coverage up to the limits with increased emphasis on safety and loss prevention.

MVRMA is a corporation governed by a sixteen-member board of trustees, consisting of a representative appointed by each of the member cities. The board of trustees elect the officers of the corporation, with each trustee having a single vote. The board is responsible for its own financial matters and the corporation maintains its own book of accounts. Budgeting and financing of MVRMA is subject to the approval of the board.

For the year ended December 31, 1999, the loss fund contribution factors were:

Beavercreek	7.78%	Blue Ash	6.52%	Indian Hill	3.30%
Kettering	17.58%	Madeira	2.14%	Mason	2.24%
Miamisburg	12.43%	Montgomery	3.44%	Sidney	10.64%
Springdale	6.40%	Tipp City	2.09%	Troy	7.75%
Vandal	5.47%	West Carrollton	5.52%	Wilmington	4.12%
Wyoming	2.58%				

A summary of financial information as of December 31, 1998, (latest information available) is as follows:

Current Assets	\$4,300,010
Total Assets	\$4,341,490
Current Liabilities	\$1,675,210
Long-Term Liabilities	\$ 0

The following is a summary of insurance coverage at year-end:

General Liability (including Police Professional Liability)	\$10,500,000 per occurrence.
Automobile Liability	\$10,500,000 per occurrence \$500,000 excess \$10 M excess \$1M (\$10 Million aggregate per member)
Public Officials Liability	\$500,000 excess (\$1,000,000 Aggregate) \$10M excess \$1M (\$10M Aggregate per city)
Boiler & Machinery	\$437,305,462 Blanket Limit
Property	\$437,305,462 Blanket Limit
Flood (Property)	\$100,000,000 annual aggregate
Earthquake (Property)	\$100,000,000 annual aggregate

MA retains responsibility for the payment of claims within specified MVRMA self-insured retention limits prior to the application of coverage provided by excess reinsurance contracts. During the year, MVRMA's limit for property was \$150,000 with the exception of boiler and machinery, which was \$5,000. The SIR for liability was \$500,000. The deductible per occurrence is \$2,500.

MVRMA estimates that member cities are paying approximately thirty-five percent less for coverage through MVRMA than would be paid under a commercial insurance program.

Employee Welfare

Out of concern for the welfare of City employees, two programs are provided:

Employee Assistance Plan (EAP) - Through Employee Care of Miami Valley Hospital in Dayton, the City provides employees and their families free 24-hour counseling services. In addition to counseling sessions, there is a 24-hour hotline. A satellite office for the EAP Program has also been established in Troy. This counseling process is based upon and centered around complete confidentiality for the person using the program. The EAP also provides on-site counseling for situations such as the loss of a co-worker or the debriefing of safety employees following a critical event. The EAP further provides on-site seminars/workshops with topics such as stress management, holiday stress, dealing with angry citizens and others geared to the needs of the staff.

Wellness Program - Through MedWork, a Dayton company, the City provides an on-site nurse sixteen hours per month. Employees can establish base-line medical data with the nurse so that physical/medical problems/improvements can be measured. A Wellness Committee of employees has been formed to suggest possible programs and services. To date, some of the benefits provided by the Wellness Program include: cholesterol screening, blood pressure checks, statistics, hearing exams, TB screenings, health fair, flu shots, stress management, diabetes screening, etc and the opportunity to take advantage of various screenings at a reduced cost for the employee/spouse. As a result of screenings and discussions with the nurse, some employees have been referred for further medical evaluation. In 1998 a "walking club" program was started to encourage regular exercise with incentives provided as walkers reached landmark miles. This program was continued and expanded in 1999.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit. Auditor of State, Jim Petro performed the December 31, 1999 audit. The auditor's report on the general purpose financial statements and combining statements and schedules is included in the financial section of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Troy, Ohio, for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 1998. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, with contents conforming to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. The City of Troy, Ohio, received a Certificate of Achievement for the tenth time for the year ended December 31, 1998. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments

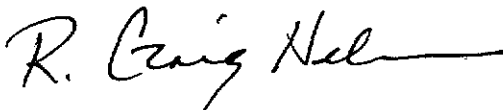
The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the City Auditor and other City departments. We express our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the Mayor and City Council of the City of Troy, preparation of this report would not have been possible.

Sincerely,



N. Lawrence Wolke
Director of Public Service and Safety



R. Craig Helmer
City Auditor

CITY OF TROY, OHIO

Listing of Principal City Officials

December 31, 1999

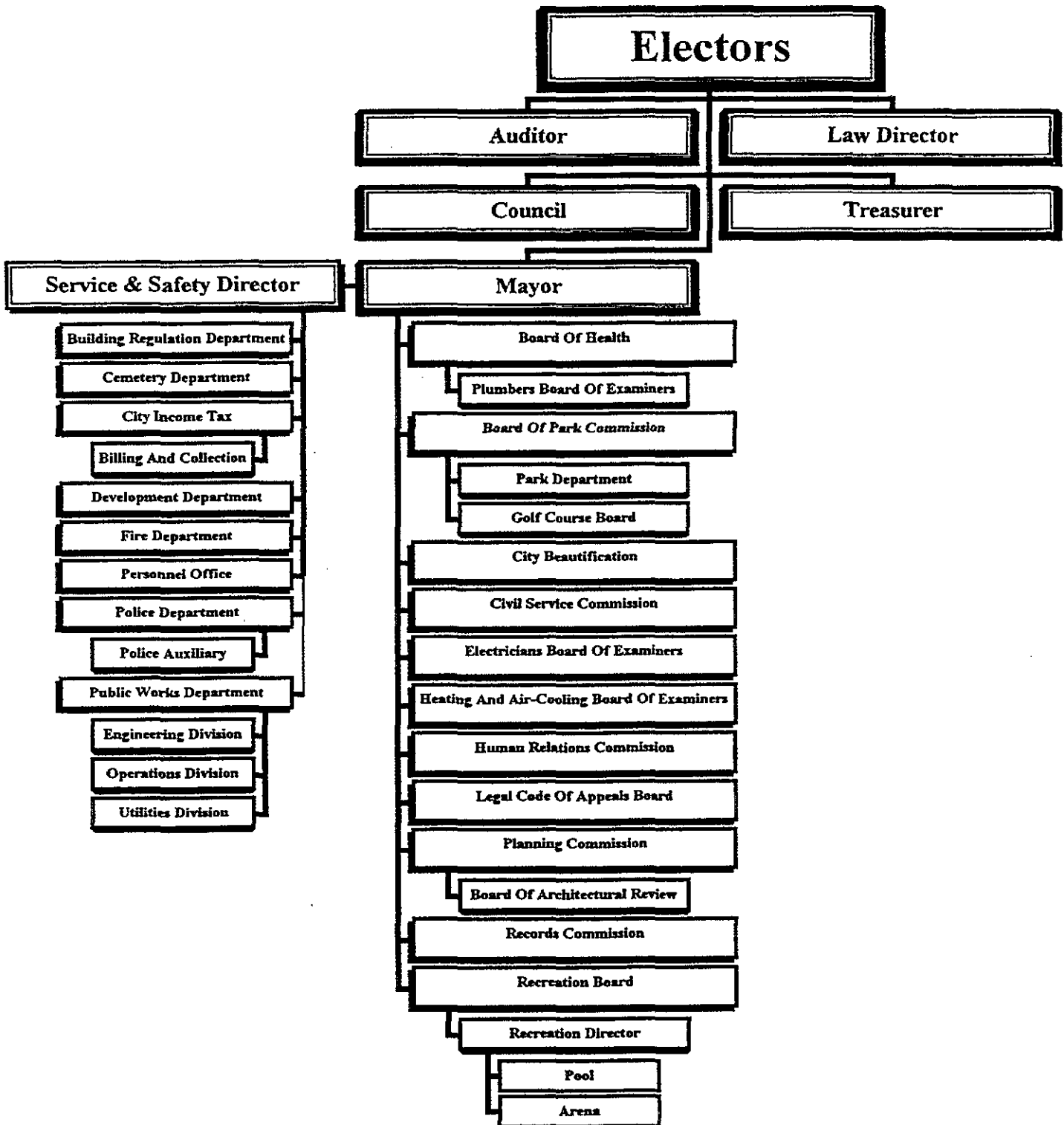
Elected Officials

Mayor	Peter E. Jenkins
President of Council	William F. Lohrer
Councilmember-at-Large	Todd D. Severt
Councilmember-at-Large	Michael L. Beamish
Councilmember-at-Large	Shirley M. Saxton
Councilmember, First Ward	Mark A. Douglas
Councilmember, Second Ward	R. Craig Helmer
Councilmember, Third Ward	Ted S. Mercer
Councilmember, Fourth Ward	Jean J. Melvin
Treasurer	Edward L. Cox
Director of Law	W. McGregor Dixon, Jr.
Auditor	Harold F. Willis

Appointed Officials

Director of Public Service and Safety	N. Lawrence Wolke
Clerk of Council	Sue Knight

City Of Troy



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Troy,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1998

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.



Cary Bruebach
President
Jeffrey L. Esser
Executive Director



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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REPORT OF INDEPENDENT ACCOUNTANTS

City of Troy
Miami County
100 South Market Street
Troy, Ohio 45373

To The Honorable Mayor and City Council:

We have audited the accompanying general-purpose financial statements of the City of Troy, Miami County, (the City) as of and for the year ended December 31, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit. We did not audit the financial statements of the Water and Sanitary Sewer Funds, which represent 94 percent and 88 percent, respectively, of the assets and revenues of the Enterprise Fund Type. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts presented for the Water and Sanitary Sewer Funds, is based on the report of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards 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. The financial statements of the Water and Sanitary Sewer Funds were not audited by the other auditors in accordance with *Government Auditing Standards*. 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 opinion.

In our opinion, based on our audit and the report of other auditors, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Troy, Miami County, as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 11, 2000, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

City of Troy
Miami County
Report of Independent Accountants

We did not audit the data included in the statistical section of this report and therefore express no opinion thereon.



JIM PETRO
Auditor of State

April 11, 2000

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City of Troy, Ohio
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 December 31, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS:				
Assets:				
Pooled cash and investments	\$1,730,345	\$11,052,712	\$400,874	\$2,344,810
Receivables (net of allowance for uncollectibles):				
Taxes	1,246,765	732,107	0	112,183
Accounts	378,927	14,833	0	0
Intergovernmental	312,186	51,488	0	0
Special assessments	0	0	810,117	31,438
Interest	3,353	10,123	0	0
Notes receivable	0	834,471	0	0
Inventory	0	0	0	0
Fixed assets (net, where applicable of accumulated depreciation)	0	0	0	0
Other debits:				
Amount available in debt service fund	0	0	0	0
Amount to be provided for retirement of general long-term obligations	0	0	0	0
TOTAL ASSETS AND OTHER DEBITS	\$3,671,576	\$12,695,734	\$1,210,991	\$2,488,431
LIABILITIES, EQUITY AND OTHER CREDITS:				
Liabilities:				
Accounts payable	\$86,125	\$16,153	\$0	\$5,030
Accrued wages and benefits	119,066	15,784	0	0
Interest payable	0	0	0	0
Retainage payable	0	0	0	11,226
Compensated absences	61,717	7,533	0	0
Due to others	0	0	0	0
Deferred revenue	1,465,912	60,538	810,117	31,438
Notes payable	0	0	0	0
General obligation bonds payable	0	0	0	0
Special assessment debt with government commitment	0	0	0	0
Total Liabilities	1,732,820	100,008	810,117	47,694
Equity and Other Credits:				
Investment in general fixed assets	0	0	0	0
Contributed capital	0	0	0	0
Retained earnings - unreserved	0	0	0	0
Fund Balances:				
Reserved for encumbrances	476,369	238,069	0	1,231,654
Reserved for future years special assessments debt service	0	0	103,831	0
Reserved for debt service	0	0	297,043	0
Reserved for notes receivable	0	834,471	0	0
Reserved for endowment	0	0	0	0
Unreserved, undesignated	1,462,387	11,523,186	0	1,209,083
Total Equity and Other Credits	1,938,756	12,595,726	400,874	2,440,737
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$3,671,576	\$12,695,734	\$1,210,991	\$2,488,431

See accompanying notes.

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Trust and Agency			
\$15,744,501	\$29,647,308	\$0	\$0	\$60,920,550
0	0	0	0	2,091,055
389,982	863	0	0	784,605
0	0	0	0	363,674
0	0	0	0	841,555
23,111	447,160	0	0	483,747
0	0	0	0	834,471
456,067	0	0	0	456,067
41,709,189	0	17,826,330	0	59,535,519
0	0	0	400,874	400,874
0	0	0	5,134,510	5,134,510
<u>\$58,322,850</u>	<u>\$30,095,331</u>	<u>\$17,826,330</u>	<u>\$5,535,384</u>	<u>\$131,846,627</u>
\$650,333	\$0	\$0	\$0	\$757,641
122,245	0	0	421,610	678,705
94,221	0	0	0	94,221
97,066	0	0	0	108,292
547,616	0	0	1,208,774	1,825,640
0	31,735	0	0	31,735
0	0	0	0	2,368,005
229,714	0	0	0	229,714
21,726,000	0	0	3,195,000	24,921,000
0	0	0	710,000	710,000
<u>23,467,195</u>	<u>31,735</u>	<u>0</u>	<u>5,535,384</u>	<u>31,724,953</u>
0	0	17,826,330	0	17,826,330
7,462,464	0	0	0	7,462,464
27,393,191	0	0	0	27,393,191
0	0	0	0	1,946,092
0	0	0	0	103,831
0	0	0	0	297,043
0	0	0	0	834,471
0	249,097	0	0	249,097
0	29,814,499	0	0	44,009,155
<u>34,855,655</u>	<u>30,063,596</u>	<u>17,826,330</u>	<u>0</u>	<u>100,121,674</u>
<u>\$58,322,850</u>	<u>\$30,095,331</u>	<u>\$17,826,330</u>	<u>\$5,535,384</u>	<u>\$131,846,627</u>

City of Troy, Ohio
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES AND
 EXPENDABLE TRUST FUNDS
 For the Year Ended December 31, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
REVENUES:				
Taxes	\$2,205,013	\$8,832,567	\$379,845	\$1,798,657
Fines, licenses and permits	228,271	17,175	0	0
Intergovernmental	2,036,764	818,532	0	537,446
Special assessments	863	0	119,587	13,854
Charges for services	432,131	257,656	0	0
Investment earnings	484,422	400,981	4,559	0
Other	228,899	32,320	0	19,942
Total Revenues	5,616,363	10,359,231	503,991	2,369,899
EXPENDITURES:				
Current:				
General government	2,228,580	850,460	0	0
Public safety	6,627,814	240	0	0
Public health and welfare	0	304,258	0	0
Leisure time activities	1,473,265	90,092	0	0
Community development	768,833	9,538	0	52,322
Basic utility service	1,092,524	0	0	0
Transportation and street repair	0	1,555,358	0	0
Capital outlay	0	79,796	0	2,292,740
Debt service:				
Principal	0	0	533,000	0
Interest	0	0	247,013	0
Other	0	0	9,020	0
Total Expenditures	12,191,016	2,889,742	789,033	2,345,062
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(6,574,653)	7,469,489	(285,042)	24,837
OTHER FINANCING SOURCES (USES):				
Proceeds of notes and bonds	0	0	9,656	0
Operating transfers - in	8,464,131	1,250,000	272,575	0
Operating transfer - out	(1,887,575)	(7,275,000)	0	(1,000,000)
Proceeds of refunded bonds	0	0	130,000	0
Payments of refunded bond escrow agent	0	0	(130,000)	0
Total Other Financing Sources (Uses)	6,576,556	(6,025,000)	282,231	(1,000,000)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	1,903	1,444,489	(2,811)	(975,163)
FUND BALANCES, BEGINNING OF YEAR	1,936,853	11,151,237	403,685	3,415,900
FUND BALANCES, END OF YEAR	\$1,938,756	\$12,595,726	\$400,874	\$2,440,737

See accompanying notes.

Fiduciary Fund Type	Totals
Expendable Trust	(Memorandum Only)
\$0	\$13,216,082
0	245,446
0	3,392,742
0	134,304
23,582	713,369
1,144,850	2,034,812
67,263	348,424
<u>1,235,695</u>	<u>20,085,179</u>
27,500	3,106,540
0	6,628,054
0	304,258
2,000	1,565,357
0	830,693
0	1,092,524
0	1,555,358
0	2,372,536
0	533,000
0	247,013
0	9,020
<u>29,500</u>	<u>18,244,353</u>
<u>1,206,195</u>	<u>1,840,826</u>
0	9,656
0	9,986,706
(1,189,131)	(11,351,706)
0	130,000
0	(130,000)
<u>(1,189,131)</u>	<u>(1,355,344)</u>
17,064	485,482
<u>29,797,435</u>	<u>46,705,110</u>
<u>\$29,814,499</u>	<u>\$47,190,592</u>

City of Troy, Ohio
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 ALL GOVERNMENTAL FUND TYPES
 For the Year Ended December 31, 1999

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Taxes	\$2,078,203	\$2,205,013	\$126,810	\$8,395,155	\$9,014,141	\$618,986
Licenses and permits	170,000	173,318	3,318	0	0	0
Intergovernmental	1,604,797	1,915,679	310,882	808,450	818,525	10,075
Special assessments	0	863	863	0	0	0
Charges for services	403,200	434,705	31,505	214,966	245,639	30,673
Fines and forfeitures	35,000	44,237	9,237	14,500	16,640	2,140
Investment earnings	315,000	483,702	168,702	353,082	396,926	43,844
Other	143,800	200,517	56,717	60,718	66,669	5,951
Total Revenues	\$4,750,000	\$5,458,034	\$708,034	\$9,846,871	\$10,558,540	\$711,669
EXPENDITURES:						
Current:						
General government	\$2,553,260	\$2,374,435	\$178,825	\$811,455	\$852,038	(\$40,583)
Security of persons and property	7,302,958	6,713,452	589,506	16,250	240	16,010
Public health and welfare	0	0	0	547,647	411,021	136,626
Leisure time activities	1,926,200	1,729,208	196,992	129,356	101,047	28,309
Community development	930,100	790,113	139,987	77,538	9,538	68,000
Basic utility services	1,203,735	1,201,985	1,750	0	0	0
Transportation	0	0	0	1,997,178	1,688,584	308,594
Other	0	0	0	0	0	0
Capital outlay	0	0	0	111,477	86,566	24,911
Debt service:						
Principal	0	0	0	0	0	0
Interest	0	0	0	0	0	0
Total Expenditures	\$13,916,253	\$12,809,193	\$1,107,060	\$3,690,901	\$3,149,034	\$541,867
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURES	(\$9,166,253)	(\$7,351,159)	\$1,815,094	\$6,155,970	\$7,409,506	\$1,253,536
OTHER FINANCING SOURCES (USES):						
Proceeds of bond anticipation notes	\$0	\$0	\$0	\$0	\$0	\$0
Proceeds of special assessment bonds	0	0	0	0	0	0
Operating transfers - in	\$7,745,000	\$8,464,131	\$719,131	\$1,270,500	\$1,250,000	(\$20,500)
Operating transfers - (out)	(\$1,887,575)	(1,887,575)	0	(10,650,000)	(7,275,000)	3,375,000
Total Other Financing Sources (Uses)	\$5,857,425	\$6,576,556	\$719,131	(\$9,379,500)	(\$6,025,000)	\$3,354,500
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(\$3,308,828)	(\$774,603)	\$2,534,225	(\$3,223,530)	\$1,384,506	\$4,608,036
FUND BALANCE, BEGINNING OF YEAR	1,942,455	1,942,455	0	9,413,983	9,413,983	0
FUND BALANCE, END OF YEAR	(\$1,366,373)	\$1,167,852	\$2,534,225	\$6,190,453	\$10,798,489	\$4,608,036

See accompanying notes.

Debt Service Fund			Capital Projects Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$379,845	\$379,845	\$0	\$1,651,000	\$1,686,474	\$35,474	\$12,504,203	\$13,285,473	\$781,270
0	0	0	0	0	0	170,000	173,318	3,318
0	0	0	494,000	537,446	43,446	2,907,247	3,271,650	364,403
119,080	119,587	507	11,000	13,854	2,854	130,080	134,304	4,224
0	0	0	0	0	0	618,166	680,344	62,178
0	0	0	0	0	0	49,500	60,877	11,377
5,000	5,000	0	0	0	0	673,082	885,628	212,546
0	0	0	0	19,942	19,942	204,518	287,128	82,610
<u>\$503,925</u>	<u>\$504,432</u>	<u>\$507</u>	<u>\$2,156,000</u>	<u>\$2,257,716</u>	<u>\$101,716</u>	<u>\$17,256,796</u>	<u>\$18,778,722</u>	<u>\$1,521,926</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$3,364,715	\$3,226,473	\$138,242
0	0	0	0	0	0	7,319,208	6,713,692	605,516
0	0	0	0	0	0	547,647	411,021	136,626
0	0	0	0	0	0	2,055,556	1,830,255	225,301
0	0	0	114,855	58,197	56,658	1,122,493	857,848	264,645
0	0	0	0	0	0	1,203,735	1,201,985	1,750
0	0	0	0	0	0	1,997,178	1,688,584	308,594
9,500	9,020	480	0	0	0	9,500	9,020	480
0	0	0	4,159,518	3,640,609	518,909	4,270,995	3,727,175	543,820
652,768	636,831	15,937	0	0	0	652,768	636,831	15,937
249,370	247,013	2,357	0	0	0	249,370	247,013	2,357
<u>\$911,638</u>	<u>\$892,864</u>	<u>\$18,774</u>	<u>\$4,274,373</u>	<u>\$3,698,806</u>	<u>\$575,567</u>	<u>\$22,793,165</u>	<u>\$20,549,897</u>	<u>\$2,243,268</u>
<u>(\$407,713)</u>	<u>(\$388,432)</u>	<u>\$19,281</u>	<u>(\$2,118,373)</u>	<u>(\$1,441,090)</u>	<u>\$677,283</u>	<u>(\$5,536,369)</u>	<u>(\$1,771,175)</u>	<u>\$3,765,194</u>
\$9,500	\$9,656	\$156	\$0	\$0	\$0	\$9,500	\$9,656	\$156
0	0	0	0	0	0	0	0	0
\$272,575	\$272,575	\$0	\$0	\$0	\$0	\$9,288,075	\$9,986,706	\$698,631
0	0	0	(1,000,000)	(1,000,000)	0	(13,537,575)	(10,162,575)	3,375,000
<u>\$282,075</u>	<u>\$282,231</u>	<u>\$156</u>	<u>(\$1,000,000)</u>	<u>(\$1,000,000)</u>	<u>\$0</u>	<u>(\$4,240,000)</u>	<u>(\$166,213)</u>	<u>\$4,073,787</u>
<u>(\$125,638)</u>	<u>(\$106,201)</u>	<u>\$19,437</u>	<u>(\$3,118,373)</u>	<u>(\$2,441,090)</u>	<u>\$677,283</u>	<u>(\$9,776,369)</u>	<u>(\$1,937,388)</u>	<u>\$7,838,981</u>
403,244	403,244	0	3,549,216	3,549,216	0	15,308,898	15,308,898	0
<u>\$277,606</u>	<u>\$297,043</u>	<u>\$19,437</u>	<u>\$430,843</u>	<u>\$1,108,126</u>	<u>\$677,283</u>	<u>\$5,532,529</u>	<u>\$13,371,510</u>	<u>\$7,838,981</u>

City of Troy, Ohio
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
 ALL PROPRIETARY FUND TYPES AND
 NONEXPENDABLE TRUST FUNDS
 For the Year Ended December 31, 1999

	Proprietary Fund Type	Fiduciary Fund Type	Totals
	Enterprise	Nonexpendable Trust	(Memorandum Only)
OPERATING REVENUES:			
Charges for services	\$9,340,963	\$0	\$9,340,963
Investment earnings	0	10,302	10,302
Fines and forfeitures	8,443	0	8,443
Other	230,496	7,500	237,996
Total Operating Revenue	9,579,902	17,802	9,597,704
OPERATING EXPENSES:			
Leisure time activities	1,223,124	0	1,223,124
Public health and welfare	0	13,849	13,849
Basic utility service	5,163,282	0	5,163,282
Depreciation	1,009,114	0	1,009,114
Transportation	62,029	0	62,029
Total Operating Expenses	7,457,549	13,849	7,471,398
OPERATING INCOME (LOSS)	2,122,353	3,953	2,126,306
NONOPERATING REVENUES (EXPENSES):			
Investment earnings	670,305	0	670,305
Interest expense	(1,212,148)	0	(1,212,148)
Intergovernmental revenue	210,000	0	210,000
Total Nonoperating Revenues (Expenses)	(331,843)	0	(331,843)
INCOME (LOSS) BEFORE OPERATING TRANSFERS	1,790,510	3,953	1,794,463
OPERATING TRANSFERS:			
Operating transfers - in	1,365,000	0	1,365,000
Total Operating Transfers	1,365,000	0	1,365,000
NET INCOME (LOSS)	3,155,510	3,953	3,159,463
RETAINED EARNINGS/FUND BALANCES, BEGINNING OF YEAR	24,237,681	245,144	24,482,825
RETAINED EARNINGS/FUND BALANCES, END OF YEAR	\$27,393,191	\$249,097	\$27,642,288

See accompanying notes.

City of Troy, Ohio
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 AND NONEXPENDABLE TRUST FUND
 For the Year Ended December 31, 1999

	Proprietary Fund Type	Fiduciary Fund Type	Totals
	Enterprise	Nonexpendable Trust	(Memorandum Only)
OPERATING ACTIVITIES:			
Operating income (loss)	\$2,122,353	\$3,953	\$2,126,306
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	1,009,114	0	1,009,114
Changes in assets and liabilities:			
(Increase) decrease in receivables	(78,151)	(10)	(78,161)
(Increase) decrease in inventory	(28,187)	0	(28,187)
Increase (decrease) in payables	(333,734)	0	(333,734)
Increase (decrease) in accrued liabilities	76,056	0	76,056
Increase (decrease) in other liabilities	(2,235)	0	(2,235)
Net Cash Provided (Used) by Operating Activities	2,765,216	3,943	2,769,159
NONCAPITAL FINANCING ACTIVITIES:			
Intergovernmental revenue	210,000		210,000
Operating transfers - in	1,365,000	0	1,365,000
Net Cash Provided (Used) by Noncapital Financing Activities	1,575,000	0	1,575,000
CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from issuance of debt	3,500,000	0	3,500,000
Principal paid	(930,766)	0	(930,766)
Interest paid	(1,204,796)	0	(1,204,796)
Acquisition of fixed assets	(5,615,118)	0	(5,615,118)
Contributed capital	1,565,181	0	1,565,181
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,685,499)	0	(2,685,499)
INVESTING ACTIVITIES:			
Investment earnings	658,164	0	658,164
Net Cash Provided (Used) by Investing Activities	658,164	0	658,164
NET INCREASE (DECREASE) IN CASH	2,312,881	3,943	2,316,824
CASH BEGINNING OF YEAR	13,431,620	242,805	13,674,425
CASH END OF YEAR	15,744,501	246,748	\$15,991,249
ADD:			
Expendable trust fund cash	0	29,368,825	
Agency fund cash	0	31,735	
CASH END OF YEAR PER BALANCE SHEET	\$15,744,501	\$29,647,308	

See accompanying notes.

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CITY OF TROY, OHIO

Notes To Financial Statements December 31, 1999

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Troy, Ohio have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The City of Troy, Ohio was founded in 1814 and is a statutory municipal corporation under the laws of the State of Ohio. The City operates under a Council - Mayor form of government and provides the following services: public safety, public services, health, recreation, and development.

For financial reporting purposes, the City's financial statements include all funds, account groups, and component units for which the City is financially accountable based upon criteria set forth in GASB Statement 14. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e. the City) are financially accountable. The City would consider an organization to be a component unit if:

1. The City appoints a voting majority of the organization's governing body; and (a) is able to impose its will on that organization; or (b) there is a potential for the organization to provide specific financial burdens on the City; or
2. The organization is fiscally dependent upon the City; or
3. The nature of the relationship between the City and the organization is such that the exclusion from the financial reporting entity would render the financial statements of the City misleading.

The City identified no component units.

B. Basis of Presentation

The financial reporting practices of the City conform to generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant policies:

The accounts of the City are organized on the basis of funds or account groups, 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 various funds are summarized by type in the combined financial statements. The following fund types and account groups are used by the City:

Governmental Fund Types:

General Fund - The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - The special revenue funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. The uses and limitations of each special revenue fund are specified by city ordinances or federal and state statutes or grant provisions.

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

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

Proprietary Fund Type:

Enterprise Funds - The enterprise funds account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Fiduciary Fund Types:

Trust and Agency Funds - Trust and agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include expendable trust, nonexpendable trust, and agency funds.

Account Groups:

Account groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term obligations. Because these assets and obligations are long-term, they are neither spendable resources nor require current appropriation.

General Fixed Assets Account Group - This account group accounts for all fixed assets required for general City purposes, excluding fixed assets of the proprietary and fiduciary fund types.

General Long-Term Obligations Account Group - This account group accounts for long-term obligations of the City, except those accounted for in the proprietary and fiduciary fund types.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The measurement focus of governmental funds and expendable trust funds is upon the flow of current financial resources. Governmental funds, expendable trust funds and agency funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become available and measurable. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period which for City purposes is considered to be 30 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. Prepaid expenditures are recorded in the governmental fund types and charged as expenditures when used. Fund balance is reserved in governmental funds for the amount of prepaid expenditures.

Those revenues considered susceptible to accrual include, but are not limited to income taxes, franchise taxes, state levied/shared taxes, special assessments, interest revenue, and charges for services.

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

The proprietary funds' and nonexpendable trust fund's measurement focus is upon the flow of economic resources. The proprietary funds and nonexpendable trust funds are accounted for using the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred.

D. Budget

A budget of estimated cash receipts and disbursements 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. Annual budgets are adopted for all funds.

Estimated Resources - The county budget commission certifies its actions to the City by September 1. As part of this examination the City receives the official certificate of estimated resources which states the projected receipts of each fund. On or about January 1, this certificate is amended to include any unencumbered balances from the preceding year. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation measure

Appropriations- A temporary appropriation measure to control cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 of each year for the period January 1 to December 31. The appropriation measure may be amended or supplemented by City Council during the year as new information becomes available. (The budget may be revised by management without City Council approval if the revised budget does not exceed total appropriations at the fund level). Appropriations may not exceed estimated resources.

Expenditures may not legally exceed appropriations at the fund level for all budgeted funds. During the year, various supplemental appropriations were necessary.

Unencumbered appropriation balances lapse at year-end and revert to the respective funds from which they were originally appropriated, thus becoming available for future appropriation.

Encumbrances - The City of Troy is required to use the encumbrances method of accounting by Ohio law. Under this system, purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve the portion of the applicable appropriation.

Encumbrances outstanding at year end for governmental funds are reported as reservations of fund balances and do not represent expenditures or liabilities.

Budget Basis of Accounting - While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis as provided by law is based upon accounting for transactions on a basis of cash receipts and disbursements.

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - All Governmental Fund Types are presented on the budgetary basis to provide a relevant comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are:

- * Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- * Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
- * Encumbrances are recorded as the equivalent of expenditures (budget) as opposed to reservation of fund balance (GAAP).

The adjustments necessary to convert results of operations at the end of the year on the GAAP basis to the budget basis are as follows:

	<u>Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
GAAP Basis (As Reported)	\$ 1,903	\$ 1,444,489	(\$ 2,811)	(\$ 975,163)
Adjustments:				
Revenue accruals, net	(158,329)	199,309	(129,559)	112,183
Expenditure accruals, net	(55,683)	(5,070)	130,000	(117,060)
Encumbrances	(562,494)	(254,222)	(\$ 103,831)	(1,236,684)
BUDGET BASIS	<u>(\$774,603)</u>	<u>\$1,384,506</u>	<u>(\$ 106,201)</u>	<u>(\$2,441,090)</u>

E. Inventory

Inventory is stated at cost, which approximates market, using the first-in, first-out (FIFO) method of identification. The costs of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased.

F. Fixed Assets

Fixed assets used in governmental fund type operations are accounted for in the general fixed assets account group. No depreciation is recorded for general fixed assets.

Fixed assets used in proprietary fund type operations are recorded in the enterprise funds. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. The following lives are used:

Automobiles and Trucks	5-20 years
Machinery and Equipment	5-20 years
Buildings and Improvements	15-40 years

Public domain assets (infrastructure) such as roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems are not capitalized.

Fixed assets are valued at historical cost, or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value at the time received. Interest on constructed fixed assets is capitalized.

G. Interfund Transactions

During the course of normal operations, the City has numerous transactions among funds, most of which are in the form of transfers of resources to provide services, construct assets and service debt. The accompanying financial statements generally reflect such transactions as operating transfers. The classification of amounts recorded as subsidies, advances, or equity contributions is determined by City management.

H. Fund Balance Reserves

Reserves indicate portions of fund equity legally segregated for a specific future use and/or not appropriable for expenditures.

I. Grants and Other Intergovernmental Revenues

Federal grants and assistance awards made on the basis of entitlement periods are recorded as intergovernmental receivables and revenues when entitlement occurs. All other reimbursement-type grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred.

J. Compensated Absences

Compensated absences are accrued as they are earned by employees if both of the following conditions are met:

1. The employee's rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employee for the benefits through paid time off or cash payment.

For Governmental Funds, compensated absences that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the respective Governmental Fund. Amounts that are not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Obligations Account Group. Compensated absences of Proprietary Funds are recorded as an expense and liability of the respective propriety fund.

K. Pooled Cash and Investments

Cash and investment balances of the City's funds, except cash held by a trustee or fiscal agent, are pooled and invested in short-term investments in order to provide improved cash management. Investments are stated at fair value. The fair value of investments was determined through the use of published market values. For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments with original maturities of three months or less are considered to be cash and cash equivalents.

L. Total Columns on Combined Financial Statements

Total columns on the combined financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

M. Proprietary Fund Accounting

In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting", the City applies all GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, unless they conflict with GASB pronouncements.

2. PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property, and tangible personal property used in business, located in the City. Real property taxes are levied each January 1 on the assessed value listed as of the prior January 1.

Assessed values are established by the County Auditor at 35 percent of appraised market value for real property. A revaluation of all real property is required to be completed every six years, with a statistical update every third year. The last revaluation was completed in 1995. Public utility property taxes on tangible personal property are assessed at true value (generally net book value). Tangible personal property used in business (except public utility business) is assessed at 25 percent of average value for inventories and 25 percent of true value for all other personal property.

The property tax calendar is as follows:

Levy Date	January 1, 1998
Lien Date	January 1, 1999
Tax Bill Mailed	January 20, 1999
First Installment Payment Due	February 15, 1999
Second Installment Payment Due	July 15, 1999

The assessed valuation upon which the 1998 levy was based is as follows:

	<u>Assessed Value</u>
Real Property (Other Than Public Utility)	\$290,217,440
Public Utility Real and Personal Tangible Property	17,814,530
Tangible Personal Property (Other Than Public Utility)	<u>152,202,420</u>
Total Assessed Valuation	<u>\$460,234,390</u>

In accordance with NCGA Statement 1, property taxes that are measurable but not available at fiscal year end are recorded as a receivable with the corresponding revenue deferred until available. Delinquent property tax amounts, net of allowance for uncollectibles, are recorded if material in amount.

3. RECEIVABLES

Receivables at December 31, 1999 consist of the following:

	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Trust and Agency	Total
Receivables:							
Taxes	\$1,246,765	\$732,107	\$0	\$112,183	\$0	\$0	\$2,091,055
Accounts	378,927	14,833	0	0	395,871	863	790,494
Intergovernmental	312,186	51,488	0	0	0	0	363,674
Special Assessments	0	0	810,117	31,438	0	0	841,555
Notes	0	834,471	0	0	0	0	834,471
Interest	3,353	10,123	0	0	23,111	447,160	483,747
Gross Receivables	\$1,941,231	\$1,643,022	\$810,117	\$143,621	\$418,982	\$448,023	\$5,404,996
Less: Allowance for Uncollectibles	0	0	0	0	29,000	0	29,000
Net Receivables	\$1,941,231	\$1,643,022	\$810,117	\$143,621	\$389,982	\$448,023	\$5,375,996

4. RETIREMENT SYSTEM

A. Public Employees Retirement System

Plan Description: The City of Troy contributes to PERS, a cost-sharing multiple-employer defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code (ORC) assigns the authority to establish and amend benefit provisions to the PERS Retirement Board. PERS issues a publicly available financial report that includes financial statements and required supplementary information. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio, 43215-4642 or by calling (614) 466-2085.

Funding Policy: The ORC provides statutory authority for employee and employer contributions. The employee contribution rate is 8.5%. For local government employer units the rate is 13.55% of covered payroll. The contribution requirements of plan members and the City of Troy are established and may be amended by the PERS Retirement Board. The City's contributions for the years ending December 31, 1999, 1998, and 1997 were \$719,891, \$689,119 and \$676,813 respectively; 73 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997.

Other Postemployment Benefits

In addition to the pension benefit obligation described above, the PERS of Ohio also provides postemployment health care benefits to age and service retirants with ten (10) or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. A portion of each employer's contribution to PERS is set-aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority for employer contributions and requires employers to fund postretirement health care through their contributions to PERS. The portion of the current year employer contribution rate (identified above) that was used to fund health care for the year was 4.2 percent of covered payroll, which amounted to \$215,967.

The significant assumptions and calculations described below were based on the PERS of Ohio's latest unaudited information as of December 31, 1999; there were 118,062 eligible benefit recipients. Expenditures for benefits during 1999 were \$523,559,349. Estimated net assets available for future benefit payments were \$9,870 million. Benefits are financed through employer contributions and investment earnings thereon. The contributions, investment income and periodic adjustments in health care provisions are expected to be sufficient to sustain the program indefinitely.

B. Police and Firemen's Disability and Pension Fund

The City of Troy contributes to the Police and Firemen's Disability and Pension Fund (PFDPF); a cost-sharing multiple-employer defined benefit pension plan. PFDPF 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 Ohio Revised Code. The PFDPF issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to PFDPF, 140 East Town Street, Columbus, Ohio 43215-5164.

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. The City's contributions to PFDPF for the years ending December 31, 1999, 1998, and 1997 were \$878,112, \$812,572, and \$800,113, respectively; 68 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997.

Other Post-retirement Benefits

The PFDPF System of Ohio provides post-retirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a two-thirds basis. The Ohio Revised Code provides statutory authority for employer contributions and allows the Fund's Board of Trustees to provide post-retirement health care coverage to all eligible individuals from the employer's contributions to the PFDPF System of Ohio. Most retirees are required to contribute a portion of the cost of their health care coverage.

The portion of the current year City contribution that was used to fund post-retirement health care benefits was \$141,030 representing 7 percent of covered payroll and \$174,189 representing 7 percent of covered payroll for police and fire respectively. Funding and accounting are on a pay-as-you-go basis.

As of December 31, 1998, the number of participants eligible to receive health care benefits was 11,424 for police and 9,186 for fire. The PFDPF System of Ohio does not provide separate data on the funded status and funding progress of post-retirement health care benefits. The Fund's total health care expenses for the year ended December 31, 1998 were \$78,596,790.

5. ENTERPRISE FUND DEBT

	Balance <u>1/1/99</u>	Increase (Decrease)	Balance <u>12/31/99</u>
<u>General Obligation Bonds:</u>			
Sewer system improvements, 6.25%	\$560,000	(\$70,000)	\$490,000
Water system improvements, 7.05%-7.20%	2,450,000	(2,450,000)	0
Water system improvement, 3.35%-5.30%	0	2,440,000	2,440,000
Wastewater system improvement 3.70% to 5.375%	4,150,000	(165,000)	3,985,000
Wastewater system improvements, 3.35% to 5.30%	0	3,295,000	3,295,000
Water Plant Expansion, 4.10% to 5.00%	4,690,000	(165,000)	4,525,000
Water Plant Expansion II, 4.375% to 5.00%	6,785,000	(225,000)	6,560,000
Golf Course improvements, 5.75%	480,000	(49,000)	431,000
<u>Notes Payable:</u>			
Ohio Water Development Authority: Sewer system improvements, 5.50%	<u>271,480</u>	(41,766)	<u>229,714</u>
TOTAL	<u>\$19,386,480</u>	<u>\$ 2,569,234</u>	<u>\$21,955,714</u>

The debt issued for Water System Improvements with interest rates in the range of 7.05% to 7.20% was defeased as of July 27, 1999, by the issuance of the Water System Improvement Bonds of 3.35%.

General Obligation Bonds

	<u>Principal</u>	<u>Interest</u>
2000	967,000	1,101,986
2001	1,009,000	1,060,403

2002	1,048,000	1,015,664
2003	1,096,000	968,413
2004	1,125,000	918,091
2005-2009	6,026,000	3,741,671
2010-2014	6,620,000	2,033,778
2015-2018	3,580,000	411,496
2019	<u>255,000</u>	<u>13,515</u>
Total	<u>\$21,726,000</u>	<u>\$11,265,017</u>

The above general obligation bonds are repaid from the resources of the associated water, sewer, and golf course funds.

**Note Payable - Ohio Water
Development Authority**

	<u>Principal</u>	<u>Interest</u>
2000	41,766	12,060
2001	41,766	9,763
2002	41,766	7,466
2003	41,766	5,169
2004	41,766	2,872
2005	<u>20,884</u>	<u>574</u>
Total	<u>\$229,714</u>	<u>\$ 37,904</u>

The Ohio Water Development Authority note is repaid from the resources of the sewer fund.

6. GENERAL LONG-TERM OBLIGATIONS

	<u>Balance 1/1/99</u>	<u>Increase (Decrease)</u>	<u>Balance 12/31/99</u>
<u>General Obligation Bonds:</u>			
Central maintenance facility, 6.25%	\$ 640,000	(\$ 80,000)	\$560,000
Storm sewer improvements, 6.25%	240,000	(30,000)	210,000
Storm sewer improvements, 7.125%	380,000	(35,000)	345,000

Storm sewer improvements, 6.00%	175,000	(35,000)	140,000
Safety Facilities, 3.70% to 4.80%	2,220,000	(280,000)	1,940,000
Special Assessment Bonds With <u>Government Commitment:</u>			
Street improvements, 8.5%	63,000	(9,000)	54,000
Street improvements, 7.05% to 7.20%	130,000	(130,000)	0
Street improvements, 3.35%	0	130,000	130,000
Street improvements, 7.125%	140,000	(14,000)	126,000
Street improvements, 7.35%	440,000	(40,000)	400,000
Accrued Wages & Benefits	360,007	61,603	421,610
Compensated absences	<u>1,202,960</u>	<u>5,814</u>	<u>1,208,774</u>
Total General Long-Term Obligations	<u>\$5,990,967</u>	<u>(\$ 455,583)</u>	<u>\$5,535,384</u>

The accrued wages and benefits amount above represents pension contributions that are not expected to be liquidated with expendable available financial resources.

The annual requirements to pay principal and interest on general long-term obligations at December 31, 1999 are as follows:

	<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2000	470,000	169,331
2001	480,000	145,538
2002	495,000	121,019
2003	515,000	95,375
2004	495,000	68,369
2005 - 2008	<u>740,000</u>	<u>66,405</u>
Total	<u>\$3,195,000</u>	<u>\$666,037</u>

The preceding general obligation bonds are repaid from the resources of the debt service fund.

<u>Special Assessment Bonds With Government Commitment</u>		
	<u>Principal</u>	<u>Interest</u>
2000	78,000	48,675
2001	78,000	43,448
2002	73,000	38,153
2003	73,000	33,040
2004	73,000	27,923
2005- 2011	<u>335,000</u>	<u>68,386</u>
Total	<u>\$ 710,000</u>	<u>\$259,625</u>

The special assessment bonds with government commitment are backed by the full faith and credit of the City and are repaid from the resources of the debt service fund.

7. FIXED ASSETS

A summary of changes in general fixed assets is as follows:

	<u>Balance</u>			<u>Balance</u>
	<u>1/1/99</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/99</u>
Land	\$ 1,460,999	\$ 246,798	\$ 8,793	\$1,699,004
Buildings & Improvements	7,116,008	158,457	0	7,274,465
Machinery & Equipment	7,646,442	1,028,180	276,217	8,398,405
Construction in Progress	<u>541,813</u>	<u>201,917</u>	<u>289,274</u>	<u>454,456</u>
Total	<u>\$16,765,262</u>	<u>\$ 1,635,352</u>	<u>\$ 574,284</u>	<u>\$17,826,330</u>

A summary of enterprise fund fixed assets is as follows:

	<u>Balance</u> <u>12/31/99</u>
Land	\$ 510,061
Buildings & Improvements	36,635,133
Machinery & Equipment	4,263,368

Construction in Progress	<u>16,914,146</u>
Total	\$58,322,708
Less:	
Accumulated Depreciation	<u>(16,613,519)</u>
Net Fixed Assets	<u>\$41,709,189</u>

8. CASH AND INVESTMENTS

The Municipality maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as Pooled Cash and Investments.

Legal Requirements

Statutes require the classification of monies held by the Municipality into three categories. Category 1 consists of "active" monies, those monies required to be kept in a "cash or "near cash" status for immediate use by the Municipality. Such monies must be maintained either as cash in the Municipal treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" monies, those monies not required for use within the current two-year period of designation of depositories. Inactive monies may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of "interim" monies, those monies which are not needed for immediate use but which will be needed before the end of the current period of depositories.

State legislation permits interim monies to be deposited or invested in the following securities:

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal

agency securities shall be direct insurances of federal government agencies or instrumentalities;

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) 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;
6. The State Treasurer's investment pool (STAR Ohio);
7. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Deposits

At year-end, the carrying amount of the Municipality's deposits was \$14,774,673 and the bank balance was \$15,439,296. Of the bank balance:

1. \$548,146 was covered by federal depository insurance.
2. \$14,891,150 was covered by collateral held by third-party trustees pursuant to Section 135.181, Revised Code, in collateral pools securing all public funds on deposit with specific depository institutions. The entire amount above is defined by GASB statement No. 3 as being collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

During the year the City invested in the State Treasury Asset Reserve of Ohio (STAR Ohio). 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 quoted share price at year-end.

Investments

The Municipality's investments are categorized below to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the Municipality. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the Municipality's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department but not in the Municipality's name.

	Category			Carrying Value/ Fair Value
	1	2	3	
Federal Government Securities	\$0	\$19,913,574	\$0	\$19,913,574
Troy General Long-Term Debt Obligations Held By Expendable Trust Fund	431,000	0	0	431,000
Troy Enterprise Fund Bond Held by Expendable Trust Fund	140,000	0	0	140,000
Liquid Asset Management (1)	N/A	N/A	N/A	5,994,498
STAR Ohio (1)	N/A	N/A	N/A	19,666,805
Total	\$571,000	\$19,913,574	\$0	\$46,145,877

(1) Investment is not categorized because it is not evidenced by securities that exist in physical or book entry form.

9. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

Included in the services provided by the City which are financed primarily by user charges are delivery of water, collection and disposal of sewerage, recreation, and parking meters. The key financial information for the year ended December 31, 1999 for these enterprise activities is as follows:

	Water	Sanitary Sewer	Swimming Pool	Hobart Arena	Miami Shores	Parking Meter	Stadium	Total Enterprise
Operating Revenues	\$4,498,604	\$3,979,430	\$57,082	\$281,319	\$717,007	\$37,852	\$8,608	\$9,579,902
Operating Expenses Before Depreciation	2,521,789	2,653,773	127,538	486,453	609,062	49,749	0	6,448,364
Depreciation	416,595	515,437	12,657	30,751	33,224	450	0	1,009,114
Operating Income (Loss)	1,560,220	810,220	(83,184)	(235,885)	74,721	(12,347)	8,608	2,122,353
Net Non-Operating Revenues (Expenses)	(566,696)	244,133	0	0	(10,267)	987	0	(331,843)
Net Income (Loss) Before Operating Transfers	993,524	1,054,353	(83,184)	(235,885)	64,454	(11,360)	8,608	1,790,510
Operating Transfer, Net	0	1,000,000	55,000	300,000	0	10,000	0	1,365,000
Net Income (Loss)	993,524	2,054,353	(28,184)	64,115	64,454	(1,360)	8,608	3,155,510
Contributed Capital	3,082,615	3,231,831	0	1,148,018	0	0	0	7,462,464
Fixed Asset Additions	1,711,757	2,664,996	502	1,333,780	84,053	0	0	5,795,088
Fixed Asset Disposals	(47,065)	0	0	(92,881)	(67,843)	0	0	(207,789)
Net Working Capital	5,751,486	8,779,950	45,036	173,342	319,028	346	32,992	15,102,180
Total Assets	29,696,703	25,425,638	162,585	1,519,208	1,222,076	214,010	82,630	58,322,850
Non-Current Liabilities	14,072,402	8,856,305	268	29,608	489,862	18,750	0	23,467,195
Total Fund Equity	15,624,301	16,569,333	162,317	1,489,600	732,214	195,260	82,630	34,855,655

10. CONTRIBUTED CAPITAL

During the year, contributed capital increased as follows:

	<u>Water Fund</u>	<u>Sanitary Sewer Fund</u>	<u>Hobart Arena</u>	<u>Total</u>
Contributed Capital, Beginning of Year	\$2,913,756	\$2,983,527	\$ 0	\$5,897,283
Capital Contributed by Developers	<u>168,859</u>	<u>248,304</u>	<u>1,148,018</u>	<u>1,565,181</u>
Contributed Capital, End of Year	<u>\$3,082,615</u>	<u>\$3,231,831</u>	<u>\$1,148,018</u>	<u>\$7,462,464</u>

11. CONSTRUCTION AND OTHER COMMITMENTS

At December 31, 1999, uncompleted construction contracts are as follows:

<u>Description</u>	<u>Remaining Commitment</u>
Water Treatment Plant	\$ 144,442
Downtown Sidewalk Improvement	1,174,242
Wastewater Treatment Plant	4,379,996
Other	<u>236,922</u>
Total	<u>\$5,935,602</u>

The City has no material lease commitments.

12. RISK MANAGEMENT

- A. In 1988 the City entered into a joint insurance pool, Miami Valley Risk Management Association, Inc. (MVRMA, Inc.) with five other local cities. At year-end, the pool has sixteen members and covers all property, crime, liability, boiler and machinery, and public official liability up to the limits stated below. It is intended to provide broad based coverage up to the limits stated below, with increased emphasis on safety and loss prevention and to create an opportunity for other local governments to participate. MVRMA, Inc. is a corporation governed by a sixteen-member board of trustees, consisting of a representative appointed by each of the member cities. The board of trustees elects the officers of the corporation, with each trustee having a single vote. The board is responsible for its own financial matters and the corporation maintains its own books of account. Budgeting and financing of MVRMA, Inc. is subject to the approval of the board.

For the year ended December 31, 1999, the loss fund contribution factors were Beaver Creek 7.78%, Blue Ash 6.52%, Indian Hill 3.30%, Kettering 17.58%, Madeira 2.14%, Mason 2.24%, Miamisburg 12.43%, Montgomery 3.44%, Sidney 10.64%, Springdale 6.40%, Tipp City 2.09%, Troy 7.75%, Vandalia 5.47%, West Carrollton 5.52%, Wilmington 4.12%, and Wyoming 2.58%. There was no joint venture debt at year-end.

A summary of financial information as of December 31, 1998, (latest information available) is as follows:

Current Assets	\$4,300,010
Total Assets	\$4,341,490
Current Liabilities	\$1,675,210
Long-Term Liabilities	\$ 0

The following is a summary of insurance coverage at year-end:

General Liability (including Police Professional Liability)	
Automobile Liability	\$10,500,000 per occurrence
Public Officials Liability	\$500,000 excess (\$500,000 Aggregate) \$10M excess \$1M (\$10M Aggregate per city)
Boiler & Machinery	\$437,305,462 Blanket Limit
Property	\$437,305,462 Blanket Limit
Flood (Property)	\$100,000,000 annual aggregate
Earthquake (Property)	\$100,000,000 annual aggregate

MVRMA retains responsibility for the payment of claims within specified MVRMA self-insured retention limits prior to the application of coverage provided by excess reinsurance contracts. During the year, MVRMA's self insured retention (SIR) limit for property was \$150,000 with the exception of boiler and machinery, which was \$5,000. The SIR for liability was \$500,000.

MVRMA estimates that member cities are paying approximately thirty-five percent less for coverage through MVRMA than would be paid under a commercial insurance program.

- B. For the current fiscal year the City of Troy participated in the Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The

intent of the GRP is to achieve the benefit of reduced premium for the City by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating City's is calculated as one experience and a common premium rate is applied to all the Cities in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than the individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Funding Pool". This "equity pooling" arrangement insures that each participant share equally in the overall performance of the GRP.

13. JOINTLY GOVERNED ORGANIZATIONS

The Miami Valley Risk Management Association, Inc., as discussed in the previous note, is a corporation governed by a sixteen member board of trustees, consisting of a representative appointed by each of the member cities. The board of trustees elects the officers of the corporation, with each trustee having a single vote. To obtain additional financial information write to the Miami Valley Risk Management Association, Inc., at 1450 East David Road, Suite 1B, Kettering, Ohio 45429-5706.

14. ADVANCED REFUNDING

On July 27, 1999, the City issued \$2,585,000 in General Obligation Bonds and \$140,000 in Special Assessment bonds with interest rates of 3.35%. These issuances were used to advance refund \$2,450,000 and \$130,000 of outstanding Water Improvement Tower General Obligation Bonds and Special Assessment Bonds with interest rates of 7.05% to 7.20% respectively. As a result, the Water Improvement Tower General Obligation Bonds and Special Assessment Bonds are considered defeased and the liabilities for those bonds removed from the enterprise fund and debt service fund respectively.

The City completed the advance refunding to reduce its total debt service payments over the next 11 years by \$587,431 and \$23,531 for the Water Improvement Tower General Obligation Bonds and Special Assessment Bonds respectively; and to obtain an economic gain (difference between the present value of the old and new debt service payments) of \$251,078 and \$8,706 for the Water Improvement Tower General Obligation Bonds and Special Assessment Bonds respectively.

**COMBINING
STATEMENTS**

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Special Revenue Funds

Street, Construction, Maintenance and Repair - Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

State Highway Improvement - Required by the Ohio Revised Code to account for that portion of the state gasoline and motor vehicle registration fees designated for maintenance of state highways within the City.

Income Tax - To account for monies received for City income taxes.

Cemetery - To account for monies received from plot sales and burials and expended for Cemetery maintenance.

Safety - Income Tax - To account for monies received for that portion of the City income tax that is required by City ordinance to be used for public safety.

Municipal Real Property - To account for receipts which are to be used to acquire, renovate, or repair municipal property.

Miami Conservancy District - To account for property tax receipts designated for conservancy district expenditures.

Recreational Programs - To account for monies received through charges for services for cultural and recreational events provided for public enjoyment.

Parks and Recreation Improvement - To account for monies which are to be used to maintain and upgrade recreational facilities.

Community Development Block Grant - To account for community development block grant funds.

Parking Improvement - To account for monies used to maintain and upgrade parking facilities.

Drug Law Enforcement - To account for monies designated to be used for drug law enforcement.

Law Enforcement - To account for monies designated to be used for law enforcement.

City of Troy, Ohio
 COMBINING BALANCE SHEET
 SPECIAL REVENUE FUNDS
 December 31, 1999

	Street Construction, Maintenance and Repair	State Highway Improvement	Income Tax	Cemetery
ASSETS:				
Assets:				
Pooled cash and investments	\$513,467	\$105,871	\$5,984,976	\$265,370
Receivables (net of allowance for uncollectibles):				
Taxes	0	0	559,571	0
Accounts	4,361	0	0	9,678
Intergovernmental	47,627	3,861	0	0
Interest	0	0	8,941	0
Notes receivable	0	0	0	0
TOTAL ASSETS	\$565,455	\$109,732	\$6,553,488	\$275,048
LIABILITIES AND FUND EQUITY:				
Liabilities:				
Accounts payable	\$368	\$0	\$554	\$325
Accrued wages and benefits	10,553	0	2,353	2,878
Compensated absences	3,995	0	1,422	2,116
Deferred revenue	0	0	0	0
Total Liabilities	14,916	0	4,329	5,319
Fund Equity:				
Fund Balances:				
Reserved for encumbrances	102,643	12,943	561	106,826
Reserved for notes receivable	0	0	0	0
Unreserved, undesignated	447,896	96,789	6,548,598	162,903
Total Fund Equity	550,539	109,732	6,549,159	269,729
TOTAL LIABILITIES AND FUND EQUITY	\$565,455	\$109,732	\$6,553,488	\$275,048

<u>Safety- Income Tax</u>	<u>Municipal Real Property</u>	<u>Miami Conservancy District</u>	<u>Recreational Programs</u>	<u>Parks and Recreation Improvement</u>	<u>Community Development Block Grant</u>	<u>Parking Improvement</u>
\$3,056,007	\$486,012	\$35,317	\$101,135	\$84,675	\$304,940	\$83,692
111,998	0	60,538	0	0	0	0
0	0	0	259	0	0	535
0	0	0	0	0	0	0
0	726	0	0	0	456	0
0	0	0	0	0	834,471	0
<u>\$3,168,005</u>	<u>\$486,738</u>	<u>\$95,855</u>	<u>\$101,394</u>	<u>\$84,675</u>	<u>\$1,139,867</u>	<u>\$84,227</u>
\$0	\$14,000	\$0	\$0	\$0	\$906	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	60,538	0	0	0	0
<u>0</u>	<u>14,000</u>	<u>60,538</u>	<u>0</u>	<u>0</u>	<u>906</u>	<u>0</u>
0	5,628	0	9,468	0	0	0
0	0	0	0	0	834,471	0
<u>3,168,005</u>	<u>467,110</u>	<u>35,317</u>	<u>91,926</u>	<u>84,675</u>	<u>304,490</u>	<u>84,227</u>
<u>3,168,005</u>	<u>472,738</u>	<u>35,317</u>	<u>101,394</u>	<u>84,675</u>	<u>1,138,961</u>	<u>84,227</u>
<u>\$3,168,005</u>	<u>\$486,738</u>	<u>\$95,855</u>	<u>\$101,394</u>	<u>\$84,675</u>	<u>\$1,139,867</u>	<u>\$84,227</u>

Continued

City of Troy, Ohio
 COMBINING BALANCE SHEET
 SPECIAL REVENUE FUNDS
 December 31, 1999

	<u>Drug Law Enforcement</u>	<u>Law Enforcement</u>	<u>Totals</u>
ASSETS:			
Assets:			
Pooled cash and investments	\$5,375	\$25,875	\$11,052,712
Receivables (net of allowance for uncollectibles):			
Taxes	0	0	732,107
Accounts	0	0	14,833
Intergovernmental	0	0	51,488
Interest	0	0	10,123
Notes receivable	0	0	834,471
TOTAL ASSETS	<u>\$5,375</u>	<u>\$25,875</u>	<u>\$12,695,734</u>
LIABILITIES AND FUND EQUITY:			
Liabilities:			
Accounts payable	\$0	\$0	\$16,153
Accrued wages and benefits	0	0	15,784
Compensated absences	0	0	7,533
Deferred revenue	0	0	60,538
Total Liabilities	<u>0</u>	<u>0</u>	<u>100,008</u>
Fund Equity:			
Fund Balances:			
Reserved for encumbrances	0	0	238,069
Reserved for notes receivable	0	0	834,471
Unreserved, undesignated	5,375	25,875	11,523,186
Total Fund Equity	<u>5,375</u>	<u>25,875</u>	<u>12,595,726</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$5,375</u>	 <u>\$25,875</u>	 <u>\$12,695,734</u>

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City of Troy, Ohio
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS
 For the Year Ended December 31, 1999

	Street Construction, Maintenance and Repair	State Highway Improvement	Income Tax	Cemetery
REVENUES:				
Taxes	\$0	\$0	\$8,352,089	\$0
Fines, licenses and permits	0	0	0	0
Intergovernmental	624,168	50,608	0	0
Charges for services	5,251	0	0	148,950
Investment earnings	0	3,277	309,896	0
Other	4,263	34	869	225
Total Revenues	633,682	53,919	8,662,854	149,175
EXPENDITURES:				
Current:				
General government	0	0	793,100	0
Public safety	0	0	0	0
Public health and welfare	0	0	0	304,258
Leisure time activities	0	0	0	0
Community development	0	0	0	0
Transportation and street repair	1,511,267	42,593	0	0
Capital outlay	0	0	0	0
Total Expenditures	1,511,267	42,593	793,100	304,258
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(877,585)	11,326	7,869,754	(155,083)
OTHER FINANCING SOURCES (USES):				
Operating transfers - in	925,000	0	0	325,000
Operating transfers - (out)	0	0	(7,275,000)	0
Total Other Financing Sources (Uses)	925,000	0	(7,275,000)	325,000
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	47,415	11,326	594,754	169,917
FUND BALANCES, BEGINNING OF YEAR	503,124	98,406	5,954,405	99,812
FUND BALANCES, END OF YEAR	\$550,539	\$109,732	\$6,549,159	\$269,729

Safety- Income Tax	Municipal Real Property	Miami Conservancy District	Recreational Programs	Parks and Recreation Improvement	Community Development Block Grant	Parking Improvement
\$405,307	\$0	\$75,171	\$0	\$0	\$0	\$0
0	0	0	0	0	0	8,810
0	110,237	6,519	0	0	27,000	0
0	0	0	103,455	0	0	0
0	20,503	0	4,474	3,251	56,040	3,540
0	0	0	0	25,674	0	0
405,307	130,740	81,690	107,929	28,925	83,040	12,350
0	0	57,360	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	90,092	0	0	0
0	0	0	0	0	9,538	0
0	0	0	0	0	0	1,498
0	79,796	0	0	0	0	0
0	79,796	57,360	90,092	0	9,538	1,498
405,307	50,944	24,330	17,837	28,925	73,502	10,852
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
405,307	50,944	24,330	17,837	28,925	73,502	10,852
2,762,698	421,794	10,987	83,557	55,750	1,065,459	73,375
\$3,168,005	\$472,738	\$35,317	\$101,394	\$84,675	\$1,138,961	\$84,227

Continued

City of Troy, Ohio
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 SPECIAL REVENUE FUNDS
 For the Year Ended December 31, 1999

	Drug Law Enforcement	Law Enforcement	Totals
REVENUES:			
Taxes	\$0	\$0	\$8,832,567
Fines, licenses and permits	1,678	6,687	17,175
Intergovernmental	0	0	818,532
Charges for services	0	0	257,656
Investment earnings	0	0	400,981
Other	0	1,255	32,320
Total Revenues	<u>1,678</u>	<u>7,942</u>	<u>10,359,231</u>
EXPENDITURES:			
Current:			
General government	0	0	850,460
Public safety	240	0	240
Public health and welfare	0	0	304,258
Leisure time activities	0	0	90,092
Community development	0	0	9,538
Transportation and street repair	0	0	1,555,358
Capital outlay	0	0	79,796
Total Expenditures	<u>240</u>	<u>0</u>	<u>2,889,742</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>1,438</u>	<u>7,942</u>	<u>7,469,489</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers - in	0	0	1,250,000
Operating transfers - (out)	0	0	(7,275,000)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(6,025,000)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>1,438</u>	<u>7,942</u>	<u>1,444,489</u>
FUND BALANCES, BEGINNING OF YEAR	<u>3,937</u>	<u>17,933</u>	<u>11,151,237</u>
FUND BALANCES, END OF YEAR	<u>\$5,375</u>	<u>\$25,875</u>	<u>\$12,595,726</u>

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City of Troy, Ohio
SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended December 31, 1999

	Street			State Highway		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses and permits	0	0	0	0	0	0
Intergovernmental	622,450	624,161	1,711	44,500	50,608	6,108
Charges for services	1,500	3,171	1,671	0	0	0
Fines and forfeitures	0	0	0	0	0	0
Investment earnings	0	0	0	1,000	3,277	2,277
Other	1,050	4,932	3,882	100	34	(66)
Total Revenues	\$625,000	\$632,264	\$7,264	\$45,600	\$53,919	\$8,319
EXPENDITURES:						
Current:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Security of persons and property	0	0	0	0	0	0
Public health and welfare	0	0	0	0	0	0
Leisure time activities	0	0	0	0	0	0
Community development	0	0	0	0	0	0
Transportation	1,922,903	1,631,550	291,353	64,275	55,536	8,739
Capital outlay	0	0	0	0	0	0
Total Expenditures	\$1,922,903	\$1,631,550	\$291,353	\$64,275	\$55,536	\$8,739
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(\$1,297,903)	(\$999,286)	\$298,617	(\$18,675)	(\$1,617)	\$17,058
OTHER FINANCING SOURCES (USES):						
Operating transfers - in	\$925,000	\$925,000	\$0	\$0	\$0	\$0
Operating transfers - out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$925,000	\$925,000	\$0	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(\$372,903)	(\$74,286)	\$298,617	(\$18,675)	(\$1,617)	\$17,058
FUND BALANCE, BEGINNING OF YEAR	484,742	484,742	0	94,545	94,545	0
FUND BALANCE, END OF YEAR	\$111,839	\$410,456	\$298,617	\$75,870	\$92,928	\$17,058

Income Tax

Cemetery

Safety - Income Tax

Budget	Actual	Variance Favorable (Unfavorable)
\$7,900,000	\$8,432,375	\$532,375
0	0	0
0	0	0
0	0	0
0	0	0
280,000	306,576	26,576
600	869	269
\$8,180,600	\$8,739,820	\$559,220

Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0
0	0	0
0	0	0
111,466	139,272	27,806
0	0	0
0	0	0
200	225	25
\$111,666	\$139,497	\$27,831

Budget	Actual	Variance Favorable (Unfavorable)
\$420,155	\$506,595	\$86,440
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
\$420,155	\$506,595	\$86,440

\$754,095	\$794,678	(\$40,583)
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0

\$0	\$0	\$0
0	0	0
547,647	411,021	136,626
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

\$754,095	\$794,678	(\$40,583)
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\$547,647	\$411,021	\$136,626
------------------	------------------	------------------

\$0	\$0	\$0
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\$7,426,505	\$7,945,142	\$518,637
-------------	-------------	-----------

(\$435,981)	(\$271,524)	\$164,457
-------------	-------------	-----------

\$420,155	\$506,595	\$86,440
-----------	-----------	----------

\$0	\$0	\$0
(10,650,000)	(7,275,000)	3,375,000
(\$10,650,000)	(\$7,275,000)	\$3,375,000

\$345,500	\$325,000	(\$20,500)
0	0	0
\$345,500	\$325,000	(\$20,500)

\$0	\$0	\$0
0	0	0
\$0	\$0	\$0

(\$3,223,495)	\$670,142	\$3,893,637
---------------	-----------	-------------

(\$90,481)	\$53,476	\$143,957
------------	----------	-----------

\$420,155	\$506,595	\$86,440
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5,313,719	5,313,719	0
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104,743	104,743	0
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2,549,412	2,549,412	0
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\$2,090,224	\$5,983,861	\$3,893,637
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\$14,262	\$158,219	\$143,957
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\$2,969,567	\$3,056,007	\$86,440
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City of Troy, Ohio
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BASIS)
For the Year Ended December 31, 1999

	Municipal Real Property			Miami Conservancy District		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Taxes	\$0	\$0	\$0	\$75,000	\$75,171	\$171
Licenses and permits	0	0	0	0	0	0
Intergovernmental	110,000	110,237	237	6,500	6,519	19
Charges for services	0	0	0	0	0	0
Fines and forfeitures	0	0	0	0	0	0
Investment earnings	12,500	20,224	7,724	0	0	0
Other	0	0	0	0	0	0
Total Revenues	\$122,500	\$130,461	\$7,961	\$81,500	\$81,690	\$190
EXPENDITURES:						
Current:						
General government	\$0	\$0	\$0	\$57,360	\$57,360	\$0
Security of persons and property	0	0	0	0	0	0
Public health and welfare	0	0	0	0	0	0
Leisure time activities	0	0	0	0	0	0
Community development	0	0	0	0	0	0
Transportation	0	0	0	0	0	0
Capital outlay	111,477	86,566	24,911	0	0	0
Total Expenditures	\$111,477	\$86,566	\$24,911	\$57,360	\$57,360	\$0
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$11,023	\$43,895	\$32,872	\$24,140	\$24,330	\$190
OTHER FINANCING SOURCES (USES):						
Operating transfers - in	\$0	\$0	\$0	\$0	\$0	\$0
Operating transfers - out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	\$11,023	\$43,895	\$32,872	\$24,140	\$24,330	\$190
FUND BALANCE, BEGINNING OF YEAR	422,489	422,489	0	10,987	10,987	0
FUND BALANCE, END OF YEAR	\$433,512	\$466,384	\$32,872	\$35,127	\$35,317	\$190

Recreational Programs			Parks and Recreation			CDBG		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	25,000	27,000	2,000
102,000	103,196	1,196	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
3,000	4,474	1,474	2,950	3,251	301	51,232	55,584	4,352
0	0	0	24,450	25,674	1,224	33,318	33,680	362
<u>\$105,000</u>	<u>\$107,670</u>	<u>\$2,670</u>	<u>\$27,400</u>	<u>\$28,925</u>	<u>\$1,525</u>	<u>\$109,550</u>	<u>\$116,264</u>	<u>\$6,714</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
126,356	101,047	25,309	3,000	0	3,000	0	0	0
0	0	0	0	0	0	77,538	9,538	68,000
0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
<u>\$126,356</u>	<u>\$101,047</u>	<u>\$25,309</u>	<u>\$3,000</u>	<u>\$0</u>	<u>\$3,000</u>	<u>\$77,538</u>	<u>\$9,538</u>	<u>\$68,000</u>
<u>(\$21,356)</u>	<u>\$6,623</u>	<u>\$27,979</u>	<u>\$24,400</u>	<u>\$28,925</u>	<u>\$4,525</u>	<u>\$32,012</u>	<u>\$106,726</u>	<u>\$74,714</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0	0	0
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>(\$21,356)</u>	<u>\$6,623</u>	<u>\$27,979</u>	<u>\$24,400</u>	<u>\$28,925</u>	<u>\$4,525</u>	<u>\$32,012</u>	<u>\$106,726</u>	<u>\$74,714</u>
85,044	85,044	0	55,750	55,750	0	197,307	197,307	0
<u>\$63,688</u>	<u>\$91,667</u>	<u>\$27,979</u>	<u>\$80,150</u>	<u>\$84,675</u>	<u>\$4,525</u>	<u>\$229,319</u>	<u>\$304,033</u>	<u>\$74,714</u>

Continued

City of Troy, Ohio
SPECIAL REVENUE FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended December 31, 1999

	Parking Improvement			Drug Law Enforcement		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Licenses and permits	0	0	0	0	0	0
Intergovernmental	0	0	0	0	0	0
Charges for services	0	0	0	0	0	0
Fines and forfeitures	7,500	8,275	775	500	1,678	1,178
Investment earnings	2,400	3,540	1,140	0	0	0
Other	0	0	0	0	0	0
Total Revenues	\$9,900	\$11,815	\$1,915	\$500	\$1,678	\$1,178
EXPENDITURES:						
Current:						
General government	\$0	\$0	\$0	\$0	\$0	\$0
Security of persons and property	0	0	0	4,250	240	4,010
Public health and welfare	0	0	0	0	0	0
Leisure time activities	0	0	0	0	0	0
Community development	0	0	0	0	0	0
Transportation	10,000	1,498	8,502	0	0	0
Capital outlay	0	0	0	0	0	0
Total Expenditures	\$10,000	\$1,498	\$8,502	\$4,250	\$240	\$4,010
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(\$100)	\$10,317	\$10,417	(\$3,750)	\$1,438	\$5,188
OTHER FINANCING SOURCES (USES):						
Operating transfers - in	\$0	\$0	\$0	\$0	\$0	\$0
Operating transfers - out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	\$0	\$0	\$0	\$0	\$0	\$0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(\$100)	\$10,317	\$10,417	(\$3,750)	\$1,438	\$5,188
FUND BALANCE, BEGINNING OF YEAR	73,375	73,375	0	3,937	3,937	0
FUND BALANCE, END OF YEAR	\$73,275	\$83,692	\$10,417	\$187	\$5,375	\$5,188

Law Enforcement			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$8,395,155	\$9,014,141	\$618,986
0	0	0	0	0	0
0	0	0	808,450	818,525	10,075
0	0	0	214,966	245,639	30,673
6,500	6,687	187	14,500	16,640	2,140
0	0	0	353,082	396,926	43,844
1,000	1,255	255	60,718	66,669	5,951
<u>\$7,500</u>	<u>\$7,942</u>	<u>\$442</u>	<u>\$9,846,871</u>	<u>\$10,558,540</u>	<u>\$711,669</u>
\$0	\$0	\$0	\$811,455	\$852,038	(\$40,583)
12,000	0	12,000	16,250	240	16,010
0	0	0	547,647	411,021	136,626
0	0	0	129,356	101,047	28,309
0	0	0	77,538	9,538	68,000
0	0	0	1,997,178	1,688,584	308,594
0	0	0	111,477	86,566	24,911
<u>\$12,000</u>	<u>\$0</u>	<u>\$12,000</u>	<u>\$3,690,901</u>	<u>\$3,149,034</u>	<u>\$541,867</u>
<u>(\$4,500)</u>	<u>\$7,942</u>	<u>\$12,442</u>	<u>\$6,155,970</u>	<u>\$7,409,506</u>	<u>\$1,253,536</u>
\$0	\$0	\$0	\$1,270,500	\$1,250,000	(\$20,500)
0	0	0	(10,650,000)	(7,275,000)	3,375,000
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$9,379,500)</u>	<u>(\$6,025,000)</u>	<u>\$3,354,500</u>
<u>(\$4,500)</u>	<u>\$7,942</u>	<u>\$12,442</u>	<u>(\$3,223,530)</u>	<u>\$1,384,506</u>	<u>\$4,608,036</u>
17,933	17,933	0	9,413,983	9,413,983	0
<u>\$13,433</u>	<u>\$25,875</u>	<u>\$12,442</u>	<u>\$6,190,453</u>	<u>\$10,798,489</u>	<u>\$4,608,036</u>

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Debt Service Fund

Debt Service - To account for special assessments resources and for the repayment of special assessments debt.

Since there is only one debt service fund, no additional financial statements are presented here.

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Capital Projects Funds

Capital Improvement - To account for various capital projects financed by governmental funds.

OPWC Project Fund - To account for capital projects financed by issue 2 monies.

City of Troy, Ohio
 COMBINING BALANCE SHEET
 CAPITAL PROJECTS FUNDS
 December 31, 1999

	<u>Capital Improvement</u>	<u>OPWC Project Fund</u>	<u>Totals</u>
ASSETS:			
<i>Assets:</i>			
Pooled cash and investments	\$2,032,292	\$312,518	\$2,344,810
Receivables (net of allowance for uncollectibles):			
Taxes	112,183	0	112,183
Special assessments	31,438	0	31,438
TOTAL ASSETS	<u>\$2,175,913</u>	<u>\$312,518</u>	<u>\$2,488,431</u>
LIABILITIES AND FUND EQUITY:			
<i>Liabilities:</i>			
Accounts payable	\$5,030	\$0	\$5,030
Retainage payable	11,226	0	11,226
Deferred revenue	31,438	0	31,438
Total Liabilities	<u>47,694</u>	<u>0</u>	<u>47,694</u>
<i>Fund Equity:</i>			
<i>Fund Balances:</i>			
Reserved for encumbrances	1,231,654	0	1,231,654
Unreserved, undesignated	896,565	312,518	1,209,083
Total Fund Equity	<u>2,128,219</u>	<u>312,518</u>	<u>2,440,737</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$2,175,913</u>	<u>\$312,518</u>	<u>\$2,488,431</u>

City of Troy, Ohio
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 CAPITAL PROJECTS FUNDS
 For the Year Ended December 31, 1999

	<u>Capital Improvement</u>	<u>OPWC Project Fund</u>	<u>Totals</u>
REVENUES:			
Taxes	\$1,798,657	\$0	\$1,798,657
Intergovernmental	127,995	409,451	537,446
Special assessments	13,854	0	13,854
Other	19,942	0	19,942
Total Revenues	<u>1,960,448</u>	<u>409,451</u>	<u>2,369,899</u>
EXPENDITURES:			
Current:			
Community development	52,322	0	52,322
Capital outlay	1,886,814	405,926	2,292,740
Total Expenditures	<u>1,939,136</u>	<u>405,926</u>	<u>2,345,062</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>21,312</u>	<u>3,525</u>	<u>24,837</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers - (out)	(1,000,000)	0	(1,000,000)
Total Other Financing Sources (Uses)	<u>(1,000,000)</u>	<u>0</u>	<u>(1,000,000)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(978,688)</u>	<u>3,525</u>	<u>(975,163)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>3,106,907</u>	<u>308,993</u>	<u>3,415,900</u>
FUND BALANCES, END OF YEAR	<u>\$2,128,219</u>	<u>\$312,518</u>	<u>\$2,440,737</u>

City of Troy, Ohio
 CAPITAL PROJECTS FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BASIS)
 For the Year Ended December 31, 1999

	Capital Improvement		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:			
Taxes	\$1,651,000	\$1,686,474	\$35,474
Intergovernmental	85,000	127,995	42,995
Special assessments	11,000	13,854	2,854
Other	0	19,942	19,942
Total Revenues	\$1,747,000	\$1,848,265	\$101,265
EXPENDITURES:			
<i>Current:</i>			
Community Development	\$114,855	\$58,197	\$56,658
Capital outlay	3,622,261	3,107,242	515,019
Total Expenditures	\$3,737,116	\$3,165,439	\$571,677
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(\$1,990,116)	(\$1,317,174)	\$672,942
OTHER FINANCING SOURCES (USES):			
Operating transfers - (out)	(1,000,000)	(1,000,000)	0
Total Other Financing Sources (Uses)	(\$1,000,000)	(\$1,000,000)	\$0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(\$2,990,116)	(\$2,317,174)	\$672,942
FUND BALANCE, BEGINNING OF YEAR	3,112,782	3,112,782	0
FUND BALANCE, END OF YEAR	\$122,666	\$795,608	\$672,942

OPWC Capital Projects			Totals		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$1,651,000	\$1,686,474	\$35,474
409,000	409,451	451	494,000	537,446	\$43,446
0	0	0	11,000	13,854	2,854
0	0	0	0	19,942	19,942
<u>\$409,000</u>	<u>\$409,451</u>	<u>\$451</u>	<u>\$2,156,000</u>	<u>\$2,257,716</u>	<u>\$101,716</u>
\$0	\$0	\$0	\$114,855	\$58,197	\$56,658
537,257	533,367	3,890	4,159,518	3,640,609	518,909
<u>\$537,257</u>	<u>\$533,367</u>	<u>\$3,890</u>	<u>\$4,274,373</u>	<u>\$3,698,806</u>	<u>\$575,567</u>
<u>(\$128,257)</u>	<u>(\$123,916)</u>	<u>\$4,341</u>	<u>(\$2,118,373)</u>	<u>(\$1,441,090)</u>	<u>\$677,283</u>
0	0	0	(1,000,000)	(1,000,000)	0
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$1,000,000)</u>	<u>(\$1,000,000)</u>	<u>\$0</u>
(\$128,257)	(\$123,916)	\$4,341	(\$3,118,373)	(\$2,441,090)	\$677,283
436,434	436,434	0	3,549,216	3,549,216	0
<u>\$308,177</u>	<u>\$312,518</u>	<u>\$4,341</u>	<u>\$430,843</u>	<u>\$1,108,126</u>	<u>\$677,283</u>

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Enterprise Funds

Water - To account for the provision of water treatment and distribution to the residents and commercial users of the water system.

Sanitary Sewer - To account for sanitary sewer services provided to the residents and commercial users of the sewer system.

Swimming Pool - To account for swimming pool facilities provided by the City.

Hobart Arena - To account for arena facilities provided by the City.

Miami Shores - To account for golf course facilities provided by the City.

Parking Meter - To account for off-street parking provided by the City.

Stadium - To account for stadium facilities provided by the City.

All activities necessary to provide the above services are accounted for in each particular fund including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

City of Troy, Ohio
 COMBINING BALANCE SHEET
 ENTERPRISE FUNDS
 December 31, 1999

	<u>Water</u>	<u>Sanitary Sewer</u>
ASSETS:		
Assets:		
Pooled cash and investments	\$5,650,551	\$9,442,142
Receivables (net of allowance for uncollectibles):		
Accounts	183,829	180,293
Interest	8,441	14,106
Inventory	456,067	0
Fixed assets (net, where applicable of accumulated depreciation)	<u>23,397,815</u>	<u>15,789,097</u>
TOTAL ASSETS	<u><u>—\$29,696,703</u></u>	<u><u>\$25,425,638</u></u>
LIABILITIES AND FUND EQUITY:		
Liabilities:		
Accounts payable	\$35,726	\$595,097
Accrued wages and benefits	53,414	42,501
Interest payable	61,874	30,282
Retainage payable	70,682	26,384
Compensated absences	325,706	162,327
Notes payable	0	229,714
General obligation bonds payable	<u>13,525,000</u>	<u>7,770,000</u>
Total Liabilities	<u>14,072,402</u>	<u>8,856,305</u>
Fund Equity:		
Contributed capital	3,082,615	3,231,831
Retained earnings - unreserved	<u>12,541,686</u>	<u>13,337,502</u>
Total Fund Equity	<u>15,624,301</u>	<u>16,569,333</u>
TOTAL LIABILITIES AND FUND EQUITY	<u><u>\$29,696,703</u></u>	<u><u>\$25,425,638</u></u>

<u>Swimming Pool</u>	<u>Hobart Arena</u>	<u>Miami Shores</u>	<u>Parking Meter</u>	<u>Stadium</u>	<u>Totals</u>
\$45,304	\$177,090	\$377,326	\$19,096	\$32,992	\$15,744,501
0	25,860	0	0	0	389,982
0	0	564	0	0	23,111
0	0	0	0	0	456,067
<u>117,281</u>	<u>1,316,258</u>	<u>844,186</u>	<u>194,914</u>	<u>49,638</u>	<u>41,709,189</u>
<u>\$162,585</u>	<u>\$1,519,208</u>	<u>\$1,222,076</u>	<u>\$214,010</u>	<u>\$82,630</u>	<u>\$58,322,850</u>
\$71	\$17,215	\$2,224	\$0	\$0	\$650,333
197	12,393	11,864	1,876	0	122,245
0	0	2,065	0	0	94,221
0	0	0	0	0	97,066
0	0	42,709	16,874	0	547,616
0	0	0	0	0	229,714
0	0	431,000	0	0	21,726,000
<u>268</u>	<u>29,608</u>	<u>489,862</u>	<u>18,750</u>	<u>0</u>	<u>23,467,195</u>
0	1,148,018	0	0	0	7,462,464
<u>162,317</u>	<u>341,582</u>	<u>732,214</u>	<u>195,260</u>	<u>82,630</u>	<u>27,393,191</u>
<u>162,317</u>	<u>1,489,600</u>	<u>732,214</u>	<u>195,260</u>	<u>82,630</u>	<u>34,855,655</u>
<u>\$162,585</u>	<u>\$1,519,208</u>	<u>\$1,222,076</u>	<u>\$214,010</u>	<u>\$82,630</u>	<u>\$58,322,850</u>

City of Troy, Ohio
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ENTERPRISE FUNDS
 For the Year Ended December 31, 1999

	Water	Sanitary Sewer	Swimming Pool
OPERATING REVENUES:			
Charges for services	\$4,493,323	\$3,967,434	\$56,690
Fines and forfeitures	0	0	0
Other	5,281	11,996	392
Total Operating Revenue	4,498,604	3,979,430	57,082
OPERATING EXPENSES:			
Leisure time activities	0	0	127,609
Basic utility service	2,521,789	2,641,493	0
Depreciation	416,595	515,437	12,657
Transportation	0	12,280	0
Total Operating Expenses	2,938,384	3,169,210	140,266
OPERATING INCOME (LOSS)	1,560,220	810,220	(83,184)
NONOPERATING REVENUES (EXPENSES):			
Investment earnings	283,210	369,010	0
Interest expense	(849,906)	(334,877)	0
Intergovernmental revenue	0	210,000	0
Total Nonoperating Revenues (Expenses)	(566,696)	244,133	0
INCOME (LOSS) BEFORE OPERATING TRANSFERS	993,524	1,054,353	(83,184)
OPERATING TRANSFERS:			
Operating transfers - in	0	1,000,000	55,000
Total Operating Transfers	0	1,000,000	55,000
NET INCOME (LOSS)	993,524	2,054,353	(28,184)
RETAINED EARNINGS, BEGINNING OF YEAR	11,548,162	11,283,149	190,501
RETAINED EARNINGS, END OF YEAR	\$12,541,686	\$13,337,502	\$162,317

<u>Hobart Arena</u>	<u>Miami Shores</u>	<u>Parking Meter</u>	<u>Stadium</u>	<u>Totals</u>
\$83,254	\$702,303	\$29,351	\$8,608	\$9,340,963
0	0	8,443	0	8,443
<u>198,065</u>	<u>14,704</u>	<u>58</u>	<u>0</u>	<u>230,496</u>
<u>281,319</u>	<u>717,007</u>	<u>37,852</u>	<u>8,608</u>	<u>9,579,902</u>
486,453	609,062	0	0	1,223,124
0	0	0	0	5,163,282
30,751	33,224	450	0	1,009,114
0	0	49,749	0	62,029
<u>517,204</u>	<u>642,286</u>	<u>50,199</u>	<u>0</u>	<u>7,457,549</u>
<u>(235,885)</u>	<u>74,721</u>	<u>(12,347)</u>	<u>8,608</u>	<u>2,122,353</u>
0	17,098	987	0	670,305
0	(27,365)	0	0	(1,212,148)
0	0	0	0	210,000
<u>0</u>	<u>(10,267)</u>	<u>987</u>	<u>0</u>	<u>(331,843)</u>
<u>(235,885)</u>	<u>64,454</u>	<u>(11,360)</u>	<u>8,608</u>	<u>1,790,510</u>
<u>300,000</u>	<u>0</u>	<u>10,000</u>	<u>0</u>	<u>1,365,000</u>
<u>300,000</u>	<u>0</u>	<u>10,000</u>	<u>0</u>	<u>1,365,000</u>
64,115	64,454	(1,360)	8,608	3,155,510
<u>277,467</u>	<u>667,760</u>	<u>196,620</u>	<u>74,022</u>	<u>24,237,681</u>
<u>\$341,582</u>	<u>\$732,214</u>	<u>\$195,260</u>	<u>\$82,630</u>	<u>\$27,393,191</u>

City of Troy, Ohio
 COMBINING STATEMENT OF CASH FLOWS
 ENTERPRISE FUNDS
 For the Year Ended December 31, 1999

	Water	Sanitary Sewer	Swimming Pool
OPERATING ACTIVITIES:			
Operating income (loss)	\$1,560,220	\$810,220	(\$83,184)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	416,595	515,437	12,657
Investment earnings	0	0	0
Changes in assets and liabilities:			
(Increase) decrease in receivables	(12,839)	(39,249)	0
(Increase) decrease in inventory	(28,187)	0	0
(Increase) decrease in other assets	0	0	0
Increase (decrease) in payables	(857,611)	506,754	71
Increase (decrease) in accrued liabilities	49,024	31,504	(749)
Increase (decrease) in other liabilities	0	0	0
Net Cash Provided (Used) by Operating Activities	<u>1,127,202</u>	<u>-1,824,666</u>	<u>(71,205)</u>
NONCAPITAL FINANCING ACTIVITIES:			
Intergovernmental revenue	0	210,000	0
Operating transfers - in	0	1,000,000	55,000
Operating transfers - (out)	0	0	0
Net Cash Provided (Used) by Noncapital Financing Activities	<u>0</u>	<u>1,210,000</u>	<u>55,000</u>
CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from issuance of debt	0	3,500,000	0
Principal paid	(400,000)	(481,766)	0
Interest paid	(852,014)	(325,182)	0
Acquisition of fixed assets	(1,693,941)	(2,663,566)	(502)
Contributed capital	168,859	248,304	0
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,777,096)</u>	<u>277,790</u>	<u>(502)</u>
INVESTING ACTIVITIES:			
Purchase of investments	0	0	0
Investment maturities	0	0	0
Investment earnings	282,194	357,885	0
Net Cash Provided (Used) by Investing Activities	<u>282,194</u>	<u>357,885</u>	<u>0</u>
NET INCREASE (DECREASE) IN CASH	(1,367,700)	3,670,341	(16,707)
CASH BEGINNING OF YEAR	<u>7,018,251</u>	<u>5,771,801</u>	<u>62,011</u>
CASH END OF YEAR	<u>\$5,650,551</u>	<u>\$9,442,142</u>	<u>\$45,304</u>

Hobart Arena	Miami Shores	Parking Meter	Stadium	Totals
(\$235,885)	\$74,721	(\$12,347)	\$8,608	\$2,122,353
30,751	33,224	450	0	1,009,114
0	0	0	0	0
(25,860)	(203)	0	0	(78,151)
0	0	0	0	(28,187)
14,828	2,224	0	0	(333,734)
(347)	(2,441)	(935)	0	76,056
(6,612)	4,377	0	0	(2,235)
<u>(223,125)</u>	<u>111,902</u>	<u>(12,832)</u>	<u>8,608</u>	<u>2,765,216</u>
0	0	0	0	210,000
300,000	0	10,000	0	1,365,000
0	0	0	0	0
<u>300,000</u>	<u>0</u>	<u>10,000</u>	<u>0</u>	<u>1,575,000</u>
0	0	0	0	3,500,000
0	(49,000)	0	0	(930,766)
0	(27,600)	0	0	(1,204,796)
(1,240,899)	(16,210)	0	0	(5,615,118)
1,148,018	0	0	0	1,565,181
<u>(92,881)</u>	<u>(92,810)</u>	<u>0</u>	<u>0</u>	<u>(2,685,499)</u>
0	0	0	0	0
0	0	0	0	0
	17,098	987	0	658,164
0	17,098	987	0	658,164
(16,006)	36,190	(1,845)	8,608	2,312,881
193,096	341,136	20,941	24,384	13,431,620
<u>\$177,090</u>	<u>\$377,326</u>	<u>\$19,096</u>	<u>\$32,992</u>	<u>\$15,744,501</u>

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Trust and Agency Funds

Cemetery Nonexpendable Trust - To account for donations received where the donor desires the principal amount donated to remain intact with the interest revenue to be used for the general care and maintenance of the cemetery.

Investment Fund for Capital Improvement Expendable Trust - To account for receipt of monies to be held in expendable trust fund for acquisition and improvement of capital assets.

Cemetery Endowment Expendable Trust - To account for the receipt of monies to be held in expendable trust fund for general care and maintenance of the cemetery.

Stouder Playground Expendable Trust - To account for the receipt of monies to be held in expendable trust fund for acquisition and maintenance of playground equipment.

Paul G. Duke Expendable Trust - To account for the receipt of monies to be held in expendable trust fund for acquisition and improvement of parks and recreation facilities.

Unclaimed Funds Expendable Trust - To account for receipt of unclaimed monies to be held in expendable trust fund.

Tri-Centennial Expendable Trust - To account for the receipt of monies to be held in expendable trust fund for tricentennial activities.

Imprest Cash Agency - To account for assets and liabilities of the Imprest cash fund.

Board of Building Standards Agency - To account for assets received and disbursed as agent relative to building standards activities.

Enterprise Zone Agency - To account for assets received and disbursed as agent relative to enterprise zone activities.

City of Troy, Ohio
 COMBINING BALANCE SHEET
 FIDUCIARY FUNDS
 December 31, 1999

	Cemetery Nonexpendable Trust	Investment Fund For Capital Improvement Expendable Trust	Cemetery Endowment Expendable Trust
ASSETS:			
Assets:			
Pooled cash and investments	\$246,748	\$28,896,513	\$445,877
Receivables (net of allowance for uncollectibles):			
Accounts	0	0	863
Interest	2,349	444,145	666
TOTAL ASSETS	\$249,097	\$29,340,658	\$447,406
LIABILITIES AND FUND EQUITY:			
Liabilities:			
Due to others	\$0	\$0	\$0
Total Liabilities	0	0	0
Fund Equity:			
Reserved for endowment	249,097	0	0
Unreserved, undesignated	0	29,340,658	447,406
Total Fund Equity	249,097	29,340,658	447,406
TOTAL LIABILITIES AND FUND EQUITY	\$249,097	\$29,340,658	\$447,406

<u>Stouder Playground Expendable Trust</u>	<u>Paul G. Duke Expendable Trust</u>	<u>Unclaimed Funds Expendable Trust</u>	<u>Tri-Centennial Expendable Trust</u>	<u>Imprest Cash Agency</u>	<u>Board of Building Standards Agency</u>	<u>Enterprise Zone Agency</u>	<u>Totals</u>
\$8,666	\$9,246	\$7,760	\$763	\$850	\$257	\$30,628	\$29,647,308
0	0	0	0	0	0	0	863
0	0	0	0	0	0	0	447,160
<u>\$8,666</u>	<u>\$9,246</u>	<u>\$7,760</u>	<u>\$763</u>	<u>\$850</u>	<u>\$257</u>	<u>\$30,628</u>	<u>\$30,095,331</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$850</u>	<u>\$257</u>	<u>\$30,628</u>	<u>\$31,735</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>850</u>	<u>257</u>	<u>30,628</u>	<u>31,735</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>249,097</u>
<u>8,666</u>	<u>9,246</u>	<u>7,760</u>	<u>763</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>29,814,499</u>
<u>8,666</u>	<u>9,246</u>	<u>7,760</u>	<u>763</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>30,063,596</u>
<u>\$8,666</u>	<u>\$9,246</u>	<u>\$7,760</u>	<u>\$763</u>	<u>\$850</u>	<u>\$257</u>	<u>\$30,628</u>	<u>\$30,095,331</u>

City of Troy, Ohio
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 EXPENDABLE TRUST FUNDS
 For the Year Ended December 31, 1999

	Investment Fund For Capital Improvement Expendable Trust	Cemetery Endowment Expendable Trust	Stouder Playground Expendable Trust	Paul G. Duke Expendable Trust
REVENUES:				
Charges for services	\$0	\$23,582	\$0	\$0
Investment earnings	1,124,657	19,369	469	274
Other	66,875	0	0	0
Total Revenues	1,191,532	42,951	469	274
EXPENDITURES:				
Current:				
General government	27,500	0	0	0
Leisure time activities	0	0	2,000	0
Total Expenditures	27,500	0	2,000	0
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,164,032	42,951	(1,531)	274
OTHER FINANCING SOURCES (USES):				
Operating transfers - (out)	(1,189,131)	0	0	0
Total Other Financing Sources (Uses)	(1,189,131)	0	0	0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(25,099)	42,951	(1,531)	274
FUND BALANCES, BEGINNING OF YEAR	29,365,757	404,455	10,197	8,972
FUND BALANCES, END OF YEAR	\$29,340,658	\$447,406	\$8,666	\$9,246

Unclaimed Funds Expendable Trust	Tri-Centennial Expendable Trust	Totals
\$0	\$0	\$23,582
0	81	1,144,850
388	0	67,263
<u>388</u>	<u>81</u>	<u>1,235,695</u>
0	0	27,500
0	0	2,000
0	0	29,500
<u>388</u>	<u>81</u>	<u>1,206,195</u>
0	0	(1,189,131)
0	0	(1,189,131)
388	81	17,064
<u>7,372</u>	<u>682</u>	<u>29,797,435</u>
<u>\$7,760</u>	<u>\$763</u>	<u>\$29,814,499</u>

City of Troy, Ohio
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 For the Year Ended December 31, 1999

	Balance 12/31/98	Additions	Deductions	Balance 12/31/99
<u>Imprest Cash</u>				
ASSETS:				
Pooled Cash and Investments	\$850	\$0	\$0	\$850
Total Assets	\$850	\$0	\$0	\$850
LIABILITIES:				
Due to others	\$850	\$0	\$0	\$850
Total Liabilities	\$850	\$0	\$0	\$850
<u>Board of Building Standards</u>				
ASSETS:				
Pooled Cash and Investments	\$216	\$41	\$0	\$257
Total Assets	\$216	\$41	\$0	\$257
LIABILITIES:				
Due to others	\$216	\$41	\$0	\$257
Total Liabilities	\$216	\$41	\$0	\$257
<u>Enterprise Zone</u>				
ASSETS:				
Pooled Cash and Investments	\$18,155	\$12,473	\$0	\$30,628
Total Assets	\$18,155	\$12,473	\$0	\$30,628
LIABILITIES:				
Due to others	18,155	14,056	(1,583)	30,628
Total Liabilities	\$18,155	\$14,056	(\$1,583)	\$30,628
<u>Totals</u>				
ASSETS:				
Pooled Cash and Investments	\$19,221	\$12,514	\$0	\$31,735
Total Assets	\$19,221	\$12,514	\$0	\$31,735
LIABILITIES:				
Due to others	\$19,221	\$12,514	\$0	\$31,735
Total Liabilities	\$19,221	\$12,514	\$0	\$31,735

General Fixed Assets Account Group

The General Fixed Assets Account Group accounts for all general fixed assets of the City.

City of Troy, Ohio
SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCES
December 31, 1999

GENERAL FIXED ASSETS:

Land	\$1,699,004
Buildings	7,728,921
Equipment	<u>8,398,405</u>

Total General Fixed Assets	<u>\$17,826,330</u>
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INVESTMENT IN GENERAL FIXED
ASSETS BY SOURCE:

General fund revenue	\$1,456,785
Special revenue funds revenue	22,606
Investment prior to 1-1-97	<u>16,346,939</u>

Total Investment in General Fixed Assets	<u>\$17,826,330</u>
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City of Troy, Ohio
 SCHEDULE OF GENERAL FIXED ASSETS
 BY FUNCTION AND ACTIVITY
 As of December 31, 1999

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>
FUNCTION AND ACTIVITY:				
Public Safety:				
Law enforcement	\$3,482,705	\$100,000	\$2,469,058	\$913,647
Fire protection	3,754,575	216,168	1,127,224	2,411,183
Total Public Safety	<u>\$7,237,280</u>	<u>\$316,168</u>	<u>\$3,596,282</u>	<u>\$3,324,830</u>
Culture and Recreation:				
Parks and recreation	\$4,271,620	\$828,236	\$1,125,481	\$2,317,903
Total Culture and Recreation	<u>\$4,271,620</u>	<u>\$828,236</u>	<u>\$1,125,481</u>	<u>\$2,317,903</u>
Transportation:				
Street construction, maintenance, and repair	\$990,334	\$0	\$0	\$990,334
Total Transportation	<u>\$990,334</u>	<u>\$0</u>	<u>\$0</u>	<u>\$990,334</u>
General Government:				
Municipal facilities	\$5,327,096	\$554,600	\$3,007,158	\$1,765,338
Total General Government	<u>\$5,327,096</u>	<u>\$554,600</u>	<u>\$3,007,158</u>	<u>\$1,765,338</u>
TOTAL GENERAL FIXED ASSETS	<u>\$17,826,330</u>	<u>\$1,699,004</u>	<u>\$7,728,921</u>	<u>\$8,398,405</u>

City of Troy, Ohio
 SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
 BY FUNCTION AND ACTIVITY
 For the Year Ended December 31, 1999

	General Fixed Assets 12-31-98	Additions	Deletions	General Fixed Assets 12-31-99
FUNCTION AND ACTIVITY:				
<i>Public Safety:</i>				
Law enforcement	\$3,331,074	\$152,331	(\$700)	\$3,482,705
Fire protection	3,674,027	92,055	(11,507)	3,754,575
Total Public Safety	\$7,005,101	\$244,386	(\$12,207)	\$7,237,280
<i>Culture and Recreation:</i>				
Parks and recreation	\$3,631,583	\$796,994	(\$165,750)	\$4,262,827
Total Culture and Recreation	\$3,631,583	\$796,994	(\$165,750)	\$4,262,827
<i>Transportation:</i>				
Street construction, maintenance, and repair	\$1,038,475	\$0	(\$48,140)	\$990,335
Total Transportation	\$1,038,475	\$0	(\$48,140)	\$990,335
<i>General Government:</i>				
Municipal facilities	\$5,090,103	\$593,972	(\$348,187)	\$5,335,888
Total General Government	\$5,090,103	\$593,972	(\$348,187)	\$5,335,888
TOTAL GENERAL FIXED ASSETS	\$16,765,262	\$1,635,352	(\$574,284)	\$17,826,330

CITY OF TROY, OHIO
General Governmental Revenues By Source (B)
(Last Ten Fiscal Years)

Year	Taxes (A)	Intergovernmental Revenues	Special Assessments	Charges For Services	Fines, Licenses and Permits	Interest Revenue	Other Revenue	Total
1990	7,931,972	361,511	184,658	261,623	240,824	325,001	206,058	9,511,647
1991	8,251,310	63,095	156,866	362,323	192,745	358,419	233,512	9,618,270
1992	6,885,295	2,348,360	400,230	405,670	258,131	314,667	158,609	10,770,962
1993	8,330,329	1,796,490	166,568	472,888	261,683	249,117	230,353	11,507,428
1994	9,626,696	1,992,211	146,119	441,166	307,005	342,639	202,820	13,058,656
1995	10,510,719	2,046,170	125,669	521,381	428,533	616,045	452,975	14,701,492
1996	11,323,104	2,201,171	134,971	580,052	300,220	764,362	289,668	15,593,548
1997	10,441,128	3,130,223	130,206	570,320	330,338	827,379	402,921	15,832,515
1998	11,032,201	2,428,989	134,967	667,696	230,147	870,717	626,584	15,991,301
1999	11,417,425	2,855,296	120,450	689,787	245,446	889,962	261,219	16,479,585

Source: Auditor, City of Troy, Ohio

A. Prior to 1992, includes property, income, state-levied and shared and other local taxes. For 1992 and after state-levied and shared taxes are shown as intergovernmental revenues.

B. Includes general, special revenue and debt service funds.

CITY OF TROY, OHIO

General Governmental Expenditures By Function (A)
(Last Ten Fiscal Years)

Year	Public Safety	Public Health and Welfare	Leisure Time Activities	Community Development	Transportation	Basic Utility Services	General Government	Total
1990	3,576,188	361,136	828,668	320,081	1,041,511	724,949	1,796,150	8,648,683
1991	3,953,586	373,815	837,699	444,570	1,070,554	787,890	1,864,744	9,332,858
1992	4,016,995	188,750	875,407	390,774	1,097,838	826,485	2,465,909	9,862,158
1993	4,309,118	209,995	949,772	461,437	1,090,810	792,358	2,115,253	9,928,743
1994	4,897,394	219,435	927,489	417,527	1,180,135	845,927	2,091,010	10,578,917
1995	5,242,314	229,501	1,148,935	457,687	1,361,477	945,549	2,149,206	11,534,669
1996	5,810,100	228,890	1,412,779	533,877	1,201,433	919,175	2,434,614	12,540,868
1997	5,841,055	256,097	1,404,491	705,390	1,628,292	1,123,763	2,489,008	13,448,096
1998	6,295,009	270,160	1,435,693	734,750	1,783,185	1,135,629	2,952,022	14,606,448
1999	6,628,054	304,258	1,563,357	778,371	1,555,358	1,092,524	3,079,040	15,000,962

Source: Auditor, City of Troy, Ohio

A. Includes general, special revenue and debt service funds.

CITY OF TROY, OHIO

Assessed and Estimated Actual Value of Taxable Property
(Last Ten Fiscal Years)

Tax Year/ Collection Year	Real Property			Personal Property Assessed Value	Public Utilities Assessed Value	Total Assessed Value
	Assessed Value	Estimated Actual Value (A)	Assessed Value			
1989 / 1990	172,110,570	491,744,490	76,548,540	12,740,010	261,399,120	
1990 / 1991	178,114,690	508,899,114	107,589,396	13,160,840	298,864,926	
1991 / 1992	180,575,340	515,929,540	108,729,036	14,335,790	303,640,166	
1992 / 1993	200,909,520	574,027,200	129,699,578	15,078,650	345,687,748	
1993 / 1994	202,516,680	578,619,086	130,284,440	15,757,500	348,558,620	
1994 / 1995	206,075,280	588,786,514	139,179,390	16,551,840	361,806,510	
1995 / 1996	244,501,470	698,575,628	143,984,821	15,366,290	403,852,581	
1996 / 1997	250,293,810	715,125,171	142,600,990	15,070,770	407,965,570	
1997 / 1998	260,936,780	745,533,657	128,637,620	15,464,290	405,038,690	
1998 / 1999	290,217,440	829,192,686	152,202,420	17,814,530	460,234,390	

Source: Miami County Auditor

A. Estimated actual value based on assessment level of 35 percent.

Table 4

CITY OF TROY, OHIO

Property Tax Rates - Direct and Overlapping Governments
 (Per \$1,000 of Assessed Valuation)
 (Last Ten Fiscal Years)

Tax Year/ Collection Year	City	Miami Conservancy District (A)	Troy City School District	Upper Valley		Miami County	Total
				Joint	Vocational		
1989 / 1990	3.10	0.11	44.75	3.40	3.40	8.50	59.86
1990 / 1991	3.10	0.10	44.25	3.40	3.40	8.50	59.35
1991 / 1992	3.10	0.10	45.00	3.40	3.40	6.52	58.12
1992 / 1993	3.10	0.11	44.75	3.40	3.40	10.54	61.90
1993 / 1994	3.10	0.09	44.90	3.40	3.40	10.51	62.00
1994 / 1995	3.10	0.09	44.42	3.40	3.40	10.51	61.52
1995 / 1996	3.10	0.08	44.10	4.90	4.90	6.02	58.20
1996 / 1997	3.10	0.14	50.10	4.90	4.90	7.03	65.27
1997 / 1998	3.10	0.16	50.10	4.90	4.90	8.82	67.08
1998 / 1999	3.10	0.19	50.10	4.90	4.90	8.82	67.11

Source: Miami County Auditor

A. Levied by the City for the benefit of the Miami Conservancy District.

CITY OF TROY, OHIO

**Real - Property Tax Levies and Collection
Real and Public Utility
(Last Ten Fiscal Years)**

Tax Year/ Collection Year	Current Levy	Collection Including Delinquencies	Total Collections As Percent of Current Year	Accumulated Delinquency
1989 / 1990	632,997	633,875	100.20	18,711
1990 / 1991	647,260	644,698	99.60	22,665
1991 / 1992	664,543	667,504	100.40	22,694
1992 / 1993	741,459	746,871	100.70	18,891
1993 / 1994	745,428	744,184	99.80	21,428
1994 / 1995	756,982	760,746	100.40	29,500
1995 / 1996	907,065	907,861	100.10	22,532
1996 / 1997	930,851	933,101	100.30	20,701
1997 / 1998	969,619	972,102	100.26	18,200
1998 / 1999	1,115,663	1,112,296	99.70	25,025

Source: Miami County Auditor

CITY OF TROY, OHIO

Tangible - Personal Property Collections
(Last Ten Fiscal Years)

Tax Year/ Collection Year	Billed	Collected	Total Collections As Percent of Current Year	Accumulated Delinquency
1989 / 1990	N/A	N/A	N/A	N/A
1990 / 1991	N/A	N/A	N/A	N/A
1991 / 1992	N/A	N/A	N/A	N/A
1992 / 1993	\$410,312	\$414,140	100.93	\$31,380
1993 / 1994	435,856	458,123	105.11	19,460
1994 / 1995	449,688	467,182	103.89	13,572
1995 / 1996	450,436	428,489	95.12	23,511
1996 / 1997	436,294	459,234	105.25	29,260
1997 / 1998	503,821	483,638	95.99	30,324
1998 / 1999	486,778	417,926	85.90	17,645

Source: Miami County Auditor

N/A Information is not available

CITY OF TROY, OHIO

Special Assessment Collections
(Last Ten Fiscal Years)

Fiscal Year	Current Assessments Due	Total Collection Including Delinquencies	Total Collections As Percent of Current Year	Accumulated Delinquency
1990	205,254	195,169	95.10	10,084
1991	185,067	157,226	85.00	28,659
1992	433,092	400,750	92.50	32,342
1993	177,192	166,793	94.10	12,217
1994	188,867	146,768	77.70	12,179
1995	154,300	140,896	91.31	13,260
1996	138,417	136,252	98.44	2,165
1997	145,976	141,674	97.05	4,301
1998	153,707	148,984	96.93	4,722
1999	141,705	137,229	96.84	4,475

Source: Miami County Auditor

CITY OF TROY, OHIO

Table 8

Computation of Legal Debt Margin
December 31, 1999

	<u>Debt Outstanding</u>	<u>10 1/2% of Assessed Valuation</u>	<u>5 1/2% of Assessed Valuation</u>
Overall Debt Limitations		\$48,324,611	\$25,312,891
Gross Indebtedness	\$25,860,714		
Less: Debt Outside Limitations (A)	22,665,714		
Less: Bond Retirement Fund Balance	<u>400,874</u>		
Net Debt Within Limitation		<u>2,794,126</u>	<u>2,794,126</u>
Legal Debt Margin Within Limitations		<u>\$45,530,485</u>	<u>\$22,518,765</u>

Source: Miami County Auditor

A. General obligation bonds in the enterprise funds, special assessment debt with government commitment and bond anticipation notes have been excluded.

CITY OF TROY, OHIO

**Computation of Direct and Overlapping Debt
December 31, 1999**

	Net Debt Outstanding	Percentage Applicable to City of Troy	Amount Applicable to City of Troy
City of Troy (A)	\$24,586,000	100.00%	\$24,586,000
Miami County (A)	12,790,000	25.61%	3,275,519
Troy City School District (A)	0	75.82%	0
Total	\$37,376,000		\$27,861,519

Sources:

A. Ohio Municipal Advisory Council

CITY OF TROY, OHIO

**Ratio of Annual Debt Service Expenditures For
General Bonded Debt to Total General Governmental Expenditures
(Last Ten Fiscal Years)**

Year	Principal (A)	Interest (A) (B)	Total Debt Service	General Governmental Expenditures (C)	Ratio of Debt Service to General Governmental Expenditures
1990	197,000	256,367	453,367	8,648,683	0.0524
1991	198,000	253,456	451,456	9,332,858	0.0484
1992	203,000	240,051	443,051	9,862,158	0.0449
1993	209,000	241,819	450,819	9,928,743	0.0454
1994	248,000	232,808	480,808	10,578,917	0.0454
1995	374,000	165,399	539,399	11,534,669	0.0468
1996	624,000	282,048	906,048	12,540,868	0.0723
1997	534,000	240,865	774,865	13,448,096	0.0576
1998	449,000	214,630	663,630	14,606,448	0.0454
1999	460,000	192,419	652,419	15,869,791	0.0454

Source: Auditor, City of Troy, Ohio

A. General obligation bonds reported in the enterprise funds and special assessment debt with government commitment have been excluded.

B. Excludes bond issuance and other cost.

C. Includes general, special revenue and debt service funds.

CITY OF TROY, OHIO

**Ratio of Net General Bonded Debt to Assessed
Valuation and Net Bonded Debt Per Capita
(Last Ten Fiscal Years)**

Year	Population	Assessed Value (B)	Gross General Bonded Debt (C)*	Less Balance In Debt Service Fund (C)	Net General Bonded Debt (C)	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1990	19,479	261,399,120	2,595,000	191,778	2,403,222	0.0092	123
1991	19,479	298,864,926	2,395,000	198,787	2,196,213	0.0073	113
1992	19,479	303,640,166	2,260,000	445,174	1,814,826	0.0060	93
1993	19,479	345,687,748	2,484,000	439,229	2,044,771	0.0059	105
1994	19,479	348,558,620	2,815,000	423,148	2,391,852	0.0069	123
1995	19,479	361,806,510	5,591,000	415,415	5,175,585	0.0143	266
1996	19,479	403,852,581	4,638,000	410,590	4,227,410	0.0105	217
1997	19,479	407,965,570	4,104,000	417,013	3,686,987	0.0090	189
1998	19,479	405,038,690	3,655,000	403,685	3,251,315	0.0080	167
1999	19,479	460,234,390	3,195,000	400,874	2,794,126	0.0061	143

Sources:

A. Federal census.

B. Miami County Auditor.

C. Auditor, City of Troy, Ohio.

* General obligation bonds reported in the enterprise funds and special assessment debt with government commitment have been excluded.

CITY OF TROY, OHIO

**Demographic Statistics
December 31, 1999**

	1960 Census	1980 Census	1988 (Estimate)	1990 Census
Population	17,577	19,086	19,414	19,479
Per Capita Income	\$3,239	\$7,303	\$11,613	*
Number of Dwelling Units	*	7,253	*	7,649
Persons Per Household	3.07	2.71	2.54	2.51
Median Age	*	30.6	32.6	33.1
Percentage Owner-Occupied Dwelling Units	*	69.4	*	*
Median Family Income	*	\$20,365	\$25,022	\$29,973
Family Income Distribution:				
\$ 0 - \$ 7,499	*	1,229	883	*
7,500 - 14,999	*	1,544	1,055	*
15,000 - 24,999	*	2,160	1,543	*
25,000 - 49,999	*	1,779	2,989	*
50,000 and over	*	217	1,051	*
Total Families		6,929	7,521	
Education Distribution/Grades Years Completed:				
0 - 8	*	1,613	*	*
9 - 11	*	1,943	*	*
12	*	4,711	*	*
13 - 15	*	1,437	*	*
16 or more	*	1,626	*	*

Source: Federal Census
*Data Not Available

CITY OF TROY, OHIO

Construction and Bank Deposits
(Last Ten Fiscal Years)

Year	Commercial Construction (A)		Residential Construction (A)		Bank Deposits in Thousands (B)
	Number of Permits	Value	Number of Permits	Value	
1990	382	\$20,392,244	441	\$4,639,034	\$569,998
1991	481	19,761,148	595	4,212,863	707,260
1992	296	15,368,735	440	5,296,036	822,697
1993	258	19,090,804	467	6,624,388	688,286
1994	340	19,976,101	604	8,026,873	653,371
1995	338	50,412,407	600	9,353,737	746,675
1996	402	42,231,350	978	23,924,920	772,201
1997	288	23,643,525	954	35,313,426	0
1998	240	12,782,644	801	19,803,213	0
1999	410	20,559,141	1041	21,489,651	0

Sources:

A: City of Troy, Ohio, Building Regulations Department.

B: Federal Reserve Bank of Cleveland - amounts are for Miami County.

(Note: County bank deposits measures total deposits for those banks headquartered within a given county and does not measure total deposits within a county).

CITY OF TROY, OHIO

**Principal Taxpayers
December 31, 1999**

Taxpayer	Type of Business	Real Property 1997 Assessed Valuation (A)
Dayton Power and Light Company	Electric Utility	\$11,979,430
American Honda Motor	Automotive Distribution Center	6,660,570
Park Place Properties, L.L.C.	Real Estate Holdings	6,302,000
GTE North, Inc.	Telephone Utility	3,719,590
Hobart Brothers Company	Arc Welding Systems, Industrial Battery Charges, Aircraft Ground Support Systems	2,542,080
Hobart Coporation		2,133,890
American Matsushita	Electronics	1,845,250
F A Archer Partnership	Real Estate Holdings	1,840,140
Harison Investments	Real Estate Holdings	1,687,260
Meditrust Company, L.L.C.	Real Estate Holdings	1,524,250
Total		\$40,234,460
Total Assessed Valuation of City		\$290,217,440

Source: Miami County Auditor.

A. Property Assessed at 35 percent of Fair Market Value.

CITY OF TROY, OHIO

Other Statistics
December 31, 1999

Year of Incorporation	1814
Form of Government	Council/Mayor
Area	9.150 Square Miles
Mile of Streets	99.45 Miles
Fire Protection and Emergency Rescue:	
Number of Stations	3
Number of Firemen and Officers	40
Police Protection:	
Number of Stations	1
Number of Policemen and Officers	42
Municipal Water Department:	
Number of Consumers	8,700
Average Daily Consumption	5.36 Million Gallons
Miles of Water Mains	120.11
Sewers:	
Miles of Storm Sewers	63.02
Miles of Sanitary Sewers	113.39
Buildings:	
1999 Permits Issued	1,451
1999 Valuation of Construction	\$42,048,792
Parks and Recreation:	
Number of Parks	24
Number of Acres	296.4
Employees:	
Classified Service	200
Unclassified Service	8
Elected Officials	12

Source: City of Troy, Ohio

CITY OF TROY, OHIO

**OWDA Note Coverage
Sanitary Sewer Fund
(Last Ten Fiscal Years) (A)
(Amounts Expressed in Thousands)**

Fiscal Year	Gross Revenues (A)	Operating Expenses (B)	Net Revenue Available For Debt Service	Debt Service Requirements (C)			Coverage
				Principal	Interest	Total	
1990	2,376	1,377	999	42	35	77	12.97
1991	2,299	1,471	828	42	33	75	11.04
1992	2,722	1,608	1,114	42	30	72	15.47
1993	2,333	1,657	676	42	27	69	9.79
1994	2,552	1,834	718	42	26	68	10.55
1995	2,924	2,159	765	42	23	65	11.77
1996	3,471	2,777	694	42	21	63	11.02
1997	3,896	3,121	775	42	19	61	12.70
1998	4,002	2,604	1,398	42	17	59	23.69
1999	5,555	2,402	2,638	42	14	56	47.11

Source: Auditor, City of Troy, Ohio

A. Total Revenues (including interest).

B. Total operating expenses exclusive of depreciation.

C. Includes principal and interest of the OWDA Note only. Does not include the general obligation bonds reported in the sanitary sewer fund.



STATE OF OHIO
OFFICE OF THE AUDITOR

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CITY OF TROY

MIAMI 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
MAY 18, 2000**