

City of Grandview Heights, Ohio



Comprehensive Annual Financial Report

For the Year Ended December 31, 2007



Mary Taylor, CPA
Auditor of State

City Council
City of Grandview Heights
1016 Grandview Avenue
Grandview Heights, Ohio 43212

We have reviewed the *Independent Auditor's Report* of the City of Grandview Heights, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period January 1, 2007 through December 31, 2007. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

October 8, 2008

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The home of George Urlin, one of earliest residents of the Grandview area, was located on the hill near Goodale Boulevard. It was razed to provide the site of the current Summit Chase tower. Mr. Urlin and several other early pioneers purchased the land on the bluff above what would become Goodale Boulevard with the intent of establishing a small community. He lived in a small farmhouse on the land while his mansion was constructed. When he moved into the new home, he allowed a small group of horseback riders to use the farmhouse for a new club they established, called the Bit and Bridle Club. The members of this club later founded the Arlington Country Club, later called the Aladdin Country Club, in Marble Cliff. Mr. Urlin and his colleagues laid out the plans for what would ultimately become Grandview Heights. This view of the home, with the carriage house and water tower and windmill behind it, is of the west entrance, looking to the east from a small rise near what is now the road named after him, Urlin Avenue.



Alice and George Cambridge Urlin, photographed in their studio on South High Street. George was born in 1850 in England and arrived in Columbus around 1873, when he established the Urlin Mammoth Art Studio on South High Street. An extraordinary entrepreneur, his other interests included ownership of the Columbus Bicycle Factory and the Columbus Laminated Tube Tire Company. Like many of their peers the Urlins were also active in the burgeoning local real estate market. By the turn of the century their Suburban Real Estate Company owned three separate Grandview Heights subdivisions including a huge amount of land stretching from Fifth Avenue South to Dublin Road. In addition to donating the land for the library, the Brotherhood of the Rooks home, and McKinley Field, they also named the city. The city's name evolved from Alice's exclamation of what a "Grand View" from the tower of the family estate high on the hill where Summit Chase sits today.

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

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

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The CITY of
GRANDVIEW HEIGHTS
OHIO

Comprehensive
Annual Financial Report

For the Year Ended December 31, 2007



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GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2007

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GRANDVIEW HEIGHTS

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The CITY of
GRANDVIEW HEIGHTS

INTRODUCTORY SECTION



The CITY of
GRANDVIEW HEIGHTS

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The CITY of GRANDVIEW HEIGHTS

August 26, 2008

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

We are pleased to issue the Comprehensive Annual Financial Report (CAFR) of the City of Grandview Heights, Ohio (City) for the year ended December 31, 2007. This report is prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). It is intended to provide all pertinent and necessary information that may be required by citizens and elected officials of Grandview Heights, investment banks and underwriters, and all other interested parties on the fiscal condition of the City.

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

Internal Controls

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

Independent Audit

The City is required by State law to have an annual audit performed by either the Auditor of State's Office or by an Independent Auditing Firm. The City has engaged the services of the independent CPA firm of Kennedy Cottrell Richards LLC., to audit the City's financial records. The Independent Auditor concluded that the City's financial statements for the year ended December 31, 2007 are presented fairly in conformity with Generally Accepted Accounting Principles. The Independent Auditor's Report on the City's financial statements is included in the Financial Section of this report.

Management's Discussion and Analysis

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

Profile of the Government

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

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

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

Economic Condition and Outlook

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

In 2007 the adaptive reuse projects at 777 W. Goodale Boulevard and 1398-1404 W. Goodale Boulevard were completed and the new flexible office spaces in these buildings are 100 percent occupied. The ten firms in these buildings are generating over \$22 million in payroll wages.

The newly renovated industrial building at 855 Grandview Avenue was purchased by a prominent Columbus area development company. The company was able to sign Loth Office Designs to a ten year lease. Loth purchased the former T.W. Ruff Company and proposes to aggressively pursue the central Ohio furniture market. The additional office space within 855 Grandview Avenue is receiving considerable attention from potential tenants.

In 2007, Nationwide Realty Investors, Ltd. (NRI) announced its intention to develop a large mixed use development project in the industrial area formerly occupied by Big Bear stores. The development, named Grandview Yard, is proposed to contain over two (2) million sq. ft. of commercial space as well as have approximately 800 residential units. The development proposal is very consistent with the city's planning efforts that expressed a preference for higher density mixed use development in a neighborhood setting. NRI estimates that it will invest over \$500 million in the development and create 5,000 jobs when completed. The City and the developer will negotiate a public/private partnership that will pay for the infrastructure needed for the development. Some demolition of the existing structures will take place during the summer of 2008 and a first phase may be constructed in 2009.

Major Initiatives

- The City is still in the process of renovating its sanitary sewer line system. All of the lines renovated in 2006 with the Ohio Public Works Commission (OPWC) loan appear to have reduced storm water infiltration as planned. A major sanitary sewer line on Goodale Boulevard was cleaned and inspected. Rehabilitation plans were prepared but since the line appears to be functioning well, the improvement will be put off until the City has additional lines ready for repair.
- The 2007 Tour de Grandview Cycle Classic was again successful. The event was sponsored by Germain Lexus.

City of Grandview Heights, Ohio

- The City is in its second year of a natural gas aggregation program for its residents and businesses. The current rate is now much lower than that of Columbus Gas. Unfortunately gas prices are rising rapidly so it appears that the next rate to be negotiated will be much higher.
- The 2007 Street Program consisted of a major reconstruction of Hope Avenue and a resurfacing and water line improvement of Bluff Avenue.

Awards and Acknowledgments

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Grandview Heights for its comprehensive annual financial report for the fiscal year ended December 31, 2006. This was the second year that the government has achieved this prestigious award. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. To earn the certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report whose contents conformed to program standards and satisfied both generally accepted accounting principles and applicable legal requirements.

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

Certificate of Achievement for Excellence in Budgetary Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the City of Grandview Heights for the Annual Budget beginning January 1, 2006. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device. This award is valid for a period of one year.

Acknowledgments

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

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

Respectfully submitted,



Director of Finance
Robert Dvoraczky

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Grandview Heights
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2006

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.



Charles S. Cox

President

Jeffrey R. Emer

Executive Director



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**City of Grandview Heights
Ohio**

For the Fiscal Year Beginning

January 1, 2006

President

Executive Director

**CITY OF GRANDVIEW HEIGHTS, OHIO
PRINCIPAL OFFICIALS
DECEMBER 31, 2007**

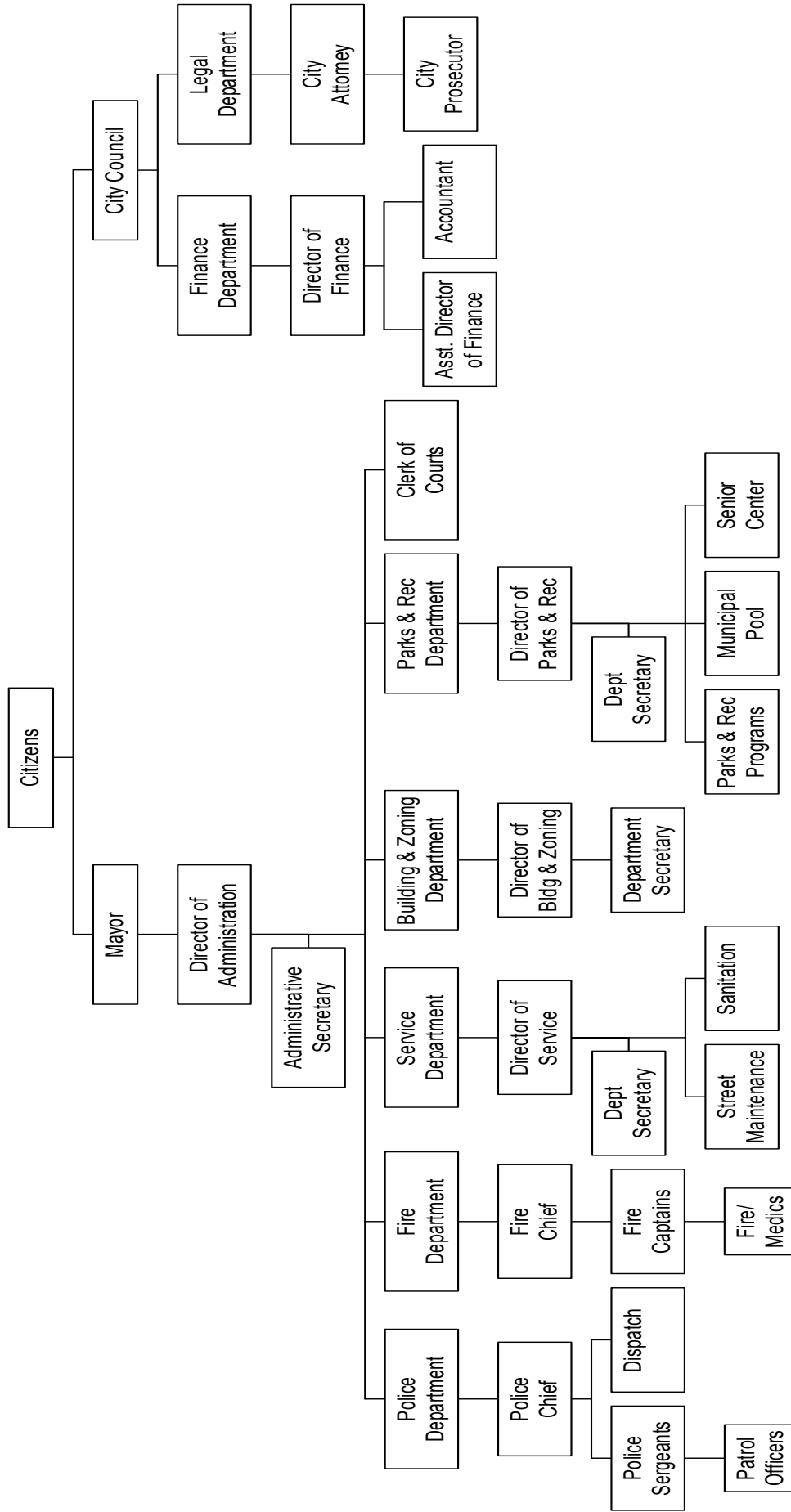
ELECTED OFFICIALS

Mayor	Ray E. DeGraw
President of Council	Steven R. Reynolds
Vice President of Council	Stephen W. Von Jasinski
Council Members	Susan Jagers P'Elizabeth Koelker Milton Lewis Anthony Lococo Anthony Panzera

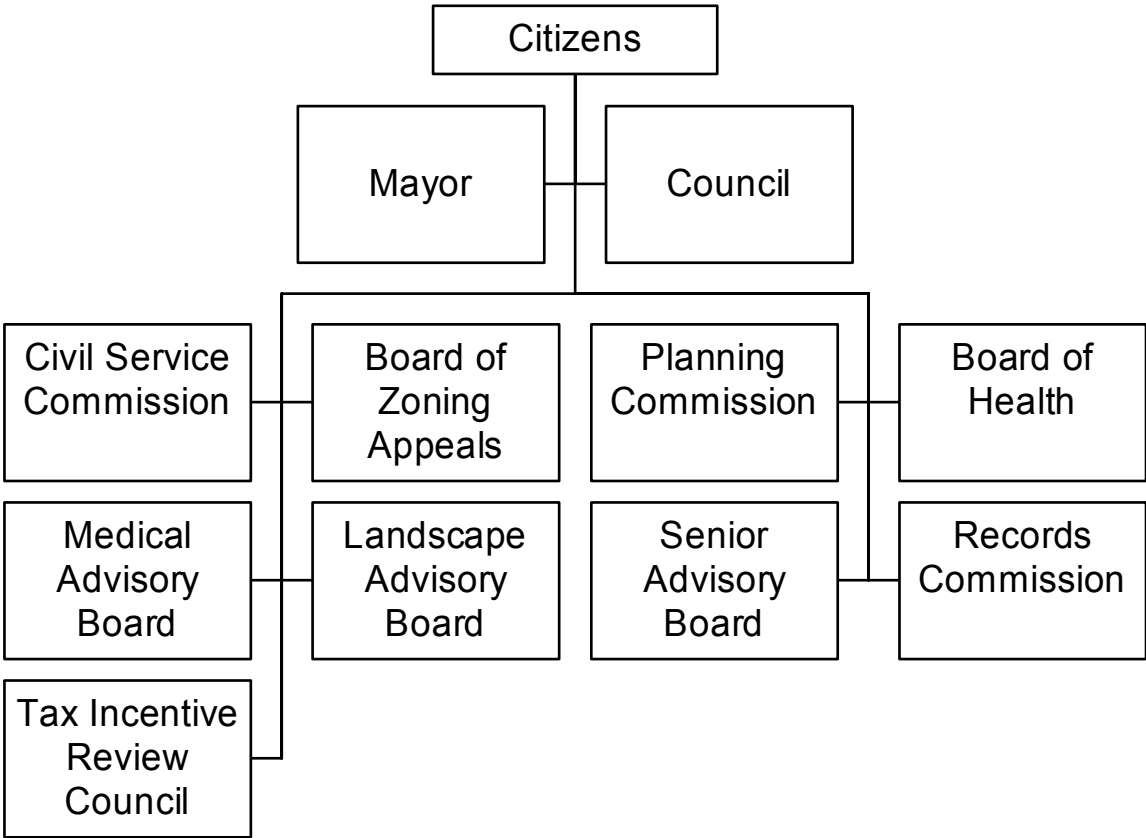
APPOINTED OFFICIALS

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

CITY OF GRANDVIEW HEIGHTS, OHIO ORGANIZATIONAL CHART



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





The CITY of
GRANDVIEW HEIGHTS

FINANCIAL SECTION



The CITY of
GRANDVIEW HEIGHTS

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and City
Council of the City of Grandview Heights

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Grandview Heights (the City), Franklin County, Ohio, as of and for the year ended December 31, 2007, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and aggregate remaining fund information of the City of Grandview Heights, Franklin County, Ohio as of December 31, 2007, and the respective changes in financial position, where applicable, thereof and the respective budgetary comparisons for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, during the year ended December 31, 2007, the City implemented GASB Statement No. 48 Sales and Pledges of Receivables and Future Revenue and Intra-Entity Transfers of Assets and Future Revenues.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 26, 2008, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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

KENNEDY COTTRELL RICHARDS LLC



August 26, 2008



The CITY of
GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

The management's discussion and analysis of the City of Grandview Heights's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2007. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements, transmittal letter and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2007 are as follows:

- The total net assets of the City increased \$1,249,469.
- General revenues accounted for \$8,352,264 or 83.04% of total governmental activities revenue. Program specific revenues accounted for \$1,705,825 or 16.96% of total governmental activities revenue.
- The City had \$8,808,620 in expenses related to governmental activities; \$1,705,825 of these expenses were offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$7,102,795 were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$8,352,264.
- The City had only one major fund, the general fund.
- The general fund had revenues and other financing sources of \$9,291,711 in 2007. This represents an increase of \$780,742 from 2006. The expenditures and other financing uses of the general fund, which totaled \$8,204,350 in 2007, increased \$474,216 from 2006. The net increase in fund balance for the general fund was \$1,087,361 or 67.55%.
- In the general fund, the actual revenues and other financing sources came in \$27,961 greater than the final budget and actual expenditures and other financing uses were \$895,052 less than the amount in the final budget. These variances, which occurred in the expenditures, are the results of the City's conservative budgeting. The budgeted revenues plus other financing sources were amended during the year and were increased by \$684,962 from \$8,351,159 to \$9,036,121. Original appropriations plus other financing uses totaled \$9,019,702 which were amended during the year and increased by \$391,348 to \$9,411,050 in the general fund.

The Comprehensive Annual Financial Report

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

Reporting the City as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2007?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

Reporting the City's Most Significant Funds

Fund Financial Statements

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

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

Governmental Funds

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

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

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's only fiduciary is an agency fund. The basic fiduciary fund financial statement can be found on page 28 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 29-54 of this report.

Government-Wide Financial Analysis

Statement of Net Assets

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2007, the City's assets exceeded liabilities by \$8,093,372. At year-end, unrestricted net assets were \$2,741,623.

Capital assets reported on the government-wide statements represent the largest portion of the City's net assets. At year-end, capital assets represented 41.62% of total assets. Capital assets include land, land improvements, buildings and improvements, machinery and equipment, vehicles and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2007, were \$3,691,157 for governmental activities. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

Statement of Net Assets

The table below provides a comparative summary of the City's net assets for 2007 and 2006:

	Net Assets	
	2007 Governmental Activities	2006 Governmental Activities
<u>Assets</u>		
Current and other assets	\$ 7,277,713	\$ 6,696,720
Capital assets, net	5,187,997	5,076,635
Total assets	\$ 12,465,710	\$ 11,773,355
<u>Liabilities</u>		
Other liabilities	\$ 2,205,917	\$ 2,459,326
Long-term liabilities outstanding	2,166,421	2,470,126
Total liabilities	4,372,338	4,929,452
<u>Net Assets</u>		
Invested in capital assets, net of related debt	3,691,157	3,532,321
Restricted	1,660,592	1,585,464
Unrestricted	2,741,623	1,726,118
Total net assets	\$ 8,093,372	\$ 6,843,903

As of December 31, 2007, the City is able to report positive balances in all three categories of net assets.

A portion of the City's net assets, \$1,660,592 represents resources that are subject to external restriction on how they may be used. In the governmental activities, the remaining balance of unrestricted net assets of \$2,741,623 may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

Statement of Activities

The table below provides a comparative analysis of changes in net assets for fiscal year 2007 and 2006:

	Change in Net Assets	
	2007 Governmental Activites	2006 Governmental Activites
Revenues		
Program Revenues:		
Charges for services	\$ 1,328,119	\$ 1,191,698
Operating grants and contributions	374,288	563,107
Capital grants and contributions	3,418	22,548
Total program revenues	<u>1,705,825</u>	<u>1,777,353</u>
General revenues:		
Property taxes	1,583,469	1,696,670
Income taxes	5,353,771	5,147,926
Unrestricted grants and entitlements	1,020,332	1,002,555
Investment earnings	94,179	99,301
Lease	215,660	215,605
Miscellaneous	84,853	51,891
Total general revenues	<u>8,352,264</u>	<u>8,213,948</u>
Total revenues	<u>10,058,089</u>	<u>9,991,301</u>
Expenses		
General government	2,075,789	1,707,802
Security of persons and property	4,382,097	4,339,500
Public health and welfare	34,345	33,557
Transportation	1,397,206	1,165,134
Community enviroment	-	15,903
Leisure time activity	775,985	735,040
Utility services	107,153	111,066
Interest and fiscal charges	36,045	38,760
Total expenses	<u>8,808,620</u>	<u>8,146,762</u>
Change in net assets	1,249,469	1,844,539
Net assets at beginning of year	<u>6,843,903</u>	<u>4,999,364</u>
Net assets at end of year	<u>\$ 8,093,372</u>	<u>\$ 6,843,903</u>

Governmental Activities

Governmental activities net assets increased \$1,249,469 in 2007. This increase is due in part to an increase in the collection of municipal income taxes and charges for services compared to the prior year.

Security of persons and property, which primarily supports the operations of the police and fire departments, had expenses of \$4,382,097 which accounted for 49.75% of the total expenses of the City. These expenses were partially funded by \$499,893 in direct charges to users of the services, \$12,500 in operating grants and contributions and \$3,418 in capital grants and contributions. General government expenses totaled \$2,075,789 which was partially funded by \$216,906 in direct charges to users of the services and \$3,000 in operating grants and contributions.

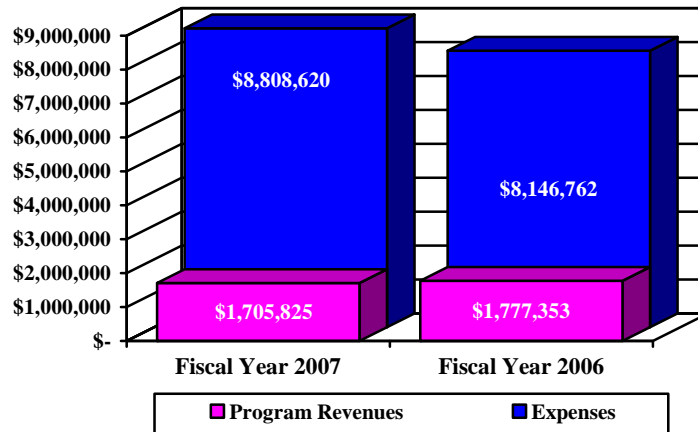
CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

The State of Ohio and the Federal government contributed to the City a total of \$374,288 in operating grants and contributions and \$3,418 in capital grants and contributions. These revenues are restricted to a particular program or purpose.

General revenues totaled \$8,352,264, and amounted to 83.04% of total governmental revenues. These revenues primarily consist of property and income tax revenue of \$6,937,240. The other primary source of general revenues is grants and entitlements not restricted to specific programs, including local government and local government revenue assistance, totaling \$1,020,332.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. The net cost (total program activity expenses less revenues generated by the program) represents the financial burden that was placed on the City's taxpayers by each of these program activities. Costs not covered by program revenues are essentially funded by the City's general revenues, which are primarily comprised of property and income taxes and unrestricted grants and entitlements.

Governmental Activities – Program Revenues vs. Total Expenses



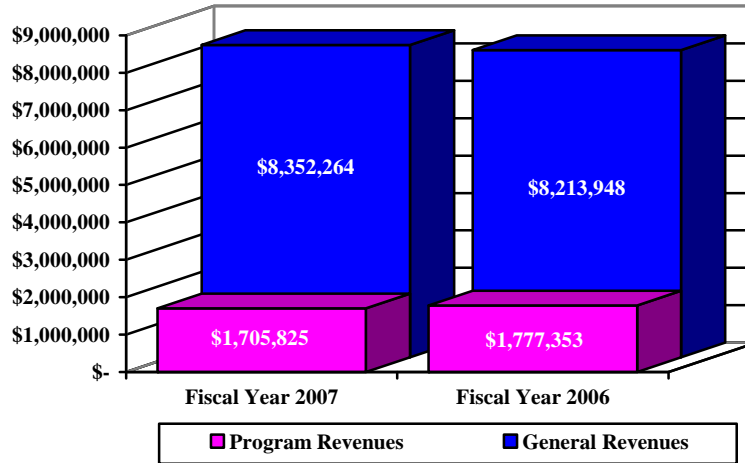
Governmental Activities

	Total Cost of Services 2007	Net Cost of Services 2007	Total Cost of Services 2006	Net Cost of Services 2006
Program expenses				
General government	\$ 2,075,789	\$ 1,855,883	\$ 1,707,802	\$ 1,508,985
Security of persons and property	4,382,097	3,866,286	4,339,500	3,534,436
Public health and welfare	34,345	(126,124)	33,557	(91,076)
Transportation	1,397,206	867,274	1,165,134	744,233
Community environment	-	-	15,903	15,903
Leisure time activity	775,985	496,278	735,040	507,102
Utility services	107,153	107,153	111,066	111,066
Interest and fiscal charges	36,045	36,045	38,760	38,760
Total program expenses	\$ 8,808,620	\$ 7,102,795	\$ 8,146,762	\$ 6,369,409

The net cost to governmental activities of \$7,102,795 (80.6%) in 2007 and \$6,369,409 (78.1%) in 2006, demonstrate the extent to which these expenses are supported through taxes and other general revenues.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

Governmental Activities – General and Program Revenues



Financial Analysis of the Government's Funds

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

Governmental Funds

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

The City's governmental funds (as presented on the balance sheet on page 23) reported a combined fund balance of \$4,264,823 which is \$1,202,525 above last year's total of \$3,062,298. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2007 for all major and nonmajor governmental funds.

	Fund Balances 12/31/07	Fund Balances 12/31/06	Increase
<u>Governmental funds:</u>			
General	\$ 2,697,076	\$ 1,609,715	\$ 1,087,361
Other nonmajor governmental funds	<u>1,567,747</u>	<u>1,452,583</u>	<u>115,164</u>
Total fund balance	<u>\$ 4,264,823</u>	<u>\$ 3,062,298</u>	<u>\$ 1,202,525</u>

General Fund

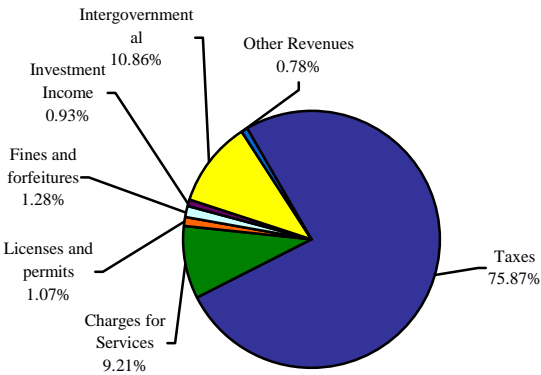
The City's general fund balance increased \$1,087,361, primarily due to increases in revenues outpacing increases in expenditures. More specific detail on revenues and expenditures in the general fund is provided below. The table that follows assists in illustrating the revenues of the general fund.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENTS DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

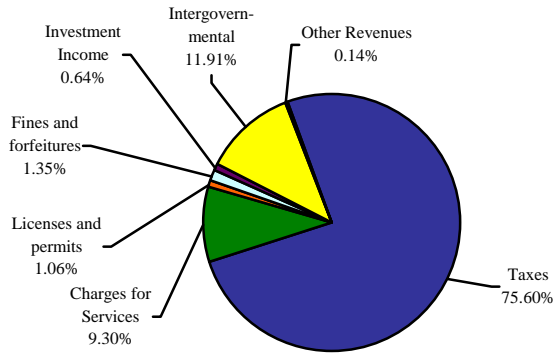
<u>Revenues</u>	2007 Amount	2006 Amount	Percentage Change
Taxes	\$ 7,042,304	\$ 6,390,307	10.20%
Charges for services	854,592	785,744	8.76%
Licenses and permits	99,004	88,852	11.43%
Fines and forfeitures	119,014	114,539	3.91%
Intergovernmental	1,008,013	1,007,066	0.09%
Investment income	86,588	54,514	58.84%
Other	72,521	12,204	494.24%
Total revenues - general fund	\$ 9,282,036	\$ 8,453,226	9.80%

Tax revenue represents 75.87% of all general fund revenue. Tax revenue increased due to a slight increase in the amount of income tax collections. Investment income increased due to more funds being available to invest during 2007. Other revenue increased due to a refund from the Regional Income Tax Authority (RITA), which collects income taxes on behalf of the City. All other revenue remained comparable to 2006.

Revenues – Fiscal Year 2007



Revenues – Fiscal Year 2006

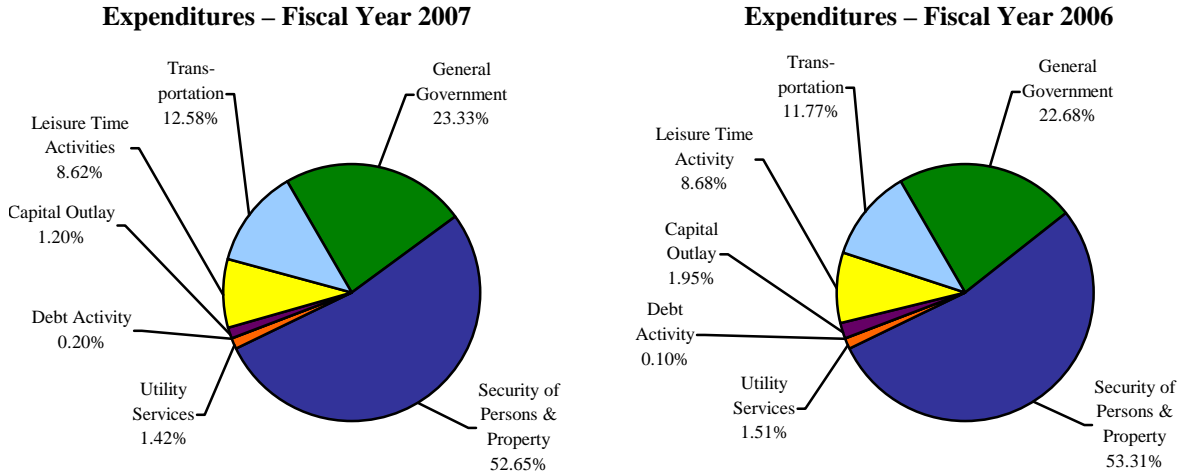


The table that follows assists in illustrating the expenditures of the general fund:

<u>Expenditures</u>	2007 Amount	2006 Amount	Percentage Change
General government	\$ 1,765,081	\$ 1,671,651	5.59 %
Security of persons and property	3,983,165	3,928,691	1.39 %
Transportation	952,742	867,191	9.87 %
Leisure time activity	651,976	639,457	1.96 %
Utility services	107,153	111,066	(3.52) %
Capital outlay	90,676	143,660	(36.88) %
Debt activity	15,145	7,297	107.55 %
Total expenditures - general fund	\$ 7,565,938	\$ 7,369,013	2.67 %

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

The increase in general government expenditures was due in part to increasing wage and benefit costs. Transportation expenditures increased primarily because of increased costs for streets and sanitation. Capital outlay decreased due less being spent on capital assets during the year. All other expenditures remained comparable to 2006. The largest expenditure line item, security of persons and property, increased slightly, which is primarily attributed to wage and benefit controls and overall cost controls in purchased goods and services.



Budgeting Highlights - General Fund

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

The most significant fund which budgetary information is presented for is the general fund. The budgetary revenues increased \$684,962 from original budgeted revenues of \$8,351,159 to final budgeted revenues of \$9,036,121. Actual revenues and other financing sources of \$9,064,082 were \$27,961 more than final budgeted revenues. Actual expenditures and other financing uses of \$8,515,998 came in \$895,052 lower than the final budgeted amounts of \$9,411,050. The total variance is fairly evenly divided between budget categories and reflects the effects of the administration's expense control measures. The final budgeted expenditures were increased by \$391,348 during the year.

Capital Assets and Debt Administration

Capital Assets

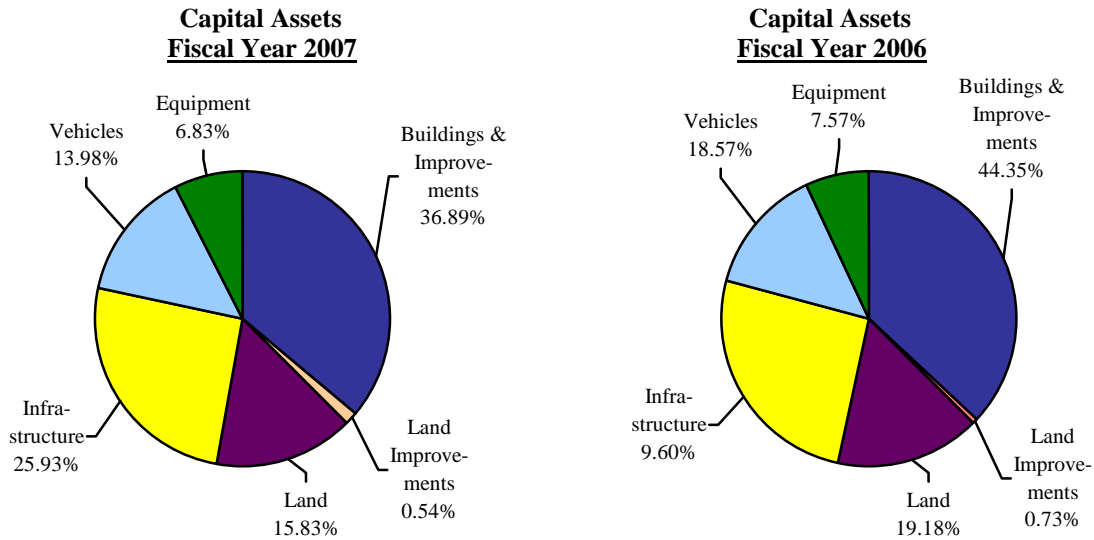
At the end of fiscal 2007, the City had \$5,187,997 (net of accumulated depreciation) invested in land, land improvements, buildings and improvements, machinery, equipment and furniture, vehicles, and infrastructure. The overall increase of \$111,362 is due to capital outlay of \$456,808 exceeding net disposals of \$13,818 and current year depreciation of \$331,628. The following table shows fiscal 2007 balances compared to 2006:

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

Capital Assets at December 31, 2007
(Net of Depreciation)

	Governmental Activities	
	2007	2006
Land	\$ 803,740	\$ 803,740
Land improvements	63,461	27,359
Buildings and improvements	1,877,628	1,872,656
Machinery and equipment	383,874	346,463
Vehicles	744,054	709,911
Infrastructure	1,315,240	1,316,506
Total capital assets - governmental	\$ 5,187,997	\$ 5,076,635

The following graphs show the breakdown of governmental capital assets by category for 2007 and 2006. Additional information on the City of Grandview Heights capital assets can be found in Note 9 on page 44 of this report.



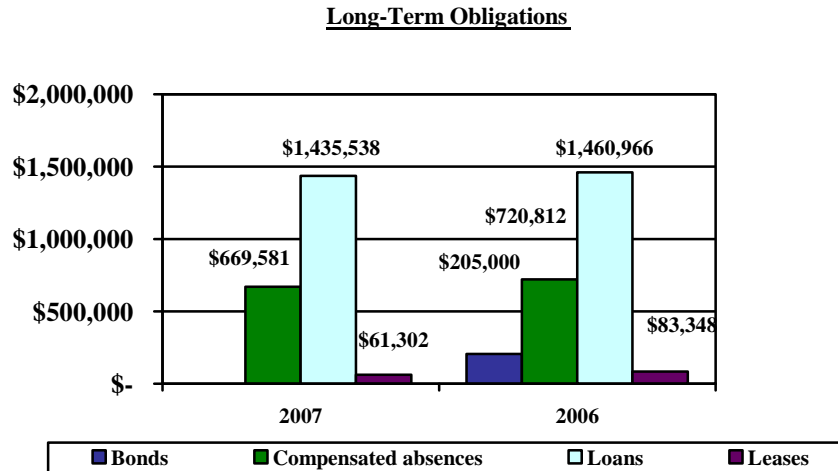
Debt Administration

The City had the following long-term obligations outstanding at December 31, 2007 and 2006. See Note 11 in the notes to the financial statements on pages 46-47 of this report for details.

	2007	2006
Mortgage revenue bonds	\$ -	\$ 205,000
OPWC loans	1,435,538	1,460,966
Capital lease obligation payable	61,302	83,348
Compensated absences	669,581	720,812
Total long-term obligations	\$ 2,166,421	\$ 2,470,126

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2007
(UNAUDITED)

A comparison of the long-term obligations of 2007 versus 2006 by category is depicted in the chart below. Additional information on the City of Grandview Heights long-term obligations can be found in Note 11 on pages 46-47 of this report.



Economic Conditions and Outlook

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

The City announced several redevelopment projects in 2007. Buildings at 777 W. Goodale Boulevard and 1398-1404 W. Goodale Boulevard were completed and the ten firms in these buildings are generating over \$22 million in payroll wages. The newly renovated industrial building at 855 Grandview Avenue has Loth Office Designs as a new tenant with a ten year lease. Nationwide Realty Investors, Ltd. (NRI) announced its intention to develop a large mixed use development project in the industrial area formerly occupied by Big Bear stores.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information please contact Mr. Robert Dvoraczky, Director of Finance, or Ms. Audrey Brodzinski, Assistant Director of Finance at the City of Grandview Heights, 1016 Grandview Avenue, Grandview Heights, Ohio 43212.



The CITY of
GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF NET ASSETS

DECEMBER 31, 2007

	Governmental Activities
Assets:	
Equity in pooled cash and investments	\$ 3,566,221
Receivables (net of allowances for uncollectibles):	
Income taxes	1,332,395
Property and other taxes	1,572,450
Accounts	118,552
Accrued interest	22,542
Intergovernmental	581,560
Prepayments	83,993
Capital assets:	
Land	803,740
Depreciable capital assets, net	<u>4,384,257</u>
Total capital assets, net	<u>5,187,997</u>
 Total assets	 <u>12,465,710</u>
 Liabilities:	
Accounts payable	174,028
Accrued wages and benefits	173,019
Due to other governments	198,614
Pension obligation payable	135,481
Unearned revenue	1,514,734
Accrued interest payable	10,041
Long-term liabilities:	
Due within one year	473,230
Due in more than one year	<u>1,693,191</u>
 Total liabilities	 <u>4,372,338</u>
 Net assets:	
Invested in capital assets, net of related debt	3,691,157
Restricted for:	
Capital projects	559,326
Debt service	1
Street construction, maintenance and repairs	769,737
Fire/EMS	13,323
Parks and recreation	213,477
Court computer	11,844
Law enforcement	34,500
Other purposes	58,384
Unrestricted	<u>2,741,623</u>
 Total net assets	 <u>\$ 8,093,372</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2007

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
General government	\$ 2,075,789	\$ 216,906	\$ 3,000	\$ -	\$ (1,855,883)
Security of persons and property	4,382,097	499,893	12,500	3,418	(3,866,286)
Public health and welfare	34,345	155,936	4,533	-	126,124
Transportation	1,397,206	196,812	333,120	-	(867,274)
Leisure time activity	775,985	258,572	21,135	-	(496,278)
Utility services	107,153	-	-	-	(107,153)
Interest and fiscal charges	36,045	-	-	-	(36,045)
	\$ 8,808,620	\$ 1,328,119	\$ 374,288	\$ 3,418	(7,102,795)
General Revenues:					
Property taxes levied for:					
General purposes					1,459,747
Police and fire pension					123,722
Income taxes levied for:					
General purposes					5,353,771
Grants and entitlements not restricted to specific programs					1,020,332
Investment earnings					94,179
Lease					215,660
Miscellaneous					84,853
Total general revenues					8,352,264
Change in net assets					1,249,469
Net assets at beginning of year					6,843,903
Net assets at end of year					\$ 8,093,372

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2007

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:			
Equity in pooled cash and investments	\$ 2,027,209	\$ 1,539,012	\$ 3,566,221
Receivables (net of allowance for uncollectibles):			
Income taxes	1,332,395	-	1,332,395
Property and other taxes	1,448,146	124,304	1,572,450
Accounts	87,411	31,141	118,552
Accrued interest	16,947	5,595	22,542
Intergovernmental	440,557	141,003	581,560
Prepayments	83,303	690	83,993
Total assets	<u>\$ 5,435,968</u>	<u>\$ 1,841,745</u>	<u>\$ 7,277,713</u>
Liabilities:			
Accounts payable	\$ 134,011	\$ 40,017	\$ 174,028
Accrued wages and benefits	171,127	1,892	173,019
Due to other governments	198,501	113	198,614
Pension obligation payable	133,718	1,763	135,481
Deferred revenue	706,523	110,491	817,014
Unearned revenue	1,395,012	119,722	1,514,734
Total liabilities	<u>2,738,892</u>	<u>273,998</u>	<u>3,012,890</u>
Fund Balances:			
Reserved for encumbrances	203,645	240,085	443,730
Reserved for prepayments	83,303	690	83,993
Unreserved, undesignated reported in:			
General fund	2,410,128	-	2,410,128
Special revenue funds	-	1,002,435	1,002,435
Debt service fund	-	1	1
Capital projects funds	-	324,536	324,536
Total fund balances	<u>2,697,076</u>	<u>1,567,747</u>	<u>4,264,823</u>
Total liabilities & fund balances	<u>\$ 5,435,968</u>	<u>\$ 1,841,745</u>	<u>\$ 7,277,713</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2007

Total governmental fund balances \$ 4,264,823

Amounts reported for governmental activities in the statement of net assets are different due to the following:

Capital assets used in governmental activities are not financial resources and therefore not reported in the funds. 5,187,997

Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.

Property taxes	\$ 57,716	
Income taxes	372,915	
Intergovernmental revenues	359,429	
Interest	10,097	
Charges for services	16,857	
Total long-term assets		817,014

In the statement of activities interest is accrued on outstanding bonds, notes and loans payable, whereas in governmental funds, interest expenditures are reported (10,041)

Long-term liabilities are not due and payable in the current period and therefore are not reported in the fund. The long-term liabilities are as follows:

Compensated absences	(669,581)	
OPWC loans	(1,435,538)	
Capital lease payable	(61,302)	
Total long-term liabilities		(2,166,421)

Net assets of governmental activities **\$ 8,093,372**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
Municipal income taxes	\$ 5,559,384	\$ -	\$ 5,559,384
Property and other taxes	1,482,920	125,510	1,608,430
Charges for services	854,592	237,939	1,092,531
Licenses and permits	99,004	-	99,004
Fines and forfeitures	119,014	7,541	126,555
Intergovernmental	1,008,013	330,203	1,338,216
Investment income	86,588	52,846	139,434
Capital lease revenue	-	215,660	215,660
Other	72,521	41,000	113,521
Total revenues	<u>9,282,036</u>	<u>1,010,699</u>	<u>10,292,735</u>
Expenditures:			
Current:			
General government	1,765,081	270,365	2,035,446
Security of persons and property	3,983,165	166,526	4,149,691
Public health and welfare	-	34,345	34,345
Transportation	952,742	303,245	1,255,987
Leisure time activity	651,976	38,792	690,768
Utility services	107,153	-	107,153
Capital outlay	90,676	457,341	548,017
Debt service:			
Principal retirement	11,663	240,811	252,474
Interest and fiscal charges	3,482	22,522	26,004
Total expenditures	<u>7,565,938</u>	<u>1,533,947</u>	<u>9,099,885</u>
Excess of revenues over/(under) expenditures	<u>1,716,098</u>	<u>(523,248)</u>	<u>1,192,850</u>
Other financing sources (uses):			
Sale of capital assets	9,675	-	9,675
Transfers in	-	638,412	638,412
Transfers out	(638,412)	-	(638,412)
Total other financing sources (uses)	<u>(628,737)</u>	<u>638,412</u>	<u>9,675</u>
Net change in fund balance	1,087,361	115,164	1,202,525
Fund balances at beginning of year	1,609,715	1,452,583	3,062,298
Fund balance at end of year	<u>\$ 2,697,076</u>	<u>\$ 1,567,747</u>	<u>\$ 4,264,823</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2007

Net change in fund balances - total governmental funds \$ 1,202,525

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

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

Capital asset additions	\$	456,808	
Current year depreciation		(331,628)	
Total			125,180

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (13,818)

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

Property taxes		(24,961)	
Income taxes		(205,613)	
Intergovernmental revenues		(24,198)	
Interest		10,097	
Charges for services		10,029	
Total			(234,646)

Repayment of bond, notes and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 252,474

In the statement of activities, interest is accrued on outstanding notes, whereas in governmental funds, an interest expenditure is reported when due. (10,041)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (72,205)

Change in net assets of governmental activities \$ 1,249,469

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 4,941,591	\$ 5,346,900	\$ 5,346,889	\$ (11)
Property and other taxes	1,370,492	1,482,900	1,482,920	20
Charges for services	778,636	842,500	846,177	3,677
Licenses and permits	85,858	92,900	99,004	6,104
Fines and forfeitures	103,972	112,500	116,604	4,104
Intergovernmental	890,834	963,900	967,956	4,056
Investment income	91,311	98,800	97,369	(1,431)
Other	185	200	3,211	3,011
Total revenues	<u>8,262,879</u>	<u>8,940,600</u>	<u>8,960,130</u>	<u>19,530</u>
Expenditures:				
Current:				
General government	2,160,790	2,254,542	1,965,802	288,740
Security of persons and property	4,019,098	4,193,480	4,034,668	158,812
Transportation	975,285	1,017,601	961,884	55,717
Leisure time activity	708,563	739,305	697,927	41,378
Utility services	126,543	132,034	107,868	24,166
Capital outlay	133,534	139,328	109,437	29,891
Total expenditures	<u>8,123,813</u>	<u>8,476,290</u>	<u>7,877,586</u>	<u>598,704</u>
Excess of revenues over expenditures	<u>139,066</u>	<u>464,310</u>	<u>1,082,544</u>	<u>618,234</u>
Other financing sources (uses):				
Sale of capital assets	-	-	9,675	9,675
Transfers out	(895,889)	(934,760)	(638,412)	296,348
Other financing sources	88,280	95,521	94,277	(1,244)
Total other financing sources (uses)	<u>(807,609)</u>	<u>(839,239)</u>	<u>(534,460)</u>	<u>304,779</u>
Net change in fund balance	(668,543)	(374,929)	548,084	923,013
Fund balances at beginning of year	908,034	908,034	908,034	-
Prior year encumbrances appropriated	267,612	267,612	267,612	-
Fund balance at end of year	<u>\$ 507,103</u>	<u>\$ 800,717</u>	<u>\$ 1,723,730</u>	<u>\$ 923,013</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
DECEMBER 31, 2007

	Agency
Assets:	
Cash in segregated accounts	\$ 16,314
Receivables:	
Accounts	26,541
Total assets	\$ 42,855
 Liabilities:	
Due to other governments	\$ 42,855
Total liabilities	\$ 42,855

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 1 - DESCRIPTION OF THE CITY

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

JOINTLY GOVERNED ORGANIZATIONS

Franklin County General Health District: The Franklin County General Health District (the "District") provides health services to citizens within the County, including the City. The Board of Health, with representatives from throughout the County, oversees the operation of the District. The City contributed \$34,345 during fiscal year 2007 for the operation of the District. The City does not have any financial interest in or responsibility for the District. The County Commissioners serve as the taxing authority, and the County Auditor and Treasurer serve as fiscal officers.

Mid-Ohio Regional Planning Commission: The Mid-Ohio Regional Planning Commission (MORPC) provides innovative solutions to 39 local governments. The City contributed \$2,981 to MORPC during fiscal year 2007. The City does not have any financial interest in or responsibility for the Commission. The Board of MORPC is made up of representatives from its participating governments. The City had two employees serve on the Board in 2007.

RELATED ORGANIZATION

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

The City and the Library have entered into a capital lease arrangement for the building which houses the Library, described in Note 18.

B. Basis of Presentation - Fund Accounting

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

The statement of net assets presents the financial condition of the governmental activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draw from the general revenues of the City.

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

C. Fund Accounting

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

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

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

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

D. Measurement Focus

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

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

E. Basis of Accounting

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

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

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

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

Property taxes for which there is an enforceable legal claim as of December 31, 2007, but which were levied to finance year 2008 operations, and other revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as unearned revenue. Income taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2007, are recorded as deferred revenue.

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

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

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

F. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. For all funds, Council appropriations are made at the object level within each department. This is known as the legal level of budgetary control. Budgetary modifications may only be made by resolution of the City Council at the legal level of control. All funds, other than the library bond retirement fund and agency fund, are legally required to be budgeted and appropriated.

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

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

The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include encumbrances and cash balances at December 31 of the preceding year. The certificate may be further amended during the year if the City Director of Finance determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificate of estimated resources issued during 2007.

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

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

G. Cash and Cash Equivalents

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

During fiscal year 2007, investments were limited to federal agency securities, money market funds, U.S. government money market mutual funds, certificates of deposit and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio).

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of deposit, are reported at cost.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

The City has invested funds in STAR Ohio during fiscal 2007. STAR Ohio is an investment pool managed by the State Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio’s share price which is the price the investment could be sold for on December 31, 2007.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2007 amounted to \$86,588, of which \$14,880 is assigned from other funds.

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

H. Capital Assets

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

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

All reported capital assets are depreciated except for land. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacement. Estimated lives have been restated with no effect on capital assets. Depreciation is computed using the straight-line method in the governmental activities over the following useful lives:

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

I. Compensated Absences

The liability for compensated absences is based on the provisions of GASB Statement No. 16, "Accounting for Compensated Absences". Vacation benefits and compensatory time are accrued as liabilities as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31, 2007 by those employees who are currently eligible to receive termination payments as well as the sick leave accumulated by those employees expected to become eligible to receive termination benefits in the future.

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

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

J. Accrued Liabilities and Long-Term Obligations

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

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

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2007, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

L. Interfund Activity

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

M. Fund Balance Reserves and Designations

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

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

N. Estimates

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

O. Extraordinary and Special Items

Extraordinary items or transactions of events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City administration and are either unusual in nature or infrequent in occurrence. The City had no extraordinary or special items during 2007.

P. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The net assets restricted for other purposes primarily represent monies restricted for street construction, maintenance and repair and parks and recreation, as well as fire/EMS, court computer and law enforcement.

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

NOTE 3 - CHANGE IN ACCOUNTING PRINCIPLES

For 2007, the City has implemented GASB Statement No. 48 "*Sales and Pledges of Receivables and Intra-Entity Transfers of Assets and Future Revenues*". GASB Statement No. 48 established criteria to ascertain whether certain transactions should be regarded as sales or as collateralized borrowings, as well as disclosure requirements for future revenues that are pledged and sold. The implementation of GASB Statement No. 48 did not have an effect on the financial statements of the City.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool State Treasury Asset Reserve of Ohio (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time: and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS – (Continued)

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

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

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

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

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

A. Cash on Hand

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

B. Cash in Segregated Accounts

At year-end, the City had \$16,314 deposited with a financial institution for monies related to the Mayor's Court which reported as an agency fund. This amount was covered by the Federal Deposit Insurance Corporation and is included in the City's depository balance detailed in Note 4.C.

C. Deposits with Financial Institutions

At December 31, 2007, the carrying amount of all City deposits was \$2,777,476. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2007, \$687,206 of the City's bank balance of \$2,882,358 was exposed to custodial risk as discussed below, while \$2,195,152 was covered by the Federal Deposit Insurance Corporation.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS – (Continued)

Custodial credit risk is the risk that, in the event of bank failure, the City’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the City.

D. Investments

As of December 31, 2007, the City had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
STAR Ohio	\$ 356,430	\$ 356,430	\$ -	\$ -	\$ -	\$ -
FHLMC	40,036	-	-	-	-	40,036
FNMA	140,046	-	-	50,032	90,014	-
FHLB	254,873	-	-	19,988	-	234,885
Money market funds	11,120	11,120	-	-	-	-
U.S. government money market mutual funds	<u>1,554</u>	<u>1,554</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 804,059</u>	<u>\$ 369,104</u>	<u>\$ -</u>	<u>\$ 70,020</u>	<u>\$ 90,014</u>	<u>\$ 274,921</u>

The weighted average maturity of investments is 1.24 years.

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

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

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty’s trust department or agent but not in the City’s name. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the finance director or qualified trustee.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The City places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the City at December 31, 2007:

<u>Investment type</u>	<u>Fair Value</u>	<u>% to Total</u>
STAR Ohio	\$ 356,430	44.33%
FHLMC	40,036	4.98%
FNMA	140,046	17.42%
FHLB	254,873	31.70%
Money market funds	11,120	1.38%
U.S. government money market mutual funds	<u>1,554</u>	<u>0.19%</u>
Total	<u>\$ 804,059</u>	<u>100.00%</u>

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

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the statement of net assets as of December 31, 2007:

Cash and investments per footnote

Carrying amount of deposits	\$ 2,777,476
Investments	804,059
Cash on hand	<u>1,000</u>
Total	<u>\$ 3,582,535</u>

Cash and investments per statement of net assets

Governmental activities	\$ 3,566,221
Agency funds	<u>16,314</u>
Total	<u>\$ 3,582,535</u>

NOTE 5 - INTERFUND TRANSACTIONS

Interfund transfers for the year ended December 31, 2007, consisted of the following, as reported in the fund financial statements:

<u>Transfers to</u>	<u>Transfers from General</u>
Nonmajor governmental	<u>\$ 638,412</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 5 - INTERFUND TRANSACTIONS – (Continued)

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

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Real property taxes and public utility taxes are levied after October 1 on the assessed value as of the prior January 1, the tax lien date. Assessed values are established by State law at 35 percent of appraised market value, as established by the County Auditor. All real property is required to be revalued every six years. The last revaluation was completed in 2000. Real property taxes are payable annually or semiannually. The first payment for 2007 was due January 1, with the remainder payable June 20.

Tangible personal property tax revenues received in 2007 (other than public utility property) represent the collection of 2007 taxes. Tangible personal property taxes received in 2007 were levied after October 1, 2006, on the true value as of December 31, 2005. In prior years, tangible personal property assessments were twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Tangible personal property tax is being phased out - the assessment percentage for property, including inventory, is 12.55% for 2007. This percentage will be reduced to 6.25% for 2008, and zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2007-2010, the City will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

Public utility property taxes are assessed on tangible personal property, as well as land and improvements.

Public utility real and tangible personal property taxes collected in one calendar year are levied on assessed values as of the prior January 1, the lien date. Public utility tangible personal property currently is assessed at varying percentages of true value for taxable transmission and distribution property and 25 percent of true value for all other taxable property. Public utility property taxes are payable on the same dates as real property taxes described previously.

The Franklin County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City. The Franklin County Auditor periodically remits to the City its portion of the taxes collected. The full rate for all City operations for the year ended December 31, 2007, was \$10.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property, upon which taxes for 2007 were collected, are as follows:

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 6 - PROPERTY TAXES - (Continued)

<u>Category</u>	<u>Assessed Value</u>
Residential	\$ 174,800,010
Commercial and industrial	<u>39,854,520</u>
Total Real Estate	<u>214,654,530</u>
Public utility property	6,755,020
Tangible personal property	<u>2,708,606</u>
Grand Total	<u>\$ 224,118,156</u>

Accrued taxes receivable represent delinquent taxes outstanding and real, tangible personal, and public utility taxes which were measurable and unpaid as of December 31, 2007. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2007 operations. Accordingly, the receivable is offset by a credit to "unearned revenue."

NOTE 7 - LOCAL INCOME TAX

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

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a final return annually. The Regional Income Tax Agency (RITA) administers and collects income taxes for the City. Payments, net of a 3% collection fee, are remitted monthly for tax revenues received by RITA in the prior month. Income tax revenue is credited to the general fund and totaled \$5,559,384 in fiscal year 2007.

NOTE 8 - RECEIVABLES

Receivables at December 31, 2007, consisted of income taxes, real and other taxes, accounts (billings for user charged services), accrued interest, capital lease, and intergovernmental receivables arising from grants, entitlements, and shared revenue. Receivables have been recorded to the extent that they are measurable at December 31, 2007, as well as intended to finance fiscal 2007 operations.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 8 – RECEIVABLES – (Continued)

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

Governmental Activities:

Income taxes	\$1,332,395
Property and other taxes	1,572,450
Accounts	118,552
Accrued interest	22,542
Intergovernmental	581,560

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

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2007 was as follows:

<u>Governmental Activities:</u>	<u>Balance</u> <u>12/31/2006</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/2007</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 803,740	\$ -	\$ -	\$ 803,740
Total capital assets - not depreciated	<u>803,740</u>	<u>-</u>	<u>-</u>	<u>803,740</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	162,363	40,315	-	202,678
Buildings and improvements	3,079,975	66,055	-	3,146,030
Machinery, equipment and furniture	1,154,486	114,599	(14,172)	1,254,913
Vehicles	2,043,907	192,290	(74,690)	2,161,507
Infrastructure	1,366,052	43,549	-	1,409,601
Total capital assets - depreciated	<u>7,806,783</u>	<u>456,808</u>	<u>(88,862)</u>	<u>8,174,729</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(135,004)	(4,213)	-	(139,217)
Buildings and improvements	(1,207,319)	(61,083)	-	(1,268,402)
Machinery, equipment and furniture	(808,023)	(77,188)	14,172	(871,039)
Vehicles	(1,333,996)	(144,329)	60,872	(1,417,453)
Infrastructure	(49,546)	(44,815)	-	(94,361)
Total accumulated depreciation	<u>(3,533,888)</u>	<u>(331,628)</u>	<u>75,044</u>	<u>(3,790,472)</u>
Governmental activities capital assets, Net of depreciation	<u>\$ 5,076,635</u>	<u>\$ 125,180</u>	<u>\$ (13,818)</u>	<u>\$ 5,187,997</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 9 - CAPITAL ASSETS – (Continued)

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

Governmental activities:

General government	\$ 18,267
Security of persons and property	147,954
Transportation	110,662
Leisure time activity	<u>54,745</u>
Total depreciation expense - governmental activities	<u>\$ 331,628</u>

NOTE 10 - CAPITALIZED LEASES - LESSEE DISCLOSURE

During 2006, the City entered into a capitalized lease for the purchase of two copiers and a new phone system, which are accounted for as capital outlay expenditure and other financing source, within the General fund. In 2004, the City entered into a capitalized lease agreement for the acquisition of a backhoe, which was accounted for in the street construction, maintenance and repair nonmajor special revenue fund. In 2002, the City entered into a capitalized lease agreement for the acquisition of a copier, which was accounted for in the general fund.

The terms of the lease agreements provide options to purchase copiers, phone system and a backhoe. These leases meet the criteria of capital leases as defined by FASB No. 13, Accounting for Leases, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital lease payments have been reclassified and are reflected as debt service expenditures in the fund financials.

Capital assets consisting of copiers, phone system and a backhoe have been capitalized in the amount of \$121,144. This amount represents the present value of minimum lease payments at the time of acquisition. Accumulated depreciation as of December 31, 2007 was \$39,712, leaving a current book value of \$81,432. A corresponding liability was recorded in the government-wide financial statement. Principal payments made in the 2007 fiscal year totaled \$11,663 paid by the general fund and \$10,383 paid by a nonmajor governmental fund.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the future minimum lease payments as of December 31, 2007:

<u>Year Ending</u>	<u>Total</u>
2008	\$ 25,280
2009	24,381
2010	11,706
2011	<u>7,229</u>
Total future minimum lease payments	68,596
Less: amount representing interest	<u>(7,294)</u>
Present value of future minimum lease payments	<u>\$ 61,302</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 11 - LONG-TERM OBLIGATIONS

- A. During the fiscal year 2007, the following changes occurred in governmental activities long-term obligations:

Governmental activities:	<u>Balance</u> <u>12/31/2006</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>12/31/2007</u>	<u>Amount Due</u> <u>in One Year</u>
<u>Mortgage Revenue Bonds</u>					
1993 Mortgage Revenue Refunding Bonds 4.5% - 6.7%	\$ 205,000	\$ -	\$ (205,000)	\$ -	\$ -
Total mortgage revenue bonds	<u>205,000</u>	<u>-</u>	<u>(205,000)</u>	<u>-</u>	<u>-</u>
<u>OPWC Loans</u>					
1999 OPWC Loan - 0%	202,927	-	(7,247)	195,680	14,495
2000 OPWC Loan - 3%	244,780	-	(7,099)	237,681	14,519
2001 OPWC Loan - 0%	365,708	-	(11,082)	354,626	22,164
2006 OPWC Loan - 0%	<u>647,551</u>	<u>-</u>	<u>-</u>	<u>647,551</u>	<u>26,625</u>
Total OPWC loans	<u>1,460,966</u>	<u>-</u>	<u>(25,428)</u>	<u>1,435,538</u>	<u>77,803</u>
<u>Other Obligations</u>					
Compensated absences	720,812	416,533	(467,764)	669,581	373,907
Capital lease obligation	<u>83,348</u>	<u>-</u>	<u>(22,046)</u>	<u>61,302</u>	<u>21,520</u>
Total other obligations	<u>804,160</u>	<u>416,533</u>	<u>(489,810)</u>	<u>730,883</u>	<u>395,427</u>
Total governmental activities	<u>\$ 2,470,126</u>	<u>\$ 416,533</u>	<u>\$ (720,238)</u>	<u>\$ 2,166,421</u>	<u>\$ 473,230</u>

Mortgage Revenue Bonds: The City issued mortgage revenue bonds on behalf of the public library in 1987 and bonds were defeased during 1993 in the amount of \$2,200,000. The mortgage revenue refunding bonds are repaid through a capital lease arrangement with the Grandview Heights Public Library described in Note 18.

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

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

OPWC Loans: The City has entered into four debt financing arrangements through the Ohio Public Works Commission (OPWC). Two of these loans are to fund Goodale Boulevard street improvements. The third and fourth is to fund the sewer rehabilitation project. The fourth loan was issued on during 2006 with an amount of \$647,551 over a twenty year term. The amounts due to the OPWC are payable solely from operating revenues. The loan agreements function similar to a line-of-credit agreement. The OPWC loans are being repaid from nonmajor special revenue funds. The loan agreements require semi-annual payments based on the actual amount loaned. The OPWC loans for the street improvements are interest free and the sewer project loans have interest rates of 3% and 2%.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

- B.** Principal and interest requirements to retire long-term obligations outstanding at December 31, 2007 are follows:

Year	OPWC Loans		Total
	Principal	Interest	
2008	\$ 77,803	\$ 19,840	\$ 97,643
2009	78,777	18,867	97,644
2010	79,775	17,869	97,644
2011	80,797	16,847	97,644
2012	81,845	15,799	97,644
2013 - 2017	425,874	62,341	488,215
2018 - 2022	401,716	32,444	434,160
2023 - 2027	208,951	10,427	219,378
Total	<u>\$ 1,435,538</u>	<u>\$ 194,434</u>	<u>\$ 1,629,972</u>

- C.** The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City's legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2007, the City's total debt margin was \$23,237,442 and the unvoted debt margin was \$12,171,993.

NOTE 12 - OTHER EMPLOYEE BENEFITS

A. Compensated Absences

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 12 - OTHER EMPLOYEE BENEFITS - (Continued)

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

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

B. Health Care Benefits

The City provides life insurance and accidental death and dismemberment insurance to most employees. The City has elected to provide employees medical/surgical benefits through United Healthcare, Inc. The employees share the cost of the monthly premium. Dental insurance is provided by the City through United Healthcare, Inc.

C. Early Retirement Incentive Plan

The City approved an early retirement incentive plan (“ERIP”) for all City employees. The City purchased, from OPERS, additional service credit for those employees who elected to participate in the plan. Participation was open to employees who were at least 50 years old, qualified for retirement with the years purchased by the City, and agreed to retire at the end of fiscal year 2006. The enrollment period for the plan was between March 1, 2005 and February 28, 2006. The credit could not exceed the lesser of three years or one-fifth of each member’s total Ohio service. The City did not limit the number of employees participating in the plan in any one year. The liability for the plan was retired during 2007.

NOTE 13 - RISK MANAGEMENT

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 13 - RISK MANAGEMENT - (Continued)

Casualty Coverage

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

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

Property Coverage

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

Beginning in 2005, Travelers reinsures specific losses exceeding \$250,000 up to \$600 million per occurrence. This amount was increased to \$300,000 in 2007. APEEP reinsures members for specific losses exceeding \$100,000 up to \$300,000 per occurrence, subject to an annual aggregate loss payment. Travelers Indemnity Company provides aggregate stop loss coverage based upon the combined members' total insurable value. If the stop loss is reached by payment of losses between \$100,000 and \$300,000, Travelers will reinsure specific losses exceeding \$100,000 up to their \$600 million per occurrence limit. The aggregate stop-loss limit for 2007 was \$2,014,548.

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

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

Financial Position

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 13 - RISK MANAGEMENT - (Continued)

At December 31, 2007 and 2006, respectively, casualty coverage liabilities noted above include approximately \$15.0 million and \$14.4 million of estimated incurred claims payable. The Casualty Coverage assets and retained earnings above also include approximately \$15.0 million and \$14.4 million of unpaid claims to be billed to approximately 447 member political subdivisions in the future, as of December 31, 2007 and 2006, respectively. These amounts will be included in future contributions from members when the related claims are due for payment. The City's share of these unpaid claims collectible in future years is approximately \$116,000. This payable includes the subsequent year's contribution due if it terminates participation, as described in the last paragraph below.

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

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

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

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

NOTE 14 - PENSION PLANS

A. Ohio Public Employees Retirement System

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 14 - PENSION PLANS - (Continued)

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

For the year ended December 31, 2007, the members of all three plans, except those in law enforcement under the Traditional Pension Plan, were required to contribute 9.5% of their annual covered salaries. Members participating in the Traditional Pension Plan that were in law enforcement contributed 10.1% of their annual covered salary. The City's contribution rate for pension benefits for 2007 was 8.85% for the period January 1, 2007 through June 30, 2007 and 7.85% for the period July 1, 2007 through December 31, 2007, except for those plan members in law enforcement and public safety. For those classifications, the City's pension contributions were 12.17% of covered payroll for the period January 1, 2007 through June 30, 2007 and 11.17% of covered payroll for the period July 1, 2007 through December 31, 2007. The Ohio Revised Code provides statutory authority for member and employer contributions. The City's required contributions to the Traditional Pension and Combined Plans for the years ended December 31, 2007, 2006, and 2005 were \$242,855, \$211,920, and \$228,947, respectively; 89.43% has been contributed for 2007 and 100% has been contributed for 2006 and 2005. The unpaid portion of \$25,661 is reported as a liability within the respective funds.

B. Ohio Police and Fire Pension Fund

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

Plan members are required to contribute 10.0% of their annual covered salary, while the City is required to contribute 19.5% and 24.0% for police officers and firefighters, respectively. The portion of the City's contributions to fund pension obligations was 12.75% for police officers and 17.25% for firefighters. The City's required contributions to OP&F were \$540,639 for the year ended December 31, 2007, \$505,554 for the year ended December 31, 2006, and \$484,886 for the year ended December 31, 2005. The full amount has been contributed for 2006 and 2005. 89.35% has been contributed for 2007 with the remainder of \$57,558 being reported as a liability in the respective funds.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 15 - POST-EMPLOYMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides post-employment health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the Traditional Pension or Combined Plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the Member-Directed Plan do not qualify for post-employment health care coverage. The health care coverage provided by OPERS is considered an Other Post-employment Benefit as described in GASB Statement No. 12, "Disclosure of Information on Post-employment Benefits other than Pension Benefits by State and Local Government Employers". A portion of each employer's contribution to the Traditional Pension or Combined Plans is set aside for the funding of post-employment health care based on authority granted by State statute. The 2007 local government employer contribution rate was 13.85% of covered payroll (17.17% for public safety and law enforcement); 5.00% of covered payroll was the portion that was used to fund health care for the period January 1, 2007 through June 30, 2007 and 6.00% of covered payroll was the portion that was used to fund health care for the period July 1, 2007 through December 31, 2007.

Benefits are advance-funded using the entry age actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2006, include a rate of return on investments of 6.50%, an annual increase in active employee total payroll of 4.00% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50% and 6.30% based on additional annual pay increases. Health care premiums were assumed to increase at the projected wage inflation rate (4.00%) plus an additional factor ranging from .50% to 5.00% for the next eight years. In subsequent years, (nine and beyond) health care costs were assumed to increase at 4.00%.

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets annually, not to exceed a 12% corridor.

The number of active contributing participants in the Traditional Pension and Combined Plans was 374,979 as of December 31, 2007. The City's actual employer contributions for 2007 which were used to fund post-employment benefits were \$96,441. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2006 (the latest information available) were \$12.0 billion. At December 31, 2006 (the latest information available), the actuarially accrued liability and the unfunded actuarial accrued liability were \$30.7 billion and \$18.7 billion, respectively.

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

B. Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund (OP&F) provides post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person. 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 2/3 basis.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

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

The health care coverage provided by OP&F is considered an Other Post-employment Benefit as described in GASB Statement No. 12, "Disclosure of Information on Post-employment Benefits other than Pension Benefits by State and Local Government Employers". The Ohio Revised Code provides the authority allowing the OP&F's Board of Trustees to provide health care coverage and states that health care costs paid from the funds of OP&F shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll, of which 6.75% of covered payroll was applied to the post-employment health care program during 2007. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions.

The City's actual contributions for 2007 that were used to fund post-employment benefits were \$88,150 for police officers and \$80,433 for firefighters. The OP&F's total health care expense for the year ended December 31, 2006 (the latest information available) was \$120.374 million, which was net of member contributions of \$58.533 million. The number of OP&F participants eligible to receive health care benefits as of December 31, 2006 (the latest information available), was 14,120 for police officers and 10,563 for firefighters.

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

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

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

Net Change in Fund Balance

	<u>General</u>
Budget basis	\$ 548,084
Net adjustment for revenue accruals	321,898
Net adjustment for expenditure accruals	603,595
Net adjustment for other financing sources/(uses)	(94,269)
Adjustment for encumbrances	(291,947)
GAAP basis	<u>\$ 1,087,361</u>

NOTE 17 - CONTINGENCIES

A. Grants

The City receives significant financial assistance from numerous federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2007.

B. Litigation

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

NOTE 18 - CAPITAL LEASE RECEIVABLE

The City leased property to the Grandview Heights Public Library. This property houses the Library, which was built by bond proceeds issued in 1987. In 1993, the original bond issue was defeased by placing the proceeds into an irrevocable trust for the purpose of retiring the original 1987 issue. Per the lease agreement, the Library pays the annual principal and interest payments on the 1993 debt issue.

At the conclusion of the lease period, the Library purchased the leased property for \$1. The City classified these agreements as direct financing capital leases. The lease payments to the City were paid to the Trustee and were used to retire the debt.

NOTE 19 – SIGNIFICANT SUBSEQUENT EVENT

Mr. Robert Dvoraczky became City Finance Director effective June 18, 2008.

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

GENERAL FUND

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

NONMAJOR SPECIAL REVENUE FUNDS

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

Street Construction, Maintenance and Repair Fund

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

State Highway Improvement Fund

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

Board of Health Fund

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

Police Pension Fund

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

Fire Pension Fund

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

Motor Vehicle Permissive Tax Fund

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

Law Enforcement Trust Fund

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

DUI Education and Enforcement Fund

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

Mayor's Court Computer Fund

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

Community Events and Projects Fund

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

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

NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)

Tax Abatement Fund

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

NIBRS2

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

Juvenile Task Force Fund

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

Domestic Violence Fund

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

Fire EMS Grant Fund

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

Senior Center Improvement Fund

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

Federal Emergency Management Agency Fund

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

McKinley Field Fund

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

Wyman Woods Fund

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

Municipal Swimming Pool Fund

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

Convention and Visitor's Bureau Fund

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

Coronary Care Fund

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

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

NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)

Youth DARE Trust

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

K-9 Trust Fund

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

Youth Swim Trust

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

C. Ray Buck Sports Park Fund

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

Greenspace Parkland Trust Fund

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

Pierce Field Park Trust

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

NONMAJOR DEBT SERVICE FUNDS

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

Library Bond Retirement Fund

This fund accounts for the resources that are used for the payment of principal, interest and other fiscal charges on the library mortgage revenue bonds.

Street Light Debt Service Fund

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

NONMAJOR CAPITAL PROJECTS FUNDS

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

General Improvement Fund

This fund accounts for revenues and expenditures for capital improvements.

Sewer Improvement Fund

This fund accounts for revenues and expenditures for sewer improvements.

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget
				Positive
				(Negative)
Revenues:				
Municipal income taxes	\$ 4,941,591	\$ 5,346,900	\$ 5,346,889	\$ (11)
Property and other taxes	1,370,492	1,482,900	1,482,920	20
Charges for services	778,636	842,500	846,177	3,677
Licenses and permits	85,858	92,900	99,004	6,104
Fines and forfeitures	103,972	112,500	116,604	4,104
Intergovernmental	890,834	963,900	967,956	4,056
Investment income	91,311	98,800	97,369	(1,431)
Other	185	200	3,211	3,011
Total revenues	<u>8,262,879</u>	<u>8,940,600</u>	<u>8,960,130</u>	<u>19,530</u>
Expenditures:				
Current:				
General government				
Administration				
Personal services	591,942	617,625	503,976	113,649
Contractual services	363,731	379,513	315,185	64,328
Materials & supplies	215,729	225,089	200,133	24,956
Utility services	44,138	46,053	39,648	6,405
Capital outlay	92,008	96,000	84,941	11,059
Total administration	<u>1,307,548</u>	<u>1,364,280</u>	<u>1,143,883</u>	<u>220,397</u>
Finance/legal/council				
Personal services	378,890	395,329	385,076	10,253
Contractual services	595,577	621,418	553,528	67,890
Materials & supplies	11,087	11,568	7,404	4,164
Other	3,834	4,000	500	3,500
Total finance/legal/council	<u>989,388</u>	<u>1,032,315</u>	<u>946,508</u>	<u>85,807</u>
Total general government	<u>2,296,936</u>	<u>2,396,595</u>	<u>2,090,391</u>	<u>306,204</u>
Security of persons and property				
Fire & emergency				
Personal services	1,700,550	1,774,334	1,732,322	42,012
Contractual services	10,063	10,500	5,368	5,132
Materials & supplies	81,901	85,455	70,694	14,761
Utility services	2,075	2,165	1,790	375
Capital outlay	21,879	22,828	20,030	2,798
Total fire & emergency	<u>1,816,468</u>	<u>1,895,282</u>	<u>1,830,204</u>	<u>65,078</u>
Police				
Personal services	2,052,917	2,141,989	2,093,730	48,259
Contractual services	39,312	41,018	32,729	8,289
Materials & supplies	134,355	140,184	99,825	40,359
Utility services	15,430	16,100	9,396	6,704
Total police	<u>2,242,014</u>	<u>2,339,291</u>	<u>2,235,680</u>	<u>103,611</u>
Total security of persons and property	<u>4,058,482</u>	<u>4,234,573</u>	<u>4,065,884</u>	<u>168,689</u>

Continued

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (Continued)
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Transportation				
Streets & highways				
Personal services	\$ 397,965	\$ 415,232	\$ 393,264	\$ 21,968
Contractual services	4,361	4,550	4,202	348
Materials & supplies	27,213	28,394	23,171	5,223
Utility services	20,918	21,826	17,198	4,628
Capital outlay	958	1,000	566	434
Total streets & highways	<u>451,415</u>	<u>471,002</u>	<u>438,401</u>	<u>32,601</u>
Sanitation				
Personal services	382,543	399,141	384,091	15,050
Contractual services	100,780	105,153	103,861	1,292
Materials & supplies	62,423	65,131	53,295	11,836
Capital outlay	1,917	2,000	200	1,800
Total sanitation	<u>547,663</u>	<u>571,425</u>	<u>541,447</u>	<u>29,978</u>
Total transportation	<u>999,078</u>	<u>1,042,427</u>	<u>979,848</u>	<u>62,579</u>
Leisure time activity				
Parks & recreation				
Personal services	554,261	578,309	554,358	23,951
Contractual services	58,576	61,117	51,095	10,022
Materials & supplies	95,726	99,879	92,474	7,405
Utility services	43,982	45,890	39,836	6,054
Capital outlay	16,772	17,500	3,700	13,800
Total parks & recreation	<u>769,317</u>	<u>802,695</u>	<u>741,463</u>	<u>61,232</u>
Total leisure time activity	<u>769,317</u>	<u>802,695</u>	<u>741,463</u>	<u>61,232</u>
Total expenditures	<u>8,123,813</u>	<u>8,476,290</u>	<u>7,877,586</u>	<u>598,704</u>
Excess of revenues over expenditures	<u>139,066</u>	<u>464,310</u>	<u>1,082,544</u>	<u>618,234</u>
Other financing sources (uses):				
Sale of capital assets	-	-	9,675	9,675
Transfers out	(895,889)	(934,760)	(638,412)	296,348
Other financing sources	88,280	95,521	94,277	(1,244)
Total other financing sources (uses)	<u>(807,609)</u>	<u>(839,239)</u>	<u>(534,460)</u>	<u>304,779</u>
Net change in fund balance	(668,543)	(374,929)	548,084	923,013
Fund balances at beginning of year	908,034	908,034	908,034	-
Prior year encumbrances appropriated	267,612	267,612	267,612	-
Fund balance at end of year	<u>\$ 507,103</u>	<u>\$ 800,717</u>	<u>\$ 1,723,730</u>	<u>\$ 923,013</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2007

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:				
Equity in pooled cash and investments	\$ 987,414	\$ 1	\$ 551,597	\$ 1,539,012
Receivables (net of allowance for uncollectibles):				
Property and other taxes	124,304	-	-	124,304
Accounts	-	-	31,141	31,141
Accrued interest	5,595	-	-	5,595
Intergovernmental	141,003	-	-	141,003
Prepayments	690	-	-	690
Total assets	<u>\$ 1,259,006</u>	<u>\$ 1</u>	<u>\$ 582,738</u>	<u>\$ 1,841,745</u>
Liabilities:				
Accounts payable	\$ 26,646	\$ -	\$ 13,371	\$ 40,017
Accrued wages and benefits	1,892	-	-	1,892
Due to other governments	113	-	-	113
Pension obligation payable	1,763	-	-	1,763
Deferred revenue	99,703	-	10,788	110,491
Unearned revenue	119,722	-	-	119,722
Total liabilities	<u>249,839</u>	<u>-</u>	<u>24,159</u>	<u>273,998</u>
Fund balances:				
Reserved for encumbrances	6,042	-	234,043	240,085
Reserved for prepayments	690	-	-	690
Unreserved, undesignated reported in:				
Special revenue funds	1,002,435	-	-	1,002,435
Debt service fund	-	1	-	1
Capital projects funds	-	-	324,536	324,536
Total fund balances	<u>1,009,167</u>	<u>1</u>	<u>558,579</u>	<u>1,567,747</u>
Total liabilities & fund balances	<u>\$ 1,259,006</u>	<u>\$ 1</u>	<u>\$ 582,738</u>	<u>\$ 1,841,745</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property and other taxes	\$ 125,510	\$ -	\$ -	\$ 125,510
Charges for services	-	-	237,939	237,939
Fines and forfeitures	7,541	-	-	7,541
Intergovernmental	326,785	-	3,418	330,203
Investment income	52,846	-	-	52,846
Capital lease revenue	-	215,660	-	215,660
Other	41,000	-	-	41,000
Total revenues	<u>553,682</u>	<u>215,660</u>	<u>241,357</u>	<u>1,010,699</u>
Expenditures:				
Current:				
General government	270,365	-	-	270,365
Security of persons and property	166,526	-	-	166,526
Public health and welfare	34,345	-	-	34,345
Transportation	303,245	-	-	303,245
Leisure time activity	38,792	-	-	38,792
Capital outlay	2,486	-	454,855	457,341
Debt service:				
Principal retirement	28,712	205,000	7,099	240,811
Interest and fiscal charges	1,679	10,660	10,183	22,522
Total expenditures	<u>846,150</u>	<u>215,660</u>	<u>472,137</u>	<u>1,533,947</u>
Deficiency of revenues under expenditures	<u>(292,468)</u>	<u>-</u>	<u>(230,780)</u>	<u>(523,248)</u>
Other financing sources:				
Transfers in	298,760	-	339,652	638,412
Total other financing sources	<u>298,760</u>	<u>-</u>	<u>339,652</u>	<u>638,412</u>
Net change in fund balance	6,292	-	108,872	115,164
Fund balances at beginning of year	1,002,875	1	449,707	1,452,583
Fund balance at end of year	<u>\$ 1,009,167</u>	<u>\$ 1</u>	<u>\$ 558,579</u>	<u>\$ 1,567,747</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2007

	Street Construction Maintenance and Repair	State Highway Improvement	Board of Health	Police Pension
Assets:				
Equity in pooled cash and investments	\$ 507,601	\$ 31,574	\$ 1	\$ 3,865
Receivables (net of allowance for uncollectibles):				
Property and other taxes	-	-	-	62,152
Accrued interest	4,269	266	-	-
Intergovernmental	125,172	10,153	-	2,599
Prepayments	690	-	-	-
Total assets	<u>\$ 637,732</u>	<u>\$ 41,993</u>	<u>\$ 1</u>	<u>\$ 68,616</u>
Liabilities:				
Accounts payable	\$ 25,718	\$ -	\$ -	\$ -
Accrued wages and benefits	1,892	-	-	-
Due to other governments	113	-	-	-
Pension obligation payable	1,763	-	-	-
Deferred revenue	82,769	6,679	-	4,890
Unearned revenue	-	-	-	59,861
Total liabilities	<u>112,255</u>	<u>6,679</u>	<u>-</u>	<u>64,751</u>
Fund balances:				
Reserved for encumbrances	4,470	-	-	-
Reserved for prepayments	690	-	-	-
Unreserved, undesignated reported in:				
Special revenue funds	520,317	35,314	1	3,865
Total fund balances	<u>525,477</u>	<u>35,314</u>	<u>1</u>	<u>3,865</u>
Total liabilities & fund balances	<u>\$ 637,732</u>	<u>\$ 41,993</u>	<u>\$ 1</u>	<u>\$ 68,616</u>

<u>Fire Pension</u>	<u>Motor Vehicle Permissive Tax</u>	<u>Law Enforcement</u>	<u>DUI Enforcement and Education</u>	<u>Mayor's Court Computer</u>	<u>Community Events and Projects</u>	<u>Tax Abatement</u>
\$ 3,862	\$ 126,043	\$ 4,317	\$ 20,104	\$ 11,389	\$ 7,340	\$ 28,514
62,152	-	-	-	-	-	-
-	1,060	-	-	-	-	-
2,599	-	-	25	455	-	-
-	-	-	-	-	-	-
<u>\$ 68,613</u>	<u>\$ 127,103</u>	<u>\$ 4,317</u>	<u>\$ 20,129</u>	<u>\$ 11,844</u>	<u>\$ 7,340</u>	<u>\$ 28,514</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
4,890	475	-	-	-	-	-
59,861	-	-	-	-	-	-
<u>64,751</u>	<u>475</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,862	126,628	4,317	20,129	11,844	7,340	28,514
<u>3,862</u>	<u>126,628</u>	<u>4,317</u>	<u>20,129</u>	<u>11,844</u>	<u>7,340</u>	<u>28,514</u>
<u>\$ 68,613</u>	<u>\$ 127,103</u>	<u>\$ 4,317</u>	<u>\$ 20,129</u>	<u>\$ 11,844</u>	<u>\$ 7,340</u>	<u>\$ 28,514</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2007

	<u>NIBRS2</u>	<u>Juvenile Task Force</u>	<u>Domestic Violence</u>	<u>Fire/EMS Grant</u>
Assets:				
Equity in pooled cash and investments	\$ 866	\$ 375	\$ 58	\$ 5,499
Receivables (net of allowance for uncollectibles):				
Property and other taxes	-	-	-	-
Accrued interest	-	-	-	-
Intergovernmental	-	-	-	-
Prepayments	-	-	-	-
Total assets	<u>\$ 866</u>	<u>\$ 375</u>	<u>\$ 58</u>	<u>\$ 5,499</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 928
Accrued wages and benefits	-	-	-	-
Due to other governments	-	-	-	-
Pension obligation payable	-	-	-	-
Deferred revenue	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>928</u>
Fund balances:				
Reserved for encumbrances	-	-	-	1,572
Reserved for prepayments	-	-	-	-
Unreserved, undesignated reported in:				
Special revenue funds	866	375	58	2,999
Total fund balances	<u>866</u>	<u>375</u>	<u>58</u>	<u>4,571</u>
Total liabilities & fund balances	<u>\$ 866</u>	<u>\$ 375</u>	<u>\$ 58</u>	<u>\$ 5,499</u>

Senior Center Improvement	FEMA Grant	McKinley Field	Wyman Woods	Municipal Swimming Pool	Convention and Visitors Bureau
\$ 17,450	\$ 10,302	\$ 27	\$ 5	\$ 5,466	\$ 2,085
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 17,450</u>	<u>\$ 10,302</u>	<u>\$ 27</u>	<u>\$ 5</u>	<u>\$ 5,466</u>	<u>\$ 2,085</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
17,450	10,302	27	5	5,466	2,085
<u>17,450</u>	<u>10,302</u>	<u>27</u>	<u>5</u>	<u>5,466</u>	<u>2,085</u>
<u>\$ 17,450</u>	<u>\$ 10,302</u>	<u>\$ 27</u>	<u>\$ 5</u>	<u>\$ 5,466</u>	<u>\$ 2,085</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2007

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

C. Ray Buck Sports Park	Greenspace Parkland Trust	Pierce Field Park Trust	Total Nonmajor Special Revenue Funds
\$ 37,788	\$ 1,000	\$ 153,993	\$ 987,414
-	-	-	124,304
-	-	-	5,595
-	-	-	141,003
-	-	-	690
<u>\$ 37,788</u>	<u>\$ 1,000</u>	<u>\$ 153,993</u>	<u>\$ 1,259,006</u>
\$ -	\$ -	\$ -	\$ 26,646
-	-	-	1,892
-	-	-	113
-	-	-	1,763
-	-	-	99,703
-	-	-	119,722
<u>-</u>	<u>-</u>	<u>-</u>	<u>249,839</u>
-	-	-	6,042
-	-	-	690
37,788	1,000	153,993	1,002,435
<u>37,788</u>	<u>1,000</u>	<u>153,993</u>	<u>1,009,167</u>
<u>\$ 37,788</u>	<u>\$ 1,000</u>	<u>\$ 153,993</u>	<u>\$ 1,259,006</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	Street Construction Maintenance and Repair	State Highway Improvement	Board of Health	Police Pension
Revenues:				
Property and other taxes	\$ -	\$ -	\$ -	\$ 62,755
Fines and forfeitures	-	-	-	-
Intergovernmental	267,972	21,727	-	4,018
Investment income	41,596	1,468	-	-
Other	15,105	-	-	-
Total revenues	324,673	23,195	-	66,773
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	79,045
Public health and welfare	-	-	34,345	-
Transportation	299,927	3,318	-	-
Leisure time activities	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	17,630	11,082	-	-
Interest and fiscal charges	1,679	-	-	-
Total expenditures	319,236	14,400	34,345	79,045
Excess of revenues over/(under) expenditures	5,437	8,795	(34,345)	(12,272)
Other financing sources:				
Transfers in	-	-	21,260	-
Total other financing sources	-	-	21,260	-
Net change in fund balance	5,437	8,795	(13,085)	(12,272)
Fund balances at beginning of year	520,040	26,519	13,086	16,137
Fund balance at end of year	\$ 525,477	\$ 35,314	\$ 1	\$ 3,865

Fire Pension	Motor Vehicle Permissive Tax	Law Enforcement	DUI Enforcement and Education	Mayor's Court Computer	Community Events and Projects	Tax Abatement
\$ 62,755	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	1,886	5,655	-	-
4,018	16,550	-	10,000	-	-	-
-	9,782	-	-	-	-	-
-	227	-	-	-	2,304	-
<u>66,773</u>	<u>26,559</u>	<u>-</u>	<u>11,886</u>	<u>5,655</u>	<u>2,304</u>	<u>-</u>
-	-	-	-	14,879	-	255,486
79,045	-	8	7,500	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	4,537	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>79,045</u>	<u>-</u>	<u>8</u>	<u>7,500</u>	<u>14,879</u>	<u>4,537</u>	<u>255,486</u>
<u>(12,272)</u>	<u>26,559</u>	<u>(8)</u>	<u>4,386</u>	<u>(9,224)</u>	<u>(2,233)</u>	<u>(255,486)</u>
-	-	-	-	-	-	277,500
-	-	-	-	-	-	277,500
(12,272)	26,559	(8)	4,386	(9,224)	(2,233)	22,014
16,134	100,069	4,325	15,743	21,068	9,573	6,500
<u>\$ 3,862</u>	<u>\$ 126,628</u>	<u>\$ 4,317</u>	<u>\$ 20,129</u>	<u>\$ 11,844</u>	<u>\$ 7,340</u>	<u>\$ 28,514</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2007

	NIBRS2	Juvenile Task force	Domestic Violence	Fire/EMS Grant
Revenues:				
Property and other taxes	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	2,500
Investment income	-	-	-	-
Other	-	-	-	-
Total revenues	-	-	-	2,500
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	928
Public health and welfare	-	-	-	-
Transportation	-	-	-	-
Leisure time activities	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	-	-	-	928
Excess of revenues over/(under) expenditures	-	-	-	1,572
Other financing sources:				
Transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balance	-	-	-	1,572
Fund balances at beginning of year	866	375	58	2,999
Fund balance at end of year	\$ 866	\$ 375	\$ 58	\$ 4,571

<u>Senior Center Improvement</u>	<u>FEMA Grant</u>	<u>McKinley Field</u>	<u>Wyman Woods</u>	<u>Municipal Swimming Pool</u>	<u>Convention and Visitors Bureau</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,533	-	5	-	2,347	-
<u>4,533</u>	<u>-</u>	<u>5</u>	<u>-</u>	<u>2,347</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
2,486	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>2,486</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
2,047	-	5	-	2,347	-
-	-	-	-	-	-
-	-	-	-	-	-
2,047	-	5	-	2,347	-
15,403	10,302	22	5	3,119	2,085
<u>\$ 17,450</u>	<u>\$ 10,302</u>	<u>\$ 27</u>	<u>\$ 5</u>	<u>\$ 5,466</u>	<u>\$ 2,085</u>

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CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2007

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

C. Ray Buck Sports Park	Greenspace Parkland Trust	Pierce Field Park Trust	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ 125,510
-	-	-	7,541
-	-	-	326,785
-	-	-	52,846
-	-	16,479	41,000
-	-	16,479	553,682
-	-	-	270,365
-	-	-	166,526
-	-	-	34,345
-	-	-	303,245
7,855	-	26,400	38,792
-	-	-	2,486
-	-	-	28,712
-	-	-	1,679
7,855	-	26,400	846,150
(7,855)	-	(9,921)	(292,468)
-	-	-	298,760
-	-	-	298,760
(7,855)	-	(9,921)	6,292
45,643	1,000	163,914	1,002,875
\$ 37,788	\$ 1,000	\$ 153,993	\$ 1,009,167

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION, MAINTENANCE AND REPAIR
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 287,000	\$ 287,000	\$ 267,254	\$ (19,746)
Investment income	23,000	23,000	45,461	22,461
Other	-	-	15,105	15,105
Total revenues	<u>310,000</u>	<u>310,000</u>	<u>327,820</u>	<u>17,820</u>
Expenditures:				
Current:				
Transportation				
Streets & highways				
Personal services	74,869	77,190	73,407	3,783
Contractual services	194,129	233,136	103,331	129,805
Materials & supplies	181,255	186,873	168,617	18,256
Total transportation	<u>450,253</u>	<u>497,199</u>	<u>345,355</u>	<u>151,844</u>
Debt service:				
Principal retirement	14,500	14,500	7,247	7,253
Total debt service	<u>14,500</u>	<u>14,500</u>	<u>7,247</u>	<u>7,253</u>
Total expenditures	<u>464,753</u>	<u>511,699</u>	<u>352,602</u>	<u>159,097</u>
Net change in fund balance	(154,753)	(201,699)	(24,782)	176,917
Fund balances at beginning of year	435,128	435,128	435,128	-
Prior year encumbrances appropriated	<u>75,853</u>	<u>75,853</u>	<u>75,853</u>	<u>-</u>
Fund balance at end of year	<u>\$ 356,228</u>	<u>\$ 309,282</u>	<u>\$ 486,199</u>	<u>\$ 176,917</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STATE HIGHWAY IMPROVEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 23,200	\$ 23,200	\$ 21,669	\$ (1,531)
Investment income	2,800	2,800	1,985	(815)
Total revenues	<u>26,000</u>	<u>26,000</u>	<u>23,654</u>	<u>(2,346)</u>
Expenditures:				
Current:				
Transportation				
Streets & highways				
Materials & supplies	3,318	3,318	3,318	-
Total transportation	<u>3,318</u>	<u>3,318</u>	<u>3,318</u>	<u>-</u>
Debt service:				
Principal retirement	22,165	22,165	11,082	11,083
Total debt service	<u>22,165</u>	<u>22,165</u>	<u>11,082</u>	<u>11,083</u>
Total expenditures	<u>25,483</u>	<u>25,483</u>	<u>14,400</u>	<u>11,083</u>
Net change in fund balance	517	517	9,254	8,737
Fund balances at beginning of year	19,002	19,002	19,002	-
Prior year encumbrances appropriated	<u>3,318</u>	<u>3,318</u>	<u>3,318</u>	<u>-</u>
Fund balance at end of year	<u>\$ 22,837</u>	<u>\$ 22,837</u>	<u>\$ 31,574</u>	<u>\$ 8,737</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BOARD OF HEALTH
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Public health and welfare				
Board of health				
Contractual services	\$ 34,206	\$ 34,346	\$ 34,345	\$ 1
Total expenditures	<u>34,206</u>	<u>34,346</u>	<u>34,345</u>	<u>1</u>
Excess of expenditures over revenues	<u>(34,206)</u>	<u>(34,346)</u>	<u>(34,345)</u>	<u>1</u>
Other financing sources:				
Transfers in	<u>34,206</u>	<u>21,260</u>	<u>21,260</u>	<u>-</u>
Total other financing sources	<u>34,206</u>	<u>21,260</u>	<u>21,260</u>	<u>-</u>
Net change in fund balance	-	(13,086)	(13,085)	1
Fund balances at beginning of year	<u>13,086</u>	<u>13,086</u>	<u>13,086</u>	<u>-</u>
Fund balance at end of year	<u>\$ 13,086</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POLICE PENSION
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 64,649	\$ 64,649	\$ 62,755	\$ (1,894)
Intergovernmental	4,700	4,700	4,018	(682)
Total revenues	<u>69,349</u>	<u>69,349</u>	<u>66,773</u>	<u>(2,576)</u>
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services	50,000	78,293	78,293	-
Other	1,000	1,000	752	248
Total expenditures	<u>51,000</u>	<u>79,293</u>	<u>79,045</u>	<u>248</u>
Net change in fund balance	18,349	(9,944)	(12,272)	(2,328)
Fund balances at beginning of year	<u>16,137</u>	<u>16,137</u>	<u>16,137</u>	<u>-</u>
Fund balance at end of year	<u>\$ 34,486</u>	<u>\$ 6,193</u>	<u>\$ 3,865</u>	<u>\$ (2,328)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE PENSION
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 64,649	\$ 64,649	\$ 62,755	\$ (1,894)
Intergovernmental	4,700	4,700	4,018	(682)
Total revenues	<u>69,349</u>	<u>69,349</u>	<u>66,773</u>	<u>(2,576)</u>
Expenditures:				
Current:				
Security of persons and property				
Fire				
Personal services	50,000	78,293	78,293	-
Other	1,000	1,000	752	248
Total expenditures	<u>51,000</u>	<u>79,293</u>	<u>79,045</u>	<u>248</u>
Net change in fund balance	18,349	(9,944)	(12,272)	(2,328)
Fund balances at beginning of year	<u>16,134</u>	<u>16,134</u>	<u>16,134</u>	<u>-</u>
Fund balance at end of year	<u>\$ 34,483</u>	<u>\$ 6,190</u>	<u>\$ 3,862</u>	<u>\$ (2,328)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE PERMISSIVE TAX
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 27,805	\$ 16,065	\$ 16,713	\$ 648
Investment income	17,195	8,935	10,336	1,401
Total revenues	<u>45,000</u>	<u>25,000</u>	<u>27,049</u>	<u>2,049</u>
Expenditures:				
Current:				
Transportation				
Streets & highways				
Materials & supplies	64	64	-	64
Total expenditures	<u>64</u>	<u>64</u>	<u>-</u>	<u>64</u>
Net change in fund balance	44,936	24,936	27,049	2,113
Fund balances at beginning of year	98,930	98,930	98,930	-
Prior year encumbrances appropriated	<u>64</u>	<u>64</u>	<u>64</u>	<u>-</u>
Fund balance at end of year	<u>\$ 143,930</u>	<u>\$ 123,930</u>	<u>\$ 126,043</u>	<u>\$ 2,113</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Security of persons and property				
Police				
Contractual services	\$ -	\$ 93	\$ 93	\$ -
Total expenditures	<u>-</u>	<u>93</u>	<u>93</u>	<u>-</u>
Net change in fund balance	-	(93)	(93)	-
Fund balances at beginning of year	<u>4,410</u>	<u>4,410</u>	<u>4,410</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 4,410</u></u>	<u><u>\$ 4,317</u></u>	<u><u>\$ 4,317</u></u>	<u><u>\$ -</u></u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DUI EDUCATION AND ENFORCEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 1,184	\$ 1,882	\$ 1,936	\$ 54
Intergovernmental	6,116	9,718	10,000	282
Total revenues	<u>7,300</u>	<u>11,600</u>	<u>11,936</u>	<u>336</u>
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services	7,500	7,500	7,500	-
Other	250	250	-	250
Total expenditures	<u>7,750</u>	<u>7,750</u>	<u>7,500</u>	<u>250</u>
Net change in fund balance	(450)	3,850	4,436	586
Fund balances at beginning of year	<u>15,668</u>	<u>15,668</u>	<u>15,668</u>	<u>-</u>
Fund balance at end of year	<u>\$ 15,218</u>	<u>\$ 19,518</u>	<u>\$ 20,104</u>	<u>\$ 586</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 8,700	\$ 5,300	\$ 5,490	\$ 190
Total revenues	<u>8,700</u>	<u>5,300</u>	<u>5,490</u>	<u>190</u>
Expenditures:				
Current:				
General government				
Finance/legal/council				
Contractual services	2,771	2,771	2,199	572
Materials & supplies	1,000	1,000	180	820
Capital outlay	10,000	13,000	12,500	500
Total expenditures	<u>13,771</u>	<u>16,771</u>	<u>14,879</u>	<u>1,892</u>
Net change in fund balance	(5,071)	(11,471)	(9,389)	2,082
Fund balances at beginning of year	10,407	10,407	10,407	-
Prior year encumbrances appropriated	<u>10,371</u>	<u>10,371</u>	<u>10,371</u>	<u>-</u>
Fund balance at end of year	<u>\$ 15,707</u>	<u>\$ 9,307</u>	<u>\$ 11,389</u>	<u>\$ 2,082</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY EVENTS AND PROJECTS
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ 10,500	\$ 10,500	\$ 2,304	\$ (8,196)
Total revenues	<u>10,500</u>	<u>10,500</u>	<u>2,304</u>	<u>(8,196)</u>
Expenditures:				
Current:				
Leisure time activity				
General government				
Materials & supplies	20,000	20,000	4,537	15,463
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>4,537</u>	<u>15,463</u>
Net change in fund balance	(9,500)	(9,500)	(2,233)	7,267
Fund balances at beginning of year	<u>9,573</u>	<u>9,573</u>	<u>9,573</u>	<u>-</u>
Fund balance at end of year	<u>\$ 73</u>	<u>\$ 73</u>	<u>\$ 7,340</u>	<u>\$ 7,267</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TAX ABATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
General government				
Other	\$ 97,500	\$ 277,500	\$ 255,486	\$ 22,014
Total expenditures	<u>97,500</u>	<u>277,500</u>	<u>255,486</u>	<u>22,014</u>
Excess of expenditures over revenues	<u>(97,500)</u>	<u>(277,500)</u>	<u>(255,486)</u>	<u>22,014</u>
Other financing sources:				
Transfers in	97,500	277,500	277,500	-
Total other financing sources	<u>97,500</u>	<u>277,500</u>	<u>277,500</u>	<u>-</u>
Net change in fund balance	-	-	22,014	22,014
Fund balances at beginning of year	<u>6,500</u>	<u>6,500</u>	<u>6,500</u>	<u>-</u>
Fund balance at end of year	<u>\$ 6,500</u>	<u>\$ 6,500</u>	<u>\$ 28,514</u>	<u>\$ 22,014</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
NIBRS2
 FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
JUVENILE TASK FORCE
FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DOMESTIC VIOLENCE
FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE EMS GRANT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 2,500	\$ 2,500	\$ -
Total revenues	<u>-</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Expenditures:				
Current:				
Security of persons and property				
Fire				
Materials & supplies	-	-	2,500	(2,500)
Total expenditures	<u>-</u>	<u>-</u>	<u>2,500</u>	<u>(2,500)</u>
Net change in fund balance	-	2,500	-	(2,500)
Fund balances at beginning of year	<u>2,999</u>	<u>2,999</u>	<u>2,999</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,999</u>	<u>\$ 5,499</u>	<u>\$ 2,999</u>	<u>\$ (2,500)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SENIOR CENTER IMPROVEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Revenues:				
Other	\$ 1,600	\$ 4,260	\$ 4,533	\$ 273
Total revenues	<u>1,600</u>	<u>4,260</u>	<u>4,533</u>	<u>273</u>
Expenditures:				
Current:				
Health and welfare				
Capital outlay	3,000	3,000	2,486	514
Total expenditures	<u>3,000</u>	<u>3,000</u>	<u>2,486</u>	<u>514</u>
Net change in fund balance	(1,400)	1,260	2,047	787
Fund balances at beginning of year	<u>15,403</u>	<u>15,403</u>	<u>15,403</u>	<u>-</u>
Fund balance at end of year	<u>\$ 14,003</u>	<u>\$ 16,663</u>	<u>\$ 17,450</u>	<u>\$ 787</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEMA GRANT
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balances at beginning of year	\$ 10,302	\$ 10,302	\$ 10,302	\$ -
Fund balance at end of year	<u>\$ 10,302</u>	<u>\$ 10,302</u>	<u>\$ 10,302</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
McKINLEY FIELD
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ -	\$ -	\$ 5	\$ 5
Total revenues	<u>-</u>	<u>-</u>	<u>5</u>	<u>5</u>
Net change in fund balance	-	-	5	5
Fund balances at beginning of year	<u>22</u>	<u>22</u>	<u>22</u>	<u>-</u>
Fund balance at end of year	<u>\$ 22</u>	<u>\$ 22</u>	<u>\$ 27</u>	<u>\$ 5</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WYMAN WOODS
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balances at beginning of year	\$ 5	\$ 5	\$ 5	\$ -
Fund balance at end of year	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ 5</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MUNICIPAL SWIMMING POOL
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ -	\$ 2,300	\$ 2,347	\$ 47
Total revenues	<u>-</u>	<u>2,300</u>	<u>2,347</u>	<u>47</u>
Net change in fund balance	-	2,300	2,347	47
Fund balances at beginning of year	<u>3,119</u>	<u>3,119</u>	<u>3,119</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,119</u>	<u>\$ 5,419</u>	<u>\$ 5,466</u>	<u>\$ 47</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONVENTION AND VISITOR'S BUREAU
 FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CORONARY CARE
 FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YOUTH DARE TRUST
FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
K-9 TRUST
FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
YOUTH SWIM TRUST
FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
C. RAY BUCK SPORTS PARK
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Other	\$ 100	\$ -	\$ -	\$ -
Total revenues	<u>100</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
Leisure time activity				
Parks & recreation				
Materials & supplies	8,000	8,000	7,855	145
Total expenditures	<u>8,000</u>	<u>8,000</u>	<u>7,855</u>	<u>145</u>
Net change in fund balance	(7,900)	(8,000)	(7,855)	145
Fund balances at beginning of year	<u>45,643</u>	<u>45,643</u>	<u>45,643</u>	<u>-</u>
Fund balance at end of year	<u>\$ 37,743</u>	<u>\$ 37,643</u>	<u>\$ 37,788</u>	<u>\$ 145</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GREENSPACE PARKLAND TRUST
 FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PIERCE FIELD PARK TRUST
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ 34,300	\$ 16,400	\$ 16,479	\$ 79
Total revenues	<u>34,300</u>	<u>16,400</u>	<u>16,479</u>	<u>79</u>
Expenditures:				
Current:				
Leisure time activity				
Parks & recreation				
Contractual services	106,900	106,900	31,900	75,000
Total expenditures	<u>106,900</u>	<u>106,900</u>	<u>31,900</u>	<u>75,000</u>
Net change in fund balance	(72,600)	(90,500)	(15,421)	75,079
Fund balances at beginning of year	137,514	137,514	137,514	-
Prior year encumbrances appropriated	<u>31,900</u>	<u>31,900</u>	<u>31,900</u>	<u>-</u>
Fund balance at end of year	<u>\$ 96,814</u>	<u>\$ 78,914</u>	<u>\$ 153,993</u>	<u>\$ 75,079</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2007

	<u>Library Bond Retirement</u>	<u>Street Light Debt Service</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets:			
Equity in pooled cash and cash equivalents	\$ -	\$ 1	\$ 1
Total assets	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>
Fund balances:			
Unreserved, undesignated, reported in:			
Debt service fund	\$ -	\$ 1	\$ 1
Total fund balances	<u>-</u>	<u>1</u>	<u>1</u>
Total liabilities & fund balances	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Library Bond Retirement</u>	<u>Street Light Debt Service</u>	<u>Total Nonmajor Debt Service Funds</u>
Revenues:			
Capital lease revenue	\$ 215,660	\$ -	\$ 215,660
Total revenues	<u>215,660</u>	<u>-</u>	<u>215,660</u>
Expenditures:			
Debt service:			
Principal retirement	205,000	-	205,000
Interest and fiscal charges	10,660	-	10,660
Total expenditures	<u>215,660</u>	<u>-</u>	<u>215,660</u>
Net change in fund balance	-	-	-
Fund balances at beginning of year	-	1	1
Fund balance at end of year	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET LIGHT DEBT SERVICE
 FOR THE YEAR ENDED DECEMBER 31, 2007

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

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2007

	General Improvement	Sewer Improvement	Total Nonmajor Capital Projects Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 228,680	\$ 322,917	\$ 551,597
Receivables (net of allowances for uncollectibles):			
Accounts	31,141	-	31,141
Total assets	<u>\$ 259,821</u>	<u>\$ 322,917</u>	<u>\$ 582,738</u>
Liabilities:			
Accounts payable	\$ 750	\$ 12,621	\$ 13,371
Deferred revenue	10,788	-	10,788
Total liabilities	<u>11,538</u>	<u>12,621</u>	<u>24,159</u>
Fund balances:			
Reserved for encumbrances	224,971	9,072	234,043
Unreserved, undesignated, reported in:			
Capital projects funds	23,312	301,224	324,536
Total fund balances	<u>248,283</u>	<u>310,296</u>	<u>558,579</u>
Total liabilities & fund balances	<u>\$ 259,821</u>	<u>\$ 322,917</u>	<u>\$ 582,738</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007

	General Improvement	Sewer Improvement	Total Nonmajor Capital Projects Funds
Revenues:			
Charges for services	\$ 101,185	\$ 136,754	\$ 237,939
Intergovernmental	3,418	-	3,418
Total revenues	<u>104,603</u>	<u>136,754</u>	<u>241,357</u>
Expenditures:			
Capital outlay	407,598	47,257	454,855
Debt service:			
Principal retirement	-	7,099	7,099
Interest and fiscal charges	-	10,183	10,183
Total expenditures	<u>407,598</u>	<u>64,539</u>	<u>472,137</u>
Excess of revenues over/(under) expenditures	<u>(302,995)</u>	<u>72,215</u>	<u>(230,780)</u>
Other financing sources:			
Transfers in	339,652	-	339,652
Total other financing sources	<u>339,652</u>	<u>-</u>	<u>339,652</u>
Net change in fund balance	36,657	72,215	108,872
Fund balances at beginning of year	<u>211,626</u>	<u>238,081</u>	<u>449,707</u>
Fund balance at end of year	<u><u>\$ 248,283</u></u>	<u><u>\$ 310,296</u></u>	<u><u>\$ 558,579</u></u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL IMPROVEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 149,170	\$ 130,021	\$ 92,071	\$ (37,950)
Intergovernmental	5,538	4,827	3,418	(1,409)
Total revenues	<u>154,708</u>	<u>134,848</u>	<u>95,489</u>	<u>(39,359)</u>
Expenditures:				
Current:				
General government				
Administration				
Capital outlay	2,466	2,487	2,487	-
Total administration	<u>2,466</u>	<u>2,487</u>	<u>2,487</u>	<u>-</u>
Total general government	<u>2,466</u>	<u>2,487</u>	<u>2,487</u>	<u>-</u>
Security of persons and property				
Police				
Capital outlay	168,355	169,755	158,821	10,934
Total police	<u>168,355</u>	<u>169,755</u>	<u>158,821</u>	<u>10,934</u>
Fire and emergency				
Capital outlay	265,662	267,871	242,842	25,029
Total fire and emergency	<u>265,662</u>	<u>267,871</u>	<u>242,842</u>	<u>25,029</u>
Total security of persons and property	<u>434,017</u>	<u>437,626</u>	<u>401,663</u>	<u>35,963</u>
Transportation				
Streets and highways				
Capital outlay	42,742	43,097	40,568	2,529
Total streets and highways	<u>42,742</u>	<u>43,097</u>	<u>40,568</u>	<u>2,529</u>
Sanitation				
Capital outlay	253,232	255,338	120,338	135,000
Total sanitation	<u>253,232</u>	<u>255,338</u>	<u>120,338</u>	<u>135,000</u>
Total transportation	<u>295,974</u>	<u>298,435</u>	<u>160,906</u>	<u>137,529</u>
Leisure time activity				
Parks and recreation				
Capital outlay	98,183	99,000	78,971	20,029
Total parks and recreation	<u>98,183</u>	<u>99,000</u>	<u>78,971</u>	<u>20,029</u>
Total leisure time activity	<u>98,183</u>	<u>99,000</u>	<u>78,971</u>	<u>20,029</u>
Total expenditures	<u>830,640</u>	<u>837,548</u>	<u>644,027</u>	<u>193,521</u>
Excess of expenditures over revenues	<u>(675,932)</u>	<u>(702,700)</u>	<u>(548,538)</u>	<u>154,162</u>
Other financing sources:				
Transfer in	550,292	479,652	339,652	(140,000)
Total other financing sources	<u>550,292</u>	<u>479,652</u>	<u>339,652</u>	<u>(140,000)</u>
Net change in fund balance	(125,640)	(223,048)	(208,886)	14,162
Fund balances at beginning of year	45,205	45,205	45,205	-
Prior year encumbrances appropriated	166,640	166,640	166,640	-
Fund balance (deficit) at end of year	<u>\$ 86,205</u>	<u>\$ (11,203)</u>	<u>\$ 2,959</u>	<u>\$ 14,162</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SEWER IMPROVEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 163,600	\$ 163,600	\$ 140,549	\$ (23,051)
Total revenues	<u>163,600</u>	<u>163,600</u>	<u>140,549</u>	<u>(23,051)</u>
Expenditures:				
Current:				
Transportation				
Capital outlay	132,905	105,130	56,329	48,801
Total transportation	<u>132,905</u>	<u>105,130</u>	<u>56,329</u>	<u>48,801</u>
Debt service:				
Principal retirement	36,535	28,900	7,099	21,801
Interest and fiscal charges	22,566	17,850	10,183	7,667
Total debt service	<u>59,101</u>	<u>46,750</u>	<u>17,282</u>	<u>29,468</u>
Total expenditures	<u>192,006</u>	<u>151,880</u>	<u>73,611</u>	<u>78,269</u>
Net change in fund balance	(28,406)	11,720	66,938	55,218
Fund balances at beginning of year	194,030	194,030	194,030	-
Prior year encumbrances appropriated	<u>40,256</u>	<u>40,256</u>	<u>40,256</u>	<u>-</u>
Fund balance at end of year	<u>\$ 205,880</u>	<u>\$ 246,006</u>	<u>\$ 301,224</u>	<u>\$ 55,218</u>

**CITY OF GRANDVIEW HEIGHTS, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTION - AGENCY FUND**

Agency Fund

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

Mayor's Court

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

CITY OF GRANDVIEW HEIGHTS, OHIO
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDED DECEMBER 31, 2007

Mavor's Court Fund

	Beginning Balance 12/31/2006	Additions	Reductions	Ending Balance 12/31/2007
Assets:				
Cash in segregated accounts	\$ 11,500	\$ 35,516	\$ (30,702)	\$ 16,314
Receivables:				
Accounts	19,202	26,541	(19,202)	26,541
Total assets	<u>\$ 30,702</u>	<u>\$ 62,057</u>	<u>\$ (49,904)</u>	<u>\$ 42,855</u>
Liabilities:				
Due to other governments	\$ 30,702	\$ 62,057	\$ (49,904)	\$ 42,855
Total liabilities	<u>\$ 30,702</u>	<u>\$ 62,057</u>	<u>\$ (49,904)</u>	<u>\$ 42,855</u>



The CITY of
GRANDVIEW HEIGHTS

STATISTICAL SECTION



The CITY of
GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

STATISTICAL SECTION

The statistical section of the City of Grandview Heights's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City of Grandview Heights's financial performance and well-being have changed over time.	112-117
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, the income tax.	118-123
Debt Capacity These schedules contain information to help the reader assess the afford-ability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	124-127
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	128-129
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	130-136

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

CITY OF GRANDVIEW HEIGHTS, OHIO

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

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

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

CHANGES IN NET ASSETS

LAST FOUR YEARS

(ACCRUAL BASIS OF ACCOUNTING)

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

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General fund:					
Reserved	\$ 286,948	\$ 253,194	\$ 98,091	\$ 280,941	\$ 1,629,691
Unreserved	2,410,128	1,356,521	730,789	1,048,555	231,168
Total general fund	<u>\$ 2,697,076</u>	<u>\$ 1,609,715</u>	<u>\$ 828,880</u>	<u>\$ 1,329,496</u>	<u>\$ 1,860,859</u>
All other governmental funds:					
Reserved	\$ 240,775	\$ 270,657	\$ 99,732	\$ 62,525	\$ 274,914
Undesignated (deficit), reported in:					
Special revenue funds	1,002,435	927,655	880,499	699,427	588,191
Debt service funds	1	1	11,023	-	2,278
Capital project funds	324,536	254,270	254,764	210,343	216,592
Total all other governmental funds	<u>\$ 1,567,747</u>	<u>\$ 1,452,583</u>	<u>\$ 1,246,018</u>	<u>\$ 972,295</u>	<u>\$ 1,081,975</u>

Source: City financial records.

2002	2001	2000	1999	1998
\$ 316,783	\$ 3,091,378	\$ 154,164	\$ 75,847	\$ 71,903
1,782,461	193,283	2,630,256	2,018,330	1,036,448
<u>\$ 2,099,244</u>	<u>\$ 3,284,661</u>	<u>\$ 2,784,420</u>	<u>\$ 2,094,177</u>	<u>\$ 1,108,351</u>
\$ 820,299	\$ 476,960	\$ 39,890	\$ 325,949	\$ 1,016,593
450,610	389,964	472,708	273,020	219,298
-	-	-	998	11,998
265,074	(23,002)	408,846	126,167	(254,301)
<u>\$ 1,535,983</u>	<u>\$ 843,922</u>	<u>\$ 921,444</u>	<u>\$ 726,134</u>	<u>\$ 993,588</u>

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

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Revenues:					
Municipal income tax	\$ 5,559,384	\$ 4,787,451	\$ 3,334,135	\$ 2,809,215	\$ 3,354,944
Property and other taxes	1,608,430	1,735,924	1,571,355	1,611,839	1,499,012
Charges for services	1,092,531	1,010,117	1,057,546	781,606	644,704
Licenses, permits & fees	99,004	88,852	76,063	51,062	34,014
Fines and forfeitures	126,555	123,080	121,418	100,720	73,355
Intergovernmental	1,338,216	1,561,177	1,459,706	1,633,145	1,568,948
Investment Income	139,434	99,301	50,104	70,840	100,608
Capital lease revenue	215,660	215,605	-	-	-
Miscellaneous	113,521	61,682	281,406	280,352	344,693
Total revenues	<u>10,292,735</u>	<u>9,683,189</u>	<u>7,951,733</u>	<u>7,338,779</u>	<u>7,620,278</u>
Expenses:					
Current:					
General government	2,035,446	1,671,651	1,508,045	1,340,210	1,271,972
Security of persons and property	4,149,691	4,054,938	3,870,414	3,875,942	3,948,678
Public health and welfare	34,345	33,207	31,868	31,199	31,199
Transportation	1,255,987	1,059,646	1,209,774	1,124,026	1,136,907
Community environment	-	15,736	-	-	-
Leisure time activities	690,768	659,262	842,853	635,219	677,800
Utility services	107,153	111,066	65,674	112,592	116,326
Other	-	-	-	-	-
Capital outlay	548,017	1,280,738	303,060	434,443	762,258
Debt service:					
Principal retirement	252,474	479,891	581,303	666,727	745,110
Interest and fiscal charges	26,004	40,208	48,045	55,015	88,940
Total expenditures	<u>9,099,885</u>	<u>9,406,343</u>	<u>8,461,036</u>	<u>8,275,373</u>	<u>8,779,190</u>
Excess of revenues over (under) expenditures	<u>1,192,850</u>	<u>276,846</u>	<u>(509,303)</u>	<u>(936,594)</u>	<u>(1,158,912)</u>
Other financing sources (uses):					
Sale of capital assets	9,675	12,813	4,308	-	9,931
Loan issuance	-	-	-	-	22,595
Note issuance	-	647,551	220,000	-	440,000
Bond issuance	-	-	10,762	335,000	-
Capital lease transaction	-	50,190	-	41,576	-
Transfers in	638,412	361,121	204,100	152,480	87,140
Transfers out	(638,412)	(361,121)	(204,100)	(152,480)	(87,140)
Total other financing sources (uses)	<u>9,675</u>	<u>710,554</u>	<u>235,070</u>	<u>376,576</u>	<u>472,526</u>
Special item:					
Sale of land	-	-	47,340	-	-
Net change in fund balances	<u>\$ 1,202,525</u>	<u>\$ 987,400</u>	<u>\$ (226,893)</u>	<u>\$ (560,018)</u>	<u>\$ (686,386)</u>
Debt service as a percentage of noncapital expenditures	3.22%	6.34%	7.67%	9.23%	10.36%

Source: City financial records.

	2002	2001	2000	1999	1998
\$	3,538,669	\$ 3,639,651	\$ 3,876,770	\$ 3,669,203	\$ 3,382,604
	1,494,919	1,575,105	1,564,338	1,521,419	1,167,732
	613,060	582,089	656,663	605,570	564,115
	26,286	25,049	19,295	25,710	23,597
	78,505	91,357	82,884	108,737	122,632
	1,430,951	1,780,780	1,680,582	1,559,541	1,225,175
	169,898	155,575	155,632	135,544	125,868
	-	-	-	-	-
	370,486	468,086	348,458	427,215	355,754
	<u>7,722,774</u>	<u>8,317,692</u>	<u>8,384,622</u>	<u>8,052,939</u>	<u>6,967,477</u>
	1,214,082	1,212,730	930,998	1,174,667	1,040,971
	3,703,386	3,535,848	3,293,286	3,150,976	3,056,145
	36,835	32,606	44,904	43,976	41,313
	1,090,844	963,325	970,109	881,713	741,787
	-	-	-	-	-
	90,224	654,722	597,333	641,814	607,943
	676,543	95,769	74,907	449,302	417,615
	87,770	1,591	272,218	-	-
	1,152,338	1,457,930	1,253,765	897,742	613,939
	187,233	266,459	305,009	221,264	215,862
	101,296	114,767	118,156	131,459	141,850
	<u>8,340,551</u>	<u>8,335,747</u>	<u>7,860,685</u>	<u>7,592,913</u>	<u>6,877,425</u>
	<u>(617,777)</u>	<u>(18,055)</u>	<u>523,937</u>	<u>460,026</u>	<u>90,052</u>
	-	6,209	7,728	125	9,149
	113,853	306,833	-	258,221	-
	-	-	353,888	-	-
	-	-	-	-	-
	10,568	-	-	-	-
	1,562,459	731,457	858,726	530,253	1,099,598
	<u>(1,562,459)</u>	<u>(731,457)</u>	<u>(858,726)</u>	<u>(530,253)</u>	<u>(1,099,598)</u>
	<u>124,421</u>	<u>313,042</u>	<u>361,616</u>	<u>258,346</u>	<u>9,149</u>
	-	-	-	-	-
\$	<u>(493,356)</u>	<u>\$ 294,988</u>	<u>\$ 885,553</u>	<u>\$ 718,372</u>	<u>\$ 99,201</u>
	3.72%	4.70%	5.55%	4.76%	5.55%

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

Tax Year	Collection Year	Real Property		Personal Property		Public Utility		TOTAL		Ratio
		Assessed	Estimated Actual (a)	Assessed	Estimated Actual (b)	Assessed	Estimated Actual (c)	Assessed	Estimated Actual	
1997	1998	\$124,541	\$355,831	\$21,667	\$86,668	\$13,039	\$52,156	\$159,247	\$494,655	32.19%
1998	1999	124,610	356,029	19,719	78,876	12,882	51,528	157,211	486,433	32.32%
1999	2000	144,272	412,206	21,777	87,108	13,018	52,072	179,067	551,386	32.48%
2000	2001	144,496	412,846	19,217	76,868	13,210	52,840	176,923	542,554	32.61%
2001	2002	144,963	414,180	18,280	73,120	7,388	29,552	170,631	516,852	33.01%
2002	2003	173,674	496,211	18,156	72,624	6,949	27,796	198,779	596,631	33.32%
2003	2004	174,156	497,589	15,183	60,732	6,805	27,220	196,144	585,541	33.50%
2004	2005	174,818	499,480	13,188	52,752	6,704	26,816	194,710	579,048	33.63%
2005	2006	213,264	609,326	4,129	22,021	6,645	26,580	224,038	657,927	34.05%
2006	2007	214,655	613,300	2,708	21,578	6,755	27,020	224,118	661,898	33.86%

Source: County Auditor - Franklin County, Ohio

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

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

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

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

RATES EXPRESSED PER \$1,000 OF ASSESSED VALUATION

LAST TEN YEARS

Tax Year	Collection Year	City of Grandview Heights	Franklin County	Grandview Heights City School District	Grandview Heights Public Library	TOTAL	Res/Agr Effective Rate	Com/Ind Effective Rate
1997	1998	\$9.30	\$15.22	\$75.53	\$4.70	\$104.75	\$58.1863	\$79.8766
1998	1999	10.70	17.54	82.32	4.70	115.26	58.3470	79.8745
1999	2000	10.70	17.64	81.82	4.70	114.86	70.9715	91.2948
2000	2001	10.70	17.64	81.97	4.70	115.01	63.3449	87.8017
2001	2002	10.70	17.64	82.17	4.70	115.21	63.4357	87.6917
2002	2003	10.70	17.64	92.12	4.70	125.16	63.4904	87.7132
2003	2004	10.70	17.64	92.33	4.70	125.37	65.1613	90.1249
2004	2005	10.70	18.44	92.45	4.70	126.29	66.4980	92.2907
2005	2006	10.70	18.44	101.28	4.70	135.12	63.7188	92.3448
2006	2007	10.70	18.44	100.50	4.70	134.34	63.9223	96.0322

Source: County Auditor - Franklin County, Ohio

CITY OF GRANDVIEW HEIGHTS, OHIO
TOP PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND THREE YEARS AGO

Rank	Taxpayer Name	Assessed Valuation	% of Total Assessed Valuation
December 31, 2007			
Public Utilities			
1.	Columbus Southern Power	\$4,910,440	2.19%
2.	Columbia Gas of Ohio Inc	3,038,710	1.36%
Real Estate			
1.	NRI Equity Land	6,104,690	2.72%
2.	Woodhill Garden	981,930	0.44%
3.	W Goodale LLC	957,250	0.43%
4.	Popajack LLC	900,320	0.40%
5.	Quay I LLC	875,010	0.39%
6.	Jamestown Apartments Corp	875,000	0.39%
7.	Grandview Business Center	866,840	0.39%
8.	William E Benua TR	760,950	0.34%
9.	777 Goodale Partners LLC	693,070	0.31%
10.	Big Valley LTD LLC	647,500	0.29%
Tangible Personal Property			
1.	Loeb Electric Company	650,450	0.29%
2.	Citicorp Leasing Inc.	385,345	0.17%
3.	Capital Wholesale Drug Company	123,590	0.06%
4.	General Electric Capital Corp.	123,050	0.05%
5.	GE Commercial Equipment Holding LLC	109,785	0.05%
6.	Bearing Distributors	100,525	0.04%
7.	CW Demary Services Inc.	92,760	0.04%
8.	Carro Printing Corp.	80,540	0.04%
9.	Ohio Bell Telephone Co.	73,650	0.03%
10.	Wesco Distribution Inc.	70,840	0.03%
	ALL OTHERS	200,695,911	89.55%
	TOTAL ASSESSED VALUATION	\$224,118,156	100.00%
December 31, 2004			
Public Utilities			
1.	Columbus Southern Power	\$4,432,940	2.28%
2.	Columbia Gas of Ohio Inc	2,552,670	1.31%
Real Estate			
1.	Olentangy Commerce Center LP	5,215,010	2.68%
2.	Penn Traffic	1,402,820	0.72%
3.	Farmers New World Life Insurance Co	1,328,290	0.68%
4.	Woodhill Garden	867,420	0.45%
5.	Popajack LLC	844,380	0.43%
6.	Court Realty Ltd	796,020	0.41%
7.	Jamestown Apartments Corp	764,750	0.39%
8.	Tarbill Family LP	720,410	0.37%
9.	William E Benua TR	607,500	0.31%
10.	Big Valley Ltd LLC	588,000	0.30%
Tangible Personal Property			
1.	Penn Traffic Company	4,216,570	2.17%
2.	Loeb Electric Company	1,550,150	0.80%
3.	Carro Printing Corp	672,480	0.35%
4.	Capital Wholesale Drug Company	646,770	0.33%
5.	Mindleaders Com Inc	501,140	0.26%
6.	Floyd Bell Associates Inc	395,330	0.20%
7.	Bearing Distributors Inc	351,630	0.18%
8.	Global Living LLC	327,203	0.17%
9.	Wesco Distribution Inc	325,760	0.17%
10.	Time Warner Entertainment Company LP	311,840	0.16%
	ALL OTHERS	165,291,846	84.89%
	TOTAL ASSESSED VALUATION	\$194,710,929	100.00%

Source: County Auditor - Franklin County, Ohio

Note: Information prior to 2004 is not available.

CITY OF GRANDVIEW HEIGHTS, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Tax Year	Collection Year	Total Tax Levy	Current Collection	Delinquent Collection	Total Tax Collections	Accumulated Outstanding Delinquent Taxes	Percent of Total Collections to Tax Levy	Percent of Delinquent Taxes to Total Tax Levy
1997	1998	\$ 1,247,759	\$ 1,258,715	\$ 32,010	\$ 1,290,725	\$ 31,741	103.44%	2.54%
1998	1999	1,704,292	1,672,787	20,421	1,693,208	54,369	99.35%	3.19%
1999	2000	1,722,467	1,691,061	36,069	1,727,130	58,007	100.27%	3.37%
2000	2001	1,717,429	1,691,082	48,302	1,739,384	52,620	101.28%	3.06%
2001	2002	1,661,761	1,624,621	41,005	1,665,626	52,009	100.23%	3.13%
2002	2003	1,704,160	1,568,725	28,213	1,596,938	171,171	93.71%	10.04%
2003	2004	1,685,540	1,583,743	124,511	1,708,255	147,774	101.35%	8.77%
2004	2005	1,628,655	1,561,778	102,766	1,664,543	122,048	102.20%	7.49%
2005	2006	1,717,404	1,657,596	100,654	1,758,250	80,615	102.38%	4.69%
2006	2007	1,701,716	1,647,180	42,741	1,689,921	57,716	99.31%	3.39%
Ten Year Average		\$1,649,118	\$1,595,729	\$57,669	\$1,653,398	\$82,807	100.26%	5.02%

Source: County Auditor - Franklin County, Ohio

CITY OF GRANDVIEW HEIGHTS, OHIO

INCOME TAX COLLECTIONS

LAST TEN YEARS

(CASH BASIS)

Tax Year	Tax Rate	Withholding Tax	Individual Tax	Business Income Tax	Inter-City Transfers	Total Tax Collections	Total General Fund Revenues	Total Income Taxes as a % of Total General Fund Revenues
1998	2.0%	\$ 2,638,068	\$ 261,009	\$ 307,465	\$ 83,619	\$ 3,290,161	\$ 6,167,854	53.34%
1999	2.0%	2,794,062	492,957	370,754	33,084	3,690,857	6,925,392	53.29%
2000	2.0%	3,016,094	263,464	524,210	1,207	3,804,975	7,185,603	52.95%
2001	2.0%	2,848,347	311,404	522,647	11,724	3,694,122	7,392,863	49.97%
2002	2.0%	2,754,701	314,365	336,957	(55)	3,405,968	7,052,685	48.29%
2003	2.0%	2,679,253	401,388	391,960	100	3,472,701	6,914,095	50.23%
2004	2.0%	2,217,335	374,771	306,626	-	2,898,732	6,581,916	44.04%
2005	2.5%*	2,301,243	507,106	359,984	-	3,168,333	6,688,374	47.37%
2006	2.5%*	2,919,962	1,101,634	631,762	-	4,653,358	8,364,610	55.63%
2007	2.5%*	3,146,500	1,332,039	868,350	-	5,346,889	9,064,082	58.99%
Ten Year Average		\$ 2,731,557	\$ 536,014	\$ 462,072	\$ 12,968	\$ 3,742,610	\$ 7,233,747	51.74%

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

Source: Regional Income Tax Agency & City financial reports

CITY OF GRANDVIEW HEIGHTS, OHIO
INCOME TAX COLLECTIONS
CURRENT YEAR AND NINE YEARS AGO
(CASH BASIS)

	<u>Fiscal Year 2007</u>		<u>Fiscal Year 1998</u>	
Withholding Tax	\$ 3,146,500	58.85%	\$ 2,638,068	80.18%
Individual Tax	1,332,039	24.91%	261,009	7.93%
Business Income Tax	868,350	16.24%	307,465	9.35%
Inter-City Transfers	-	0.00%	83,619	2.54%
Total Income Tax Collections	\$ 5,346,889	100.00%	\$ 3,290,161	100.00%

Source: Regional Income Tax Agency & City financial reports

CITY OF GRANDVIEW HEIGHTS, OHIO

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

Fiscal Year	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	OPWC Loans	Total Debt	Percent of Per Capita Income	Total Debt Per Capita
2007	\$ -	\$ -	\$ -	\$ 1,435,538	\$ 1,435,538	5221.09%	\$226.75
2006	205,000	-	-	1,460,966	1,665,966	6059.16%	263.14
2005	400,000	-	220,000	889,078	1,509,078	5488.56%	238.36
2004	585,000	-	335,000	914,095	1,834,095	6670.65%	289.70
2003	760,000	-	440,000	963,836	2,163,836	7869.93%	336.26
2002	930,000	535,000	-	979,515	2,444,515	8890.76%	374.98
2001	1,090,000	535,000	-	892,483	2,517,483	9156.15%	380.46
2000	1,245,000	620,000	-	612,109	2,477,109	9009.31%	369.99
1999	1,395,000	695,000	-	258,221	2,348,221	9004.61%	334.98
1998	1,535,000	770,000	-	-	2,305,000	8838.87%	328.82

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

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS

Fiscal Year	General Bonded Debt Outstanding				Percent of Actual Taxable Property Value	Per Capita
	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	Total		
2007	\$ -	\$ -	\$ -	\$ -	0.00%	\$0.00
2006	205,000	-	-	205,000	0.09%	32.38
2005	400,000	-	220,000	620,000	0.32%	97.93
2004	585,000	-	335,000	920,000	0.47%	145.32
2003	760,000	-	440,000	1,200,000	0.60%	186.48
2002	930,000	535,000	-	1,465,000	0.86%	224.73
2001	1,090,000	535,000	-	1,625,000	0.92%	245.58
2000	1,245,000	620,000	-	1,865,000	1.04%	278.57
1999	1,395,000	695,000	-	2,090,000	1.33%	298.15
1998	1,535,000	770,000	-	2,305,000	1.45%	328.82

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

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING
GENERAL OBLIGATION BONDED DEBT
AS OF DECEMBER 31, 2007

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Percent Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct:			
City of Grandview Heights	\$ -	100.00%	\$ -
Overlapping:			
Franklin County	201,425,000	0.79%	1,591,257
Grandview Heights City School District	7,244,989	84.62%	6,130,710
 Total overlapping debt	 <u>208,669,989</u>		 <u>7,721,967</u>
 Total direct & overlapping debt	 <u><u>208,669,989</u></u>		 <u><u>7,721,967</u></u>

Source: Ohio Municipal Advisory Council

CITY OF GRANDVIEW HEIGHTS, OHIO

LEGAL DEBT MARGIN INFORMATION

LAST TEN YEARS

Fiscal Year	Debt Limit (a)	Total Net Debt Applicable to Limit	Debt Service Available Balance	Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2007	\$ 23,237,441	\$ -	\$ 1	\$ 23,237,442	0.00%
2006	23,523,969	-	1	23,523,970	0.00%
2005	20,444,648	220,000	11,023	20,235,671	1.08%
2004	20,595,048	335,000	3,234	20,263,282	1.63%
2003	20,871,799	440,000	2,278	20,434,077	2.11%
2002	17,916,279	535,000	-	17,381,279	2.99%
2001	18,576,972	535,000	-	18,041,972	2.88%
2000	18,802,026	620,000	-	18,182,026	3.30%
1999	16,507,221	695,000	998	15,813,219	4.21%
1998	16,720,825	770,000	11,998	15,962,823	4.61%

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

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

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO
DEMOGRAPHIC AND ECONOMIC STATISTICS
FISCAL YEARS 1998-2007

Fiscal Year	Population	Per Capita Income	Personal Income (7)	Median Age	School Enrollment (4)	Unemployment Rate (5)
2007	6,331 (1)	\$27,495 (2)	\$174,070,845	36.8 (2)	1,139	4.7%
2006	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,149	4.7%
2005	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,155	4.8%
2004	6,331 (1)	27,495 (2)	174,070,845	36.8 (2)	1,176	4.3%
2003	6,435 (2)	27,495 (2)	176,930,325	36.8 (2)	1,158	4.9%
2002	6,519 (2)	27,495 (2)	179,239,905	36.8 (2)	1,204	4.4%
2001	6,617 (2)	27,495 (2)	181,934,415	36.8 (2)	1,218	2.7%
2000	6,695 (2)	27,495 (2)	184,079,025	36.8 (2)	1,263	2.7%
1999	7,010 (3)	26,078 (3)	182,806,780	33.5 (3)	1,285	2.5%
1998	7,010 (3)	26,078 (3)	182,806,780	33.5 (3)	1,292	2.5%

OTHER MISCELLANEOUS INFORMATION (6)

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

Area in square miles 1.24

City Acreage by class:

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

Facilities & Services:

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

Sources:

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

CITY OF GRANDVIEW HEIGHTS, OHIO

PRINCIPAL EMPLOYERS

CURRENT YEAR AND NINE YEARS AGO

Employer	2007		
	Payroll Tax Withholding	Rank	Percent of Total Withholding
Grandview Heights Board of Ed.	\$ 243,318	1	7.73%
Loeb Electric Company	209,878	2	6.67%
Bravo Development Inc.	182,010	3	5.78%
The W. W. Williams Company	133,763	4	4.25%
City of Grandview Heights	101,938	5	3.24%
Columbian Gas	99,213	6	3.15%
Manley Deas Kochalski LLC	97,947	7	3.11%
Sequent, Inc.	78,677	8	2.50%
Fine Line Graphics	62,631	9	1.99%
Limbach Co.	62,206	10	1.98%
Total of top ten	<u>\$ 1,271,581</u>		<u>40.40%</u>
Total withholdings - all employers	<u>\$ 3,146,500</u>		

	1998		
	Payroll Tax Withholding	Rank	Percent of Total Withholding
Penn Traffic Company	\$ 386,351	1	14.65%
Grandview Heights Board of Ed	132,490	2	5.02%
Columbia Gas	130,836	3	4.96%
Fine Line Graphics	92,919	4	3.52%
Loeb Electric Company	92,672	5	3.51%
Thomas Ruff & Co.	85,470	6	3.24%
Mindleaders Com. Inc.	84,841	7	3.22%
Limbach Co.	68,117	8	2.58%
National Sign Systems	66,284	9	2.51%
City of Grandview Heights	60,345	10	2.29%
Total of top ten	<u>\$ 1,200,325</u>		<u>45.50%</u>
Total withholdings - all employers	<u>\$ 2,638,068</u>		

Source: Regional Income Tax Agency (RITA) records.

CITY OF GRANDVIEW HEIGHTS, OHIO
FULL TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION/PROGRAM
LAST NINE FISCAL YEARS

<u>Function/Program</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General government:					
Administration	2.900	2.900	3.823	3.990	5.424
Finance	3.000	3.000	2.996	3.017	2.952
Legal department	0.800	0.800	0.827	1.000	1.000
Building & zoning	2.500	2.500	1.007	1.000	0.999
Total general government	<u>9.200</u>	<u>9.200</u>	<u>8.653</u>	<u>9.007</u>	<u>10.375</u>
Security of persons and property:					
Fire/EMS	17.000	17.000	16.694	18.886	19.678
Police	18.000	18.000	19.468	20.898	22.950
Communications	4.653	4.800	4.747	4.773	4.654
Total security of persons and property	<u>39.653</u>	<u>39.800</u>	<u>40.909</u>	<u>44.557</u>	<u>47.282</u>
Service	6.000	5.800	6.208	6.163	6.642
Sanitation	6.000	7.000	6.271	7.328	7.248
Parks & recreation	10.979	12.200	12.159	11.524	12.169
Total full-time equivalent (FTE)	<u><u>71.832</u></u>	<u><u>74.000</u></u>	<u><u>74.200</u></u>	<u><u>78.579</u></u>	<u><u>83.716</u></u>

Source: City payroll systems

Note: Information prior to 1999 is not available.

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

CITY OF GRANDVIEW HEIGHTS, OHIO
CONSTRUCTION ACTIVITY
FISCAL YEARS 1998-2007

Fiscal Year	Residential			Commercial/Retail			Total		
	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value
2007	432	\$5,141,520	\$11,902	84	\$4,239,626	\$50,472	516	\$9,381,146	\$18,181
2006	403	4,582,590	11,371	47	4,912,899	104,530	450	9,495,489	21,101
2005	340	3,565,370	10,486	73	6,497,793	89,011	413	10,063,163	24,366
2004	340	3,964,297	11,660	49	5,356,396	109,314	389	9,320,693	23,961
2003	320	4,504,043	14,075	59	1,857,555	31,484	379	6,361,598	16,785
2002	235	3,237,460	13,776	56	1,792,858	32,015	291	5,030,318	17,286
2001	291	2,830,635	9,727	46	459,206	9,983	337	3,289,841	9,762
2000	249	1,578,399	6,339	46	2,729,846	59,344	295	4,308,245	14,604
1999	402	1,974,593	4,912	72	1,265,960	17,583	474	3,240,553	6,837
1998	275	1,918,000	6,975	53	802,149	15,135	328	2,720,149	8,293

Source: City financial records.



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GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2007	2006	2005	2004	2003
Police:					
Physical arrests	590	653	497	493	423
Parking citations	300	327	335	245	244
Traffic citations	1,801	1,969	1,863	1,445	1,462
Fire:					
Emergency responses/calls answered	1,275	1,105	1,152	1,285	1,285
Fires extinguished	29	18	22	32	14
Inspections conducted	359	87	140	40	109
Sanitation:					
Total refuse collected (tons)	2,814.8	3,025.1	3,149.0	3,586.0	3,729.6
Total recyclables collected (tons)	690.9	616.0	569.0	219.2	209.2
Total yard waste collected (tons)	788.6	997.0	911.9	894.6	889.6
Service:					
Street resurfacing (miles)	-	1.100	0.128	0.530	0.440
Asphalt used for potholes/patching (tons)	40.0	25.0	27.5	35	10-15 (est)
Parks and Recreation:					
Swimming pool memberships	1,799	1,629	2,729	2,059	2,166
Senior center memberships	617	600	510	472	470
Street/park trees planted	60	65	49	50	145
Per capita tree expenditure	\$6.57	\$4.58	\$4.18	\$3.30	\$4.37
Street/park trees removed	90	69	56	46	47
Finance:					
Checks issued	1,758	1,650	1,828	1,738	1,959
Purchase orders issued	1,425	1,446	1,359	1,365	1,387
School District:					
Total student enrollment	1,139	1,149	1,155	1,176	1,158
Total staff	185	165	158	155	163
Total certified staff	121	106	106	104	108
Average teacher/pupil ratio	9.413	10.840	10.896	11.308	10.722
Library:					
Materials owned	176,000	173,427	168,946	163,863	166,015
Circulation volume	1,500,000	984,881	818,200	741,388	757,650
Visitors to Library	1,100,000	1,091,324	1,084,125	1,079,104	944,236

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

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

<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
NA	425	NA	NA	NA
NA	290	NA	NA	NA
NA	1,677	NA	NA	NA
1,294	1,299	NA	NA	NA
19	27	NA	NA	NA
113	NA	NA	NA	NA
3,606.1	3,696.8	3,729.6	3,467.5	3,528.0
156.2	141.1	141.1	NA	NA
950.0	1,093.7	849.2	NA	NA
1.290	0.950	0.720	-	0.36
10-15 (est)	10-15 (est)	10-15 (est)	10-15 (est)	10-15 (est)
2,022	1,866	2,316	NA	NA
475	440	420	NA	NA
60	191	70	NA	NA
\$4.99	\$6.57	5	NA	NA
54	80	49	NA	NA
2,371	4,325	5,048	6,169	NA
1,648	1,501	1,540	1,693	NA
1,204	1,218	1,263	1,285	NA
162	177	175	170	164
106	114	113	110	111
11.358	10.684	11.177	11.682	NA
165,115	160,052	157,044	NA	NA
744,309	738,844	679,393	NA	NA
913,272	902,072	902,214	NA	NA

CITY OF GRANDVIEW HEIGHTS, OHIO
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2007	2006	2005	2004	2003
Police:					
Stations	1	1	1	1	1
Cruisers	9	9	9	9	9
Bicycles	4	4	4	0	0
Motor Scooter	0	1	0	0	0
Motorcycles	2	2	2	2	0
Fire/Emergency Medical Services:					
Stations	1	1	1	1	1
Ambulance/Medic Vehicle	2	2	2	2	2
Fire Truck	2	2	2	2	2
Staff Vehicles	4	4	4	3	3
Sanitation/Service:					
Packer trucks	3	3	4	4	4
Cushman collection vehicles	9	7	7	7	7
Dump trucks	3	3	4	4	4
Staff/Other vehicles	4	4	2	2	2
Other Public Works:					
Streets & alleys (miles)	20.37	20.37	20.37	20.37	20.37
Streetlights - owned	424	424	424	424	424
Street lights - contracted	159	159	159	159	159
Traffic signals	10	10	10	10	10
Parks & Recreation:					
Number of parks	5	5	5	5	5
Park acreage	35	35	35	35	35
Shelter houses	2	2	2	2	2
Swimming pools	1	1	1	1	1
Tennis courts	4	4	4	4	4
Lighted baseball/softball fields	4	4	4	4	4
Senior Center	1	1	1	1	1
Water:					
Water mains (miles)	5.93	5.93	5.93	5.93	5.93
Fire hydrants	208	208	208	208	208
Sanitary/Storm Sewer System:					
Miles of sanitary sewers	20.76	20.76	20.76	20.76	20.76
Miles of storm sewers	11.1	11.1	11.1	11.1	11.1
Treatment plants (provided by City of Columbus)	0	0	0	0	0
Number of service connections	3,000	3,000	3,000	3,000	3,000

Source: City financial records.

2002	2001	2000	1999	1998
1	1	1	1	1
9	9	9	9	9
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
1	1	1	1	1
2	2	2	2	2
2	2	2	2	2
3	3	3	3	3
3	3	3	4	3
7	7	7	7	7
4	4	4	4	4
2	2	2	2	2
20.37	20.37	20.37	20.37	20.37
424	424	424	424	424
159	159	159	159	159
10	10	10	10	10
5	5	5	5	5
35	35	35	35	35
2	2	2	2	2
1	1	1	1	1
4	4	4	4	4
4	4	4	4	4
1	1	1	1	1
5.93	5.93	5.93	5.93	5.93
208	208	208	208	208
20.76	20.76	20.76	20.76	20.76
11.1	11.1	11.1	11.1	11.1
0	0	0	0	0
3,000	3,000	3,000	3,000	3,000

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

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Grandview Heights (the City), Franklin County, Ohio, as of and for the years ended December 31, 2007, which collectively comprise the City's basic financial statements and have issued our report thereon dated August 26, 2008 wherein we noted the City adopted GASB Statement No. 48 Sales and Pledges of Receivables and Future Revenue and Intra-Entity Transfers of Assets and Future Revenues. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

Compliance and Other Matters

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

We noted certain other matters that we reported to management of the City in a separate letter dated August 26, 2008.

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

KENNEDY COTTRELL RICHARDS LLC

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

August 26, 2008



Mary Taylor, CPA
Auditor of State

CITY OF GRANDVIEW HEIGHTS

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
NOVEMBER 6, 2008**