

CITY OF BEAVERCREEK

Single Audit Reports

December 31, 2008



Mary Taylor, CPA
Auditor of State

City Council
City of Beavercreek
1368 Research Park Drive
Beavercreek, Ohio 45432

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

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

July 21, 2009

This Page is Intentionally Left Blank.

**CITY OF BEAVERCREEK, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2008**

Federal Grantor/Pass - Through Grantor, Program Title	Pass Through Entity Number	CFDA	Receipts	Disbursements
<u>United States Department of Justice- Office of Justice Program</u>				
Direct Funding				
Bullet Proof Vests Partnership Program	NA	16.607	\$2,895	\$2,895
<u>United States Department of Transportation</u>				
Passed Through Ohio Department of Public Safety:				
Highway Planning and Construction	BEA07570	20.205	972,723	882,893
<u>United States Department of Homeland Security</u>				
Passed Through Ohio Emergency Management Agency:				
FEMA	FEMA 313	97.036	60,412	621,001
TOTALS			<u>\$1,036,030</u>	<u>\$1,506,789</u>

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of federal awards expenditures is a summary of the activity of the City's federal award programs. The schedule has been prepared on the cash basis of accounting.

**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**

City Council
City of Beavercreek
1368 Research Park Drive
Beavercreek, OH 45432

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Beavercreek (the City), as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 26, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not 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 City'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 City'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 City'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 matters that we reported to management of the City in a separate letter dated June 26, 2009.

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

Plattensburg & Associates, Inc.

Plattensburg & Associates, Inc.
June 26, 2009

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

City Council
City of Beavercreek
1368 Research Park Drive
Beavercreek, OH 45432

Compliance

We have audited the compliance of the City of Beavercreek (the City), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

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

A *control deficiency* in a City's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program 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 material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the City's internal control.

Our consideration of internal control over compliance 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 compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended December 31, 2008, and have issued our report thereon dated June 26, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
June 26, 2009

CITY OF BEAVERCREEK, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2008

Section I – Summary of Auditor’s Results

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any material reported non-compliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any other significant control deficiencies reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under Section .510?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (list):</i>	CFDA #20.205 Department of Transportation Highway Planning & Construction CFDA #97.036 Department of Homeland Security FEMA
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	No

Section II – Findings Related to the Financial Statements Required to be Reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Summary of Prior Audit Findings and Questioned Costs

Prior Year Finding 2007-1 Adjustments to Financial Statements Resulting from Accounting System

Status: Corrected



CITY OF BEAVERCREEK

Comprehensive Annual Financial Report



For the Year Ended December 31, 2008

1368 Research Park Drive
Beavercreek, OH 45432
(937) 427-5510
www.ci.beavercreek.oh.us

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF BEAVERCREEK, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2008

Prepared By:
DEPARTMENT OF FINANCE

THIS PAGE INTENTIONALLY LEFT BLANK

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Letter of Transmittal	vii
Listing of Principal City Officials	xiii
City of Beavercreek Municipal Organizational Chart	xiv
Certificate of Achievement for Excellence in Financial Reporting	xv
 FINANCIAL SECTION	
Independent Auditor's Report	1
Management's Discussion and Analysis	3
 Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	13
Statement of Activities	14
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities	23
Statement of Net Assets - Proprietary Fund	24
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Fund	25
Statement of Cash Flows - Proprietary Fund	26
Statement of Fiduciary Net Assets - Fiduciary Fund	27
Notes to the Basic Financial Statements	29
 Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	58
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Police Levy Fund	59
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Street Levy Fund	60
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Street Maintenance Fund	61
Notes to the Required Supplementary Information	62

TABLE OF CONTENTS

	<u>Page</u>
Combining Statements and Individual Fund Schedules:	
Fund Descriptions - Nonmajor Governmental Funds	66
Nonmajor Governmental Funds:	
Combining Balance Sheet	69
Nonmajor Special Revenue Funds:	
Combining Balance Sheet	70
Nonmajor Capital Projects Funds:	
Combining Balance Sheet	74
Nonmajor Governmental Funds:	
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	77
Nonmajor Special Revenue Funds:	
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	78
Nonmajor Capital Projects Funds:	
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	82
Schedules of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
State Highway Fund	84
Cable Television Fund	85
Beautification Fund	86
Recreational Activities Fund	87
Law Enforcement Fund	88
Drug Law Enforcement Fund	89
DUI Enforcement and Education Fund	90
Drug Offenses Forfeiture Fund	91
Federal Forfeiture Fund	92
Youth Activities Fund	93
Crime Prevention Fund	94
FEMA Fund	95
Miscellaneous Special Revenue Fund	96
Debt Service Fund	97
Street Capital Improvement Fund	98
Parks and Recreation Capital Improvement Fund	99
OPWC Capital Projects Fund	100
Service Facility Site Fund	101
Minor Special Assessment District Projects Fund	102
Municipal Facilities Fund	103
Cemetery Bequest Fund	104
Fund Descriptions	105
Agency Funds:	
Statement of Changes in Assets and Liabilities	106

TABLE OF CONTENTS

	<u>Schedule</u>	<u>Page</u>
STATISTICAL SECTION		
Net Assets by Component	1	111
Changes in Net Assets	2	112
Fund Balances, Governmental Funds	3	115
Changes in Fund Balances, Governmental Funds	4	116
Assessed Value and Estimated Actual Value of Taxable Property	5	118
Direct and Overlapping Property Tax Rates	6	119
Principal Property Tax Payers	7	120
Property Tax Levies and Collections	8	121
Income Tax by Payer Type and Income Tax Rate	9	122
Principal Income Taxpayers	10	123
Ratios of Outstanding Debt by Type	11	124
Ratios of General Bonded Debt Outstanding	12	125
Direct and Overlapping Governmental Activities Debt	13	126
Legal Debt Margin Information	14	127
Pledged-Revenue Coverage	15	128
Demographic and Economic Statistics - Greene County	16	129
Major Employers - Greene County	17	130
Full-Time Equivalent City Government Employees by Function/Program	18	131
Operating Indicators by Function/Program	19	132
Capital Asset Statistics by Function/Program	20	133

THIS PAGE INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION



June 30, 2009

Honorable Mayor, Vice Mayor, Members of City Council
and Citizens of Beaver Creek, Ohio:

The Comprehensive Annual Financial Report (CAFR) of the City of Beaver Creek, Ohio, for the year ended December 31, 2008, is hereby submitted. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management of the City.

This CAFR incorporates GASB Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Statement No. 34 was developed to make annual financial reports of state and local governments easier to understand and more useful to those who make decisions using governmental financial information. This report represents and reflects upon the City's financial operations and condition to the City's residents, its elected officials, management personnel, financial institutions, City bondholders, rating agencies and all other parties interested in the financial affairs of the City.

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

CITY OF BEAVERCREEK 1368 RESEARCH PARK DRIVE BEAVERCREEK, OHIO 45432
937/427-5500 FAX 937/427-5544

This report includes all funds of the City. Reflected in this report is the range of services provided by the City of Beavercreek. These include police protection, street construction and maintenance, traffic control, storm drainage improvements and maintenance, park improvements and maintenance, cemetery maintenance, recreational activities, cultural events, land use development regulation, government access cable channel, golf course facilities and operations, and general administration services. At present, the City has no service responsibilities for fire suppression (furnished independently by Beavercreek Township), public water distribution or sanitary sewerage (furnished independently by the Greene County Sanitary Engineering Department), or solid waste collection (furnished entirely by private firms without governmental involvement).

ECONOMIC CONDITION AND OUTLOOK

The City of Beavercreek continues to maintain public services and recreation programs to its residents in an economically challenging time. The city's economic health is based upon a mixture of trends, some identical to those affecting the entire region and some unique to its particular location within the region. Despite the continued challenges resulting from regional loss of employment, reduction of revenue and the economic uncertainty in the United States, the city has scored a number of successful endeavors in 2008. The reduction in revenue is consistent for neighboring communities and is a result of property tax reductions from reappraised property values as well as a decrease in shared intergovernmental (state) revenue. In order to stabilize the impact of the decreased revenue, the City has adopted an improved budgetary process designed to promote long-term fiscal stability.

Economic development in the City has continued at a significant pace since incorporation in 1980. The City continues to experience a healthy expansion of new commercial, office and industrial development reflected in the value of commercial construction permits issued during 2008 which totaled \$122,077,524.86. Beavercreek remains the home of numerous research and manufacturing firms engaged in defense technologies, aerospace, automotive components, electronics and other specialized advanced technologies. Immediately north of the community's border are two major regional employers, Wright Patterson Air Force Base (WPAFB) and Wright State University, providing jobs for many City residents. Other residents commute to work at a diverse range of employers in Dayton and adjoining suburbs along the US 35/I-675 corridor.

Retail expansion continues to be a source of revenue for the City, its residents, and the neighboring communities. The Mall at Fairfield Commons, with its five department stores and 135 specialty shops as well as The Greene Town Center, with its 82 specialty shops, restaurants, and offices, anchor two growing regional business areas that provide convenient shopping, dining, and entertainment for residents and non-residents alike.

MAJOR INITIATIVES AND OUTLOOK

In 2008 the City of Beavercreek reviewed and approved major developments that have, and will continue to have, a positive impact on the economy within the community. In the north part of town, around the I-675 and North Fairfield Road interchange, a mixture of academia, professional office, medical office, residential, hotel and retail have been developed and continue to grow along Pentagon Boulevard within the Pentagon Park and College Park developments along that corridor. This 16.5 acre development of Mills-Morgan Development Corporation was approved by City Council in 2006. To date Mills-Morgan Development Corporation completed the majority of the project including: A 30,000 square foot office building, currently occupied by Devry University and Qbase, a 51,000 square foot two-story educational building housing Clark State University, and a 137,500 square foot, four-story office building for the Computer Science Corporation, a California based computer IT/software company that currently employees' 600 individuals. Lastly, Pentagon Tower was completed in 2008. The 24,000 square foot, 5-story building is located behind the Trebein Center and is home to the corporate headquarters of Mills-Morgan Development Corporation. Complimenting the project directly adjacent to Pentagon Tower is the Hilton Garden Inn, a five-story 97,583 square foot hotel, which was completed in the fall of 2008.

College Park, which is also located within the Pentagon Boulevard corridor has recently seen the completion of a three story 83,294 square foot professional office building that will include a one-story 10,760 square foot auditorium for Advanced Technical Intelligence Center-Human Capital Development (ATIC-HCD), a security company specializing in processing security clearances for WPAFB.

The City continues to establish the central part of Beavercreek as a focal point for the community. Unlike the regional centers located along the two major I-675 interchange locations on the north and south part of town, the Dayton-Xenia Road corridor in the middle of town has served as, or been perceived to be, Beavercreek's downtown area. Initiatives are under way to conduct a study to redevelop and coordinate future development in this location to service the local residents and create more of a downtown identity for the residents of the community. In this area, Kroger has announced a new 128,000 square foot, Kroger Marketplace complex, which will be replacing the older style Kroger currently located on Dayton/Xenia Road. This \$12 million dollar project is slated to begin construction in the fall of 2009.

Development at and around The Greene Town Center, a 72 acre multi-use "lifestyle center", continues to progress. Phase II of this development has seen steady growth of its mixed-use development that includes construction of additional residential units, the leasing of additional retail space, and the conversion of 20,000 square feet of retail space to office space to account for the unanticipated demand for the office type users within the project that was originally only slated for 90,000 square feet of leasable office space. The 129,500 square foot Von Maur department store opened in September 2008. This store serves as the anchor of the Greene Town Center project and is highly visible from Interstate 675. When completed, the total development will represent over \$200 million in private investments.

There are other significant projects that have been slated for 2009. Perhaps the biggest project is the \$100 million Kettering Hospital on Pentagon Boulevard. It is anticipated that the Kettering Medical Network will break ground on the new hospital in late 2009. Within the same development, the developer of the Pentagon and College Park projects has announced an additional \$39 million worth of office development that will contain both research, educational and training, and professional office uses. This investment will begin in 2009 and continue into 2010.

Future developments for the surrounding community include The Human Performance Wing that will be located at WPAFB scheduled for 2011 or early 2012 as a result of the BRAC win for the area. Mission Point, a 132 acre development, adjacent to WPAFB and fronting I-675 is poised for the new development. It is designed to be a world class office and research park emphasizing green facilities and first class amenities. Mission Point will house many nationally recognized defense and research firms as well as those firms and institutions that innovate with them. Unsurpassed ease of work commute with an I-675 interchange and multiple secondary routes with two major malls and over 200 restaurants, nine hotels and 3 colleges all less than two miles makes this the center of future growth within the City limits. This development will have a significant economic impact on the City of Beavercreek.

The increased level of State and Federal Grant activity will provide the City over \$12 million worth of roadway and traffic signal improvements over the next two years, with the bulk of the funds utilized for the Dayton/Xenia Rd. widening project between I-675 and Grange Hall Road (\$4.5 million) and the Indian Ripple Road widening project between I-675 and Darst Road (\$2.5 million). Also, over the next several years, the City will establish and expand the City-owned fiber optics network to allow for improved communications and traffic signal coordination as well as numerous safety improvements at selected intersections around the City.

RELEVANT FINANCIAL POLICIES

In June of 2006, the State legislature passed House Bill 66. House Bill 66 phases out the tax on tangible personal property of general business, telephone and telecommunications companies, and railroads. The tax on general business and railroad property began being phased out in 2007 and will be eliminated by 2009. The tax on telephone and telecommunication property will begin being phased out in 2009 and will be eliminated by 2011. The tax is being phased out by reducing the assessment rate on the property each year. In the first five years, the City will be reimbursed fully for the lost revenue; in the following seven years, the reimbursements will be phased out.

FINANCIAL INFORMATION

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

Financial Assistance

The City of Beavercreek is recipient of federal, state, and county financial assistance. The City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the City.

Budgeting Controls

The City maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by City Council. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unused encumbrances are carried over to the following year.

Independent Audit

The State of Ohio requires an annual audit by either the Auditor of State or by an independent accounting firm. The basic financial statements of the City of Beavercreek, Ohio for the year ended December 31, 2008 have been audited by Plattenburg & Associates, Inc. Their unqualified opinion has been included in this report.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Beavercreek, Ohio for its CAFR for the fiscal year ended December 31, 2007. This was the seventeenth year that the City of Beavercreek has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to conform to the Certificate of Achievement program requirements and we will be submitting it to the GFOA to determine its eligibility for another certificate for the fiscal year ended December 31, 2008.

Acknowledgments

The preparation of the Comprehensive Annual Financial Report was made possible by the efficient and dedicated services of the staff members in the Finance Department, including Rita Yancey, Fiscal Officer and Diane Gould, Secretary to the City Manager. Special thanks to the City's financial reporting consultants, Plattenburg & Associates, Inc and Engineering Department, including Jeff Moorman, Assistant City Engineer and Dave Beach, Public Works Director for consistently providing the Finance Department with the majority of Engineering projects and grant information required to complete the audit.

We also acknowledge and thank the members of City Council for their interest and support in planning and conducting the financial operations of the City of Beavercreek in a responsible and progressive manner.

Sincerely,

A handwritten signature in cursive script, appearing to read "Bill Kucera".

Bill Kucera
Financial Administrative Services Director

CITY OF BEAVERCREEK, OHIO

LISTING OF PRINCIPAL CITY OFFICIALS
DECEMBER 31, 2008

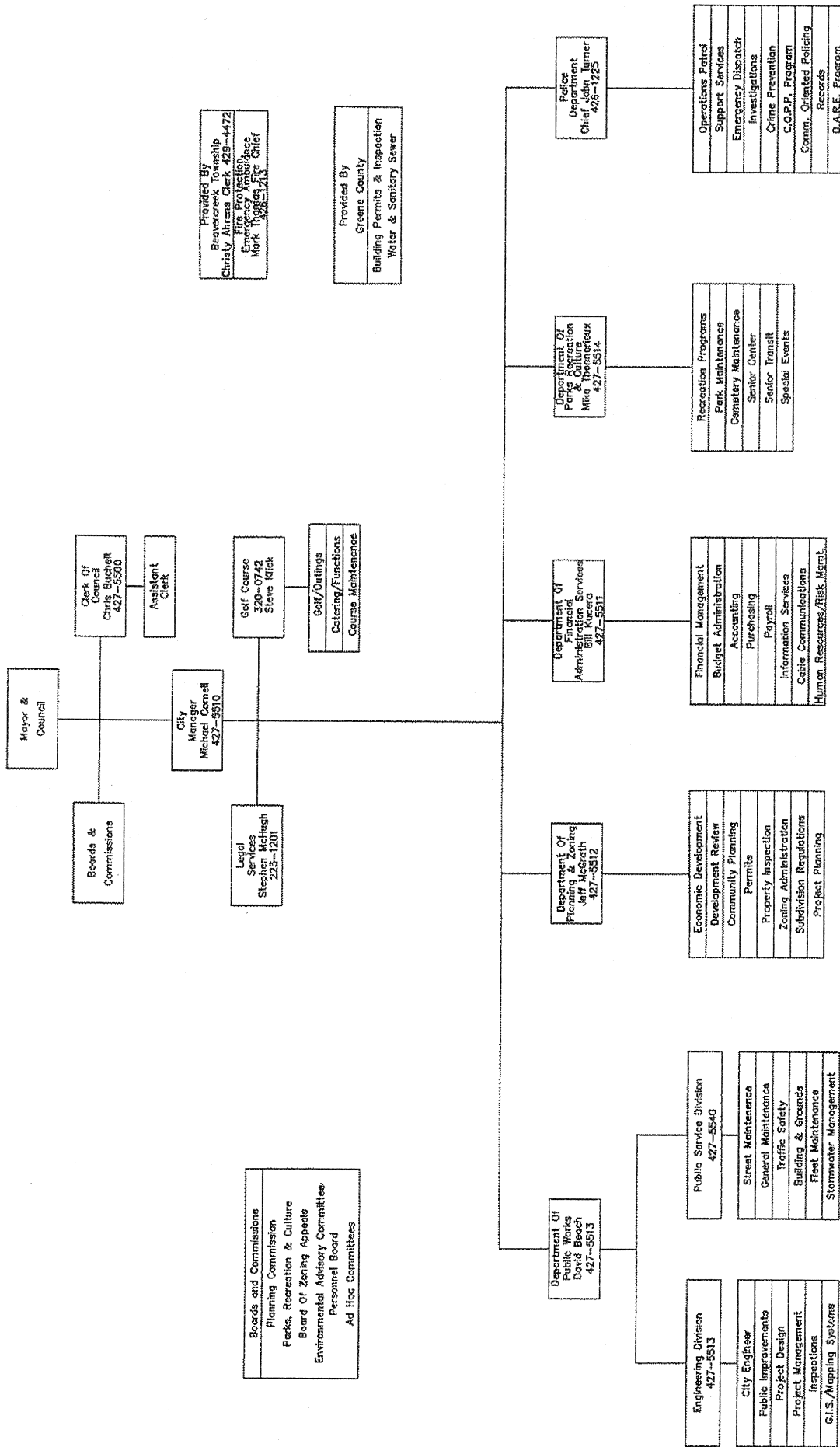
ELECTED OFFICIALS

Mayor	Julie Vann
Vice Mayor	Vicki Giambrone
Council Member	Scott Hadley
Council Member	Phyllis Howard
Council Member	Dr. Thomas Leonard
Council Member	Jerrod Martin
Council Member	Jerry Petrak

APPOINTED OFFICIALS

City Manager	Michael Cornell
Clerk of Council	Christine Bucheit

City of Beavercreek Municipal Organizational Chart



Provided By:
Beavercreek Township
Christy Abrams Clerk 429-4472
Fire Protection:
Emergency Ambulance
Mark Pugh Chief

Provided By
Greene County
Building Permits & Inspection
Water & Sanitary Sewer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Beavercreek
Ohio

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

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



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

President

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

Executive Director

THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

City Council
City of Beavercreek
1368 Research Park Drive
Beavercreek, OH 45432

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Beavercreek (the City) as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2008, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2009, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 considered in assessing the results of our audit.

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

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
June 26, 2009

City of Beavercreek, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2008
(Unaudited)

The City of Beavercreek's discussion and analysis of the annual financial reports provides a review of the financial performance for the fiscal year ending December 31, 2008. This is meant to be an easily readable summary of the most important financial information regarding the accompanying financial statements. Please read it in conjunction with the transmittal letter and the City's basic financial statements and the notes to the basic financial statements.

Financial Highlights

- The City's total net assets increased \$1,897,437. Net assets of governmental activities increased \$1,716,906, net assets of business-type activities increased by \$180,531.
- The General Fund reported a net change in fund balance of \$291,591.
- Golf Course operations reflected an operating (loss) of (\$224,366).

Overview of the Financial Statements

This annual report consists of a series of financial statements. These statements are presented so that the reader can understand the City's financial situation as a whole and to give a detailed view of the City's fiscal condition.

The Statement of Net Assets and Statement of Activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Major 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 the amount of funds available 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.

Government-wide Financial Statements

The analysis of the City as a whole begins with the Government-wide Financial Statements. These reports provide information that will help the reader to determine if the City of Beavercreek is financially better off or worse off as a result of the year's activities. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net assets and changes to those assets. This change informs the reader whether the City's financial position, as a whole, has improved or diminished. In evaluating the overall financial health, the reader of these financial statements needs to take into account non-financial factors that also impact the City's financial well being. Some of these factors include the City's tax base and the condition of capital assets.

In the Government-wide Financial Statements, the City is divided into two kinds of activities.

- **Governmental Activities** - Most of the City's services are reported here including police, street maintenance, parks and recreation, and general administration. Property taxes, intergovernmental revenue, charges for services, and interest finance most of these activities.
- **Business-Type Activities** - This service consists of a golf course. Service fees for this operation are charged based upon the amount of usage or a usage fee. The intent is that the fees charged recoup operational costs.

Fund Financial Statements

Information about the City's major funds is presented in the Fund Financial Statements (see table of contents). Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the City, with approval of council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for use of grants. The City's major funds are General, Police Levy, Street Levy, Street Maintenance, Debt Service, and Golf Course.

Governmental Funds - Most of the City's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps to determine whether there are more or less financial resources that can be spent in the near future on services provided to our residents. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds - When the City charges citizens for the services it provides, with the intent of recapturing operating costs, these services are generally reported in proprietary funds. Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

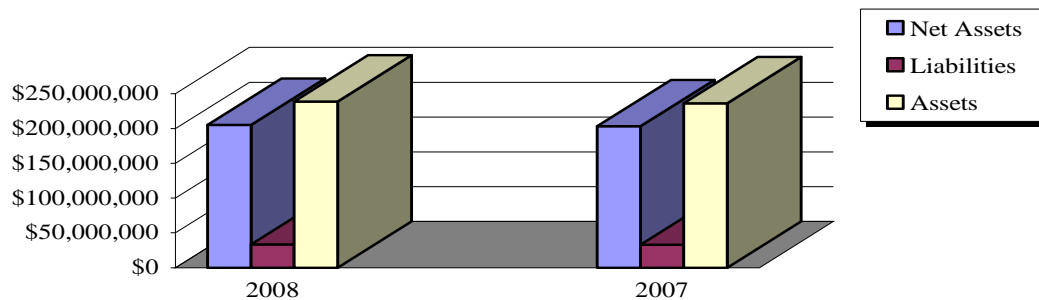
Fiduciary Funds - The City is the fiscal agent for eight agency funds. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Statement of Changes in Assets and Liabilities. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The City as a Whole

As stated previously, the Statement of Net Assets looks at the City as a whole. Table 1 provides a summary of the City's net assets for 2008 compared to 2007.

Table 1
Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Assets:						
Current and Other Assets	\$28,777,270	\$27,878,592	(\$389,919)	(\$298,841)	\$28,387,351	\$27,579,751
Capital Assets	200,588,025	198,796,715	9,856,042	10,013,962	210,444,067	208,810,677
Total Assets	229,365,295	226,675,307	9,466,123	9,715,121	238,831,418	236,390,428
Liabilities:						
Long-Term Liabilities	9,209,273	9,721,800	8,863,278	9,268,568	18,072,551	18,990,368
Other Liabilities	14,279,879	12,794,270	1,213,539	1,237,778	15,493,418	14,032,048
Total Liabilities	23,489,152	22,516,070	10,076,817	10,506,346	33,565,969	33,022,416
Net Assets:						
Invested in Capital Assets, Net of Related Debt	192,384,730	189,963,378	3,944,030	3,329,555	196,328,760	193,292,933
Restricted	9,996,633	11,543,318	0	0	9,996,633	11,543,318
Unrestricted	3,494,780	2,652,541	(4,554,724)	(4,120,780)	(1,059,944)	(1,468,239)
Total Net Assets	\$205,876,143	\$204,159,237	(\$610,694)	(\$791,225)	\$205,265,449	\$203,368,012



Total net assets of the City as a whole increased \$1,897,437. Net assets of the City's governmental activities increased \$1,716,906, while the net assets of the City's business-type activities increased \$180,531 from 2007. The largest portion of the City's net assets reflect its investment in capital assets, less any related debt to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens of the City. Capital Assets increased in 2008 as compared to 2007 mainly due to land additions of approximately \$2.1 million and infrastructure assets of approximately \$4.7 million.

Table 2 shows the changes in net assets and revenues and expenses in comparison to 2007.

Table 2
Changes in Net Assets

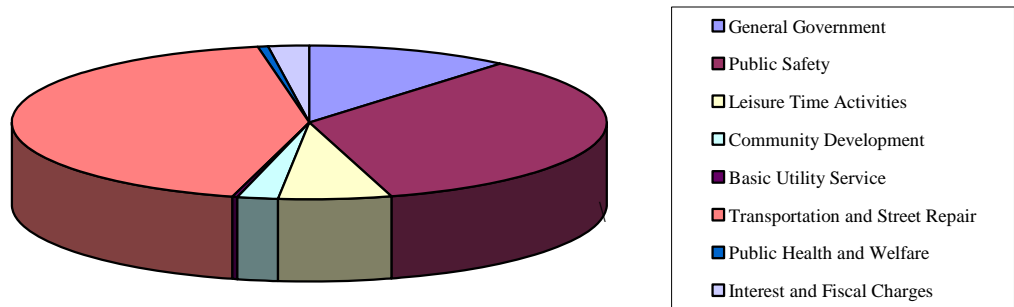
	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Program Revenues:						
Charges for Services and Sales	\$2,329,381	\$2,276,026	\$1,743,809	\$1,715,646	\$4,073,190	\$3,991,672
Operating Grants and Contributions	4,020,050	4,040,100	0	0	4,020,050	4,040,100
Capital Grants and Contributions	4,116,802	1,703,290	0	0	4,116,802	1,703,290
Total Program Revenues	10,466,233	8,019,416	1,743,809	1,715,646	12,210,042	9,735,062
General Revenues:						
Property Taxes	11,074,451	11,213,528	0	0	11,074,451	11,213,528
Grants and Entitlements	2,388,610	2,257,907	0	0	2,388,610	2,257,907
Investment Earnings	249,019	386,676	92	244	249,111	386,920
Other Revenues	275,609	395,188	33,138	389	308,747	395,577
Total General Revenues	13,987,689	14,253,299	33,230	633	14,020,919	14,253,932
Total Revenues	24,453,922	22,272,715	1,777,039	1,716,279	26,230,961	23,988,994
Program Expenses:						
General Government	2,451,135	2,888,435	0	0	2,451,135	2,888,435
Public Safety	7,484,148	6,644,262	0	0	7,484,148	6,644,262
Leisure Time Activities	1,342,515	1,092,734	0	0	1,342,515	1,092,734
Community Development	492,708	355,184	0	0	492,708	355,184
Basic Utility Service	53,966	59,131	0	0	53,966	59,131
Transportation and Street Repair	9,425,194	8,831,857	0	0	9,425,194	8,831,857
Public Health and Welfare	135,629	234,393	0	0	135,629	234,393
Interest and Fiscal Charges	485,701	512,558	0	0	485,701	512,558
Golf Course	0	0	2,462,528	2,339,955	2,462,528	2,339,955
Total Program Expenses	21,870,996	20,618,554	2,462,528	2,339,955	24,333,524	22,958,509
Increase (Decrease) in Net Assets before Transfers	2,582,926	1,654,161	(685,489)	(623,676)	1,897,437	1,030,485
Transfers - Internal Activities	(866,020)	(698,325)	866,020	698,325	0	0
Change in Net Assets	1,716,906	955,836	180,531	74,649	1,897,437	1,030,485
Net Assets Beginning of Year	204,159,237	203,203,401	(791,225)	(865,874)	203,368,012	202,337,527
Net Assets End of Year	\$205,876,143	\$204,159,237	(\$610,694)	(\$791,225)	\$205,265,449	\$203,368,012

Governmental Activities

The City of Beavercreek has continued attracting large-scale employers to our city in the year 2008, thereby injecting the local economy with jobs and increasing the City's commercial tax base. Property taxes are the largest source of revenue for the City. Revenues generated by the property taxes represent more than 79% of the City's governmental activities general revenues. Capital grants and contributions increased mainly due to the City receiving over \$4 million in donated capital assets in 2008. Transportation and street repair expenses increased mainly due to an increase in maintenance and street repairs throughout the City.

Governmental Activities
 Program Expenses for 2008

	Percentage
General Government	11.21%
Public Safety	34.22%
Leisure Time Activities	6.14%
Community Development	2.25%
Basic Utility Service	0.25%
Transportation and Street Repair	43.09%
Public Health and Welfare	0.62%
Interest and Fiscal Charges	2.22%
Total	100.00%



General Government includes legislative and executive as well as judicial expenses. Storm drainage projects, aggressive street resurfacing program, amenities in the parks, and police services all culminate into a full service city. Transportation and street repair was over 43% of the governmental activities program expenses due to the depreciation on majority of the infrastructure was for transportation and street repair services.

Business-Type Activities

Business-type activities consist of a golf course. This program had revenues (including non-operating revenues and transfers in) of \$2,691,934 and expenses (including non-operating expenses and transfers out) of \$2,511,403 for fiscal year 2008. Business activities receive no support from tax revenues. The business activities net assets at the end of the year was (\$610,694), which increased \$180,531 from 2007.

The Beavercreek Golf Club includes an 18-hole golf course, a restaurant and full-service bar, banquet facilities, and pro shop. Revenue is earned through green fees, cart fees, memberships, golf lessons, restaurant and pro shop sales, and rental of banquet facilities.

The City's Funds

The City has five major governmental funds: the General Fund, Police Levy Fund, Street Levy Fund, Street Maintenance Fund and Debt Service Fund. Assets of the general fund comprised \$4,607,960 (16%), the police levy fund comprised \$8,068,987 (28%), the street levy fund comprised \$5,739,515 (20%), the street maintenance fund comprised \$2,193,659 (8%) and the debt service fund comprised \$4,403,200 (15%) of the total \$28,802,541 governmental funds assets.

General Fund: Fund balance at December 31, 2008 was \$2,427,214 an increase in fund balance of \$291,591 from 2007. The increase in fund balance was due mainly to an increase in intergovernmental revenue.

Police Levy Fund: Fund balance at December 31, 2008 was \$678,286 an increase in fund balance of \$310,997 from 2007. The increase in fund balance was largely due to an increase in intergovernmental revenue.

Street Levy Fund: Fund balance at December 31, 2008 was \$1,913,148 an increase in fund balance of \$412,927 (including change in reserve inventory) from 2007. The increase in fund balance was largely due to an increase in taxes and intergovernmental revenue.

Street Maintenance Fund: Fund balance at December 31, 2008 was \$1,277,374 a decrease in fund balance of \$42,637 (including change in reserve inventory) from 2007. The fund balance decreased mainly due to an decrease in taxes revenue.

Debt Service Fund: Fund balance at December 31, 2008 was \$167,643 an increase in fund balance of \$123,944 from 2007. The debt service fund increased mainly due to an increase in special assessment collections.

General Fund Budgeting Highlights

The City's General Fund budget is formally adopted at the fund level. Financial reports, which compare actual performance with the budget, are prepared monthly and presented to Department Directors and Division Supervisors. The Community and Council are able to review the financial status and measure the effectiveness of the budgetary controls by reviewing the reports on the City's website.

As the City completed the year, its General Fund balance reported an actual fund balance of \$1,363,987, on a Non-GAAP Budgetary Basis.

The original budgeted total revenues in comparison to the final amended budgeted total revenues remained relatively consistent with only a change of \$100,000 in intergovernmental revenues due to an increase in grant monies received. The original budgeted general government and capital outlay expenses increased in comparison to the final amended budgeted amounts mainly due to the City's conservative estimates used when the original budget was prepared.

Actual expenditures were less than final appropriations because some appropriations were not being spent. This occurred due to cost saving actions by City officials and appropriations for contingencies not realized and delayed implementation of projects for cost saving and other reasons.

Capital Assets and Debt Administration

Capital Assets

At year end, the City had \$210,444,067 invested in land, buildings and improvements, equipment and infrastructure. Table 3 shows 2008 balances compared to 2007:

Table 3
Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$11,770,694	\$9,611,422	\$7,833,601	\$7,833,601	\$19,604,295	\$17,445,023
Buildings and Improvements	11,912,352	11,681,139	2,380,753	2,380,753	14,293,105	14,061,892
Equipment	5,680,445	5,355,643	1,187,323	1,180,400	6,867,768	6,536,043
Infrastructure	245,371,743	240,650,856	0	0	245,371,743	240,650,856
Accumulated Depreciation	(74,147,209)	(68,502,345)	(1,545,635)	(1,380,792)	(75,692,844)	(69,883,137)
Total Net Capital Assets	<u>\$200,588,025</u>	<u>\$198,796,715</u>	<u>\$9,856,042</u>	<u>\$10,013,962</u>	<u>\$210,444,067</u>	<u>\$208,810,677</u>

The increase in Net Capital Assets is mainly due to approximately \$2.1 in land additions and \$4.7 million in infrastructure additions in 2008.

See Note 6 in the notes to the basic financial statements for further details on the City's capital assets.

This Space Intentionally Left Blank

Debt

At year-end the City had \$17,047,761 in general obligation bonds and special assessment bonds.

Table 4
Outstanding Debt at Year End

		2008	2007
Governmental Activities:			
General Obligation Bonds			
Various Purpose	5.10%	\$555,000	\$605,000
2002 Maintenance Facility	4.00%	4,420,000	4,645,000
2004-2018 Senior Center	2.00-5.25%	365,000	395,000
Total General Obligation Bonds		<u>5,340,000</u>	<u>5,645,000</u>
Special Assessment Bonds			
Fairfield Commons Street	5.97%	600,000	700,000
Crossing District Street	6.47%	700,000	805,000
Various Purpose Street 1995	5.49%	105,000	120,000
Various Purpose 1997	5.79%	45,000	50,000
Various Purpose 1999	5.61%	75,000	80,000
Various Purpose 2000	4.76%	255,000	270,000
Kontagiannis Hills	3.92%	1,055,000	1,110,000
Total Special Assessment Bonds		<u>2,835,000</u>	<u>3,135,000</u>
Capital Leases		<u>28,295</u>	<u>53,337</u>
Business Type Activities			
General Obligation Bonds			
Current Interest Bonds	4.00-4.80%	1,575,000	2,285,000
Capital Appreciation Bonds	5.05-5.35%	4,158,455	4,158,455
Accretion of Interest		2,932,454	2,564,188
Total General Obligation Bonds		<u>8,665,909</u>	<u>9,007,643</u>
Capital Leases		<u>178,557</u>	<u>240,952</u>
Total Debt		<u>\$17,047,761</u>	<u>\$18,081,932</u>

Special Assessment Street Improvement Bonds will be paid with special assessment revenue.

The Various Purpose Improvement general obligation bonds will be paid with property tax revenues via transfers from the General Fund.

See Note 10-11 in the notes to the basic financial statements for further details on the City's long-term debt.

CONTACTING THE CITY'S FINANCE DEPARTMENT

This financial report is designed to provide our citizens, taxpayers, customers and 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 any questions about this report or need additional financial information, contact the Department of Finance, City of Beavercreek, 1368 Research Park Drive, Beavercreek, Ohio 45432.

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Statement of Net Assets
December 31, 2008

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Investments	\$8,162,527	\$14,193	\$8,176,720
Receivables:			
Taxes	12,214,958	0	12,214,958
Accounts	590,219	0	590,219
Interest	27,040	11	27,051
Intergovernmental	3,110,349	0	3,110,349
Special Assessments	3,697,984	0	3,697,984
Internal Balances	583,725	(583,725)	0
Deferred Bond Issuance Costs	0	90,946	90,946
Inventory	390,468	88,656	479,124
Nondepreciable Capital Assets	11,770,694	7,833,601	19,604,295
Depreciable Capital Assets, Net	188,817,331	2,022,441	190,839,772
Total Assets	229,365,295	9,466,123	238,831,418
Liabilities:			
Accounts Payable	250,321	7,912	258,233
Accrued Wages and Benefits	434,978	31,566	466,544
Accrued Interest Payable	44,703	34,349	79,052
Unearned Revenue	12,024,877	0	12,024,877
Other Liabilities	0	47,212	47,212
Special Assessment Bond Anticipation Note	1,525,000	0	1,525,000
Judgement Note Payable	0	1,092,500	1,092,500
Long-Term Liabilities:			
Due Within One Year	1,081,311	846,261	1,927,572
Due In More Than One Year	8,127,962	8,017,017	16,144,979
Total Liabilities	23,489,152	10,076,817	33,565,969
Net Assets:			
Invested in Capital Assets, Net of Related Debt	192,384,730	3,944,030	196,328,760
Restricted for:			
Special Revenue	5,993,986	0	5,993,986
Debt Service	3,869,395	0	3,869,395
Capital Projects	106,680	0	106,680
Permanent	26,572	0	26,572
Unrestricted	3,494,780	(4,554,724)	(1,059,944)
Total Net Assets	\$205,876,143	(\$610,694)	\$205,265,449

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Activities
For the Fiscal Year Ended December 31, 2008

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$2,451,135	\$1,137,439	\$62,736	\$0
Public Safety	7,484,148	686,093	1,619,060	0
Leisure Time Activities	1,342,515	207,923	125,990	0
Community Development	492,708	145,625	0	0
Basic Utility Service	53,966	109,217	0	0
Transportation and Street Repair	9,425,194	43,084	2,212,264	4,116,802
Public Health and Welfare	135,629	0	0	0
Interest and Fiscal Charges	485,701	0	0	0
Total Governmental Activities	21,870,996	2,329,381	4,020,050	4,116,802
Business-Type Activities:				
Golf Course	2,462,528	1,743,809	0	0
Total Business-Type Activities	2,462,528	1,743,809	0	0
Totals	\$24,333,524	\$4,073,190	\$4,020,050	\$4,116,802

General Revenues:
Property Taxes Levied for:
 General Purposes
 Special Revenue Purposes
 Debt Service Purposes
Grants and Entitlements not Restricted to Specific Programs - Unrestricted
Investment Earnings
Other Revenues
Transfers-Internal Activities

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
(\$1,250,960)	\$0	(\$1,250,960)
(5,178,995)	0	(5,178,995)
(1,008,602)	0	(1,008,602)
(347,083)	0	(347,083)
55,251	0	55,251
(3,053,044)	0	(3,053,044)
(135,629)	0	(135,629)
(485,701)	0	(485,701)
(11,404,763)	0	(11,404,763)
0	(718,719)	(718,719)
0	(718,719)	(718,719)
(11,404,763)	(718,719)	(12,123,482)
1,221,947	0	1,221,947
9,417,446	0	9,417,446
435,058	0	435,058
2,388,610	0	2,388,610
249,019	92	249,111
275,609	33,138	308,747
(866,020)	866,020	0
13,121,669	899,250	14,020,919
1,716,906	180,531	1,897,437
204,159,237	(791,225)	203,368,012
\$205,876,143	(\$610,694)	\$205,265,449

City of Beavercreek, Ohio
Balance Sheet
Governmental Funds
December 31, 2008

	General	Police Levy	Street Levy	Street Maintenance
Assets:				
Equity in Pooled Cash and Investments	\$1,313,731	\$903,047	\$1,898,742	\$967,559
Receivables:				
Taxes	1,387,113	6,782,570	3,534,299	0
Accounts	558,664	29,408	0	0
Interest	21,100	0	0	966
Intergovernmental	718,356	353,962	186,388	954,752
Special Assessments	0	0	0	0
Due from Other Funds	608,996	0	0	0
Inventory	0	0	120,086	270,382
Total Assets	4,607,960	8,068,987	5,739,515	2,193,659
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	34,311	28,022	8,058	103,829
Accrued Wages and Benefits	124,164	207,688	97,622	0
Accrued Interest Payable	0	0	0	0
Deferred Revenue	2,022,271	7,154,991	3,720,687	812,456
Due to Other Funds	0	0	0	0
Special Assessment Bond Anticipation Note	0	0	0	0
Total Liabilities	2,180,746	7,390,701	3,826,367	916,285
Fund Balances:				
Reserved for Encumbrances	70,082	0	20,940	40,547
Reserved for Inventory	0	0	120,086	270,382
Reserved for Cemetery Bequest	0	0	0	0
Unreserved, Undesignated, Reported in:				
General Fund	2,357,132	0	0	0
Special Revenue Funds	0	678,286	1,772,122	966,445
Debt Service Funds	0	0	0	0
Capital Projects Funds	0	0	0	0
Permanent Funds	0	0	0	0
Total Fund Balances	2,427,214	678,286	1,913,148	1,277,374
Total Liabilities and Fund Balances	\$4,607,960	\$8,068,987	\$5,739,515	\$2,193,659

See accompanying notes to the basic financial statements.

Debt Service	Other Governmental Funds	Total Governmental Funds
\$167,643	\$2,911,805	\$8,162,527
510,976	0	12,214,958
0	2,147	590,219
0	4,974	27,040
26,597	870,294	3,110,349
3,697,984	0	3,697,984
0	0	608,996
0	0	390,468
4,403,200	3,789,220	28,802,541
0	76,101	250,321
0	5,504	434,978
0	10,898	10,898
4,235,557	838,003	18,783,965
0	25,271	25,271
0	1,525,000	1,525,000
4,235,557	2,480,777	21,030,433
0	293,525	425,094
0	0	390,468
0	15,201	15,201
0	0	2,357,132
0	1,288,512	4,705,365
167,643	0	167,643
0	(299,932)	(299,932)
0	11,137	11,137
167,643	1,308,443	7,772,108
\$4,403,200	\$3,789,220	\$28,802,541

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Assets of Governmental Activities
 December 31, 2008

Total Governmental Fund Balance		\$7,772,108
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		200,588,025
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Delinquent Property Taxes	\$263,320	
Interest	27,040	
Intergovernmental	2,625,693	
Other	<u>3,843,035</u>	
		6,759,088
In the statement of net assets interest payable is accrued when incurred, whereas in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		(33,805)
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.		
Compensated Absences		(1,005,978)
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.		<u>(8,203,295)</u>
Net Assets of Governmental Activities		<u>\$205,876,143</u>

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended December 31, 2008

	General	Police Levy	Street Levy	Street Maintenance
Revenues:				
Taxes	\$1,239,293	\$6,234,337	\$3,195,548	\$182,474
Fines, Licenses & Permits	355,126	100,324	19,417	0
Charges for Services	212,073	183,240	0	0
Investment Earnings	173,214	0	0	7,933
Intergovernmental	2,017,691	1,070,108	416,283	1,774,728
Special Assessments	109,217	0	0	0
Other Revenues	109,483	21,459	5,778	63,824
Total Revenues	4,216,097	7,609,468	3,637,026	2,028,959
Expenditures:				
Current:				
General Government	834,321	80,414	405,393	0
Public Safety	0	7,155,431	0	0
Leisure Time Activities	1,007,870	0	0	0
Community Development	482,024	0	0	0
Basic Utility Service	53,966	0	0	0
Transportation and Street Repair	0	0	2,844,979	1,702,944
Public Health and Welfare	135,629	0	0	0
Capital Outlay	463,557	0	0	487,447
Debt Service:				
Principal Retirement	0	0	25,042	0
Interest and Fiscal Charges	0	0	1,696	0
Total Expenditures	2,977,367	7,235,845	3,277,110	2,190,391
Excess of Revenues Over (Under) Expenditures	1,238,730	373,623	359,916	(161,432)
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	8,529	13,759	21,514	0
Transfers In	0	0	0	0
Transfers (Out)	(955,668)	(76,385)	(9,800)	0
Total Other Financing Sources (Uses)	(947,139)	(62,626)	11,714	0
Net Change in Fund Balance	291,591	310,997	371,630	(161,432)
Fund Balance Beginning of Year	2,135,623	367,289	1,500,224	1,320,011
Change in Reserve for Inventory	0	0	41,294	118,795
Fund Balance End of Year	\$2,427,214	\$678,286	\$1,913,148	\$1,277,374

See accompanying notes to the basic financial statements.

Debt Service	Other Governmental Funds	Total Governmental Funds
\$495,774	\$329,096	\$11,676,522
0	602,703	1,077,570
0	95,278	490,591
0	40,832	221,979
0	997,015	6,275,825
507,958	0	617,175
0	74,013	274,557
1,003,732	2,138,937	20,634,219
7,134	822,655	2,149,917
0	69,470	7,224,901
0	224,761	1,232,631
0	0	482,024
0	0	53,966
0	34,700	4,582,623
0	0	135,629
0	1,943,347	2,894,351
605,000	0	630,042
475,640	10,898	488,234
1,087,774	3,105,831	19,874,318
(84,042)	(966,894)	759,901
0	13,295	57,097
207,986	0	207,986
0	(32,153)	(1,074,006)
207,986	(18,858)	(808,923)
123,944	(985,752)	(49,022)
43,699	2,294,195	7,661,041
0	0	160,089
\$167,643	\$1,308,443	\$7,772,108

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended December 31, 2008

Net Change in Fund Balance - Total Governmental Funds (549,022)

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

Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

Capital assets used in governmental activities	\$7,436,174	
Depreciation Expense	<u>(5,644,864)</u>	
		1,791,310

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

Delinquent Property Taxes	(\$219,400)	
Interest	27,040	
Intergovernmental	(39,283)	
Other	<u>(468,888)</u>	
		(700,531)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 630,042

In the statement of activities interest expense is accrued when incurred, whereas in governmental funds an interest expenditure is reported when due. 2,533

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

Compensated Absences	(\$117,515)	
Change in Inventory	<u>160,089</u>	
		<u>42,574</u>

Change in Net Assets of Governmental Activities \$1,716,906

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Net Assets
Proprietary Fund
December 31, 2008

	Golf Course
Current Assets:	
Equity in Pooled Cash and Investments	\$14,193
Receivables:	
Interest	11
Deferred Bond Issuance Costs	90,946
Inventory	<u>88,656</u>
Total Current Assets	<u>193,806</u>
Nondepreciable Capital Assets	7,833,601
Depreciable Capital Assets, Net	<u>2,022,441</u>
Total Assets	<u>10,049,848</u>
Liabilities:	
Accounts Payable	7,912
Accrued Wages and Benefits	31,566
Compensated Absences	17,675
Accrued Interest Payable	34,349
Other Liabilities	47,212
Due to Other Funds	583,725
Judgement Note Payable	1,092,500
Long-Term Liabilities Due Within One Year	<u>828,586</u>
Total Current Liabilities	<u>2,643,525</u>
Long-Term Liabilities:	
Compensated Absences	1,137
Bonds, Notes & Loans Payable	7,895,909
Capital Lease Payable	<u>119,971</u>
Total Liabilities	<u>10,660,542</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	3,944,030
Unrestricted	<u>(4,554,724)</u>
Total Net Assets	<u><u>(\$610,694)</u></u>

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended December 31, 2008

	<u>Golf Course</u>
Operating Revenues:	
Charges for Services	\$1,743,809
Other Revenues	<u>33,138</u>
Total Operating Revenues	<u>1,776,947</u>
Operating Expenses:	
Personal Services	945,337
Contractual Services	127,887
Materials and Supplies	763,246
Depreciation	<u>164,843</u>
Total Operating Expenses	<u>2,001,313</u>
Operating Income (Loss)	<u>(224,366)</u>
Non-Operating Revenues (Expenses):	
Investment Earnings	92
Interest (Expense)	<u>(461,215)</u>
Total Non-Operating Revenues (Expenses)	<u>(461,123)</u>
Income (Loss) Before Contributions and Transfers	(685,489)
Transfers In	914,895
Transfers (Out)	<u>(48,875)</u>
Change in Net Assets	180,531
Net Assets Beginning of Year	<u>(791,225)</u>
Net Assets End of Year	<u><u>(\$610,694)</u></u>

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended December 31, 2008

	Golf Course
Cash Flows from Operating Activities:	
Cash Received from Customers	\$1,746,873
Cash Payments to Employees	(942,766)
Cash Payments to Suppliers	(902,949)
Net Cash Provided (Used) by Operating Activities	<u>(98,842)</u>
Cash Flows from Noncapital Financing Activities:	
Payments from Other Funds	1,138,283
Payments to Other Funds	(48,875)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>1,089,408</u>
Cash Flows from Capital and Related Financing Activities:	
Payments for Capital Acquisitions	(6,923)
Debt Proceeds	1,092,500
Debt Principal Payments	(1,554,129)
Debt Interest Payments	(507,913)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(976,465)</u>
Cash Flows from Investing Activities:	
Earnings on Investments	92
Net Cash Provided (Used) by Cash Flows from Investing Activities	<u>92</u>
Net Increase (Decrease) in Cash and Cash Equivalents	14,193
Cash and Cash Equivalents Beginning of Year	<u>0</u>
Cash and Cash Equivalents End of Year	<u><u>14,193</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(224,366)
Adjustments:	
Depreciation	164,843
Changes in Assets & Liabilities:	
(Increase) Decrease in Inventory	(88,656)
Increase (Decrease) in Payables	(4,674)
Increase (Decrease) in Accrued Liabilities	54,011
Net Cash Provided (Used) by Operating Activities	<u><u>(\$98,842)</u></u>

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Fiduciary Net Assets
Fiduciary Fund
December 31, 2008

	<u>Agency</u>
Assets:	
Equity in Pooled Cash and Investments	\$761,581
Receivables:	
Intergovernmental	<u>150,568</u>
Total Assets	<u><u>912,149</u></u>
Liabilities:	
Accounts Payable	158,530
Other Liabilities	<u>753,619</u>
Total Liabilities	<u><u>\$912,149</u></u>

See accompanying notes to the basic financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2008

NOTE 1 – DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Beavercreek, Ohio ("the City") was incorporated on January 11, 1980 and since 1981 has operated as a home rule municipal corporation operating under its own charter. The Council/Manager form of government, whereby the City Manager is the Chief Administrative Officer, provides the following services: public safety (police), highways and streets, drainage, parks and recreation, public improvements, community development, planning and zoning, public health and welfare, cemetery, and general administrative services.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. Council and the City Manager have direct responsibility for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organizations. Component units may also include organizations for which the City authorizes the issuance of debt or the levying of taxes, or determines the budget. There are no component units included as part of this report.

The Miami Valley Risk Management Association, Inc. (MVRMA) is a risk sharing insurance pool established for the purpose of enabling the subscribing political subdivisions to obtain liability insurance and providing a formalized, jointly administered self-insurance fund for its members. The members formed a not-for-profit corporation known as Miami Valley Risk Management Association, Inc. for the purpose of administering the pool. The subscribing members of the self-insurance pool include the Cities of Beavercreek, Bellbrook, Blue Ash, Centerville, Englewood, Kettering, Madeira, Mason, Miamisburg, Montgomery, Piqua, Sidney, Springdale, Tipp City, Troy, Vandalia, West Carrollton, Wilmington and Wyoming and the Village of Indian Hill. The City has no explicit and measurable equity interest in MVRMA and no ongoing financial responsibility for MVRMA.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America 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 follows Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, in its governmental and business-type activities and to its enterprise funds provided they do not conflict with or contradict GASB pronouncements (guidance). For proprietary funds the City has elected not to follow subsequent private-sector guidance. The most significant of the City's accounting policies are described below.

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 statements for governmental funds.

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

Basis of Presentation

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. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type 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 and for the business-type activities of the City. 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 business segment or governmental function is self-financing or draws 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 and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

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. There are three categories of funds: governmental, proprietary 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 are the City's major 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.

Police Levy – To account for property tax receipts designated for operation of the police department, including the payment of the employer portion of police pension fund contributions, and to account for monies charged for police services furnished outside the City.

Street Levy – To account for property tax receipts designated for street construction, maintenance and repair.

Street Maintenance – To account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

Debt Service – To account for the resources applied to the repayment of outstanding debt obligations.

The other governmental funds of the City account for grants and other resources that are generally restricted to use for a particular purpose.

Proprietary Funds

Proprietary fund reporting focuses on changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise Funds – Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following is the City's major enterprise fund:

Golf Course Fund – To account for all operations of the City's golf course. Revenues include charges for services. Expenses are comprised of cost of operations.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: agency funds, pension trust funds, investment trust funds and private-purpose trust funds. The City has eight Agency funds. The City has a Miscellaneous Agency fund, which is used to account for miscellaneous custodial transactions. The Cash Bonds Agency fund is used to account for custodial transactions related to cash deposits held in lieu of performance bonds from bidders, contractors or developers. The City's Regional Emergency Response Team (RERT) Agency fund is used to account for custodial transactions related to RERT. The Greene and The Greene Phase II Agency Funds are used to account for custodial transactions related to the County's Greene Town Center Project. The Pentagon Boulevard Project Agency fund is used to account for custodial transactions for Greene County's Pentagon Boulevard Project. The Greene Town Center Special Assessment and TIF Agency Funds are used to account for custodial transactions related to the Greene Town Center project. The Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Trust funds are used to account for assets held under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City currently has no trust funds.

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. Proprietary and fiduciary 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 thirty 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. Revenue from property taxes is recognized in the year for which the taxes are levied. 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.

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), fines and forfeitures, interest, grants and fees.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of the current year-end, but which were levied to finance future operations, have been recorded as deferred revenue. Special assessments not received within the available period and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Unearned Revenue

Unearned revenue represents amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met because such amounts have not yet been earned.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

Equity in Pooled Cash and Investments

To improve cash management the City's cash and investments are pooled. Monies for all funds, except cash and investments held in segregated accounts, are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet.

Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating repurchase agreements, which are reported at cost. For investments in open-end mutual funds, fair value is determined by the fund's share price.

For purposes of the statement of cash flows and for presentation on the statement of net assets/balance sheet, investments with an original maturity of three months or less and investments of the cash management pool are considered to be cash equivalents.

Following the Ohio Revised Code, the City has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenues during 2008 amounted to \$221,979. The general fund interest revenue was \$173,214, \$7,933 for street maintenance fund, and \$40,832 for other governmental funds.

Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when used.

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. 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. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective proprietary funds.

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's infrastructure consists of bridges, culverts, curbs, sidewalks, storm sewers, and streets. 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. The City uses a \$5,000 capitalization threshold. The City reported all infrastructure with the initial implementation of GASB 34.

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. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	25-50 years
Equipment	5-20 years
Infrastructure	40-60 years

Compensated Absences

The City reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability 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 entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. Compensated absences are reported in governmental funds only if they have matured. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund 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. Bonds, capital leases and long-term loans are recognized as a liability on the fund financial statements when due.

Fund Balance Reserves

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. As a result, encumbrances, inventories, and cemetery bequest are recorded as a reservation of fund balance.

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 City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the City's \$9,996,633 in restricted net assets, none were restricted by enabling legislation.

Operating Revenues and Expenses

The City, in its proprietary fund, distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund includes the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets or grants and/or outside contributions of resources restricted to capital acquisition and construction.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

On fund financial statements, long-term interfund loans are classified as “advances to/from other funds” on the balance sheet and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources. These amounts, as well as any short-term interfund balances, are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

As a general rule, the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

Estimates

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

NOTE 3 – EQUITY IN POOLED CASH AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. Each fund type’s portion of this pool is displayed on the combined balance sheet as “Equity in Pooled Cash and Investments.”

City charter and state statutes require the classification of monies held by the City into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the City. Such monies must by law be maintained either as cash in the City treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – 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. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (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.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer 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 treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of December 31, 2008, \$3,098,200 of the City's bank balance of \$3,348,200 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the City's name.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

Investments

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

	Fair Value	Weighted Average Maturity (Years)
Money Market Funds	\$2,298,218	0.00
Federal Home Loan Bank	1,009,335	2.04
Federal Home Loan Mortgage	750,000	1.41
Federal National Mortgage Association	1,780,859	2.45
	<u>\$5,838,412</u>	
Portfolio Weighted Average Maturity		1.28

Interest rate risk - In accordance with the investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to five years, unless matched to a specified obligation or debt of the City.

Credit Risk – It is the City's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations. The City's investments in Money Market Funds, Federal Home Loan Bank, Federal Home Loan Mortgage and Federal National Mortgage Association were rated AAA by Standard and Poor's and Fitch ratings and Aaa by Moody's Investors Service.

Concentration of credit risk – The City's investment policy allows investments in Federal Government Securities or Instrumentalities. The City has invested 39% in Money Market Funds, 17% in Federal Home Loan Bank, 13% in Federal Home Loan Mortgage and 31% in Federal National Mortgage Association.

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 investments or collateral securities that are in the possession of an outside party. All of the City's securities are either insured and registered in the name of the City or at least registered in the name of the City.

NOTE 4 – RECEIVABLES

Receivables at year end, consisted primarily of property and other taxes, intergovernmental receivables arising from entitlements and shared revenues, special assessments, interest and accounts receivable.

No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

Special assessments expected to be collected in more than one year amounts to \$3,697,984 in the Debt Service Fund.

Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2008 for real and public utility property taxes represents collections of the 2007 taxes. Property tax payments received during 2008 for tangible personal property (other than public utility property) is for 2007 taxes.

2008 real property taxes are levied after October 1, 2008, on the assessed value as of January 1, 2008, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2008 real property taxes are collected in and intended to finance 2009 operations.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2008 public utility property taxes became a lien December 31, 2007, are levied after October 1, 2008, and are collected in 2009 with real property taxes.

2008 tangible personal property taxes are levied after October 1, 2007, on the value as of December 31, 2007. Collections are made in 2008. Tangible personal property assessments are 25 percent of true value.

The tangible personal property tax will phase out over a four-year period starting with tax year 2006 and ending with no tax due in 2009. This phase-out applies to most businesses and includes furniture and fixtures, machinery and equipment and inventory. New manufacturing machinery and equipment first reportable on the 2006 and subsequent year returns is not subject to the personal property tax.

The assessed values of real and tangible personal property upon which current year property tax receipts were based are as follows:

	<u>Amount</u>
Real Property	\$1,316,502,800
Public Utility	16,349,120
Tangible Personal Property	<u>16,349,086</u>
Total	<u><u>\$1,349,201,006</u></u>

Real property taxes are payable annually or semi-annually. The first payment is due February 15 with the remainder payable by July 15.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30; with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Accrued property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of year end for which there is an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at year end, nor were they levied to finance current year operations. The receivable is therefore offset by deferred revenue.

NOTE 5 - RISK MANAGEMENT

The City is one of twenty members of a joint insurance pool, Miami Valley Risk Management Association, Inc. (MVRMA), with the cities of Englewood, Bellbrook and Centerville added in 2004. The pool has been operational since December 1, 1988, and was formed according to Section 2744.081 of the Ohio Revised Code. This joint venture covers all property, crime, liability, boiler and machinery, and public official liability up to the limits stated below. It is intended to provide broad-based coverage up to the various limits with increased emphasis on safety and loss prevention. During 2008, the MVRMA Board made a decision not to expand into the Columbus market at this time by adding the three members of CORMA, another risk pool.

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

Excess insurance coverage will cover additional claims up to the limits listed below:

General Liability: \$10,000,000/occurrence

Automobile Liability: \$10,000,000/occurrence

MVRMA self-insured retention (SIR) \$1 million/occurrence with \$9 million excess \$1 million reinsured by Government Entities Mutual Inc. (GEM). GEM then retroceded \$8 million to Munich Re America

Police Professional Liability: \$10,000,000/occurrence

MVRMA self-insured retention (SIR) \$1 million/occurrence with \$9 million excess \$1 million reinsured by Government Entities Mutual Inc. (GEM). GEM then retroceded \$8 million to Munich Re America

Employment Practices Liability and Public Officials Liability Including Employee Benefits Liability

MVRMA self-insured retention (SIR) \$1 million/occurrence with \$9 million excess \$1 million reinsured by Government Entities Mutual Inc. (GEM). GEM then retroceded \$8 million to Munich Re America – Annual aggregate \$10 million per member

Property (effective 7/1/08-7/1/09):

\$1,000,000,000/occurrence

MVRMA SIR: \$200,000/occurrence

Coverage excess SIR provided by PEPPIP USA with carriers as follows:

Lexington Insurance Company (Primary \$25 million)

List of carriers for layers excess of \$25 million provided upon request.

Flood: \$25 million/occurrence and annual aggregate (Flood Zone A & V - \$5 million/occurrence and annual aggregate)

MVRMA SIR: \$100,000/occurrence excluding Flood Zones A & V

MVRMA SIR: \$250,000/occurrence Flood Zones A & V

Earthquake: \$25 million/occurrence and annual aggregate

MVRMA SIR: \$100,000/occurrence

Boiler &

Machinery: \$100,000,000/occurrence

MVRMA SIR: \$5,000/occurrence

Coverage excess SIR provided by PEPPIP USA as follows:

Lexington Insurance Company – (Primary \$25 million)

List of carries for layers excess of \$25 million provided upon request.

Member Deductible/occurrence - \$2,500

There has been no material change in this coverage from the prior year. Settled claims have not exceeded this commercial coverage in any of the past three years.

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the current year end was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$9,611,422	\$2,159,272	\$0	\$11,770,694
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	11,681,139	231,213	0	11,912,352
Equipment	5,355,643	324,802	0	5,680,445
Infrastructure	240,650,856	4,720,887	0	245,371,743
Totals at Historical Cost	267,299,060	7,436,174	0	274,735,234
Less Accumulated Depreciation:				
Buildings and Improvements	3,870,415	331,632	0	4,202,047
Equipment	3,504,757	375,159	0	3,879,916
Infrastructure	61,127,173	4,938,073	0	66,065,246
Total Accumulated Depreciation	\$68,502,345	\$5,644,864	\$0	\$74,147,209
Governmental Activities Capital Assets, Net	<u>\$198,796,715</u>	<u>\$1,791,310</u>	<u>\$0</u>	<u>\$200,588,025</u>
Business-Type Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$7,833,601	\$0	\$0	\$7,833,601
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	2,380,753	0	0	2,380,753
Equipment	1,180,400	6,923	0	1,187,323
Totals at Historical Cost	11,394,754	6,923	0	11,401,677
Less Accumulated Depreciation:				
Buildings and Improvements	856,964	74,760	0	931,724
Equipment	523,828	90,083	0	613,911
Total Accumulated Depreciation	\$1,380,792	\$164,843	\$0	\$1,545,635
Business-Type Activities Capital Assets, Net	<u>\$10,013,962</u>	<u>(\$157,920)</u>	<u>\$0</u>	<u>\$9,856,042</u>

Depreciation expense was charged to governmental functions as follows:

General Government	\$333,723
Public Safety	229,737
Leisure Time Activities	107,454
Community Development	9,152
Transportation and Street Repair	4,964,798
Total Depreciation Expense	<u><u>\$5,644,864</u></u>

NOTE 7 – INTERFUND ACTIVITY

Details of the City’s interfund transactions were as follows:

	Due From	Due To	Transfers	
	<u>Other Funds</u>	<u>Other Funds</u>	<u>In</u>	<u>Out</u>
General Fund	\$608,996	\$0	\$0	\$955,668
Police Levy	0	0	0	76,385
Street Levy	0	0	0	9,800
Debt Service	0	0	207,986	0
Golf Course	0	583,725	914,895	48,875
Other Governmental Funds	<u>0</u>	<u>25,271</u>	<u>0</u>	<u>32,153</u>
Total All Funds	<u><u>\$608,996</u></u>	<u><u>\$608,996</u></u>	<u><u>\$1,122,881</u></u>	<u><u>\$1,122,881</u></u>

Due from/to other funds are short-term loans from the general fund to the golf course and other governmental funds.

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

All transfers were made in accordance with the Ohio Revised Code as to purpose.

NOTE 8 – COMPENSATED ABSENCES

Compensated absences consist of unpaid vacation and certain portions of unused sick leave. Vacation is accumulated based upon length of service as follows:

<u>Length of Service</u>	<u>Hourly Accrual Rate</u>	<u>Average Annual Days Vacation</u>
Date of hire through five (5) years service	.03875 per hour	10 days (2 weeks)
Six (6) through ten (10) complete years service	.0575 per hour	15 days (3 weeks)
Eleven (11) through nineteen (19) complete years service	.0775 per hour	20 days (4 weeks)
Twenty (20) complete years service and over	.09625 per hour	25 days (5 weeks)

Overtime hours cannot be used to accumulate vacation. No more than two years vacation at the applicable accrual rate can be carried forward into the next calendar year. In the case of death, termination, or retirement, an employee (or his estate) is paid for the unused vacation up to a maximum of the two-year accrual. Therefore, the entire liability as determined by the above policy is recognized for each fund.

Union employees hired before January 1, 2006 earn sick leave at .0577 per hour. Employees hired after January 1, 2006 earn sick leave at .4615 per hour.

All non-union employees and police department employees earn sick leave at the rate of .0577 per hour (an annual average of 15 days). Overtime hours cannot be used to accrue sick leave. There is no maximum amount for accrued sick leave hours.

It is the policy of the City that an employee upon retirement is entitled to receive payment on the basis of one day's pay for each two days of accrued sick leave. A sick leave liability is recorded for those employees that are considered probable to receive such payment.

At year end, the accrued liability for unpaid compensated absences was \$1,024,790 for all funds.

NOTE 9 – NOTES PAYABLE

A summary of the note transactions for the current year end are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
2.45% Various Purpose Special Assessment - BAN	\$0	\$1,525,000	\$0	\$1,525,000
Total Governmental Activities	<u>0</u>	<u>1,525,000</u>	<u>0</u>	<u>1,525,000</u>
Business-Type Activities:				
4.00% Golf Course Judgment Note	1,150,000	0	(1,150,000)	0
2.65% Golf Course Judgment Note	<u>0</u>	<u>1,092,500</u>	<u>0</u>	<u>1,092,500</u>
Total Business-Type Activities	<u>1,150,000</u>	<u>1,092,500</u>	<u>(1,150,000)</u>	<u>1,092,500</u>
Total Notes Payable	<u>\$1,150,000</u>	<u>\$2,617,500</u>	<u>(\$1,150,000)</u>	<u>\$2,617,500</u>

The City of Beavercreek issued various purpose special assessment – BANs for various street and street lighting improvements through out the City and a judgment note for \$1,092,500 to cancel the management contract and transfer operation of the golf course back to the City.

All of the notes are bond anticipation notes, are backed by the full faith and credit of the City, and mature within one year. The note liability is reflected in the fund which received the proceeds.

THIS SPACE INTENTIONALLY LEFT BLANK

NOTE 10 – LONG-TERM DEBT

A schedule of changes in bonds and other long-term obligations of the City during the current year, follows:

		Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities						
<u>General Obligation Bonds</u>						
1997-2016 Various Purpose Public Improvements - \$1,005,000	5.10%	\$605,000	\$0	(\$50,000)	\$555,000	\$55,000
2002-2022 Maintenance Facility Construction - \$5,650,000	4.00%	4,645,000	0	(225,000)	4,420,000	230,000
2004-2018 Senior Center - \$500,000	3.46%	395,000	0	(30,000)	365,000	30,000
Total General Obligation Bonds		<u>5,645,000</u>	<u>0</u>	<u>(305,000)</u>	<u>5,340,000</u>	<u>315,000</u>
<u>Special Assessment Bonds</u>						
1994-2014 Fairfield Commons Street Improvements - \$2,065,000	5.97%	700,000	0	(100,000)	600,000	100,000
1995-2015 Crossing District Street Improvements - \$2,065,000	6.47%	805,000	0	(105,000)	700,000	100,000
1995-2015 Various Purpose Street Improvements - \$450,000	5.49%	120,000	0	(15,000)	105,000	15,000
1997-2016 Golf Course Access Roadway Project - \$100,000	5.79%	50,000	0	(5,000)	45,000	5,000
1999-2019 Various Purpose Street Improvements - \$180,000	5.61%	80,000	0	(5,000)	75,000	5,000
2001-2021 Various Purpose Street Improvements - \$495,000	4.76%	270,000	0	(15,000)	255,000	15,000
2003-2023 Kontagionnis Hills Street Development - \$1,290,000	3.92%	1,110,000	0	(55,000)	1,055,000	55,000
Total General Obligation Bonds		<u>3,135,000</u>	<u>0</u>	<u>(300,000)</u>	<u>2,835,000</u>	<u>295,000</u>
Capital Leases						
Bucket Truck - \$120,868	4.04%	53,337	0	(25,042)	28,295	26,074
Compensated Absences		888,463	534,392	(416,877)	1,005,978	445,237
Total Governmental Activities		<u>\$9,721,800</u>	<u>\$534,392</u>	<u>(\$1,046,919)</u>	<u>\$9,209,273</u>	<u>\$1,081,311</u>

The various purpose public improvements and the Maintenance Facility construction bond will be paid through the Debt Service Fund. The special assessment bonds are backed by the full faith and credit of the City and are repaid from the resources of the debt service fund. The City levies an assessment against the effected property owners. Compensated Absences will be paid from the fund which the person is paid. Historically, this is the General Fund or a Special Revenue Fund. Capital Lease payments will be made from the Street Levy Fund.

		Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Business Type Activities						
<u>General Obligation Bonds</u>						
1999-2023 Current Interest Bonds - \$5,425,000	4.00-4.80%	\$2,285,000	\$0	(\$710,000)	\$1,575,000	\$770,000
1999-2023 Capital Appreciation Bonds - \$4,158,455	5.05-5.35%	4,158,455	0	0	4,158,455	0
Accretion of Interest	5.05-5.35%	2,564,188	368,266	0	2,932,454	0
Total General Obligation Bonds		9,007,643	368,266	(710,000)	8,665,909	770,000
Capital Leases						
Golf Carts Lease - \$337,939	3.97%	234,866	0	(56,309)	178,557	58,586
Golf Equipment Lease - \$209,489	3.08%	6,086	0	(6,086)	0	0
Total Capital Leases		240,952	0	(62,395)	178,557	58,586
Compensated Absences		19,973	17,750	(18,911)	18,812	17,675
Total Business-Type Activities		\$9,268,568	\$386,016	(\$791,306)	\$8,863,278	\$846,261

On December 15, 1997 the City issued \$9,583,455 in unvoted general obligation bonds for constructing and installing a municipal golf course within the City. The bond issue included current interest bonds and capital appreciation bonds in the amount of \$5,425,000 and \$4,158,455, respectively. These bonds were issued for a twenty-five year period, with final maturity occurring in 2023.

The capital appreciation bonds do not bear current interest, but will accrete in value from their date of issuance. These bonds will accrete in value at the yield to maturity as established. The capital appreciation bonds will mature in 2011 thru 2023. The maturity amount of the bonds is \$10,975,000. For 2008, \$368,266 was accreted for a cumulative appreciation of \$2,932,454 and a total bond value of \$7,090,909.

Principal and interest requirements to retire the City's long-term obligations outstanding at year end are as follows:

Governmental Activities:

Year Ending December 31	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
	2009	\$315,000	\$240,395	\$295,000
2010	330,000	227,198	295,000	135,568
2011	350,000	213,218	300,000	118,460
2012	365,000	198,315	305,000	101,168
2013	380,000	182,756	305,000	83,630
2014-2018	2,020,000	651,295	835,000	207,750
2019-2023	1,580,000	201,183	500,000	64,264
Total	\$5,340,000	\$1,914,360	\$2,835,000	\$863,358

Business-Type Activities:	General Obligation Bonds			
	Current		Capital	
	Interest Bonds		Appreciation Bonds	
Year Ending December 31	Principal	Interest	Principal	Interest
2009	\$770,000	\$56,735	\$0	\$0
2010	805,000	19,320	0	0
2011	0	0	439,958	405,042
2012	0	0	415,689	429,311
2013	0	0	392,376	452,624
2014-2018	0	0	1,652,507	2,562,493
2019-2023	0	0	1,257,925	2,967,074
Total	<u>\$1,575,000</u>	<u>\$76,055</u>	<u>\$4,158,455</u>	<u>\$6,816,544</u>

NOTE 11 – CAPITAL LEASE

The City has capital leases for golf carts, golf equipment and a bucket truck.

The City’s lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 “Accounting for Leases”, and have been recorded on the government-wide statements. The leased assets have been capitalized for the amount of the present value of the minimum lease payments at the inception of the lease. Capital lease payments will be made from the golf course fund and street levy fund.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of fiscal year end.

Fiscal Year Ending December 31,	Long-Term Debt
2009	\$91,573
2010	67,061
2011	59,999
Total Minimum Lease Payments	218,633
Less: Amount Representing Interest	(11,781)
Present Value of Minimum Lease Payments	<u>\$206,852</u>

Capital assets acquired under capital leases in accordance with Statement of Financial Accounting Standards No. 13 are as follows:

Equipment	\$668,296
-----------	-----------

NOTE 12 – PENSION PLANS

Ohio Public Employees Retirement System

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

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the TP and CO Plans. Members of the MD Plan do not qualify for the ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to the OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling 614-222-5601 or 800-222-7377, or by visiting the OPERS website at www.opers.org.

The Ohio Revised Code provides statutory authority for member and employer contributions. Plan members are required to contribute 10% of their annual covered salary to fund pension obligations. The employer pension contribution rate for the City is 14% of covered payroll. The contribution rates are determined actuarially. The City's required contributions to OPERS for the years ended December 31, 2008, 2007 and 2006 were \$757,348, \$711,681 and \$671,585, respectively. The full amount has been contributed for 2007 and 2006 and 93% has been contributed for 2008.

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 information and required supplementary information. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164, or by visiting the OP&F website at www.op-f.org.

Plan members are required to contribute 10% of their annual covered salary, while employers (the City) are required to contribute 19.5% for police and 24.0% for firefighters. (Note: The City does not employ firefighters.) The City's contributions to OP&F for the years ending December 31, 2008, 2007 and 2006 were \$644,307, \$625,365, and \$610,488, respectively. The full amount has been contributed for 2008, 2007 and 2006.

NOTE 13 – POST EMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

Plan Description

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan – a cost sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

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

In order to qualify for post-employment health card coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

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

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy

The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2008, the City contributed at 14% of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14% of covered payroll. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care Plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determined the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. For 2008, the employer contribution allocated to the health care plan was 7% of covered payroll. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

Information from City's Records

The City's actual contributions for the current year, which were used to fund postemployment benefits, were \$378,674 for 2008, \$126,805 for the period of January 1 through June 30, 2007 and were \$156,143 for the period of July 1 through December 31, 2007 and \$220,594 for 2006.

OPERS Retirement Board Implements its Health Care Preservation Plan

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

Other Information

At December 31, 2008, the number of active contributing participants in the Traditional and Combined Plans totaled 363,503. The number of active contributing participants for both plans used in the December 31, 2007 actuarial valuation was 364,076.

The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2007, (the latest information available) were \$12.8 billion. Based on the actuarial cost method used, the Actuarial Valuations as of December 31, 2007, (the latest information available) reported the actuarially accrued liability and the unfunded actuarial accrued liability for OPEB at \$29.8 billion and \$17.0 billion, respectively.

Ohio Police and Fire Pension Fund

Plan Description

The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment healthcare plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-retirement healthcare coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The healthcare coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

The Ohio Revised Code allows, but does not mandate, OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide healthcare coverage to eligible participants and to establish and amend benefits are codified in Chapter 742 of the Ohio Revised Code.

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

Funding Policy

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and Section 401(h) account as the employer contribution for retiree healthcare benefits. For the year ended December 31, 2008, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the healthcare plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The OP&F Board of Trustees also is authorized to establish requirements for contributions to the healthcare plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

Information from City's Records

The City's contributions to OP&F for the year ending December 31, 2008 were \$223,029; for the year ending December 31, 2007 were \$240,525; and for the year ending December 31, 2006 were \$242,630, respectively, was allocated to the healthcare plan.

Other Information

The number of participants eligible to receive health care benefits as of December 31, 2007, the date of the last actuarial valuation available, are 14,295 for Police and 10,583 for Firefighters. OP&F's total health care expense for the year ending December 31, 2007, the date of the last actuarial valuation available, was \$93,205,319, which was net of member contributions of \$56,031,875.

NOTE 14 – CONSTRUCTION COMMITMENTS

The City had the following outstanding commitments at year end:

<u>Projects</u>	<u>Amount</u>
IRR/I-675 Signals	\$23,802
2008 Intersections	143,819
Greene Phase 2:	
Mainline	116,332
Houser	289,946
Reddy	58,092
J.L. Kuck	69,183
Scarff's	109,644
Corna/Koksing	8,000
Wolpert	41,488
Mission Pointe	81,535
Woodcroft Signal	3,360
Bevervalley Road Way	84,944
Kemp Road	633,609
Darst/IRR	11,725
Total	<u><u>\$1,675,479</u></u>

NOTE 15 – ACCOUNTABILITY AND COMPLIANCE

Accountability

The following individual funds had deficit fund balances/net assets at year end:

<u>Fund</u>	<u>Deficit</u>
Special Revenue Fund:	
Miscellaneous Special Revenue	\$27,688
Capital Project Fund:	
Minor Special Assessment District Projects	690,358
Enterprise Fund:	
Golf Course	610,694

Regarding the above special revenue and capital projects funds, the deficits occurred as a result of certain expenditures being incurred in anticipation of the receipt of revenues outside the availability period in the next fiscal year. These deficits are expected to be provided for through future revenues.

Regarding the golf course fund, the deficit occurred as a result of losses from operations in prior years.

Compliance

Ohio Revised Code 5705.41(B) states that no subdivision or taxing unit is to expend money unless it has been appropriated. At year end, the City had disbursements exceeding appropriations in the following funds: Cable Television, \$208,967; Parks & Recreation Capital Improvement, \$2,600; Municipal Facility \$2,922; and Golf Course Fund, \$99,722.

Ohio Revised Code 5705.36(A)(4) states that total appropriations from each fund should not exceed actual available resources and ORC 5705.39 states that total appropriations from each fund should not exceed total estimated resources. At year end the City had appropriations in excess of both actual available resources and total estimated resources in the Street Capital Improvement Fund (\$966,563 in excess of actual resources and \$133,778 over estimated resources).

REQUIRED SUPPLEMENTARY INFORMATION

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$1,408,080	\$1,408,080	\$1,248,256	(\$159,824)
Fines, Licenses & Permits	678,000	678,000	355,133	(322,867)
Intergovernmental	1,835,800	1,935,800	2,122,046	186,246
Special Assessments	130,000	130,000	109,217	(20,783)
Charges for Services	212,770	212,770	204,725	(8,045)
Investment Earnings	215,000	215,000	173,214	(41,786)
Other Revenues	86,965	86,965	109,483	22,518
Total Revenues	4,566,615	4,666,615	4,322,074	(344,541)
Expenditures:				
Current:				
General Government	1,213,436	1,798,532	1,037,880	760,652
Leisure Time Activities	1,422,488	1,331,836	1,216,687	115,149
Community Development	663,242	591,106	567,286	23,820
Basic Utility Service	104,116	90,000	89,053	947
Public Health and Welfare	142,840	142,565	122,174	20,391
Capital Outlay	601,276	689,658	514,285	175,373
Total Expenditures	4,147,398	4,643,697	3,547,365	1,096,332
Excess of Revenues Over (Under) Expenditures	419,217	22,918	774,709	751,791
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	10,000	10,000	8,529	(1,471)
Advances In	60,412	60,412	60,412	0
Advances (Out)	(60,412)	(60,412)	(60,412)	0
Transfers (Out)	(1,127,537)	(1,016,368)	(955,668)	60,700
Total Other Financing Sources (Uses)	(1,117,537)	(1,006,368)	(947,139)	59,229
Net Change in Fund Balance	(698,320)	(983,450)	(172,430)	811,020
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,536,417	1,536,417	1,536,417	0
Fund Balance End of Year	\$838,097	\$552,967	\$1,363,987	\$811,020

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2008

	Police Levy Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$6,530,270	\$6,530,270	\$6,234,337	(\$295,933)
Fines, Licenses & Permits	100,100	100,100	94,815	(5,285)
Intergovernmental	719,124	719,124	1,070,108	350,984
Charges for Services	197,053	197,053	183,240	(13,813)
Other Revenues	27,538	27,538	23,111	(4,427)
Total Revenues	7,574,085	7,574,085	7,605,611	31,526
Expenditures:				
Current:				
General Government	81,578	105,071	79,341	25,730
Public Safety	7,423,763	7,402,423	7,220,169	182,254
Total Expenditures	7,505,341	7,507,494	7,299,510	207,984
Excess of Revenues Over (Under) Expenditures	68,744	66,591	306,101	239,510
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	12,000	12,000	13,759	1,759
Transfers (Out)	(78,539)	(76,385)	(76,385)	0
Total Other Financing Sources (Uses)	(66,539)	(64,385)	(62,626)	1,759
Net Change in Fund Balance	2,205	2,206	243,475	241,269
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	628,454	628,454	628,454	0
Fund Balance End of Year	\$630,659	\$630,660	\$871,929	\$241,269

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2008

	Street Levy Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$3,052,698	\$3,136,600	\$3,195,548	\$58,948
Fines, Licenses & Permits	18,549	1,000	19,417	18,417
Intergovernmental	397,674	373,393	416,283	42,890
Other Revenues	5,520	5,000	5,778	778
Total Revenues	3,474,441	3,515,993	3,637,026	121,033
Expenditures:				
Current:				
General Government	420,410	471,708	403,970	67,738
Transportation and Street Repair	3,000,763	2,985,889	2,907,444	78,445
Capital Outlay	25,000	25,000	0	25,000
Total Expenditures	3,446,173	3,482,597	3,311,414	171,183
Excess of Revenues Over (Under) Expenditures	28,268	33,396	325,612	292,216
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	20,552	0	21,514	21,514
Transfers (Out)	(10,199)	(9,800)	(9,800)	0
Total Other Financing Sources (Uses)	10,353	(9,800)	11,714	21,514
Net Change in Fund Balance	38,621	23,596	337,326	313,730
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,531,914	1,531,914	1,531,914	0
Fund Balance End of Year	\$1,570,535	\$1,555,510	\$1,869,240	\$313,730

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Street Maintenance Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$173,538	\$201,960	\$182,474	(\$19,486)
Intergovernmental	1,676,179	1,665,000	1,762,489	97,489
Investment Earnings	7,545	90,000	7,933	(82,067)
Other Revenues	60,699	1,000	63,824	62,824
Total Revenues	<u>1,917,961</u>	<u>1,957,960</u>	<u>2,016,720</u>	<u>58,760</u>
Expenditures:				
Current:				
Transportation and Street Repair	1,609,086	1,991,413	1,890,040	101,373
Capital Outlay	463,919	574,149	544,922	29,227
Total Expenditures	<u>2,073,005</u>	<u>2,565,562</u>	<u>2,434,962</u>	<u>130,600</u>
Net Change in Fund Balance	(155,044)	(607,602)	(418,242)	189,360
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>1,141,878</u>	<u>1,141,878</u>	<u>1,141,878</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$986,834</u></u>	<u><u>\$534,276</u></u>	<u><u>\$723,636</u></u>	<u><u>\$189,360</u></u>

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
Notes to the Required Supplementary Information
For The Year Ended December 31, 2008

NOTE 1 - BUDGETARY PROCESS

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the fund level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the City. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the year.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

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 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the general fund, police levy, street levy and street maintenance funds are 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 are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures 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 to the budgetary basis statements for the general fund, police levy, street levy and street maintenance funds.

Net Change in Fund Balance

	General	Police Levy	Street Levy	Street Maintenance
GAAP Basis	\$291,591	\$310,997	\$371,630	(\$161,432)
Net Adjustment for Revenue Accruals	105,977	(3,857)	0	(12,239)
Net Adjustment for Expenditure Accruals	(465,605)	(60,384)	(5,306)	(100,195)
Encumbrances	(104,393)	(3,281)	(28,998)	(144,376)
Budget Basis	<u>(\$172,430)</u>	<u>\$243,475</u>	<u>\$337,326</u>	<u>(\$418,242)</u>

THIS PAGE INTENTIONALLY LEFT BLANK

**COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

FUND DESCRIPTIONS

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Cable Television - To account for cable television franchise fees.

Beautification - To account for marriage donations and other monies designated for community beautification activities.

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

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

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

DUI Enforcement and Education - To account for special court fines designated for programs to deter driving under the influence of alcohol.

Drug Offenses Forfeiture - To account for monies acquired through seizures in conjunction with violation of Ohio statutes and designated for law enforcement purposes.

Federal Forfeiture - To account for monies acquired through seizures under federal statute and designated for specified law enforcement purposes.

Youth Activities - To account for monies designated for youth activities.

Crime Prevention - To account for monies designated for special crime prevention programs.

FEMA – To account for receipt and disbursement of federal funds received pursuant to State Auditor Bulletin 98-013 that addresses how to account for federal emergency management funds.

Miscellaneous Special Revenue - To account for incidental or occasional special revenue categories.

Capital Projects Funds

Street Capital Improvement - To account for receipts of the municipal vehicle license tax designated for the improvement of arterial streets.

Parks and Recreation Capital Improvement - To account for various park development projects financed by governmental funds.

OPWC Capital Projects - To account for capital projects financed by state grants administered by the Ohio Public Works Commission (OPWC).

Service Facility Site - To account for service facility site improvements financed by governmental funds.

Minor Special Assessment District Projects - To account for various infrastructure projects estimated to be less than one million dollars each that are required to be paid by new private developments upon petition to the City.

Municipal Facilities - To account for municipal facility improvements financed by governmental funds.

Permanent Fund

Cemetery Bequest - To account for amounts distributed by court order in the division of former township assets having the restriction that the donor desired the principal amount to remain intact with the interest revenue to be used for the general care and maintenance of the cemetery.

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$1,341,233	\$1,544,234	\$26,338	\$2,911,805
Receivables:				
Accounts	2,147	0	0	2,147
Interest	4,740	0	234	4,974
Intergovernmental	630,720	239,574	0	870,294
Total Assets	1,978,840	1,783,808	26,572	3,789,220
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	12,748	63,353	0	76,101
Accrued Wages and Benefits	5,504	0	0	5,504
Accrued Interest Payable	0	10,898	0	10,898
Deferred Revenue	624,744	213,025	234	838,003
Due to Other Funds	25,271	0	0	25,271
Special Assessment Bond Anticipation Note	0	1,525,000	0	1,525,000
Total Liabilities	668,267	1,812,276	234	2,480,777
Fund Balances:				
Reserved for Encumbrances	22,061	271,464	0	293,525
Reserved for Cemetery Bequest	0	0	15,201	15,201
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,288,512	0	0	1,288,512
Capital Projects Funds	0	(299,932)	0	(299,932)
Permanent Funds	0	0	11,137	11,137
Total Fund Balances	1,310,573	(28,468)	26,338	1,308,443
Total Liabilities and Fund Balances	\$1,978,840	\$1,783,808	\$26,572	\$3,789,220

City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008

	State Highway	Cable Television	Beautification	Recreational Activities
Assets:				
Equity in Pooled Cash and Investments	\$616,450	\$4,752	\$6,295	\$245,473
Receivables:				
Accounts	0	0	0	1,852
Interest	4,740	0	0	0
Intergovernmental	70,131	0	0	0
Total Assets	<u>691,321</u>	<u>4,752</u>	<u>6,295</u>	<u>247,325</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	0	70	0	1,080
Accrued Wages and Benefits	3,195	0	0	0
Deferred Revenue	63,390	0	0	765
Due to Other Funds	0	0	0	0
Total Liabilities	<u>66,585</u>	<u>70</u>	<u>0</u>	<u>1,845</u>
Fund Balances:				
Reserved for Encumbrances	0	17,015	0	2,555
Unreserved, Undesignated, Reported in: Special Revenue Funds	<u>624,736</u>	<u>(12,333)</u>	<u>6,295</u>	<u>242,925</u>
Total Fund Balances	<u>624,736</u>	<u>4,682</u>	<u>6,295</u>	<u>245,480</u>
Total Liabilities and Fund Balances	<u>\$691,321</u>	<u>\$4,752</u>	<u>\$6,295</u>	<u>\$247,325</u>

<u>Law Enforcement</u>	<u>Drug Law Enforcement</u>	<u>DUI Enforcement and Education</u>	<u>Drug Offenses Forfeiture</u>	<u>Federal Forfeiture</u>	<u>Youth Activities</u>
\$33,271	\$98	\$16,682	\$19,919	\$389,677	\$6,485
0	152	140	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>33,271</u>	<u>250</u>	<u>16,822</u>	<u>19,919</u>	<u>389,677</u>	<u>6,485</u>
0	0	0	1,867	9,620	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,867</u>	<u>9,620</u>	<u>0</u>
0	0	0	0	0	300
<u>33,271</u>	<u>250</u>	<u>16,822</u>	<u>18,052</u>	<u>380,057</u>	<u>6,185</u>
<u>33,271</u>	<u>250</u>	<u>16,822</u>	<u>18,052</u>	<u>380,057</u>	<u>6,485</u>
<u>\$33,271</u>	<u>\$250</u>	<u>\$16,822</u>	<u>\$19,919</u>	<u>\$389,677</u>	<u>\$6,485</u>

Continued

City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008

	Crime Prevention	FEMA	Miscellaneous Special Revenue	Total Nonmajor Special Revenue Funds
Assets:				
Equity in Pooled Cash and Investments	\$2,131	\$0	\$0	\$1,341,233
Receivables:				
Accounts	0	0	3	2,147
Interest	0	0	0	4,740
Intergovernmental	0	560,589	0	630,720
Total Assets	2,131	560,589	3	1,978,840
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	0	0	111	12,748
Accrued Wages and Benefits	0	0	2,309	5,504
Deferred Revenue	0	560,589	0	624,744
Due to Other Funds	0	0	25,271	25,271
Total Liabilities	0	560,589	27,691	668,267
Fund Balances:				
Reserved for Encumbrances	0	0	2,191	22,061
Unreserved, Undesignated, Reported in: Special Revenue Funds	2,131	0	(29,879)	1,288,512
Total Fund Balances	2,131	0	(27,688)	1,310,573
Total Liabilities and Fund Balances	\$2,131	\$560,589	\$3	\$1,978,840

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2008

	Street Capital Improvement	Parks and Recreation Capital Improvement	OPWC Capital Projects	Service Facility Site
Assets:				
Equity in Pooled Cash and Investments	\$266,316	\$0	\$379	\$397,849
Receivables:				
Intergovernmental	210,176	0	29,398	0
Total Assets	<u>476,492</u>	<u>0</u>	<u>29,777</u>	<u>397,849</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	29,126	0	77	0
Accrued Interest Payable	0	0	0	0
Deferred Revenue	183,627	0	29,398	0
Special Assessment Bond Anticipation Note	0	0	0	0
Total Liabilities	<u>212,753</u>	<u>0</u>	<u>29,475</u>	<u>0</u>
Fund Balances:				
Reserved for Encumbrances	79,708	0	308	7,952
Unreserved, Undesignated, Reported in: Capital Projects Funds	184,031	0	(6)	389,897
Total Fund Balances	<u>263,739</u>	<u>0</u>	<u>302</u>	<u>397,849</u>
Total Liabilities and Fund Balances	<u>\$476,492</u>	<u>\$0</u>	<u>\$29,777</u>	<u>\$397,849</u>

<u>Minor Special Assesment District Projects</u>	<u>Municipal Facilities</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$879,690	\$0	\$1,544,234
<u>0</u>	<u>0</u>	<u>239,574</u>
<u>879,690</u>	<u>0</u>	<u>1,783,808</u>
34,150	0	63,353
10,898	0	10,898
0	0	213,025
<u>1,525,000</u>	<u>0</u>	<u>1,525,000</u>
<u>1,570,048</u>	<u>0</u>	<u>1,812,276</u>
183,496	0	271,464
<u>(873,854)</u>	<u>0</u>	<u>(299,932)</u>
<u>(690,358)</u>	<u>0</u>	<u>(28,468)</u>
<u>\$879,690</u>	<u>\$0</u>	<u>\$1,783,808</u>

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$0	\$329,096	\$0	\$329,096
Fines, Licenses & Permits	602,703	0	0	602,703
Charges for Services	95,278	0	0	95,278
Investment Earnings	38,914	0	1,918	40,832
Intergovernmental	384,531	612,484	0	997,015
Other Revenues	57,870	16,143	0	74,013
Total Revenues	1,179,296	957,723	1,918	2,138,937
Expenditures:				
Current:				
General Government	822,655	0	0	822,655
Public Safety	69,470	0	0	69,470
Leisure Time Activities	224,761	0	0	224,761
Transportation and Street Repair	3,195	31,505	0	34,700
Capital Outlay	283,936	1,659,411	0	1,943,347
Debt Service:				
Interest and Fiscal Charges	0	10,898	0	10,898
Total Expenditures	1,404,017	1,701,814	0	3,105,831
Excess of Revenues Over (Under) Expenditures	(224,721)	(744,091)	1,918	(966,894)
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	13,295	0	0	13,295
Transfers (Out)	0	(32,153)	0	(32,153)
Total Other Financing Sources (Uses)	13,295	(32,153)	0	(18,858)
Net Change in Fund Balance	(211,426)	(776,244)	1,918	(985,752)
Fund Balance Beginning of Year	1,521,999	747,776	24,420	2,294,195
Fund Balance End of Year	\$1,310,573	(\$28,468)	\$26,338	\$1,308,443

City of Beavercreek, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended December 31, 2008

	State Highway	Cable Television	Beautification	Recreational Activities
Revenues:				
Fines, Licenses & Permits	\$0	\$341,376	\$0	\$0
Charges for Services	0	0	0	88,193
Investment Earnings	38,914	0	0	0
Intergovernmental	198,129	0	0	0
Other Revenues	13,803	2,156	0	38,853
Total Revenues	250,846	343,532	0	127,046
Expenditures:				
Current:				
General Government	0	822,655	0	0
Public Safety	0	0	0	0
Leisure Time Activities	0	0	0	112,464
Transportation and Street Repair	3,195	0	0	0
Capital Outlay	155,204	0	0	0
Total Expenditures	158,399	822,655	0	112,464
Excess of Revenues Over (Under) Expenditures	92,447	(479,123)	0	14,582
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	0	5	0	0
Total Other Financing Sources (Uses)	0	5	0	0
Net Change in Fund Balance	92,447	(479,118)	0	14,582
Fund Balance Beginning of Year	532,289	483,800	6,295	230,898
Fund Balance End of Year	\$624,736	\$4,682	\$6,295	\$245,480

Law Enforcement	Drug Law Enforcement	DUI Enforcement and Education	Drug Offenses Forfeiture	Federal Forfeiture	Youth Activities
\$17,007	\$1,509	\$2,477	\$1,646	\$238,688	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	1,060
17,007	1,509	2,477	1,646	238,688	1,060
0	0	0	0	0	0
676	0	0	8,382	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	124,985	0
676	0	0	8,382	124,985	0
16,331	1,509	2,477	(6,736)	113,703	1,060
7,658	0	0	0	5,557	0
7,658	0	0	0	5,557	0
23,989	1,509	2,477	(6,736)	119,260	1,060
9,282	(1,259)	14,345	24,788	260,797	5,425
\$33,271	\$250	\$16,822	\$18,052	\$380,057	\$6,485

Continued

City of Beavercreek, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended December 31, 2008

	Crime Prevention	FEMA	Miscellaneous Special Revenue	Total Nonmajor Special Revenue Funds
Revenues:				
Fines, Licenses & Permits	\$0	\$0	\$0	\$602,703
Charges for Services	0	0	7,085	95,278
Investment Earnings	0	0	0	38,914
Intergovernmental	0	60,412	125,990	384,531
Other Revenues	0	0	1,998	57,870
Total Revenues	0	60,412	135,073	1,179,296
Expenditures:				
Current:				
General Government	0	0	0	822,655
Public Safety	0	60,412	0	69,470
Leisure Time Activities	0	0	112,297	224,761
Transportation and Street Repair	0	0	0	3,195
Capital Outlay	3,747	0	0	283,936
Total Expenditures	3,747	60,412	112,297	1,404,017
Excess of Revenues Over (Under) Expenditures	(3,747)	0	22,776	(224,721)
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	0	0	75	13,295
Total Other Financing Sources (Uses)	0	0	75	13,295
Net Change in Fund Balance	(3,747)	0	22,851	(211,426)
Fund Balance Beginning of Year	5,878	0	(50,539)	1,521,999
Fund Balance End of Year	\$2,131	\$0	(\$27,688)	\$1,310,573

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended December 31, 2008

	Street Capital Improvement	Parks and Recreation Capital Improvement	OPWC Capital Projects	Service Facility Site
Revenues:				
Taxes	\$329,096	\$0	\$0	\$0
Intergovernmental	612,484	0	0	0
Other Revenues	16,143	0	0	0
Total Revenues	<u>957,723</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:				
Current:				
Transportation and Street Repair	0	0	31,505	0
Capital Outlay	846,303	2,600	0	0
Debt Service:				
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>846,303</u>	<u>2,600</u>	<u>31,505</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>111,420</u>	<u>(2,600)</u>	<u>(31,505)</u>	<u>0</u>
Other Financing Sources (Uses):				
Transfers (Out)	(32,153)	0	0	0
Total Other Financing Sources (Uses)	<u>(32,153)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	79,267	(2,600)	(31,505)	0
Fund Balance Beginning of Year	<u>184,472</u>	<u>2,600</u>	<u>31,807</u>	<u>397,849</u>
Fund Balance End of Year	<u>\$263,739</u>	<u>\$0</u>	<u>\$302</u>	<u>\$397,849</u>

Minor Special Assesment District Projects	Municipal Facilities	Total Nonmajor Capital Projects Funds
\$0	\$0	\$329,096
0	0	612,484
0	0	16,143
0	0	957,723
0	0	31,505
807,586	2,922	1,659,411
10,898	0	10,898
818,484	2,922	1,701,814
(818,484)	(2,922)	(744,091)
0	0	(32,153)
0	0	(32,153)
(818,484)	(2,922)	(776,244)
128,126	2,922	747,776
(\$690,358)	\$0	(\$28,468)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	State Highway Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$128,000	\$216,598	\$88,598
Investment Earnings	19,517	38,914	19,397
Total Revenues	<u>147,517</u>	<u>255,512</u>	<u>107,995</u>
Expenditures:			
Capital Outlay	158,117	155,204	2,913
Total Expenditures	<u>158,117</u>	<u>155,204</u>	<u>2,913</u>
Net Change in Fund Balance	(10,600)	100,308	110,908
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>516,142</u>	<u>516,142</u>	<u>0</u>
Fund Balance End of Year	<u>\$505,542</u>	<u>\$616,450</u>	<u>\$110,908</u>

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Cable Television Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$475,000	\$576,641	\$101,641
Other Revenues	7,500	2,156	(5,344)
Total Revenues	482,500	578,797	96,297
Expenditures:			
Current:			
General Government	637,136	846,103	(208,967)
Total Expenditures	637,136	846,103	(208,967)
Excess of Revenues Over (Under) Expenditures	(154,636)	(267,306)	(112,670)
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	0	5	5
Total Other Financing Sources (Uses)	0	5	5
Net Change in Fund Balance	(154,636)	(267,301)	(112,665)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	270,364	270,364	0
Fund Balance End of Year	\$115,728	\$3,063	(\$112,665)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Beautification Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Leisure Time Activities	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	6,295	6,295	0
Fund Balance End of Year	\$6,295	\$6,295	\$0

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Recreational Activities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$98,460	\$87,597	(\$10,863)
Other Revenues	27,408	38,362	10,954
Total Revenues	125,868	125,959	91
Expenditures:			
Current:			
Leisure Time Activities	125,868	116,428	9,440
Total Expenditures	125,868	116,428	9,440
Net Change in Fund Balance	0	9,531	9,531
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	230,898	230,898	0
Fund Balance End of Year	\$230,898	\$240,429	\$9,531

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Law Enforcement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$500	\$0	(\$500)
Charges for Services	0	17,007	17,007
Total Revenues	500	17,007	16,507
Expenditures:			
Current:			
Public Safety	676	676	0
Total Expenditures	676	676	0
Excess of Revenues Over (Under) Expenditures	(176)	16,331	16,507
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	0	7,658	7,658
Total Other Financing Sources (Uses)	0	7,658	7,658
Net Change in Fund Balance	(176)	23,989	24,165
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	9,282	9,282	0
Fund Balance End of Year	\$9,106	\$33,271	\$24,165

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Drug Law Enforcement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$1,357	\$1,357	\$0
Total Revenues	1,357	1,357	0
Expenditures:			
Current:			
Public Safety	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	1,357	1,357	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	(1,259)	(1,259)	0
Fund Balance End of Year	\$98	\$98	\$0

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	DUI Enforcement and Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$2,500	\$2,337	(\$163)
Total Revenues	2,500	2,337	(163)
Expenditures:			
Current:			
Public Safety	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	2,500	2,337	(163)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	14,345	14,345	0
Fund Balance End of Year	\$16,845	\$16,682	(\$163)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Drug Offenses Forfeiture Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$1,000	\$1,646	\$646
Total Revenues	1,000	1,646	646
Expenditures:			
Current:			
Public Safety	9,000	8,453	547
Total Expenditures	9,000	8,453	547
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	24,788	24,788	0
Fund Balance End of Year	\$16,788	\$17,981	\$1,193

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Federal Forfeiture Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$100,000	\$238,688	\$138,688
Total Revenues	100,000	238,688	138,688
Expenditures:			
Capital Outlay	245,460	125,865	119,595
Total Expenditures	245,460	125,865	119,595
Excess of Revenues Over (Under) Expenditures	(145,460)	112,823	258,283
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	0	5,557	5,557
Total Other Financing Sources (Uses)	0	5,557	5,557
Net Change in Fund Balance	(145,460)	118,380	263,840
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	271,297	271,297	0
Fund Balance End of Year	\$125,837	\$389,677	\$263,840

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Youth Activities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$0	\$1,060	\$1,060
Total Revenues	0	1,060	1,060
Expenditures:			
Current:			
Leisure Time Activities	1,000	300	700
Total Expenditures	1,000	300	700
Net Change in Fund Balance	(1,000)	760	1,760
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	5,425	5,425	0
Fund Balance End of Year	\$4,425	\$6,185	\$1,760

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Crime Prevention Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,000	\$0	(\$1,000)
Total Revenues	1,000	0	(1,000)
Expenditures:			
Capital Outlay	3,747	3,747	0
Total Expenditures	3,747	3,747	0
Net Change in Fund Balance	(2,747)	(3,747)	(1,000)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	5,878	5,878	0
Fund Balance End of Year	\$3,131	\$2,131	(\$1,000)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	FEMA Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$60,412	\$60,412	\$0
Total Revenues	60,412	60,412	0
Expenditures:			
Current:			
Public Safety	60,412	60,412	0
Total Expenditures	60,412	60,412	0
Excess of Revenues Over (Under) Expenditures	0	0	0
Other Financing Sources (Uses):			
Advances In	60,412	60,412	0
Advances (Out)	(60,412)	(60,412)	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Miscellaneous Special Revenue Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$125,990	\$125,990	\$0
Charges for Services	14,250	7,082	(7,168)
Other Revenues	0	1,998	1,998
Total Revenues	<u>140,240</u>	<u>135,070</u>	<u>(5,170)</u>
Expenditures:			
Current:			
Leisure Time Activities	122,560	114,900	7,660
Total Expenditures	<u>122,560</u>	<u>114,900</u>	<u>7,660</u>
Excess of Revenues Over (Under) Expenditures	<u>17,680</u>	<u>20,170</u>	<u>2,490</u>
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	0	75	75
Total Other Financing Sources (Uses)	<u>0</u>	<u>75</u>	<u>75</u>
Net Change in Fund Balance	17,680	20,245	2,565
Fund Balance Beginning of Year, Restated (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$17,680</u>	<u>\$20,245</u>	<u>\$2,565</u>

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2008

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$475,000	\$495,774	\$20,774
Special Assessments	443,095	507,958	64,863
Total Revenues	<u>918,095</u>	<u>1,003,732</u>	<u>85,637</u>
Expenditures:			
Current:			
General Government	5,700	7,134	(1,434)
Debt Service:			
Principal Retirement	1,755,000	1,697,500	57,500
Interest and Fiscal Charges	490,466	475,640	14,826
Total Expenditures	<u>2,251,166</u>	<u>2,180,274</u>	<u>70,892</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,333,071)</u>	<u>(1,176,542)</u>	<u>156,529</u>
Other Financing Sources (Uses):			
Issuance of Notes	1,150,000	1,092,500	(57,500)
Transfers In	210,586	207,986	(2,600)
Total Other Financing Sources (Uses)	<u>1,360,586</u>	<u>1,300,486</u>	<u>(60,100)</u>
Net Change in Fund Balance	27,515	123,944	96,429
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>43,699</u>	<u>43,699</u>	<u>0</u>
Fund Balance End of Year	<u>\$71,214</u>	<u>\$167,643</u>	<u>\$96,429</u>

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Street Capital Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$328,000	\$329,096	\$1,096
Intergovernmental	1,460,813	610,789	(850,024)
Other Revenues	0	16,143	16,143
Total Revenues	<u>1,788,813</u>	<u>956,028</u>	<u>(832,785)</u>
Expenditures:			
Capital Outlay	<u>2,048,969</u>	<u>990,911</u>	<u>1,058,058</u>
Total Expenditures	<u>2,048,969</u>	<u>990,911</u>	<u>1,058,058</u>
Excess of Revenues Over (Under) Expenditures	<u>(260,156)</u>	<u>(34,883)</u>	<u>225,273</u>
Other Financing Sources (Uses):			
Transfers (Out)	<u>(77,075)</u>	<u>(32,153)</u>	<u>44,922</u>
Total Other Financing Sources (Uses)	<u>(77,075)</u>	<u>(32,153)</u>	<u>44,922</u>
Net Change in Fund Balance	(337,231)	(67,036)	270,195
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>203,453</u>	<u>203,453</u>	<u>0</u>
Fund Balance End of Year	<u>(\$133,778)</u>	<u>\$136,417</u>	<u>\$270,195</u>

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Parks and Recreation Capital Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Capital Outlay	0	2,600	(2,600)
Total Expenditures	0	2,600	(2,600)
Net Change in Fund Balance	0	(2,600)	(2,600)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,600	2,600	0
Fund Balance End of Year	\$2,600	\$0	(\$2,600)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	OPWC Capital Projects Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$59,200	\$0	(\$59,200)
Other Revenues	476,560	0	(476,560)
Total Revenues	535,760	0	(535,760)
Expenditures:			
Current:			
Transportation and Street Repair	535,760	31,892	503,868
Total Expenditures	535,760	31,892	503,868
Net Change in Fund Balance	0	(31,892)	(31,892)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	31,807	31,807	0
Fund Balance End of Year	\$31,807	(\$85)	(\$31,892)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Service Facility Site Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Capital Outlay	397,849	7,952	389,897
Total Expenditures	397,849	7,952	389,897
Net Change in Fund Balance	(397,849)	(7,952)	389,897
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	397,849	397,849	0
Fund Balance End of Year	\$0	\$389,897	\$389,897

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Minor Special Assessment District Projects Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Capital Outlay	1,894,628	1,042,583	852,045
Total Expenditures	1,894,628	1,042,583	852,045
Excess of Revenues Over (Under) Expenditures	(1,894,628)	(1,042,583)	852,045
Other Financing Sources (Uses):			
Issuance of Notes	1,894,628	1,542,351	(352,277)
Total Other Financing Sources (Uses)	1,894,628	1,542,351	(352,277)
Net Change in Fund Balance	0	499,768	499,768
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	128,126	128,126	0
Fund Balance End of Year	\$128,126	\$627,894	\$499,768

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Municipal Facilities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Capital Outlay	0	2,922	(2,922)
Total Expenditures	0	2,922	(2,922)
Net Change in Fund Balance	0	(2,922)	(2,922)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,922	2,922	0
Fund Balance End of Year	\$2,922	\$0	(\$2,922)

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2008

	Cemetery Bequest Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$0	\$1,918	\$1,918
Total Revenues	0	1,918	1,918
Expenditures:			
Current:			
General Government	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	1,918	1,918
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	24,420	24,420	0
Fund Balance End of Year	\$24,420	\$26,338	\$1,918

FUND DESCRIPTIONS

Agency Funds

Miscellaneous - To account for miscellaneous custodial transactions.

Cash Bonds - To account for custodial transactions related to cash deposits held in lieu of performance bonds from bidders, contractors or developers.

RERT Police - To account for custodial transactions related to RERT.

The Greene - To account for custodial transactions related to the County's Greene Town Center Project.

The Greene Phase II - To account for custodial transactions related to the County's Greene Town Center Project. – Phase II.

Pentagon Boulevard Project - To account for custodial transactions for Greene County's Pentagon Boulevard Project.

Greene Town Center Special Assessment - To account for custodial transactions related to the County's Special Assessments for the Greene Town Center Project.

Greene Town Center TIF - To account for custodial transactions related to the TIF monies for the County's Greene Town Center Project.

City of Beavercreek, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2008

	Miscellaneous			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$86,189	\$13,120	\$11,877	\$87,432
Total Assets	<u>86,189</u>	<u>13,120</u>	<u>11,877</u>	<u>87,432</u>
Liabilities:				
Accounts Payable	65	0	65	0
Other Liabilities	86,124	13,120	11,812	87,432
Total Liabilities	<u>\$86,189</u>	<u>\$13,120</u>	<u>\$11,877</u>	<u>\$87,432</u>

	Cash Bonds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$481,120	\$73,952	\$0	\$555,072
Total Assets	<u>481,120</u>	<u>73,952</u>	<u>0</u>	<u>555,072</u>
Liabilities:				
Accounts Payable	35,685	150	35,685	150
Other Liabilities	445,435	130,674	21,187	554,922
Total Liabilities	<u>\$481,120</u>	<u>\$130,824</u>	<u>\$56,872</u>	<u>\$555,072</u>

	RERT Police			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$37,337	\$35,000	\$39,922	\$32,415
Receivables:				
Accounts	5,000	0	5,000	0
Total Assets	<u>42,337</u>	<u>35,000</u>	<u>44,922</u>	<u>32,415</u>
Liabilities:				
Accounts Payable	2,060	0	2,060	0
Other Liabilities	40,277	35,000	42,862	32,415
Total Liabilities	<u>\$42,337</u>	<u>\$35,000</u>	<u>\$44,922</u>	<u>\$32,415</u>

Continued

City of Beavercreek, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2008

	The Greene			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$111,420	\$37,364	\$140,972	\$7,812
Total Assets	<u>111,420</u>	<u>37,364</u>	<u>140,972</u>	<u>7,812</u>
Liabilities:				
Accounts Payable	0	7,812	0	7,812
Other Liabilities	111,420	29,552	140,972	0
Total Liabilities	<u>\$111,420</u>	<u>\$37,364</u>	<u>\$140,972</u>	<u>\$7,812</u>

	The Greene Phase II			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$1,750,802	\$1,587,836	\$3,259,788	\$78,850
Receivables:				
Intergovernmental	9,110	150,568	9,110	150,568
Total Assets	<u>1,759,912</u>	<u>1,738,404</u>	<u>3,268,898</u>	<u>229,418</u>
Liabilities:				
Accounts Payable	9,110	150,568	9,110	150,568
Other Liabilities	1,750,802	1,587,836	3,259,788	78,850
Total Liabilities	<u>\$1,759,912</u>	<u>\$1,738,404</u>	<u>\$3,268,898</u>	<u>\$229,418</u>

	Pentagon Boulevard Project			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$1,565,021	\$857,394	\$2,422,415	\$0
Receivables:				
Intergovernmental	392,889	0	392,889	0
Total Assets	<u>1,957,910</u>	<u>857,394</u>	<u>2,815,304</u>	<u>0</u>
Liabilities:				
Accounts Payable	393,149	0	393,149	0
Other Liabilities	1,564,761	857,394	2,422,155	0
Total Liabilities	<u>\$1,957,910</u>	<u>\$857,394</u>	<u>\$2,815,304</u>	<u>\$0</u>

Continued

City of Beavercreek, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2008

	Greene Town Center Special Assessment			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$0	\$463,582	\$463,582	\$0
Total Assets	<u>0</u>	<u>463,582</u>	<u>463,582</u>	<u>0</u>
Liabilities:				
Other Liabilities	0	463,582	463,582	0
Total Liabilities	<u>\$0</u>	<u>\$463,582</u>	<u>\$463,582</u>	<u>\$0</u>

	Greene Town Center TIF			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$0	\$122,222	\$122,222	\$0
Total Assets	<u>0</u>	<u>122,222</u>	<u>122,222</u>	<u>0</u>
Liabilities:				
Other Liabilities	0	122,222	122,222	0
Total Liabilities	<u>\$0</u>	<u>\$122,222</u>	<u>\$122,222</u>	<u>\$0</u>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$4,031,889	\$2,604,666	\$5,874,974	\$761,581
Receivables:				
Accounts	5,000	0	5,000	0
Interest	401,999	150,568	401,999	150,568
Total Assets	<u>4,438,888</u>	<u>2,755,234</u>	<u>6,281,973</u>	<u>912,149</u>
Liabilities:				
Accounts Payable	440,069	158,530	440,069	158,530
Other Liabilities	3,998,819	2,653,576	5,898,776	753,619
Total Liabilities	<u>\$4,438,888</u>	<u>\$2,812,106</u>	<u>\$6,338,845</u>	<u>\$912,149</u>

STATISTICAL SECTION

STATISTICAL SECTION

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

Contents

Financial Trends - These schedules contain trend information to help the reader understand how the City's financial position has changed over time.

Revenue Capacity - These schedules contain information to help the reader understand and assess the City's most significant local revenue source, the income tax.

Debt Capacity - These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Economic and Demographic Information - These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operating Information - These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources - Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that fiscal year.

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
 Net Assets by Component
 Last Six Calendar Years (1)
 (accrual basis of accounting)
 Schedule 1

	Calendar Year					
	2003	2004	2005	2006	2007	2008
Governmental Activities						
Invested in Capital Assets, Net of Related Debt	\$180,420,684	\$185,316,297	\$185,762,154	\$193,450,712	\$189,963,378	\$192,384,730
Restricted	10,702,898	11,118,680	11,485,729	10,724,396	11,543,318	9,996,633
Unrestricted	3,376,796	3,978,463	2,731,773	(971,707)	2,652,541	3,494,780
Total governmental activities net assets	\$194,500,378	\$200,413,440	\$199,979,656	\$203,203,401	\$204,159,237	\$205,876,143
Business-type activities						
Invested in Capital Assets, Net of Related Debt	\$277,826	\$1,849,614	\$1,138,072	\$2,743,190	\$3,329,555	\$3,944,030
Unrestricted	(2,755,238)	(4,484,801)	(1,916,466)	(3,609,064)	(4,120,780)	(4,554,724)
Total business-type activities net assets	(\$2,477,412)	(\$2,635,187)	(\$778,394)	(\$865,874)	(\$791,225)	(\$610,694)
Total Primary Government						
Invested in Capital Assets, Net of Related Debt	\$180,698,510	\$187,165,911	\$186,900,226	\$196,193,902	\$193,292,933	\$196,328,760
Restricted	10,702,898	11,118,680	11,485,729	10,724,396	11,543,318	9,996,633
Unrestricted	621,558	(506,338)	815,307	(4,580,771)	(1,468,239)	(1,059,944)
Total primary government net assets	\$192,022,966	\$197,778,253	\$199,201,262	\$202,337,527	\$203,368,012	\$205,265,449

Source: City Records

(1) - The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003

City of Beavercreek, Ohio
Changes in Net Assets
Last Six Calendar Years (1)
(acrual basis of accounting)
Schedule 2

	Calendar Year					
	2003	2004	2005	2006	2007	2008
Expenses						
Governmental Activities:						
General Government	\$453,631	\$2,330,700	\$2,787,782	\$3,015,519	\$2,888,435	\$2,451,135
Public Safety	5,864,516	6,096,115	6,714,404	6,879,263	6,644,262	7,484,148
Leisure Time Activities	971,211	1,239,205	1,426,929	1,388,741	1,092,734	1,342,515
Community Development	569,726	501,272	522,613	531,883	355,184	492,708
Basic Utility Service	81,434	69,328	92,369	115,974	59,131	53,966
Transportation and Street Repair	12,189,882	6,959,933	10,057,717	8,898,002	8,831,857	9,425,194
Public Health and Welfare	407,451	252,386	194,730	254,638	234,393	135,629
Interest and Fiscal Charges	812,021	574,443	519,259	494,429	512,558	485,701
Total governmental activities expenses	21,349,872	18,023,382	22,315,803	21,578,449	20,618,554	21,870,996
Business-type activities:						
Golf Course	2,956,325	2,504,193	2,032,503	2,382,414	2,339,955	2,462,528
Total business-type activities expenses	2,956,325	2,504,193	2,032,503	2,382,414	2,339,955	2,462,528
Total primary government expenses	\$24,306,197	\$20,527,575	\$24,348,306	\$23,960,863	\$22,958,509	\$24,333,524
Program Revenues						
Governmental Activities:						
Charges for Services and Sales:						
General Government	\$556,013	\$590,757	\$167,034	\$758,473	\$607,660	\$1,137,439
Public Safety	223,184	258,167	479,904	505,579	577,675	686,093
Leisure Time Activities	142,477	168,557	724,511	752,443	408,490	207,923
Community Development	134,205	190,856	657,903	484,785	553,876	145,625
Basic Utility Service	593,916	630,726	646,730	110,630	125,892	109,217
Transportation and Street Repair	0	0	47,393	56,939	0	43,084
Public Health and Welfare	0	0	4,882	3,295	2,433	0
Operating Grants and Contributions	2,849,117	1,753,514	2,912,028	2,969,652	4,040,100	4,020,050
Capital Grants and Contributions	925,366	6,863,734	4,272,874	7,032,960	1,703,290	4,116,802
Total governmental activities program revenues	5,424,278	10,456,311	9,913,259	12,674,756	8,019,416	10,466,233
Business-type activities:						
Charges for Services and Sales:						
Golf Course	1,883,294	1,719,585	1,679,517	1,578,498	1,715,646	1,743,809
Total business-type activities program revenues	1,883,294	1,719,585	1,679,517	1,578,498	1,715,646	1,743,809
Total primary government program revenues	\$7,307,572	\$12,175,896	\$11,592,776	\$14,253,254	\$9,735,062	\$12,210,042

City of Beavercreek, Ohio
Changes in Net Assets
Last Six Calendar Years (1)
(acrual basis of accounting)
Schedule 2 (Continued)

	Calendar Year					
	2003	2004	2005	2006	2007	2008
Net (Expense)/Revenue						
Governmental Activities	(\$15,925,594)	(\$7,567,071)	(\$12,402,544)	(\$8,903,693)	(\$12,599,138)	(\$11,404,763)
Business-type activities	(1,073,031)	(784,608)	(352,986)	(803,916)	(624,309)	(718,719)
Total primary government net expenses	(\$16,998,625)	(\$8,351,679)	(\$12,755,530)	(\$9,707,609)	(\$13,223,447)	(\$12,123,482)
General Revenues and Other Changes in Net Assets						
Governmental Activities:						
Property Taxes Levied for:						
General Purposes	\$8,563,536	\$8,892,317	\$1,062,485	\$1,166,699	\$1,221,992	\$1,221,947
Special Revenue Purposes	234,672	187,942	8,555,514	8,788,422	9,553,895	9,417,446
Debt Service Purposes	240,371	384,337	385,016	360,246	437,641	435,058
Grants and Entitlements not Restricted	2,136,006	1,935,734	2,098,339	1,851,003	2,257,907	2,388,610
Unrestricted Contributions	78,830	339,369	0	0	0	0
Investment Earnings	136,015	116,863	280,598	381,044	386,676	249,019
Refunds and Reimbursements	83,639	27,651	8,086	0	0	0
Other Revenues	421,828	789,606	313,994	295,796	395,188	275,609
Transfers-Internal Activities	(355,000)	(606,525)	(651,713)	(715,772)	(698,325)	(866,020)
Total governmental activities	11,539,897	12,067,294	12,052,319	12,127,438	13,554,974	13,121,669
Business-type activities:						
Special Item	6,610	0	0	0	0	0
Investment Earnings	0	0	99	316	244	92
Other Revenues	0	198	0	348	389	33,138
Transfers-Internal Activities	355,000	606,525	651,713	715,772	698,325	866,020
Total business-type activities	361,610	606,723	651,812	716,436	698,958	899,250
Total primary government	\$11,901,507	\$12,674,017	\$12,704,131	\$12,843,874	\$14,253,932	\$14,020,919
Change in Net Assets						
Governmental Activities	(\$4,385,697)	\$4,500,223	(\$350,225)	\$3,223,745	\$955,836	\$1,716,906
Business-type activities	(711,421)	(177,885)	298,826	(87,480)	74,649	180,531
Total primary government	(\$5,097,118)	\$4,322,338	(\$51,399)	\$3,136,265	\$1,030,485	\$1,897,437

Source: City Records

(1) - The City began to report accrual information when it implemented GASB Statement 34 in 2003

THIS PAGE INTENTIONALLY LEFT BLANK

City of Beavercreek, Ohio
Fund Balances, Governmental Funds
Last Ten Calendar Years
(modified accrual basis of accounting)
Schedule 3

	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$85,787	\$158,334	\$237,837	\$234,518	\$73,038	\$361,715	\$209,772	\$15,547	\$19,107	\$70,082
Unreserved	2,229,785	3,222,726	2,651,543	2,418,338	2,628,506	1,704,319	2,163,121	2,105,540	2,116,516	2,357,132
Total General Fund	2,315,572	3,381,060	2,889,380	2,652,856	2,701,544	2,066,034	2,372,893	2,121,087	2,135,623	2,427,214
All Other Governmental Funds										
Reserved	1,248,644	701,464	1,767,643	5,501,319	2,510,180	1,832,135	1,440,845	436,397	650,532	760,681
Unreserved, Reported in:										
Special Revenue Funds	4,741,530	4,153,530	4,212,984	4,080,100	2,881,967	2,968,156	2,613,276	3,586,450	4,389,875	4,705,365
Debt Service Funds	(832,125)	(573,963)	(368,529)	92,222	51,523	154,514	148,973	156,488	43,699	167,643
Capital Project Funds	407,391	491,761	(597,965)	(842,791)	271,890	977,402	796,292	1,088,986	432,093	(299,932)
Permanent Funds	0	0	0	0	516	717	1,219	4,301	9,219	11,137
Total All Other Governmental Funds	\$5,565,440	\$4,772,792	\$5,014,133	\$8,830,850	\$5,716,076	\$5,932,924	\$5,000,605	\$5,272,622	\$5,525,418	\$5,344,894

Source: City Records

City of Beavercreek, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Calendar Years
(modified accrual basis of accounting)
Schedule 4

	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Taxes	\$7,098,375	\$7,179,628	\$7,507,036	\$8,108,130	\$8,957,014	\$9,585,048	\$10,434,792	\$10,350,803	\$11,141,025	\$11,676,522
Fines, Licenses & Permits	482,916	615,581	475,486	500,231	669,384	1,067,162	1,303,283	1,511,328	1,323,632	1,077,570
Charges for Services	982,553	1,042,793	1,097,721	1,102,439	346,942	479,924	449,170	480,000	463,858	490,591
Investment Earnings	534,684	722,293	436,302	279,340	136,016	116,863	280,598	381,044	386,676	221,979
Intergovernmental	4,886,314	4,590,486	4,591,757	4,340,996	6,317,645	3,292,249	4,937,580	4,878,587	6,051,444	6,275,825
Special Assessments	704,155	649,988	629,868	639,148	593,923	630,727	646,730	680,814	488,544	617,175
Impact Fees	0	0	0	0	102,792	130,289	329,191	0	0	0
Other Revenues	175,853	292,684	282,523	323,441	460,455	695,083	293,226	284,803	203,247	274,557
Total Revenues	\$14,864,850	\$15,093,453	\$15,020,693	\$15,293,725	\$17,584,171	\$15,997,345	\$18,674,570	\$18,567,379	\$20,058,426	\$20,634,219
Expenditures										
Current:										
General Government	\$2,144,706	\$2,182,289	\$2,648,743	\$2,539,539	\$2,757,961	\$2,798,854	\$2,461,461	\$2,659,718	\$2,663,266	\$2,149,917
Public Safety	4,789,730	5,021,273	5,109,186	5,610,511	5,916,895	6,039,635	6,487,454	6,692,339	6,504,248	7,224,901
Leisure Time Activities	650,287	733,534	872,415	956,424	972,064	1,146,703	1,272,366	1,250,028	1,242,549	1,232,631
Community Development	352,098	426,337	467,783	446,584	474,058	486,839	515,843	523,651	481,003	482,024
Basic Utility Service	83,509	53,153	52,900	60,914	69,719	69,328	92,369	115,974	59,131	53,966
Transportation and Street Repair	2,601,751	2,666,588	3,038,704	3,144,927	5,087,897	2,774,236	4,851,842	4,185,340	4,265,787	4,582,623
Public Health and Welfare	211,338	233,023	267,456	290,982	365,334	250,993	194,730	254,638	234,393	135,629
Capital Outlay	3,205,199	2,836,745	2,188,868	4,268,735	5,093,391	1,646,705	1,750,437	1,034,636	2,356,746	2,894,351
Debt Service:										
Principal Retirement	325,000	360,000	305,000	355,000	515,000	565,000	630,374	648,103	624,054	630,042
Interest and Fiscal Charges	348,316	338,635	331,585	699,760	839,169	566,728	522,979	496,941	515,003	488,234
Total Expenditures	\$14,711,934	\$14,851,577	\$15,282,640	\$18,373,376	\$22,091,488	\$16,345,021	\$18,779,855	\$17,861,368	\$18,946,180	\$19,874,318
Excess of revenues over (under) expenditures	\$152,916	\$241,876	(\$261,947)	(\$3,079,651)	(\$4,507,317)	(\$347,676)	(\$105,285)	\$706,011	\$1,112,246	\$759,901

City of Beavercreek, Ohio
 Changes in Fund Balances, Governmental Funds
 Last Ten Calendar Years
 (modified accrual basis of accounting)
 Schedule 4 (Continued)

	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Other Financing Sources (Uses):										
Issuance of Capital Leases	\$0	\$0	\$0	\$0	\$0	\$0	\$120,868	\$0	\$0	\$0
Proceeds from Sale of Capital Assets	10,453	11,601	26,821	0	22,366	2,852	29,629	10,995	5,050	57,097
Issuance of Long-Term Capital-Related Debt	0	0	0	0	1,290,000	500,000	0	0	0	0
Issuance of Notes and Bonds	180,000	0	495,000	5,650,000	0	0	0	0	0	0
Transfers In	424,387	300,488	478,523	928,878	925,548	275,531	166,217	169,436	468,878	207,986
Transfers (Out)	(424,387)	(300,488)	(1,078,523)	(706,408)	(1,280,548)	(882,056)	(817,930)	(885,208)	(1,167,203)	(1,074,006)
Total Other Financing Sources (Uses)	190,453	11,601	(78,179)	5,872,470	957,366	(103,673)	(501,216)	(704,777)	(693,275)	(808,923)
Net Change in Fund Balances	\$343,369	\$253,477	(\$340,126)	\$2,792,819	(\$3,549,951)	(\$451,349)	(\$606,501)	\$1,234	\$418,971	(\$49,022)
Debt service as a percentage of noncapital expenditures (1)	5.85%	5.81%	4.86%	7.48%	7.72%	14.18%	8.15%	12.95%	8.09%	7.48%

Source: City Records

(1) - Noncapital expenditures is total expenditures minus capital outlay

City of Beavercreek, Ohio
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Calendar Years
 Schedule 5

Calendar Year	Real Property Assessed Value	Tangible Personal Property Assessed Value	Public Utilities Personal Assessed Value	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
1999	\$768,980,770	\$52,874,218	\$30,668,410	\$852,523,398	\$2,435,781,137	12.00
2000	803,994,870	53,593,427	32,020,120	889,608,417	2,541,738,334	12.00
2001	832,352,760	55,581,445	27,153,730	915,087,935	2,614,536,957	12.00
2002	861,375,820	51,001,469	21,501,990	933,879,279	2,668,226,511	12.50
2003	963,710,820	47,103,324	22,553,160	1,033,367,304	2,952,478,011	12.95
2004	992,300,500	45,288,889	22,153,510	1,059,742,899	3,027,836,854	13.10
2005	1,016,564,370	44,754,025	22,399,900	1,083,718,295	3,096,337,986	13.10
2006 (1)	1,108,431,140	45,002,014	21,296,560	1,174,729,714	3,356,370,611	13.04
2007 (1)	1,196,684,800	31,424,187	16,038,460	1,244,147,447	3,775,566,900	13.10
2008 (1)	1,316,502,800	16,349,086	16,349,120	1,349,201,006	3,854,860,017	13.10

Source: County Auditor

(1) - Both Tangible Personal Property and Public Utility Personal Property are expected to further decrease over the next three years due to a change made by the State of Ohio in its tax structure. Currently the State is reimbursing the City for these lost revenues and plans to reimburse 100% of these losses through 2010 at which time the reimbursement is expected to be reduced until 2017.

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed.

City of Beavercreek, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 6

Calendar Year	Total Direct Rate	Overlapping Rates			
		Beavercreek Township	Beavercreek City School District	Greene Joint Vocational	Greene County
1999	12.00	8.25	42.00	3.45	9.08
2000	12.00	8.25	42.60	3.45	9.38
2001	12.00	8.25	42.12	3.45	10.63
2002	12.50	8.25	45.40	3.45	10.63
2003	12.95	8.25	43.50	3.45	10.83
2004	13.10	8.25	49.00	3.45	10.57
2005	13.10	8.25	48.40	3.45	11.80
2006	13.04	8.25	47.10	3.45	12.80
2007	13.10	8.25	46.40	3.45	12.05
2008	13.10	8.25	48.85	3.45	12.05

Source: County Auditor

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

City of Beavercreek, Ohio
Principal Property Tax Payers
Current Year and Three Years ago (1)
Schedule 7

Taxpayer	2008	
	Assessed Value	Percentage of Total Assessed Value
MFC Beavercreek, LLC	\$38,636,030	2.86%
Greene Town Center, LLC	31,022,900	2.30%
Dayton Power and Light	14,051,660	1.04%
George J. Kontogiannis	8,981,440	0.67%
MV-RG II	8,772,160	0.65%
Mills Morgan Development	8,306,010	0.62%
Acropolis 29, LLC	8,161,200	0.61%
Wares Delaware Corporation	6,588,020	0.49%
Beavercreek Partners, LLC	6,255,600	0.46%
E L Apartments, LLC	6,245,210	0.46%
Total Principal Property Tax Payers	<u>137,020,230</u>	<u>10.16%</u>
Total All Others	<u>1,212,180,776</u>	<u>89.84%</u>
Total Assessed Value	<u>\$1,349,201,006</u>	<u>100.00%</u>

Taxpayer	2005 (1)	
	Assessed Value	Percentage of Total Assessed Value
MFC Beavercreek, LLC	\$40,023,650	3.69%
Dayton Power and Light	11,938,980	1.10%
MV-RG II	8,592,930	0.79%
E L Apartments, LLC	6,948,640	0.64%
George J. Kontogiannis	6,413,470	0.59%
Ohio Bell Telephone	6,321,230	0.58%
Mallard Landing Apartments, LLC	6,090,170	0.56%
Continental 44 Fund	5,847,860	0.54%
Meijer Stores Limited Partners	5,801,520	0.54%
Wares Delaware Corporation	5,743,310	0.53%
	<u>103,721,760</u>	<u>9.56%</u>
Total All Others	<u>979,996,535</u>	<u>90.44%</u>
Total Assessed Value	<u>\$1,083,718,295</u>	<u>100.00%</u>

Source: County Auditor

(1) - Calendar year 2005 is the latest information available

City of Beavercreek, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 8

Calendar Year	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	\$7,712,620	\$7,703,942	99.89%	\$287,561	\$7,991,503	103.62%
2000	7,871,157	7,817,275	99.32%	387,966	8,205,241	104.24%
2001	8,075,161	8,134,860	100.74%	373,693	8,508,553	105.37%
2002	8,179,561	8,214,148	100.42%	215,916	8,430,064	103.06%
2003	9,199,386	9,149,864	99.46%	277,200	9,427,064	102.47%
2004	9,716,197	9,730,508	100.15%	304,036	10,034,544	103.28%
2005	9,941,655	10,036,557	100.95%	244,700	10,281,257	103.42%
2006	10,568,307	10,544,852	99.78%	308,427	10,853,279	102.70%
2007	12,621,804	10,957,357	86.81%	198,699	11,156,056	88.39%
2008	12,977,873	11,503,560	88.64%	298,070	11,801,630	90.94%

Source: County Auditor

City of Beavercreek, Ohio
Income Tax by Payer Type and Income Tax Rate
Last Ten Calendar Years
(cash basis of accounting)
Schedule 9

Note: The City of Beavercreek does not implement an income tax.

City of Beavercreek, Ohio
Principal Income Taxpayers
Current and Prior Year (1)
(cash basis of accounting)
Schedule 10

Note: The City of Beavercreek does not implement an income tax.

City of Beavercreek, Ohio
Ratios of Outstanding Debt by Type
Last Ten Calendar Years
Schedule 11

Calendar Year	Governmental Activities				Percentage of Personal Income	Per Capita
	General Obligation Bonds	Special Assessment Bonds	Notes Payable	Capital Leases		
1999	\$935,000	\$3,835,000	\$1,349,000	\$29,418		
2000	900,000	3,520,000	1,217,000	0		
2001	865,000	3,745,000	1,721,000	0		
2002	6,475,000	3,430,000	1,595,000	0		
2003	6,245,000	4,435,000	231,000	0		
2004	6,495,000	4,120,000	0	0		
2005	6,220,000	3,785,000	0	100,494		
2006	5,940,000	3,440,000	0	77,391		
2007	5,645,000	3,135,000	0	53,337		
2008	5,340,000	2,835,000	1,525,000	28,295		

Calendar Year	Business-Type Activities			Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Notes Payable	Capital Leases	Total		
1999	\$9,558,455	\$0	\$13,503	\$15,720,376	0.39%	\$569
2000	9,418,455	0	192,403	15,247,858	0.36%	529
2001	9,891,722	0	143,153	16,365,875	0.38%	559
2002	9,859,122	0	1,530	21,360,652	0.47%	708
2003	9,786,169	1,381,000	0	22,078,169	0.47%	704
2004	9,668,862	1,150,000	0	21,433,862	0.43%	660
2005	9,502,513	1,150,000	485,492	21,243,499	0.43%	648
2006	9,286,896	1,150,000	366,893	20,261,180	0.39%	600
2007	9,007,643	1,150,000	240,952	19,231,932	0.36%	566
2008	8,665,909	1,092,500	178,557	19,665,261	N/A	N/A

Source: City Records

N/A - Information not available

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements

City of Beavercreek, Ohio
Ratios of General Bonded Debt Outstanding
Last Ten Calendar Years
Schedule 12

Calendar Year	General Obligation Bonds	Percentage of Actual Taxable Value of Property	Per Capita
1999	\$935,000	0.04%	\$28
2000	900,000	0.04%	24
2001	865,000	0.03%	23
2002	6,475,000	0.24%	170
2003	6,245,000	0.21%	164
2004	6,495,000	0.21%	171
2005	6,220,000	0.20%	164
2006	5,940,000	0.18%	156
2007	5,645,000	0.15%	149
2008	5,340,000	0.14%	141

Source: City Records

Notes: Details regarding the city's outstanding debt can be found in the notes to the basic financial statements

City of Beavercreek, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2008
 Schedule 13

Governmental Unit	Net Debt Outstanding	Estimated Percentage Applicable (1)	Amount Applicable to City of Beavercreek
City of Beavercreek	\$11,610,455	100.00%	\$11,610,455
Greene County	30,295,000	34.83%	10,551,749
Beavercreek Township	285,000	80.78%	230,223
Beavercreek City School District	42,715,000	79.57%	33,988,326
Total Direct and Overlapping Debt	\$84,905,455		\$56,380,752

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the City by the total assessed valuation of the government.

City of Beavercreek, Ohio
 Legal Debt Margin Information
 Last Ten Calendar Years
 Schedule 14

Legal Debt Margin Calculation for Year 2008

Assessed Value	\$1,349,201,006	\$1,349,201,006
Statutory Legal Debt Limitation (1)	10.5%	5.5%
Total Debt Limit	141,666,106	74,206,055
Debt Applicable to Limit:		
Applicable City Debt Outstanding	16,840,909	16,840,909
Less: Debt Outside Limitations (2)	5,340,000	5,340,000
Total Net Debt Applicable to Limit	11,500,909	11,500,909
Legal Debt Margin	\$130,165,197	\$62,705,146

	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Total Debt Limit (1)										
Debt Limit (10.5%)	\$89,514,957	\$93,408,884	\$96,084,233	\$98,057,324	\$108,503,567	\$111,273,004	\$113,790,421	\$123,346,620	\$130,635,482	\$141,666,106
Total Net Debt Applicable to Limit	11,842,455	10,318,455	10,756,722	16,334,122	16,031,169	13,788,682	13,287,513	12,726,896	12,142,643	11,500,909
Legal Debt Margin	\$77,672,502	\$83,090,429	\$85,327,511	\$81,723,202	\$92,472,398	\$97,484,322	\$100,502,908	\$110,619,724	\$118,492,839	\$130,165,197

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	13.23%	11.05%	11.20%	16.66%	14.77%	12.39%	11.68%	10.32%	9.30%	8.12%
--	--------	--------	--------	--------	--------	--------	--------	--------	-------	-------

	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Total Unvoted Debt Limit (1)										
Debt Limit (5.5%)	\$46,888,787	\$48,928,463	\$50,329,836	\$51,363,360	\$56,835,202	\$58,285,859	\$59,604,506	\$64,610,134	\$68,428,110	\$74,206,055
Total Net Debt Applicable to Limit	11,842,455	10,318,455	10,756,722	16,334,122	16,031,169	13,788,682	13,287,513	12,726,896	12,142,643	11,500,909
Legal Debt Margin	\$35,046,332	\$38,610,008	\$39,573,114	\$35,029,238	\$40,804,033	\$44,497,177	\$46,316,993	\$51,883,238	\$56,285,467	\$62,705,146

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	25.26%	21.09%	21.37%	31.80%	28.21%	23.66%	22.29%	19.70%	17.75%	15.50%
--	--------	--------	--------	--------	--------	--------	--------	--------	--------	--------

Source: City Records

(1) - Direct debt limitation based upon Section 133, the Uniform Bond Act of the Ohio Revised Code. Total debt limit should not exceed 10.5% of net assessed property value.

Total unvoted debt limit should not exceed 5.5% of net assessed property value.

(2) - Special assessment debt has been excluded

City of Beavercreek, Ohio
Pledged-Revenue Coverage
Last Ten Calendar Years
Schedule 15

Calendar Year	Special Assessment Bonds			
	Special Assessment Collections (1)	Debt Service (2)		Coverage
		Principal	Interest	
1999	\$650,887	\$290,000	\$237,803	1.23
2000	646,010	325,000	223,091	1.18
2001	618,808	270,000	207,456	1.30
2002	624,944	315,000	222,294	1.16
2003	629,917	285,000	205,872	1.28
2004	679,617	315,000	255,905	1.19
2005	666,728	335,000	220,329	1.20
2006	680,814	345,000	203,329	1.24
2007	514,923	305,000	185,631	1.05
2008	893,122	300,000	168,947	1.90

Source: County Auditor

(1) - Special assessment collections includes current and delinquent collections and does not include TIF collections for the Greene Town Center

(2) - Not all special assessments are related to debt.

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

City of Beavercreek, Ohio
Demographic and Economic Statistics - Greene County
Last Ten Calendar Years
Schedule 16

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
1999	33,626	\$4,074,296	\$27,626	2.10%
2000	37,984	4,272,286	28,834	2.60%
2001	37,984	4,352,395	29,288	2.80%
2002	37,984	4,519,917	30,182	3.60%
2003	37,984	4,728,088	31,352	4.40%
2004	37,984	4,939,211	32,497	4.50%
2005	37,984	4,976,768	32,780	4.50%
2006	37,984	5,196,558	33,743	4.30%
2007	37,984	5,390,237	33,988	5.30%
2008	37,984	N/A	N/A	6.60%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau (1990 Census and 2000 Census)
 - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts
 - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Accounts Regional Economic
 - (4) - Ohio Bureau of Job and Family Services

N/A - Information not available due to a lag in data availability

City of Beavercreek, Ohio
Major Employers (1)
Current Fiscal Year (2)
Schedule 17

<u>Major Employers (3)</u>	<u>Type (4)</u>
Beavercreek Local Board of Education	Govt
Cedarville University	Edu
Fairborn City Board of Education	Govt
Fifth Third Bank	Fin
General Electric Co./Unison Industries	Mfg
Greene Memorial Hospital	Health
SAIC, Inc.	Res
Supervalu, Inc.	Ret
U.S. Federal Government/Wright-Patterson AFB	Govt
Wright State University	Edu
Xenia Board of Education	Govt

Source: Ohio Department of Development

(1) - For all of Greene County

(2) - Only information as of October, 2007 available

(3) - In alphabetical order only

(4) - Number of employees and percentage of population employed not available

City of Beavercreek, Ohio
 Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Calendar Years
 Schedule 18

Function/Program	Full-Time Equivalent Employees as of December 31									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government										
City Administration	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2.5	2.5	2.5
City Council	N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.0	7.0	7.0
Engineering	N/A	N/A	N/A	N/A	N/A	N/A	N/A	6.5	6.5	6.5
Finance	N/A	N/A	N/A	N/A	N/A	N/A	N/A	4.0	4.5	4.5
Legislative Bodies	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.0	1.0	1.0
Public Safety										
Police										
Sworn Officers	46.0	46.0	46.0	47.0	47.0	47.0	47.0	48.0	47.0	48.0
Non-Sworn	N/A	N/A	N/A	N/A	N/A	N/A	N/A	17.0	18.0	17.5
Leisure Time Activities										
Parks and recreation	N/A	N/A	N/A	N/A	N/A	N/A	N/A	36.0	33.0	45.5
Community Development										
Planning and Zoning	N/A	N/A	N/A	N/A	N/A	N/A	N/A	4.0	5.0	5.5
Building Inspection	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.0	1.0	1.0
Economic Development	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.0	1.0	1.0
Basic Utility Service										
Cemetery Workers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.5	1.5	1.5
Transportation and Street Repair	N/A	N/A	N/A	N/A	N/A	N/A	N/A	29.0	26.0	29.5
Building Maintenance	N/A	N/A	N/A	N/A	N/A	N/A	N/A	2.5	2.5	2.5
Cable Television	N/A	N/A	N/A	N/A	N/A	N/A	N/A	3.0	3.0	3.0
Total	46.0	46.0	46.0	47.0	47.0	47.0	47.0	163.0	159.5	176.5

Source: Various City Departments

N/A - Information not available

City of Beavercreek, Ohio
 Operating Indicators by Function/Program
 Last Ten Calendar Years
 Schedule 19

Function/Program	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government										
Building permits issued										
Commercial	696	555	602	605	644	629	809	412	330	792
New 1-2-4 family	135	159	159	199	208	246	244	178	134	88
Other residential	1,202	1,240	1,149	1,338	1,289	1,443	1,292	895	532	1,080
Police										
Physical arrests	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1,752	1,777	1,529
Parking violations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	452	455	641
Traffic violations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	3,076	2,952	3,964
Traffic warnings	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1,628	2,863
Other Public Works										
Street resurfacing	N/A	N/A	12.50	11.30	10.60	12.20	11.10	10.26	6.75	7.60
Potholes repaired	N/A	N/A	N/A	N/A	N/A	N/A	N/A	526	450	150
Parks and Recreation										
Athletic field permits issued	N/A	N/A	N/A	N/A	N/A	N/A	N/A	52	52	87
Senior center										
Memberships	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1,791	2,604	1,134
Visitors	N/A	N/A	N/A	N/A	N/A	N/A	N/A	50,898	56,631	64,493

Source: Various City Departments

N/A - Information not available

City of Beavercreek, Ohio
 Capital Asset Statistics by Function/Program
 Last Ten Calendar Years
 Schedule 20

Function/Program	Calendar Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol offices	N/A	N/A	N/A	N/A	N/A	N/A	N/A	30	30	46
Patrol cars	N/A	N/A	N/A	N/A	N/A	N/A	N/A	13	13	17
Other Public Works										
Area of City (square miles)	27.515	27.515	27.515	27.515	27.515	27.515	27.515	27.515	27.515	27.515
Streets (miles)	228.0	235.0	235.0	236.8	236.8	236.8	241.0	242.0	244.0	247.0
Streetlights	N/A	N/A	N/A	556	556	556	556	556	556	558
Traffic signals	N/A	N/A	N/A	N/A	N/A	N/A	N/A	58	58	74
Parks and Recreation										
Number of Parks	21	22	22	22	23	23	23	23	23	24
Acreage	291.8	296.8	296.8	296.8	318.6	318.6	319.1	319.1	319.1	330.6
Playgrounds	N/A	N/A	N/A	N/A	N/A	N/A	N/A	15	15	14
Baseball/softball diamonds	N/A	N/A	N/A	N/A	N/A	N/A	N/A	22	22	22
Soccer/football fields	N/A	N/A	N/A	N/A	N/A	N/A	N/A	45	45	45
Golf Course	1	1	1	1	1	1	1	1	1	1
Dedicated Bike Trial (miles)	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9	4.9

Source: Various City Departments

N/A - Information is not available

THIS PAGE INTENTIONALLY LEFT BLANK



Mary Taylor, CPA
Auditor of State

CITY OF BEAVERCREEK

GREENE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 4, 2009**