

City of Steubenville, Ohio

*Reports Issued Pursuant to
OMB Circular A-133*

Year Ended December 31, 2010



Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

Focused on Your Future.



Dave Yost • Auditor of State

Members of Council
City of Steubenville
115 South Third Street
Suite 106
Steubenville, Ohio 43952

We have reviewed the *Independent Auditor's Report* of the City of Steubenville, Jefferson County, prepared by Rea & Associates, Inc., for the audit period January 1, 2010 through December 31, 2010. 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 Steubenville is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Dave Yost".

Dave Yost
Auditor of State

August 30, 2011

This Page is Intentionally Left Blank.

City of Steubenville, Ohio

DECEMBER 31, 2010

Table of Contents

	<i>Page</i>
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.....	1-2
Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on each Major Program And Internal Control over Compliance in Accordance with OMB Circular A-133	3-4
Schedule of Expenditures of Federal Awards	5
Notes to the Schedule of Expenditures of Federal Awards.....	6
Schedule of Findings and Questioned Costs	7
Schedule of Prior Audit Findings.....	8



Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

Focused on Your Future.

June 28, 2011

Mayor and Members of Council
City of Steubenville
Steubenville, OH 43952

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

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 Steubenville (the "City") as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 28, 2011. 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

City of Steubenville, Ohio
Independent Auditor's Report on Internal Control Over
Financial Reporting and on Compliance and Other
Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards
June 28, 2011
Page 2

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 28, 2011.

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

Hea & Associates, Inc.



Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

Focused on Your Future.

June 28, 2011

Mayor and Members of Council
City of Steubenville
Steubenville, OH 43952

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Compliance

We have audited the compliance of the City of Steubenville (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 could have a direct and material effect on each of its major federal programs for the year ended December 31, 2010. 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 on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2010.

Internal Control Over Compliance

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

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

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

Schedule of Expenditures of Federal Awards

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 28, 2011. Our audit was performed for the purpose of forming opinions on the 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, City Council, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Hea & Associates, Inc.

**CITY OF STEUBENVILLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

<u>FEDERAL GRANTOR/PASS THROUGH GRANTOR - PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>GRANT/ PASS- THROUGH ENTITY NUMBER</u>	<u>DISBURSEMENTS</u>
<u>U.S. Department of Housing and Urban Development</u>			
<i>Direct Programs:</i>			
Community Development Block Grant Entitlement Grants Cluster:			
Community Development Block Grant Entitlement Grants	14.218	B06-MC-39-0020	\$ 1,933
Community Development Block Grant Entitlement Grants	14.218	B07-MC-39-0020	198,458
Community Development Block Grant Entitlement Grants	14.218	B08-MC-39-0020	664,266
Community Development Block Grant Entitlement Grants	14.218	B09-MC-39-0020	1,302
Community Development Block Grant Entitlement Grants - ARRA	14.253	B09-MC-39-0020	199,714
<i>Passed-Through Jefferson County, Ohio:</i>			
Community Development Block Grant Entitlement Grants-NSP	14.218	N/A	283,082
Total Community Development Block Grant Entitlement Grants Cluster			<u>1,348,755</u>
<i>Passed-Through Ohio Department of Development:</i>			
Home Investment Partnerships Program	14.239	A-C-08-296-2	144,113
Total U.S. Department of Housing and Urban Development			<u>1,492,868</u>
<u>U.S. Department of Agriculture:</u>			
<i>Passed-Through Ohio Department of Education:</i>			
Summer Food Program	10.559	FY10	112,420
Total U.S. Department of Agriculture			<u>112,420</u>
<u>U.S. Department of Transportation:</u>			
<i>Passed-Through Ohio Department of Transportation:</i>			
Highway Planning and Construction	20.205	N/A	879,450
Highway Planning and Construction - ARRA	20.205	N/A	1,964,288
Total U.S. Department of Transportation			<u>2,843,738</u>
<u>U.S. Department of Justice:</u>			
<i>Passed-Through Ohio Department of Public Safety:</i>			
JAG Grant - ARRA	16.803	2009-RA-C01-2120	44,927
<i>Direct Programs:</i>			
Part E - Developing, Testing and Demonstrating New Programs	16.541	2008-JL-FX-0475	15,523
Public Safety Partnership and Community Policing Grants - ARRA	16.710	2009-RK-WX-0680	144,597
Total U.S. Department of Justice			<u>205,047</u>
<u>Federal Emergency Management Agency:</u>			
<i>Direct Programs:</i>			
Assistance to Firefighters Grant	97.044	EMW-2008-FO-11619	3,098
Total Federal Emergency Management Agency			<u>3,098</u>
Total Federal Expenditures			<u>\$ 4,657,171</u>

See accompanying notes to schedule of expenditures of federal awards.

CITY OF STEUBENVILLE
JEFFERSON COUNTY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE A: SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards is a summary of the activity of the City's federal award programs. The schedule has been prepared on the cash basis of accounting.

NOTE B: MATCHING REQUIREMENTS

Certain Federal programs require that the City contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

CITY OF STEUBENVILLE
JEFFERSON COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133, SECTION .505
DECEMBER 31, 2010

1. SUMMARY OF AUDITOR'S RESULTS
--

A-133 Ref.
.505(d)

(d) (1) (i)	Type of Financial Statement Opinion	Unqualified
(d) (1) (ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d) (1) (ii)	Were there any other internal control deficiencies reported at the financial statement level (GAGAS)?	No
(d) (1) (iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d) (1) (iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d) (1) (iv)	Were there any other internal control deficiencies reported for major programs?	No
(d) (1) (v)	Type of Major Programs' Compliance Opinion	Unqualified
(d) (1) (vi)	Are any reportable findings under Section .510(a) of Circular A-133?	No
(d) (1) (vii)	Major Programs (list): Community Development Block Grant – Entitlement Cluster Highway Planning and Construction	CFDA # 14.218; 14.253 20.205
(d) (1) (viii)	Dollar Threshold: Type A/B Programs	Type A: >\$300,000 Type B: All others
(d) (1) (ix)	Low Risk Auditee?	No

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

NONE

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
--

NONE

**CITY OF STEUBENVILLE
JEFFERSON COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A-133, SECTION .315(b)
DECEMBER 31, 2010**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2009-001	Material Weakness – Lack of control over financial reporting.	Yes	
2009-002	Significant Deficiency – Lack of controls over tracking and reporting Electrical Department Inventory	Yes	
2009-003	Material Non-Compliance/Material Weakness CFDA #14.218 – Lack of Internal Control and Excess cash balances.	Yes	

This Page is Intentionally Left Blank.

CITY OF STEUBENVILLE, OHIO



New Municipal Building

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2010

CITY OF STEUBENVILLE, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2010



PREPARED BY:

ALYSSA N. KERKER, DIRECTOR OF FINANCE
DAVID R. LEWIS, FINANCIAL ACCOUNTANT

115 SOUTH THIRD STREET
STEUBENVILLE, OHIO 43952

CITY OF STEUBENVILLE, OHIO

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2010**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION

Letter of Transmittal	1-4
List of Principal City Officials	5
Organizational Chart	6
Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting	7

II. FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	9-10
MANAGEMENT'S DISCUSSION AND ANALYSIS	11-23
BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Assets	27
Statement of Activities	28-29
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	30-31
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	32
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	34-35
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	36-37
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis): General Fund	38
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis): .7% City Income Tax - Street Improvement Fund.....	39
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis): ARRA Federal Grant Fund.....	40
Statement of Fund Net Assets - Proprietary Funds.....	41
Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds	42
Statement of Cash Flows - Proprietary Funds	44-45

BASIC FINANCIAL STATEMENTS (CONTINUED):

Statement of Fiduciary Assets and Liabilities - Fiduciary Funds	46
Notes to the Basic Financial Statements.....	47-83

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Combining Statements and Individual Fund Schedules - Governmental Funds:

Fund Descriptions - Governmental Funds	87-89
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) General Fund.....	91-94
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) .7% City Income Tax - Street Improvement Fund.....	95
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) ARRA Federal Grant Fund.....	96
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) Capital Improvement Fund.....	97
Combining Balance Sheet - Nonmajor Governmental Funds.....	98
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	99
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	100-107
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	108-115
Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Municipal Court Improvement Fund	116
Street Maintenance and Repair Fund	117
State Highway Improvement Fund.....	118
.7% City Income Tax - Equipment Improvement Fund.....	119
.7% City Income Tax - Recreation Improvement Fund.....	120
Litter Fund.....	121
Convention and Visitors Bureau Fund	122
Improvement Bond Escrow Fund.....	123
Floto Historical Site Fund	124
Indigent Drivers Fund	125
Enforcement and Education Fund	126
Parks Material Usage Fund	127
Law Enforcement Trust Fund.....	128
Court Security Fund	129
South End Economic Development Fund.....	130
Safety Fund	131
Unclaimed Monies Fund	132
Summer Food Program Fund	133
Special Assessments Fund.....	134
Motor Vehicle License Tax Fund.....	135
Zoning and Planning Fund	136
OJJDP Recreation Fund	137

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES (CONTINUED):

Police Education Trust Fund	138
Special Projects Fund	139
IDIAM Court Fund.....	140
Court Community Correction Act Grant Fund	141
Court Daily Reporting Center Grant Fund	142
Lab Test Fees Fund	143
Food Fund	144
EPSDT Fund	145
Mears Relief Fund.....	146
Swimming Pool Fund.....	147
Route 7 Project Fund.....	148
Community Development Fund	149
CHIP Loan Fund	150
General Bond Retirement Fund.....	151
Combining Statements and Individual Fund Schedules - Proprietary Funds:	
Fund Descriptions - Proprietary Funds.....	152
Schedules of Revenues, Expenses and Changes in Fund Equity - Budget and Actual (Non-GAAP Budgetary Basis):	
Water Fund.....	153
Sewer Fund.....	154
Refuse Fund	155
Health Assurance Fund	156
Fund Descriptions - Agency Funds	157
Combining Statement of Changes in Assets and Liabilities - Agency Funds.....	158-159

III. STATISTICAL SECTION

Table of Contents.....	161
Net Assets by Component - Last Eight Years.....	162-163
Net Assets Chart by Year - Last Eight Years.....	164
Changes in Net Assets - Last Eight Years.....	166-169
Fund Balances, Governmental Funds - Last Ten Years	170-171
Changes in Fund Balances, Governmental Funds - Last Ten Years	172-173
General Fund Expenditures Chart by Department - Current Year	174
Enterprise Fund Expenses Chart by Department - Current Year	175
Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Years.....	176-177
Direct and Overlapping Property Tax Rates - Last Ten Years.....	178-179
Principal Property Taxpayers - Current Year and Two Years Ago.....	180
Property Tax Levies and Collections - Last Ten Years.....	181
Income Tax Rate and Collections - Last Ten Years.....	182

STATISTICAL SECTION (CONTINUED):

Ratios of Outstanding Debt by Type - Last Ten Years	184-185
Ratio of General Bonded Debt to Assessed Value and Bonded Debt Per Capita - Last Ten Years	186
Direct and Overlapping Governmental Activities Debt as of December 31, 2010.....	187
Water OWDA Pledged Revenue Coverage - Last Eight Years.....	188
Sewer OWDA Pledged Revenue Coverage - Last Eight Years	189
Computation of Legal Debt Margin - Last Ten Years.....	190-191
Demographic and Economic Statistics - Last Ten Years	192
Principal Employers - Current Year and Two Years Ago.....	193
Full Time Equivalent City Employees by Function /Program - Last Ten Years	194-195
Operating Indicators by Function - Last Ten Years	196-197
Capital Assets Statistics by Function - Last Ten Years.....	198-199

INTRODUCTORY SECTION



City of Steubenville

Finance Office

115 South Third Street ▪ Suite 106 ▪ Steubenville, Ohio 43952 ▪ Phone: 740.283.6000 ext 1300
Fax: 740.283.6165 ▪ Website: www.cityofsteubenville.us ▪ Email: finance@cityofsteubenville.us

June 28, 2011

Honorable Mayor, Members of City Council
And Citizens of Steubenville
Steubenville, Ohio

The Comprehensive Annual Financial Report (CAFR) of the City of Steubenville, Ohio (City) is hereby presented. This CAFR represents the official report of the City of Steubenville's operations and financial position for the year ended December 31, 2010, and has been developed to accurately detail the status of the City finances to Steubenville residents and elected officials, investment banks and underwriters and all other interested parties. This report is presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments". It is intended to provide all pertinent and necessary information to the citizens of Steubenville.

Responsibility for the accuracy of the data contained herein, for the completeness and fairness of the presentation and for all disclosure rests with the City's management. To the best of the City's knowledge, the financial and other data contained in this report fairly present the financial position and results of operations of the City. All necessary disclosures to enable the citizens and other readers to understand the City's financial activities are included in this report.

The City is responsible for establishing and maintaining an internal control structure designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate 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 the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

The City is required by State law to have an annual audit performed by the Auditor of State's Office or an independent public accounting firm, if permitted by the Auditor of State. Rea & Associates, Inc. performed the audit for the year ended December 31, 2010. The City continues to receive an unqualified opinion. The Independent Auditor's Report on the City's financial statements is included in the Financial Section of this report.

As a part of the City's independent audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's independent audit for the year ended December 31, 2010 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the City, as well as compliment the required Management's Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The City's MD&A, which focuses on the government-wide statements, can be found immediately following the Independent Auditor's Report.

Community Profile

The City of Steubenville is located in east central Ohio along the west bank of the Ohio River. Founded in 1797, Steubenville operates under a council-manager form of government which was adopted by its voters in 1984. The City is governed by an elected Mayor and a seven member City Council. During its heyday of the 1940s, Steubenville was popularly known as “Little Chicago” due to its prolific industry and downtown bustle. The City is now known as the “City of Murals” because of over 25 murals located in and around the downtown area. Today, the City of Steubenville covers an area of approximately ten square miles and is the largest city in Jefferson County with a population of 18,659. The City is also the Jefferson County Seat.

The City is served by diversified transportation facilities. Approximately 20 motor freight carriers and local haulers serve the Jefferson County area. Railway service is provided by the Norfolk Southern Railway, the Wheeling Lake Erie Railway, and the Ohio Central Rail Corporation. Nationwide bus transportation service to the area is provided by Greyhound. Local bus service is provided by the Steel Valley Transit Authority. Airline services to the area are provided by the Jefferson County Airport and the Pittsburgh International Airport, which is approximately 22 miles east of the City. The City also has a port on the Ohio River.

The major highways in the City are State Route 7, which runs north-south through the City, and U.S. Route 22, which runs east-west and directly links the City with Pittsburgh, Pennsylvania. The City is located within a day’s drive of 60 percent of the U.S. population.

The City is served by a number of commercial banks and savings and loan associations with headquarters outside the City.

Primary education services are provided by the Steubenville City School District. The western portion of the City is served by the Indian Creek Local School District. Secondary and post-secondary educational services are provided by a number of public and private colleges and universities located within the City or within commuting distance. The Franciscan University of Steubenville and Eastern Gateway Community College are both located within the City. The University of Pittsburgh, Bethany College, West Virginia Northern Community College, and Carnegie-Mellon University are all located within commuting distance of the City. The City is served by the Public Library of Steubenville and Jefferson County, which was named for and funded by industrialist Andrew Carnegie.

The City provides a full range of municipal services mandated by statute or charter, including police and fire protection, parks, recreation, street maintenance, planning, zoning and other general government services. Health services are provided by the Steubenville Health Department. In addition, water, sewer and refuse services are provided under the enterprise fund concept with user charges set to ensure adequate coverage of operating expenses and payments on outstanding debt.

Economic Condition and Outlook

Local Economy

Steubenville’s local economy has evolved in recent years from a center of steel and coal production to one of education and healthcare. Today’s local economy is supported to a large extent by the employment at The Franciscan University of Steubenville and Eastern Gateway Community College. Also, an abundance of nursing homes and healthcare facilities including Trinity Healthcare System employ many, and are one of the largest sources of local income tax revenue. These facilities provide a steady employment base and are a source of much of the building construction currently going on in the City.

A rather large number of local citizens work in Pittsburgh, Pennsylvania and its suburbs. There is a base of small manufacturing and service sector jobs that don’t exist as much in Steubenville. The City, through the local economic development group “Progress Alliance,” has been promoting increasing manufacturing jobs in the area. The success has been mixed so far, but the City is optimistic that improvement is coming.

The most significant current private construction includes renovations at Trinity Hospital, The Franciscan University of Steubenville, CVS, Washington Street Apartments, and at the old Save A-Lot shopping plaza.

The City's economic anchor remains the hospitals and educational institutions in Steubenville. It is upon this base that the City is expending considerable energy to promote and facilitate additional manufacturing and light industrial facilities.

Long-Term Financial Planning

The rise in the local unemployment rate over the past few years has caused some reason for concern regarding the City's long-term financial planning. Any significant unfavorable change in the unemployment rate usually leads to lower income tax collections. Fortunately, the City's income tax revenues have remained fairly stable or have decreased slightly. However, in order to avoid any potential revenue shortfalls should income tax collections decline significantly; the City has taken a conservative approach with current spending. Budget restraints have been implemented in order to curb spending and help maintain a sufficient spending reserve as a hedge against future revenue shortfalls.

City Council is required to adopt a final budget no later than the close of the year. This annual budget serves as the foundation for the City's financial planning and control. The budget is prepared at the legal level of budgetary control, which is by office, department, and division, and within each, appropriated for personal services level for all funds. The City does not prepare a budget for agency funds.

Major Initiatives

In May of 2010, the City completed construction of a new municipal building at a cost of \$4.1 million. The existing municipal building was demolished and in its place will be constructed a park-like green space. This area will enhance the aesthetics of the downtown retail corridor and add to a general sense of local pride in the historical area of the replicated Fort Steuben. The City's various departments have now been consolidated in one facility and the downtown corridor will benefit from a new facility. The new municipal building was funded with a long-term loan of \$3.5 million and with existing City funds.

In 2010 Steubenville City Council adopted a Strategic Plan for the City which set a list of goals and objectives for the City to strive towards, as well as a guideline of economic development expectations.

The City continues construction of the \$8.8 million rebuild of Washington Street, a major east west corridor connecting the downtown area with the City's west end which is being funded with Federal Stimulus funds.

A Federal Emergency Management Agency (FEMA) grant has been awarded to the City in the amount of \$4,730,824 for the John Scott Highway Rock Slope Repair. Work has started in June of 2011 and is estimated to be completed by September of 2011.

During 2010, the City received a grant from the U.S. Department of Energy in the amount of \$579,520 for traffic control light replacement. This project replaced 440 streetlights and 898 traffic signal lights with energy efficient LED lighting. The project was completed by City personnel, during the summer and fall of 2010, and should result in annual energy cost savings to the City in excess of \$100,000.

Use of this Report

The report is published to provide the City Council, as well as to our citizens and other interested persons, detailed information concerning the financial condition of the City, with particular emphasis placed on the utilization of resources during the past year. It is also intended that this report will serve as a guide in formulating policies and in conducting the City's future day-to-day activities. We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial activities of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

In today's bond market environment, it is increasingly important that public agencies prepare soundly conceived annual financial reports which are independently audited by a qualified firm or agency. It has become almost required practice that such reports be prepared in accordance with generally accepted accounting principals (GAAP), and the major bond rating agencies review the data presented in such reports before determining a public agency's bond rating.

Acknowledgements

It is with great pride and pleasure that we submit this CAFR for review and wish to express appreciation to the members of City Council for supporting us in this endeavor and other members of the Finance Office who contributed time and effort in completing this project. We would also like to acknowledge our consultant, Julian & Grube, Inc., who provided us with expert technical assistance in all phases of preparing the report and the cooperation of the team from Rea & Associates, Inc., who conducted a thorough audit of our finances.

Sincerely,

A handwritten signature in blue ink that reads "Alyssa N. Kerker". The signature is written in a cursive style with a large initial 'A'.

Alyssa N. Kerker
Director of Finance

CITY OF STEUBENVILLE, OHIO

PRINCIPAL OFFICIALS

DECEMBER 31, 2010

Elected Officials

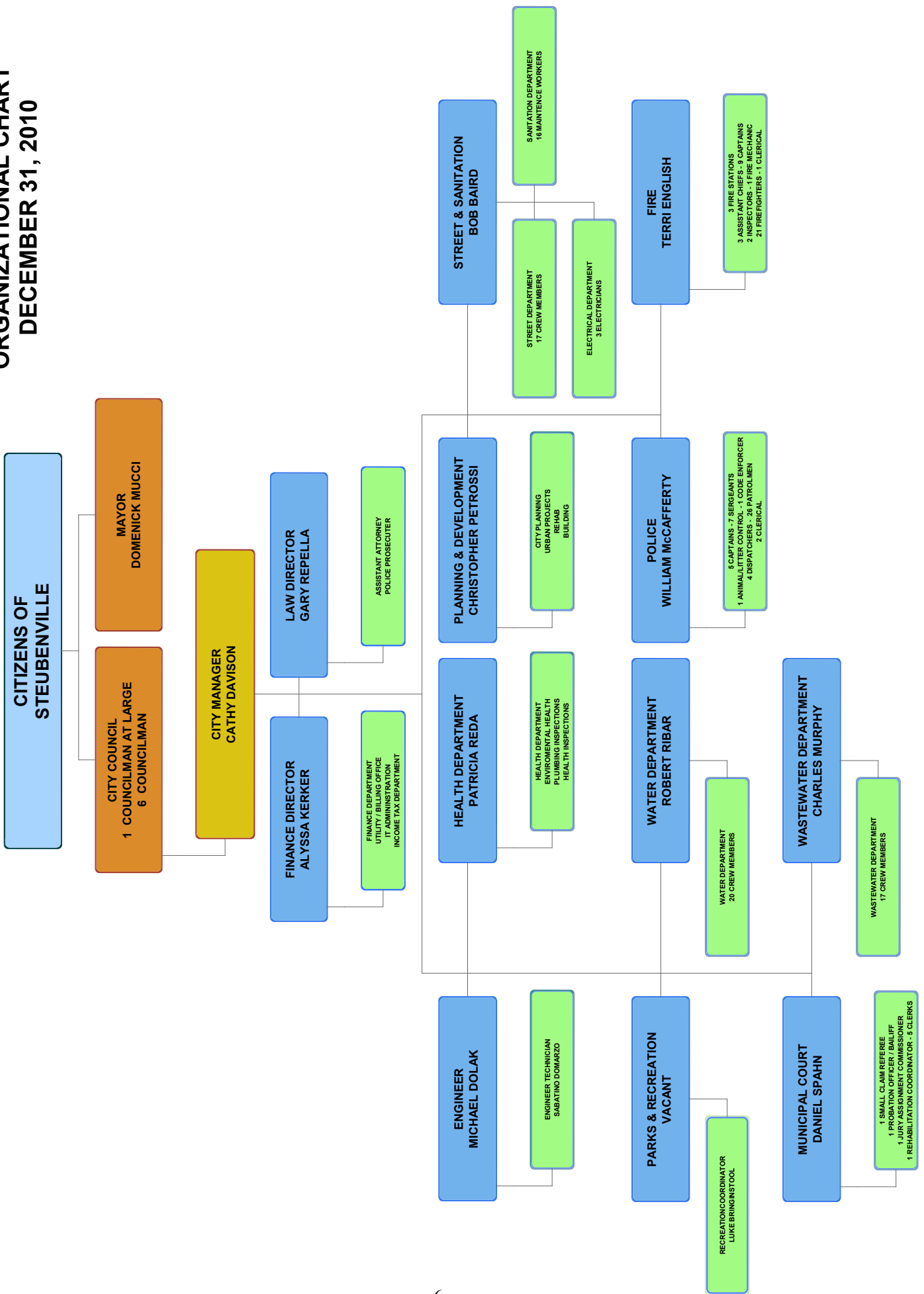
Mayor	Domenick Mucci Jr.
City Council:	
Councilman at Large	Edward J. Chanoski Jr.
1st Ward Councilman	Gerald DiLoreto
2nd Ward Councilman	Richard Perkins
3rd Ward Councilman	Gregory Metcalf
4th Ward Councilman	David Fortunato
5th Ward Councilman	Albert Stasiulewicz
6th Ward Councilman	David Lalich
Municipal Court Judge	G. Daniel Spahn

Appointed Officials

City Manager	Cathy Davison
Law Director	S. Gary Repella
Finance Director	Alyssa N. Kerker
Urban Project Director	Christopher Petrossi
Parks and Recreation Director	Troy Kirkendall*
Fire Chief	Terri English
Police Chief	William A. McCafferty
Health Commissioner	Patricia Reda
City Engineer	Michael Dolak
Clerk of Council	Pam Orlando
Water Superintendent	Robert Ribar
Sewer Superintendent	Charles Murphy
Street and Sanitation Superintendent	Robert Baird

* Beginning February 28, 2011

**CITY OF STEUBENVILLE
ORGANIZATIONAL CHART
DECEMBER 31, 2010**



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Steubenville
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

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



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

President

A second, more legible handwritten signature in black ink, clearly reading "Jeffrey R. Emen".

Executive Director

THIS PAGE IS INTENTIONALLY LEFT BLANK

FINANCIAL SECTION



Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

122 4th St. NW | PO Box 1020
New Philadelphia, OH 44663-5120

June 28, 2011

Mayor and Members of Council
City of Steubenville
Steubenville, OH 43952

Independent Auditor's Report

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 Steubenville (the "City"), as of and for the year ended December 31, 2010, 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, 2010, and the respective changes in financial position and the cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund, the .7% City Income Tax - Street Improvement Fund, and the ARRA Federal Grant Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2011 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

City of Steubenville
Independent Auditor's Report
June 28, 2011

The Management's Discussion and Analysis on pages 11 through 23 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are 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.

The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Rea & Associates, Inc.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2010

The management's discussion and analysis of the City of Steubenville's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2010. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2010 are as follows:

- The total net assets of the City increased \$7,194,741 or 17.59% over 2009. Net assets of governmental activities increased \$5,528,076 or 20.27% and net assets of business-type activities increased \$1,666,665 or 12.22%.
- General revenues accounted for \$12,418,491, or 56.30% of total governmental activities revenue. Program specific revenues accounted for \$9,641,693 or 43.70% of total governmental activities revenue.
- The City had \$16,525,870 in expenses related to governmental activities; \$9,641,693 of these expenses was offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$6,884,177 were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$12,418,491.
- The City's major governmental funds are the general fund, .7% City income tax - street improvement fund, American Recovery and Reinvestment Act (ARRA) federal grant fund and capital improvement fund. The general fund had revenues and other financing sources of \$12,524,383 in 2010. This represents an increase of \$439,953 over 2009 revenues primarily due to an increase in intergovernmental revenues compared to the prior year. The expenditures of the general fund, which totaled \$11,328,600 in 2010, decreased \$1,478,655 from 2009. The net increase in fund balance for the general fund was \$1,195,783, from a deficit balance of \$519,797 to a positive balance of \$675,986.
- The .7% City income tax - street improvement fund had \$1,465,779 in revenues in 2010. The expenditures of the .7% City income tax - street improvement fund totaled \$2,638,678 in 2010. The net decrease in fund balance for the .7% City income tax - street improvement fund was \$1,172,899 from \$737,428 to a deficit balance of \$435,471.
- The ARRA federal grant fund had \$3,509,760 in revenues in 2010. The expenditures of the ARRA federal grant fund totaled \$3,592,581 in 2010. The net decrease in fund balance for the ARRA federal grant fund was \$82,821.
- The capital improvement fund had \$3,749,978 in revenues and other financing sources in 2010. The expenditures of the capital improvement fund totaled \$5,048,793 in 2010. The net decrease in fund balance for the capital improvement fund was \$1,298,815 from \$1,587,129 to a balance of \$288,314.
- Net assets for the business-type activities, which are made up of the water, sewer, and refuse enterprise funds, increased in 2010 by \$1,666,665.
- In the general fund, the actual revenues and other financing sources came in \$73,997 greater than the final budgeted revenues and other financing sources. Actual expenditures were \$384,054 less than the amount in the final budget. This was primarily due to conservative spending. The revenue variances are the result of increasing municipal income tax and other revenues. Budgeted revenues and expenditures were amended a few times throughout the year.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2010

Using this Comprehensive Annual Financial Report (CAFR)

The City's annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the City of Steubenville as a total financial and operating entity. The individual statements provide a detailed look at specific financial activities.

The City's basic financial statements are comprised of three components: 1) City-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The statement of net assets and the statement of activities provide information about the activities of the City as a whole and present a long-term view of the City's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell the reader how services were financed in the short-term, as well as the amount of funds remaining for future spending. The fund financial statements also look at the City's major funds with all other non-major funds presented in total in one column.

Reporting the City as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2010?" The statement of net assets and the statement of activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net assets and the statement of activities, the City is divided into two distinct kinds of activities:

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

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The City's water, sewer, and refuse operations are reported here.

The City's statement of net assets and statement of activities can be found on pages 27-29 of this report.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2010

Reporting the City's Most Significant Funds

Fund Financial Statements

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

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds. The analysis of the City's major governmental and proprietary funds begins on page 18.

Governmental Funds

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

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

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the general fund, .7% City income tax - street improvement fund, ARRA federal grant fund and capital improvement fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 30-40 of this report.

Proprietary Funds

The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, and refuse functions. All of the City's enterprise funds are considered major funds. The internal service fund is an accounting device used to accumulate and allocate costs internally among the City's various functions. The basic proprietary fund financial statements can be found on pages 41-45 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City's only fiduciary funds are agency funds. The basic fiduciary fund financial statement can be found on page 46 of this report.

CITY OF STEUBENVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 47-83 of this report.

Government-wide Financial Analysis

The table below provides a summary of the City's net assets for 2010 and 2009.

	Net Assets					
	Governmental	Business-type	Governmental	Business-type	Total	Total
	Activities 2010	Activities 2010	Activities 2009	Activities 2009	2010	2009
Assets						
Current and other assets	\$ 14,651,703	\$ 12,787,673	\$ 14,026,576	\$ 10,458,919	\$ 27,439,376	\$ 24,485,495
Capital assets, net	<u>31,604,705</u>	<u>56,390,919</u>	<u>26,351,740</u>	<u>56,789,758</u>	<u>87,995,624</u>	<u>83,141,498</u>
Total assets	<u>46,256,408</u>	<u>69,178,592</u>	<u>40,378,316</u>	<u>67,248,677</u>	<u>115,435,000</u>	<u>107,626,993</u>
Liabilities						
Long-term liabilities outstanding	8,162,166	52,983,656	8,285,218	51,773,942	61,145,822	60,059,160
Other liabilities	<u>5,294,859</u>	<u>886,597</u>	<u>4,821,791</u>	<u>1,833,061</u>	<u>6,181,456</u>	<u>6,654,852</u>
Total liabilities	<u>13,457,025</u>	<u>53,870,253</u>	<u>13,107,009</u>	<u>53,607,003</u>	<u>67,327,278</u>	<u>66,714,012</u>
Net assets						
Invested in capital assets, net of related debt	26,909,300	10,317,812	23,206,767	10,038,419	37,227,112	33,245,186
Restricted	6,476,251	1,996,135	6,270,368	-	8,472,386	6,270,368
Unrestricted (deficit)	<u>(586,168)</u>	<u>2,994,392</u>	<u>(2,205,828)</u>	<u>3,603,255</u>	<u>2,408,224</u>	<u>1,397,427</u>
Total net assets	<u>\$ 32,799,383</u>	<u>\$ 15,308,339</u>	<u>\$ 27,271,307</u>	<u>\$ 13,641,674</u>	<u>\$ 48,107,722</u>	<u>\$ 40,912,981</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2010, the City's assets exceeded liabilities by \$48,107,722. At year-end, net assets were \$32,799,383 and \$15,308,339 for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the City's net assets. At year-end, capital assets represented 76.23% of total assets. Capital assets include land, buildings, improvements, equipment, vehicles, infrastructure and construction-in-progress. Capital assets, net of related debt to acquire the assets at December 31, 2010, were \$26,909,300 and \$10,317,812 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the City's net assets, \$8,472,386, represents resources that are subject to external restriction on how they may be used.

CITY OF STEUBENVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

The table below shows the changes in net assets for 2010 and 2009.

	Change in Net Assets					
	Governmental	Business-type	Governmental	Business-type	Total	Total
	Activities	Activities	Activities	Activities	Total	Total
	2010	2010	2009	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 1,244,341	\$ 12,443,391	\$ 1,310,573	\$ 12,611,190	\$ 13,687,732	\$ 13,921,763
Operating grants and contributions	2,651,845	-	1,695,188	5,000	2,651,845	1,700,188
Capital grants and contributions	5,745,507	-	1,225,697	-	5,745,507	1,225,697
Total program revenues	9,641,693	12,443,391	4,231,458	12,616,190	22,085,084	16,847,648
General revenues:						
Property taxes	1,197,904	-	1,264,207	-	1,197,904	1,264,207
Income taxes	8,460,297	-	9,099,559	-	8,460,297	9,099,559
Hotel taxes	181,220	-	215,029	-	181,220	215,029
Unrestricted grants and entitlements	2,353,784	-	1,857,377	-	2,353,784	1,857,377
Investment earnings	40,629	195	87,574	3,606	40,824	91,180
Contributions and donations	-	-	15,941	-	-	15,941
Miscellaneous	184,657	36,422	225,452	171,224	221,079	396,676
Total general revenues	12,418,491	36,617	12,765,139	174,830	12,455,108	12,939,969
Total revenues	22,060,184	12,480,008	16,996,597	12,791,020	34,540,192	29,787,617
Expenses:						
General government	2,911,400	-	2,934,361	-	2,911,400	2,934,361
Security of persons and property	7,306,577	-	7,992,803	-	7,306,577	7,992,803
Public health and welfare	676,872	-	666,247	-	676,872	666,247
Transportation	3,109,896	-	3,033,970	-	3,109,896	3,033,970
Community environment	1,306,035	-	978,797	-	1,306,035	978,797
Leisure time activity	952,104	-	1,049,465	-	952,104	1,049,465
Interest and fiscal charges	262,986	-	200,235	-	262,986	200,235
Water	-	5,090,449	-	5,329,685	5,090,449	5,329,685
Sewer	-	4,075,627	-	3,293,273	4,075,627	3,293,273
Refuse	-	1,653,505	-	1,678,034	1,653,505	1,678,034
Total expenses	16,525,870	10,819,581	16,855,878	10,300,992	27,345,451	27,156,870
Increase (decrease) in net assets before transfers and special item	5,534,314	1,660,427	140,719	2,490,028	7,194,741	2,630,747
Transfers	(6,238)	6,238	1,993,424	(1,993,424)	-	-
Special item	-	-	-	142,787	-	142,787
Change in net assets	5,528,076	1,666,665	2,134,143	639,391	7,194,741	2,773,534
Net assets at beginning of year	27,271,307	13,641,674	25,137,164	13,002,283	40,912,981	38,139,447
Net assets at end of year	\$ 32,799,383	\$ 15,308,339	\$ 27,271,307	\$ 13,641,674	\$ 48,107,722	\$ 40,912,981

CITY OF STEUBENVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

Governmental Activities

Governmental activities net assets increased \$5,528,076 in 2010. The increase is the result of capital grants and contributions received primarily from the Ohio Department of Transportation (ODOT) for the Washington Street rehabilitation project and the Sunset Boulevard resurfacing project. Also, expenses decreased \$330,008 from 2009 due to cost cutting measures.

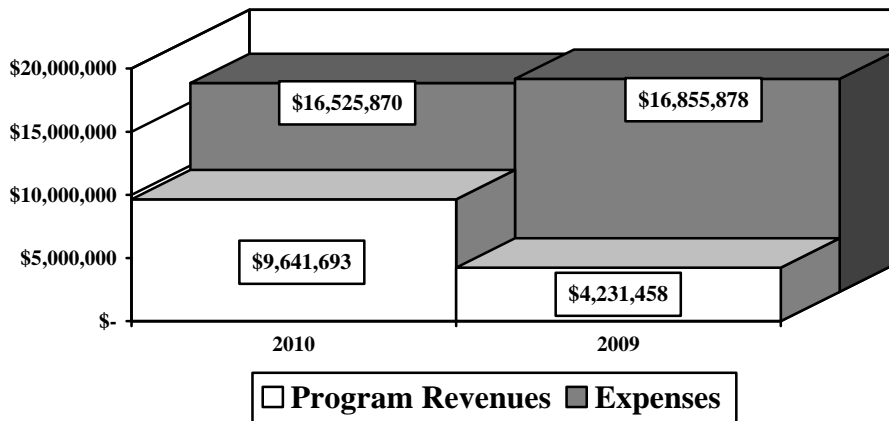
Security of persons and property, which primarily supports the operations of the police and fire departments, had expenses of \$7,306,577 which accounted for 26.72% of the total expenses of the City. These expenses were partially funded by \$1,466 in direct user charges and \$156,647 in operating grants and contributions. The remaining security of persons and property expenses were funded by general revenues. General government expenses totaled \$2,911,400 or 10.65% of the total expenses of the City, which was partially funded by \$646,991 in direct user charges, \$210,928 in operating grants and contributions and \$99,650 in capital grants and contributions.

The State and federal government contributed to the City a total of \$2,651,845 in operating grants and contributions.

General revenues totaled \$12,418,491 and amounted to 56.30% of total governmental revenues. These revenues primarily consist of property and income tax revenue of \$9,658,201. The other primary source of general revenues is grants and entitlements not restricted to specific programs, including local government revenue, estate taxes and property tax reimbursements received from the State, making up \$2,353,784.

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

Governmental Activities – Program Revenues vs. Total Expenses



CITY OF STEUBENVILLE, OHIO

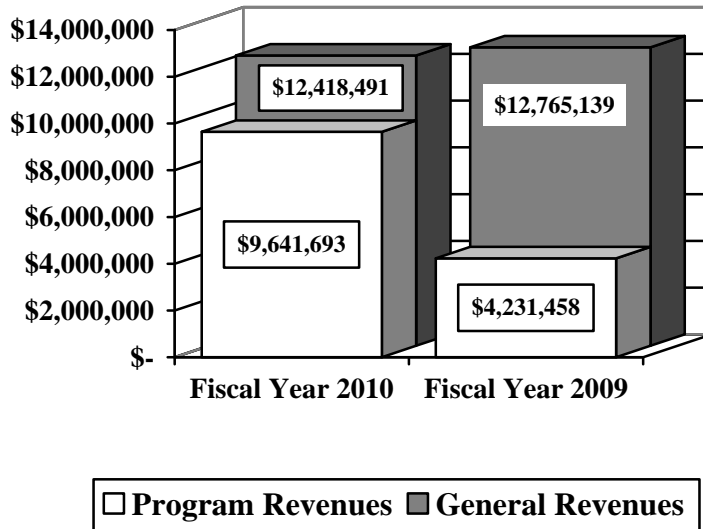
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010

Governmental Activities

	Total Cost of Services 2010	Net Cost of Services 2010	Total Cost of Services 2009	Net Cost of Services 2009
Program expenses:				
General government	\$ 2,911,400	\$ 1,953,831	\$ 2,934,361	\$ 2,057,633
Security of persons and property	7,306,577	7,148,464	7,992,803	7,992,803
Public health and welfare	676,872	443,972	666,247	440,841
Transportation	3,109,896	(3,324,361)	3,033,970	1,352,192
Community environment	1,306,035	(242,576)	978,797	155,582
Leisure time activity	952,104	641,861	1,049,465	425,134
Interest and fiscal charges	262,986	262,986	200,235	200,235
Total	<u>\$ 16,525,870</u>	<u>\$ 6,884,177</u>	<u>\$ 16,855,878</u>	<u>\$ 12,624,420</u>

The dependence upon general revenues for governmental activities is apparent, with 41.66% and 74.90% of expenses supported through taxes and other general revenues for 2010 and 2009, respectively.

Governmental Activities – General and Program Revenues



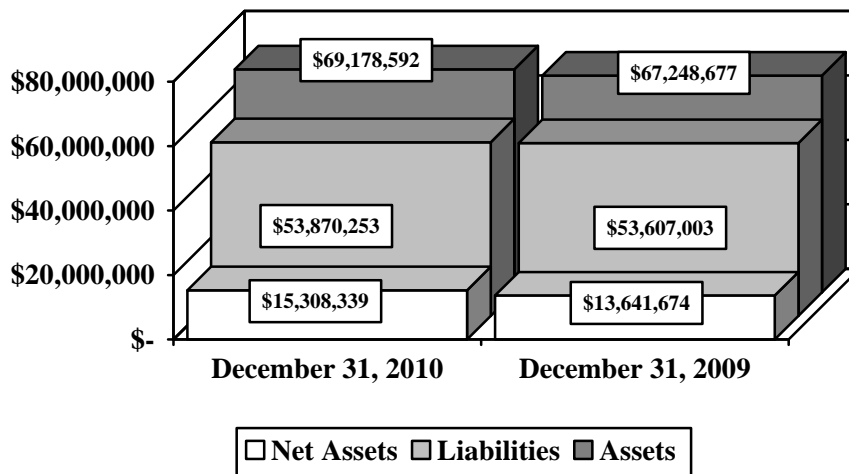
CITY OF STEUBENVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

Business-type Activities

Business-type activities include the water, sewer, and refuse enterprise funds. These programs had program revenues of \$12,443,391, general revenues of \$36,617, transfers in of \$6,238 and expenses of \$10,819,581 for 2010. During 2010, the City was able to reduce the amounts charged to consumers for services while spending more to provide additional water, sewer and refuse service. The net assets of the business-type activities increased \$1,666,665 from 2009. The graph below shows the business-type activities assets, liabilities and net assets at year-end.

Net Assets in Business-type Activities



Financial Analysis of the Government's Funds

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

Governmental Funds

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

The City's governmental funds (as presented on the balance sheet on pages 30-31) reported a combined fund balance of \$3,335,078, which is \$1,540,346 less than the previous year's fund balance of \$4,875,424. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2010 for all major and nonmajor governmental funds.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010

	Fund Balances (deficit) <u>12/31/10</u>	Fund Balances (deficit) <u>12/31/09</u>	Increase (Decrease) <u></u>
Major funds:			
General	\$ 675,986	\$ (519,797)	\$ 1,195,783
.7% City income tax - street improvement	(435,471)	737,428	(1,172,899)
ARRA federal grant	(82,821)	-	(82,821)
Capital improvement	288,314	1,587,129	(1,298,815)
Other nonmajor governmental funds	<u>2,889,070</u>	<u>3,070,664</u>	<u>(181,594)</u>
Total	<u>\$ 3,335,078</u>	<u>\$ 4,875,424</u>	<u>\$ (1,540,346)</u>

General Fund

The City's general fund balance increased \$1,195,783. The table that follows assists in illustrating the revenues of the general fund.

	<u>2010</u> <u>Amount</u>	<u>2009</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
Revenues:			
Taxes	\$ 8,650,652	\$ 8,930,294	(3.13) %
Charges for services	92,194	99,086	(6.96) %
Licenses and permits	673,703	456,842	47.47 %
Fines and forfeitures	283,999	343,711	(17.37) %
Investment income	40,625	87,574	(53.61) %
Intergovernmental	2,241,072	1,909,192	17.38 %
Rental income	106,107	88,750	19.56 %
Other	<u>90,462</u>	<u>168,981</u>	(46.47) %
Total	<u>\$ 12,178,814</u>	<u>\$ 12,084,430</u>	0.78 %

Tax revenue represents 71.03% of all general fund revenue. Tax revenue decreased slightly which is primarily due to overall high rates of unemployment in the City during 2010. The most significant increase in revenues occurred in intergovernmental revenue due to an increase in estate tax receipts. Interest income decreased because of lower interest rates during 2010. Other revenue decreased due to a decrease in reimbursements. Licenses and permits revenue increased primarily because of an increase in building permits. All other revenue remained consistent between 2009 and 2010.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

	<u>2010</u> <u>Amount</u>	<u>2009</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
Expenditures:			
General government	\$ 2,375,597	\$ 2,605,297	(8.82) %
Security of persons and property	6,725,875	7,580,391	(11.27) %
Public health and welfare	545,808	567,418	(3.81) %
Transportation	891,541	1,105,207	(19.33) %
Community environment	126,110	95,009	32.73 %
Leisure time activity	528,096	704,556	(25.05) %
Debt service	<u>135,573</u>	<u>149,377</u>	(9.24) %
Total	<u>\$ 11,328,600</u>	<u>\$ 12,807,255</u>	(11.55) %

Every expenditure line item in the general fund decreased during 2010 except for community environment. This is primarily due to the City making large cuts in all departments in order to balance the budget and deal with uncertain income tax collections. All other expenditures remained consistent between 2009 and 2010.

.7% City Income Tax - Street Improvement Fund

The .7% City income tax - street improvement fund had \$1,465,779 in revenues in 2010. The expenditures of the .7% City income tax - recreation improvement fund totaled \$2,638,678 in 2010. The City undertook several street improvement projects during 2010, which include the ongoing Sunset Boulevard resurfacing project, the Sunset Boulevard video traffic signal upgrade and the Hot Mix paving program. The improvements to Sunset Boulevard were primarily financed with federal grants passed through ODOT. The net decrease in fund balance for the .7% City income tax - street improvement fund was \$1,172,899 from \$737,428 to a deficit balance of \$435,471. The decrease in fund balance is due to large amount of construction expenditures which won't be reimbursed by ODOT until 2011.

ARRA Federal Grant Fund

The ARRA federal grant fund had \$3,509,760 in revenues in 2010. The expenditures of the ARRA federal grant fund totaled \$3,592,581 in 2010. The City received several grants during 2010 due to the American Recovery and Reinvestment Act. The largest grant was for the ongoing Washington Street rehabilitation project. The net decrease in fund balance for the ARRA federal grant fund was \$82,821. The decrease in fund balance is due to large amount of construction expenditures which won't be reimbursed until 2011.

Capital Improvement Fund

The capital improvement fund had \$3,749,978 in revenues and other financing sources in 2010. The expenditures of the capital improvement fund totaled \$5,048,793 in 2010. The net decrease in fund balance for the capital improvement fund was \$1,298,815 from \$1,587,129 to a balance of \$288,314. The decrease in fund balance is due to expenditures to complete the City's new municipal building, which was opened during 2010.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010

Budgeting Highlights - General Fund

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

In the general fund, estimated revenues and other financing sources decreased \$357,417. Appropriations were decreased by \$235,319 during 2010. Decreases to the appropriations were primarily due to cuts made at various City departments. Actual revenues and other financing sources of \$13,837,267 were greater than final budgeted revenues and other financing sources by \$73,997. Actual expenditures of \$13,644,360 came in \$384,054 less than the final budgeted amounts.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The only difference between the amounts reported as business-type activities and the amounts reported in the proprietary fund statements are interfund eliminations between proprietary funds and internal balances due to governmental activities for internal service activities. The interfund activity reported in the government wide statements are those between business-type activities and governmental activities (reported as internal balances and transfers) whereas interfund amounts between various enterprise funds are reported in the proprietary fund statements, as well as internal balances between the governmental and business-type funds due to the allocation of the internal service fund (reported as internal balances) which are not reported on the proprietary statements.

Capital Assets and Debt Administration

Capital Assets

At the end of 2010, the City had \$87,995,624 (net of accumulated depreciation) invested in land, buildings, improvements, equipment, vehicles, infrastructure and construction in progress. Of this total, \$31,604,705 was reported in governmental activities and \$56,390,919 was reported in business-type activities. Additional details are provided in Note 8 of the notes to the financial statements. The following table shows 2010 balances compared to 2009:

**Capital Assets at December 31
(Net of Depreciation)**

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land	\$ 469,112	\$ 469,112	\$ 66,000	\$ 66,000	\$ 535,112	\$ 535,112
Construction-in-progress	5,667,700	3,620,090	6,735,266	6,204,091	12,402,966	9,824,181
Buildings	6,526,365	2,209,011	24,174,219	24,623,571	30,700,584	26,832,582
Improvements	4,025,116	4,500,870	286,747	288,894	4,311,863	4,789,764
Equipment	495,697	414,224	282,791	215,981	778,488	630,205
Vehicles	852,891	1,151,339	15,738	107,629	868,629	1,258,968
Infrastructure	13,567,824	13,987,094	24,830,158	25,283,592	38,397,982	39,270,686
Totals	<u>\$ 31,604,705</u>	<u>\$ 26,351,740</u>	<u>\$ 56,390,919</u>	<u>\$ 56,789,758</u>	<u>\$ 87,995,624</u>	<u>\$ 83,141,498</u>

CITY OF STEUBENVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2010**

The City's largest capital asset category is infrastructure which includes roads constructed from 1980 through 2010. These items are immovable and of value only to the City, however, the annual cost of purchasing these items is quite significant. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 42.93% of the City's total governmental capital assets.

The City's largest business-type capital asset category is infrastructure that primarily includes water and sewer lines. These items play a vital role in the income producing ability of the business-type activities. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 44.04% of the City's total business-type capital assets.

Debt Administration

The City had the following long-term obligations outstanding at December 31, 2010 and 2009. Additional details are provided in Note 11 of the notes to the financial statements.

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
Loans payable	\$ 1,059,760	\$ 1,216,006
Compensated absences	1,520,566	1,565,413
Bonds payable	3,497,922	-
Notes payable	-	3,500,000
Capital lease obligation payable	7,326	13,311
Police and fire pension liability	<u>1,945,885</u>	<u>1,990,488</u>
Total long-term obligations	<u>\$ 8,031,459</u>	<u>\$ 8,285,218</u>

	Business-type Activities	
	<u>2010</u>	<u>2009</u>
Long-term notes payable	\$ 26,304	\$ 51,292
OWDA loans	43,046,020	43,514,345
OPWC loans	332,036	381,870
Landfill closure/postclosure	4,704,540	4,788,434
Compensated absences	226,233	234,169
Loans payable	88,747	104,956
Bonds payable	<u>4,559,776</u>	<u>2,698,876</u>
Total long-term obligations	<u>\$ 52,983,656</u>	<u>\$ 51,773,942</u>

Economic Conditions and Outlook

The unemployment rates as of December 31, 2010 are 9.6% for the United States, 10.1% for the State of Ohio and 13.4% for Jefferson County. The rate for Jefferson County has increased throughout 2010, which would suggest flat income tax revenues for 2011. On the other hand, the City has seen a surge in health care providers locating in Steubenville as well as continued profitability from major national retailers located in and around Steubenville. The net result of this is a more stable income tax revenue stream than otherwise would be possible. In order to cope with these economic uncertainties, the City made cuts to many departments during 2010.

CITY OF STEUBENVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2010

The City continues to grapple with the high cost of providing water and sewer services to its customers while meeting the demands of federal and State environmental authorities. This City has undertaken several projects to improve the City's water and sewer treatment and distribution systems. These projects have been financed through loans obtained through the Ohio Water Development Authority (OWDA).

The City has also undertaken several other projects. The City began an extensive rehabilitation project on Washington Street, which was funded by approximately \$8.8 million in federal stimulus money. The City also undertook projects for Sunset Boulevard resurfacing and an upgrade to the traffic signals on Sunset Boulevard. During 2009, the City also began construction on the new municipal building, which was completed during 2010.

The net result of the above is a continued precarious formal outlook. Continued diligence to control costs will be practiced by the City to meet its financial projections.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact: Ms. Alyssa N. Kerker, Finance Director, City of Steubenville, 115 South Third Street, Steubenville, Ohio 43952.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**BASIC
FINANCIAL STATEMENTS**

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO

STATEMENT OF NET ASSETS
DECEMBER 31, 2010

	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents . . .	\$ 5,012,970	\$ 9,064,744	\$ 14,077,714
Receivables (net of allowances for uncollectibles):			
Income taxes	1,856,364	-	1,856,364
Property and other taxes	1,719,725	-	1,719,725
Accounts	71,806	1,629,920	1,701,726
Special assessments	33,136	-	33,136
Due from other governments	5,516,993	-	5,516,993
Internal balance	(25,694)	25,694	-
Prepayments	8,750	7,670	16,420
Materials and supplies inventory	332,739	-	332,739
Restricted assets:			
Equity in pooled cash and cash equivalents . . .	-	1,996,135	1,996,135
Unamortized bond issue costs	124,914	63,510	188,424
Capital assets:			
Land and construction in progress	6,136,812	6,801,266	12,938,078
Depreciable capital assets, net	25,467,893	49,589,653	75,057,546
Total capital assets, net	31,604,705	56,390,919	87,995,624
Total assets	46,256,408	69,178,592	115,435,000
Liabilities:			
Accounts payable	176,376	185,696	362,072
Contracts payable	2,527,075	311,902	2,838,977
Accrued wages and benefits	114,706	40,567	155,273
Accrued vacation payable	478,865	185,545	664,410
Due to other governments	649,241	154,544	803,785
Accrued interest payable	41,875	8,343	50,218
Claims payable	112,660	-	112,660
Unearned revenue	1,194,061	-	1,194,061
Long-term liabilities:			
Due within one year	300,709	4,307,948	4,608,657
Due in more than one year	7,861,457	48,675,708	56,537,165
Total liabilities	13,457,025	53,870,253	67,327,278
Net assets:			
Invested in capital assets, net of related debt	26,909,300	10,317,812	37,227,112
Restricted for:			
Debt service	126,882	1,996,135	2,123,017
Capital projects	288,314	-	288,314
Street construction, maintenance and repairs . .	1,838,580	-	1,838,580
Municipal court improvements	54,566	-	54,566
Community development	1,747,983	-	1,747,983
Police and fire	82,567	-	82,567
Safety programs	1,051,792	-	1,051,792
Recreation	66,800	-	66,800
Health programs	57,079	-	57,079
Equipment improvement	1,004,498	-	1,004,498
Other purposes	157,190	-	157,190
Unrestricted (deficit)	(586,168)	2,994,392	2,408,224
Total net assets	\$ 32,799,383	\$ 15,308,339	\$ 48,107,722

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 2,911,400	\$ 646,991	\$ 210,928	\$ 99,650
Security of persons and property	7,306,577	1,466	156,647	-
Public health and welfare	676,872	232,830	70	-
Transportation	3,109,896	41,896	748,754	5,643,607
Community environment	1,306,035	129,981	1,418,630	-
Leisure time activity	952,104	191,177	116,816	2,250
Interest and fiscal charges	262,986	-	-	-
Total governmental activities	16,525,870	1,244,341	2,651,845	5,745,507
Business-type activities:				
Water	5,090,449	4,795,414	-	-
Sewer	4,075,627	5,324,955	-	-
Refuse	1,653,505	2,323,022	-	-
Total business-type activities	10,819,581	12,443,391	-	-
Total primary government	\$ 27,345,451	\$ 13,687,732	\$ 2,651,845	\$ 5,745,507

General revenues:

- Property taxes levied for:
 - General purposes
 - Debt service
- Income taxes levied for:
 - General purposes
 - Street fund
 - Equipment improvement
 - Recreation improvement
- Other taxes levied for:
 - Hotel occupancy taxes
- Grants and entitlements not restricted to specific programs
- Investment earnings
- Miscellaneous

Total general revenues

Transfers

Change in net assets

Net assets at beginning of year

Net assets at 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
\$ (1,953,831)	\$ -	\$ (1,953,831)
(7,148,464)	-	(7,148,464)
(443,972)	-	(443,972)
3,324,361	-	3,324,361
242,576	-	242,576
(641,861)	-	(641,861)
(262,986)	-	(262,986)
(6,884,177)	-	(6,884,177)
-	(295,035)	(295,035)
-	1,249,328	1,249,328
-	669,517	669,517
-	1,623,810	1,623,810
(6,884,177)	1,623,810	(5,260,367)
986,308	-	986,308
211,596	-	211,596
7,389,061	-	7,389,061
679,734	-	679,734
293,627	-	293,627
97,875	-	97,875
181,220	-	181,220
2,353,784	-	2,353,784
40,629	195	40,824
184,657	36,422	221,079
12,418,491	36,617	12,455,108
(6,238)	6,238	-
5,528,076	1,666,665	7,194,741
27,271,307	13,641,674	40,912,981
\$ 32,799,383	\$ 15,308,339	\$ 48,107,722

CITY OF STEUBENVILLE, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	<u>General</u>	<u>.7% City Income Tax Street Improvement</u>	<u>ARRA Federal Grant</u>	<u>Capital Improvement</u>
Assets:				
Equity in pooled cash and cash equivalents . . .	\$ 563,162	\$ 993,516	\$ 131,568	\$ 288,314
Receivables (net of allowance for uncollectibles):				
Income taxes.	1,619,185	150,330	-	-
Property and other taxes	1,439,466	-	-	-
Accounts.	71,806	-	-	-
Special assessments	-	-	-	-
Due from other governments.	917,453	1,568,015	927,089	-
Interfund loans.	-	130,000	-	-
Prepayments	8,113	-	-	-
Materials and supplies inventory.	294,153	-	-	-
Total assets	<u>\$ 4,913,338</u>	<u>\$ 2,841,861</u>	<u>\$ 1,058,657</u>	<u>\$ 288,314</u>
Liabilities:				
Accounts payable.	\$ 113,810	\$ 4,746	\$ -	\$ -
Contracts payable.	-	1,612,036	915,039	-
Accrued wages and benefits	111,189	-	-	-
Due to other governments	631,388	-	-	-
Interfund loans payable.	-	-	130,000	-
Deferred revenue	2,398,792	1,660,550	96,439	-
Unearned revenue	982,173	-	-	-
Total liabilities	<u>4,237,352</u>	<u>3,277,332</u>	<u>1,141,478</u>	<u>-</u>
Fund balances:				
Reserved for encumbrances	59,321	198,106	-	-
Reserved for supplies inventory	294,153	-	-	-
Reserved for prepayments	8,113	-	-	-
Unreserved, undesignated (deficit), reported in:				
General fund.	314,399	-	-	-
Special revenue funds	-	(633,577)	(82,821)	-
Debt service fund	-	-	-	-
Capital projects fund	-	-	-	288,314
Total fund balances (deficit)	<u>675,986</u>	<u>(435,471)</u>	<u>(82,821)</u>	<u>288,314</u>
Total liabilities and fund balances	<u>\$ 4,913,338</u>	<u>\$ 2,841,861</u>	<u>\$ 1,058,657</u>	<u>\$ 288,314</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds
\$ 2,812,961	\$ 4,789,521
86,849	1,856,364
280,259	1,719,725
-	71,806
33,136	33,136
2,104,436	5,516,993
-	130,000
637	8,750
38,586	332,739
<u>\$ 5,356,864</u>	<u>\$ 14,459,034</u>
\$ 57,820	\$ 176,376
-	2,527,075
3,517	114,706
17,853	649,241
-	130,000
2,176,716	6,332,497
211,888	1,194,061
<u>2,467,794</u>	<u>11,123,956</u>
74,988	332,415
38,586	332,739
637	8,750
-	314,399
2,710,517	1,994,119
64,342	64,342
-	288,314
<u>2,889,070</u>	<u>3,335,078</u>
<u>\$ 5,356,864</u>	<u>\$ 14,459,034</u>

CITY OF STEUBENVILLE, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2010

Total governmental fund balances		\$	3,335,078
<i>Amounts reported for governmental activities on the statement of net assets are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			31,604,705
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.			
Income taxes receivable	\$	1,498,695	
Property and other taxes receivable		518,879	
Accounts receivable		71,806	
Intergovernmental receivable		4,209,981	
Special assessments receivable		33,136	
Total		6,332,497	6,332,497
The internal service fund is used by management to charge the costs of the health insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities on the statement of net assets. The net assets of the internal service fund, including internal balances of (\$25,694), are:			85,095
Interest is accrued on outstanding loans and bonds on the statement of net assets whereas in governmental funds, interest expenditures are reported when due.			(41,875)
Bond issuance costs are reported as an expenditure in the governmental funds, however, they are amortized over the life of the bonds on the statement net assets			124,914
Unamortized premiums on bond issuance are not recognized in governmental funds.			(130,707)
Vacation is accrued for leave accrued on the statement of net assets, whereas in governmental funds, vacation leave expenditures are reported when taken.			(478,865)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences		(1,520,566)	
Police and fire pension liability		(1,945,885)	
Capital lease payable		(7,326)	
General obligation bonds		(3,497,922)	
Loans payable		(1,059,760)	
Total		(8,031,459)	(8,031,459)
Net assets of governmental activities		\$	32,799,383

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>General</u>	<u>.7% City Income Tax Street Improvement</u>	<u>ARRA Federal Grant</u>	<u>Capital Improvement</u>
Revenues:				
Municipal income taxes	\$ 7,571,336	\$ 694,992	\$ -	\$ -
Property and other taxes.	1,079,316	-	-	-
Charges for services.	92,194	-	-	-
Licenses and permits	673,703	-	-	-
Fines and forfeitures	283,999	-	-	-
Intergovernmental.	2,241,072	770,268	3,509,760	11,317
Special assessments	-	-	-	-
Contributions and donations.	4,025	-	-	83,333
Investment income.	40,625	-	-	-
Rental income	106,107	-	-	-
Other	86,437	519	-	26,645
Total revenues.	<u>12,178,814</u>	<u>1,465,779</u>	<u>3,509,760</u>	<u>121,295</u>
Expenditures:				
Current:				
General government	2,375,597	-	-	-
Security of persons and property	6,725,875	-	144,597	-
Public health and welfare.	545,808	-	-	-
Transportation	891,541	2,510,860	-	-
Community environment	126,110	-	-	-
Leisure time activity	528,096	-	-	-
Capital outlay	-	-	3,447,984	1,423,531
Debt service:				
Principal retirement.	50,588	98,779	-	3,500,000
Interest and fiscal charges	84,985	29,039	-	-
Bond issuance costs	-	-	-	125,262
Total expenditures.	<u>11,328,600</u>	<u>2,638,678</u>	<u>3,592,581</u>	<u>5,048,793</u>
Excess/(deficiency) of revenues over/(under) expenditures	<u>850,214</u>	<u>(1,172,899)</u>	<u>(82,821)</u>	<u>(4,927,498)</u>
Other financing sources (uses):				
Bond issuance.	-	-	-	3,497,612
Premium on bond issuance	-	-	-	131,071
Sale of capital assets.	1,087	-	-	-
Transfers in	344,482	-	-	-
Transfers out.	-	-	-	-
Total other financing sources (uses)	<u>345,569</u>	<u>-</u>	<u>-</u>	<u>3,628,683</u>
Net change in fund balances	1,195,783	(1,172,899)	(82,821)	(1,298,815)
Fund balances (deficit)				
at beginning of year.	(519,797)	737,428	-	1,587,129
Fund balances (deficit) at end of year	<u>\$ 675,986</u>	<u>\$ (435,471)</u>	<u>\$ (82,821)</u>	<u>\$ 288,314</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds
\$ 400,000	\$ 8,666,328
276,370	1,355,686
820	93,014
72,475	746,178
44,655	328,654
2,509,433	9,041,850
37,481	37,481
-	87,358
396	41,021
-	106,107
107,331	220,932
<u>3,448,961</u>	<u>20,724,609</u>
427,190	2,802,787
30,976	6,901,448
122,337	668,145
814,468	4,216,869
1,505,379	1,631,489
138,513	666,609
-	4,871,515
57,467	3,706,834
189,743	303,767
-	125,262
<u>3,286,073</u>	<u>25,894,725</u>
<u>162,888</u>	<u>(5,170,116)</u>
-	3,497,612
-	131,071
-	1,087
-	344,482
(344,482)	(344,482)
<u>(344,482)</u>	<u>3,629,770</u>
(181,594)	(1,540,346)
3,070,664	4,875,424
<u>\$ 2,889,070</u>	<u>\$ 3,335,078</u>

CITY OF STEUBENVILLE, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

Net change in fund balances - total governmental funds \$ (1,540,346)

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

Governmental funds report capital outlays as expenditures.

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

Capital asset additions	\$ 7,497,907	
Current year depreciation	(2,137,103)	
Total		5,360,804

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets. (107,839)

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

Income taxes	(206,031)	
Property and other taxes	23,438	
Licenses and permits revenue	942	
Intergovernmental revenues	1,610,739	
Special assessments	(93,517)	
Total		1,335,571

Proceeds of bonds, are reported as an other financing source in the governmental funds, however, in the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net assets. (3,497,612)

Premiums on general obligation bonds are recognized as other financing sources in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities. (131,071)

Issuance costs on general obligation bonds are recognized as expenditures in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities. 125,262

In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in decreased interest being reported on the statement of activities:

Decrease in accrued interest payable	41,075	
Accreted interest on capital appreciation bonds	(310)	
Amortization of bond issuance costs	(348)	
Amortization of bond premiums	364	
Total		40,781

- - continued

CITY OF STEUBENVILLE, OHIO

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2010**

Repayment of note, loan and lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	\$ 3,706,834
In the statement of activities, vacation leave is accrued when earned, whereas in governmental funds, an expenditure is reported when vacation leave is taken.	27,684
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	44,847
The internal service fund used by management to charge the costs of the health insurance to individual funds is not reported in the government-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund, including internal balances of (\$64,668), is allocated among the governmental activities.	<u>163,161</u>
Change in net assets of governmental activities	<u><u>\$ 5,528,076</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 7,457,410	\$ 7,509,891	\$ 7,547,485	\$ 37,594
Property and other taxes.	1,144,216	1,083,110	1,089,375	6,265
Charges for services.	118,404	92,021	92,194	173
Licenses and permits	555,904	671,823	673,703	1,880
Fines and forfeitures	334,161	288,415	283,999	(4,416)
Intergovernmental.	2,073,869	2,047,530	2,048,123	593
Contributions and donations.	15,941	5,525	4,025	(1,500)
Investment income.	80,583	37,776	40,625	2,849
Rental income	101,395	108,326	106,107	(2,219)
Other	1,873,903	1,573,284	1,606,062	32,778
Total revenues	13,755,786	13,417,701	13,491,698	73,997
Expenditures:				
Current:				
General government	4,799,924	4,757,158	4,502,433	254,725
Security of persons and property	6,979,042	6,800,889	6,751,675	49,214
Public health and welfare.	612,656	610,731	600,941	9,790
Transportation	1,234,565	1,254,236	1,225,267	28,969
Community environment	144,892	93,394	89,403	3,991
Leisure time activity	492,654	512,006	474,641	37,365
Total expenditures	14,263,733	14,028,414	13,644,360	384,054
Excess of expenditures over revenues.	(507,947)	(610,713)	(152,662)	458,051
Other financing sources:				
Sale of capital assets.	14,901	1,087	1,087	-
Note issuance	350,000	-	-	-
Transfers in	-	344,482	344,482	-
Total other financing sources.	364,901	345,569	345,569	-
Net change in fund balances	(143,046)	(265,144)	192,907	458,051
Fund balances at beginning of year	112,773	112,773	112,773	-
Prior year encumbrances appropriated	144,043	144,043	144,043	-
Fund balance (deficit) at end of year	\$ 113,770	\$ (8,328)	\$ 449,723	\$ 458,051

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 .7% CITY INCOME TAX - STREET IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Municipal income taxes	\$ 692,370	\$ 693,578	\$ 694,443	\$ 865
Intergovernmental.	11,828,525	2,095,984	739,519	(1,356,465)
Other	80,242	519	90,018	89,499
Total revenues	<u>12,601,137</u>	<u>2,790,081</u>	<u>1,523,980</u>	<u>(1,266,101)</u>
Expenditures:				
Current:				
Transportation	783,728	2,743,616	1,333,540	1,410,076
Debt service:				
Principal retirement.	9,321,620	98,572	98,572	-
Interest and fiscal charges	2,552,920	26,996	26,996	-
Total expenditures	<u>12,658,268</u>	<u>2,869,184</u>	<u>1,459,108</u>	<u>1,410,076</u>
Excess/(deficiency) of revenues over/(under) expenditures.	<u>(57,131)</u>	<u>(79,103)</u>	<u>64,872</u>	<u>143,975</u>
Other financing uses:				
Advances out	-	(130,000)	(130,000)	-
Total other financing uses	<u>-</u>	<u>(130,000)</u>	<u>(130,000)</u>	<u>-</u>
Net change in fund balances	(57,131)	(209,103)	(65,128)	143,975
Fund balances at beginning of year	674,351	674,351	674,351	-
Prior year encumbrances appropriated	132,341	132,341	132,341	-
Fund balance at end of year	<u>\$ 749,561</u>	<u>\$ 597,589</u>	<u>\$ 741,564</u>	<u>\$ 143,975</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ARRA FEDERAL GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental.	\$ -	\$ 2,589,485	\$ 2,679,110	\$ 89,625
Total revenues	-	2,589,485	2,679,110	89,625
Expenditures:				
Current:				
Security of persons and property	-	144,597	144,597	-
Capital outlay	-	2,444,888	2,532,945	(88,057)
Total expenditures	-	2,589,485	2,677,542	(88,057)
Excess of revenues over expenditures.	-	-	1,568	1,568
Other financing sources:				
Advances in	-	-	130,000	130,000
Total other financing sources	-	-	130,000	130,000
Net change in fund balances	-	-	131,568	131,568
Fund balances at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ 131,568	\$ 131,568

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 DECEMBER 31, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Water	Sewer	Refuse	Total	
Assets:					
Current assets:					
Equity in pooled cash and cash equivalents . . .	\$ 2,979,981	\$ 4,159,700	\$ 1,925,063	\$ 9,064,744	\$ 223,449
Receivables (net of allowance for uncollectibles):					
Accounts	656,114	739,432	234,374	1,629,920	-
Prepayments	2,076	3,518	2,076	7,670	-
Restricted assets:					
Equity in pooled cash and cash equivalents . . .	898,261	1,097,874	-	1,996,135	-
Total current assets	<u>4,536,432</u>	<u>6,000,524</u>	<u>2,161,513</u>	<u>12,698,469</u>	<u>223,449</u>
Noncurrent assets:					
Capital assets:					
Land and construction in progress	5,670,489	1,100,777	30,000	6,801,266	-
Depreciable capital assets, net	35,580,697	13,698,097	310,859	49,589,653	-
Total capital assets, net	<u>41,251,186</u>	<u>14,798,874</u>	<u>340,859</u>	<u>56,390,919</u>	<u>-</u>
Unamortized bond issue costs	28,579	34,931	-	63,510	-
Total noncurrent assets	<u>41,279,765</u>	<u>14,833,805</u>	<u>340,859</u>	<u>56,454,429</u>	<u>-</u>
Total assets	<u>45,816,197</u>	<u>20,834,329</u>	<u>2,502,372</u>	<u>69,152,898</u>	<u>223,449</u>
Liabilities:					
Current liabilities:					
Accounts payable	82,786	96,028	6,882	185,696	-
Contracts payable	264,738	47,164	-	311,902	-
Accrued wages and benefits	18,666	13,371	8,530	40,567	-
Due to other governments	74,233	49,140	31,171	154,544	-
Accrued vacation payable	80,606	61,673	43,266	185,545	-
Accrued interest payable	7,829	-	514	8,343	-
Current portion of compensated absences	14,871	10,918	5,574	31,363	-
Current portion of OPWC loans	26,819	23,015	-	49,834	-
Current portion of OWDA loans	1,636,689	232,000	-	1,868,689	-
Current portion of bonds payable	171,750	63,250	-	235,000	-
Payable from restricted assets:					
Current portion of bonds payable	888,350	1,091,426	-	1,979,776	-
Current portion of landfill closure/postclosure .	-	-	100,000	100,000	-
Current portion of notes payable	-	-	26,304	26,304	-
Current portion of loans payable	-	16,982	-	16,982	-
Claims payable	-	-	-	-	112,660
Total current liabilities	<u>3,267,337</u>	<u>1,704,967</u>	<u>222,241</u>	<u>5,194,545</u>	<u>112,660</u>
Long-term liabilities:					
Compensated absences	98,928	44,584	51,358	194,870	-
OPWC loans payable	213,157	69,045	-	282,202	-
OWDA loans payable	30,573,422	10,603,909	-	41,177,331	-
General obligation bonds payable	1,275,250	1,069,750	-	2,345,000	-
Loans payable	-	71,765	-	71,765	-
Landfill closure/postclosure	-	-	4,604,540	4,604,540	-
Total long-term liabilities	<u>32,160,757</u>	<u>11,859,053</u>	<u>4,655,898</u>	<u>48,675,708</u>	<u>-</u>
Total liabilities	<u>35,428,094</u>	<u>13,564,020</u>	<u>4,878,139</u>	<u>53,870,253</u>	<u>112,660</u>
Net assets:					
Invested in capital assets, net of related debt . . .	7,354,099	2,649,158	314,555	10,317,812	-
Restricted for debt service	898,261	1,097,874	-	1,996,135	-
Unrestricted (deficit)	2,135,743	3,523,277	(2,690,322)	2,968,698	110,789
Total net assets (deficit)	<u>\$ 10,388,103</u>	<u>\$ 7,270,309</u>	<u>\$ (2,375,767)</u>	<u>15,282,645</u>	<u>\$ 110,789</u>
Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds.				25,694	
Net assets of business-type activities				<u>\$ 15,308,339</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

	Business-type Activities - Enterprise Funds				Governmental
	Water	Sewer	Refuse	Total	Activities - Internal Service Fund
Operating revenues:					
Charges for services	\$ 4,795,414	\$ 5,324,955	\$ 2,323,022	\$ 12,443,391	\$ 1,780,895
Other operating revenues	28,845	2,073	5,504	36,422	-
Total operating revenues.	<u>4,824,259</u>	<u>5,327,028</u>	<u>2,328,526</u>	<u>12,479,813</u>	<u>1,780,895</u>
Operating expenses:					
Personal services	1,457,723	1,511,504	862,760	3,831,987	-
Contract services.	-	-	330,349	330,349	-
Maintenance and operations.	1,331,904	1,522,292	203,893	3,058,089	2,104
Administrative costs.	196,313	196,313	165,918	558,544	-
Depreciation.	838,640	338,798	48,103	1,225,541	-
Claims expense	-	-	-	-	1,550,966
Total operating expenses.	<u>3,824,580</u>	<u>3,568,907</u>	<u>1,611,023</u>	<u>9,004,510</u>	<u>1,553,070</u>
Operating income (loss)	<u>999,679</u>	<u>1,758,121</u>	<u>717,503</u>	<u>3,475,303</u>	<u>227,825</u>
Nonoperating revenues (expenses):					
Interest expense and fiscal charges	(1,297,954)	(532,096)	(1,804)	(1,831,854)	-
Interest revenue.	195	-	-	195	4
Other nonoperating revenues	72,420	63,356	40,624	176,400	-
Other nonoperating expenses	(100,244)	(198,055)	(76,748)	(375,047)	-
Total nonoperating revenues (expenses).	<u>(1,325,583)</u>	<u>(666,795)</u>	<u>(37,928)</u>	<u>(2,030,306)</u>	<u>4</u>
Income (loss) before contributions.	(325,904)	1,091,326	679,575	1,444,997	227,829
Capital contributions.	-	-	157,000	157,000	-
Change in net assets	(325,904)	1,091,326	836,575	1,601,997	227,829
Net assets (deficit) at beginning of year	<u>10,714,007</u>	<u>6,178,983</u>	<u>(3,212,342)</u>		<u>(117,040)</u>
Net assets (deficit) at end of year	<u>\$ 10,388,103</u>	<u>\$ 7,270,309</u>	<u>\$ (2,375,767)</u>		<u>\$ 110,789</u>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds.				<u>64,668</u>	
Change in net assets of business-type activities.				<u>\$ 1,666,665</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Business-type Activities - Enterprise Funds				Governmental
	Water	Sewer	Refuse	Total	Activities - Internal Service Funds
Cash flows from operating activities:					
Cash received from charges for services	\$ 4,766,685	\$ 5,300,056	\$ 2,306,824	\$ 12,373,565	\$ 1,780,895
Cash received from other operations	28,845	2,073	5,504	36,422	-
Cash payments for personal services	(1,578,605)	(1,543,391)	(865,031)	(3,987,027)	-
Cash payments for contractual services	-	-	(354,197)	(354,197)	-
Cash payments for maintenance and operations. . .	(1,344,496)	(1,468,061)	(209,175)	(3,021,732)	(2,104)
Cash payments for administrative costs.	(196,313)	(196,313)	(165,918)	(558,544)	-
Cash payments for claims	-	-	-	-	(1,560,221)
Net cash provided by operating activities.	<u>1,676,116</u>	<u>2,094,364</u>	<u>718,007</u>	<u>4,488,487</u>	<u>218,570</u>
Cash flows from capital and related financing activities:					
Acquisition of capital assets	(1,314,495)	(344,353)	(16,200)	(1,675,048)	-
Cash used for landfill closure/postclosure	-	-	(83,894)	(83,894)	-
Principal retirement on OPWC loans	(26,819)	(23,015)	-	(49,834)	-
Principal retirement on OWDA loans	(1,564,823)	(224,561)	-	(1,789,384)	-
Principal retirement on loans	-	(16,209)	-	(16,209)	-
Principal retirement on notes	-	-	(24,988)	(24,988)	-
Principal retirement on general obligation bonds. .	(152,845)	(46,255)	-	(199,100)	-
Cash received from the issuance of bonds.	927,000	1,133,000	-	2,060,000	-
Cash used for bond issuance costs	(28,739)	(35,126)	-	(63,865)	-
Loan issuance	1,272,699	48,360	-	1,321,059	-
Interest and fiscal charges	(1,296,447)	(538,093)	(2,346)	(1,836,886)	-
Net cash used in capital and related financing activities	<u>(2,184,469)</u>	<u>(46,252)</u>	<u>(127,428)</u>	<u>(2,358,149)</u>	<u>-</u>
Cash flows from investing activities:					
Interest received	195	-	-	195	4
Net cash provided by investing activities	<u>195</u>	<u>-</u>	<u>-</u>	<u>195</u>	<u>4</u>
Net increase (decrease) in cash and cash equivalents	(508,158)	2,048,112	590,579	2,130,533	218,574
Cash and cash equivalents at beginning of year . .	<u>4,386,400</u>	<u>3,209,462</u>	<u>1,334,484</u>	<u>8,930,346</u>	<u>4,875</u>
Cash and cash equivalents at end of year	<u>\$ 3,878,242</u>	<u>\$ 5,257,574</u>	<u>\$ 1,925,063</u>	<u>\$ 11,060,879</u>	<u>\$ 223,449</u>

- - Continued

CITY OF STEUBENVILLE, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities - Internal Service Funds</u>
	<u>Water</u>	<u>Sewer</u>	<u>Refuse</u>	<u>Total</u>	
Reconciliation of operating income to net cash provided by operating activities:					
Operating income	\$ 999,679	\$ 1,758,121	\$ 717,503	\$ 3,475,303	\$ 227,825
Adjustments:					
Depreciation.	838,640	338,798	48,103	1,225,541	-
Changes in assets and liabilities:					
(Increase) in accounts receivable.	(28,729)	(24,899)	(16,198)	(69,826)	-
(Increase) decrease in prepayments	1,375	(1,517)	(75)	(217)	-
Increase (decrease) in accounts payable	(13,967)	55,748	(29,055)	12,726	-
(Decrease) in accrued wages and benefits . . .	(37,615)	(23,981)	(18,173)	(79,769)	-
(Decrease) in intergovernmental payable. . . .	(39,862)	(27,535)	(19,362)	(86,759)	-
Increase (decrease) in compensated absences payable.	(33,057)	7,197	17,924	(7,936)	-
Increase (decrease) in accrued vacation payable.	(10,348)	12,432	17,340	19,424	-
(Decrease) in claims payable	-	-	-	-	(9,255)
Net cash provided by operating activities	<u>\$ 1,676,116</u>	<u>\$ 2,094,364</u>	<u>\$ 718,007</u>	<u>\$ 4,488,487</u>	<u>\$ 218,570</u>

At December 31, 2010 and December 31, 2009, the water fund purchased \$0 and \$798,385 respectively in capital assets on account.
 At December 31, 2010 and December 31, 2009, the sewer fund purchased \$0 and \$8,314 respectively in capital assets on account.
 During 2010, the refuse fund received \$157,000 in capital contributions from other funds.
 During 2010, the water, sewer and refuse funds spent \$16,576, \$105,323, and \$16,200, respectively, to purchase capital assets relating to the construction of the City's new municipal building and Hot Mix program, which are capitalized in the governmental activities.
 During 2010, the water fund reclassified \$7,179 in equipment to infrastructure. This is recorded as an addition and disposal in the water fund.
 During 2010, the sewer fund reclassified \$7,500 in buildings to equipment. This is recorded as an addition and disposal in the sewer fund.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
DECEMBER 31, 2010**

	<u>Agency</u>
Assets:	
Equity in pooled cash and cash equivalents.	\$ 287,588
Cash in segregated accounts.	<u>30,726</u>
Total assets	<u>\$ 318,314</u>
Liabilities:	
Deposits held and due to others	\$ 287,588
Undistributed monies	<u>30,726</u>
Total liabilities.	<u>\$ 318,314</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 1 - DESCRIPTION OF THE CITY

The City of Steubenville, (the "City"), is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

Beginning June 1, 1984, the City has operated under a council-manager form of government as provided by 705.51 to 705.60, Ohio Revised Code, inclusive. The powers and functions of the municipal governments are distributed among the municipality, its citizens, the various officers, boards, and commissions. The Mayor is the official head of the municipality for ceremonial purposes. Administration is not part of the duties of the Mayor. The City Council is composed of seven members, six of whom are elected by their respective electors within their designated wards. The Councilman at large, the seventh member of Council, is elected by the voters of the City at large. The City Council, by a majority vote, appoints the administrative City Manager.

The charter created two administrative departments: the Department of Finance and the Department of Law. The Directors of these departments are appointed by the City Manager and are approved by the Council.

Several board and commissions that serve the citizens of the City in various capacities are an integral part of the municipality's government. The boards and commissions include: Civil Service Commission, Planning and Zoning Commission, Board of Engineering and Building Appeals, Parks and Recreation Board and the Board of Health. All members of these boards and commissions are appointed by the Mayor and are approved by Council.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The City also applies Financial Accounting Standards Board (FASB) guidance issued on or before November 30, 1989, to its governmental and business-type activities and its proprietary funds provided it does not conflict with or contradict GASB pronouncements. The City has the option to also apply FASB guidance issued after November 30, 1989 to its business-type activities and enterprise funds, subject to this same limitation. The City has elected not to apply this FASB guidance. The City's significant accounting policies are described below.

A. Reporting Entity

For financial reporting purposes, the City's financial statement includes all funds, agencies, boards, commissions, and departments for which the City is financially accountable. Component units are legally separate organizations for which the City is financially accountable. Financial accountability, as defined by the GASB, exists if the City appoints a voting majority of an organization's Governing Board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on, the City. The City may also be financially accountable for governmental organizations with a separately elected Governing Board, a Governing Board appointed by another government, or a jointly appointed Board that is fiscally dependent on the City. The City also took into consideration other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. Based upon the application of these criteria, the City has no component units.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

The primary government of the City consists of all funds, agencies, departments and offices that are not legally separate from the City. The primary government includes the City departments and agencies that provide the following services: police and fire protection, planning, zoning, refuse collection, street maintenance and repairs, community development, public health and welfare, parks and recreation and water and sewer utilities. The preceding financial statements include all funds of the City (the primary government).

The following organizations are described due to their relationship with the City.

JOINTLY GOVERNED ORGANIZATIONS

Jefferson County Regional Planning Commission: The City participates in the Jefferson County Regional Planning Commission (the Commission) which is a statutorily created political subdivision of the State of Ohio under Ohio Revised Code Chapter 713. The Commission is jointly governed among Jefferson County and municipalities and townships within Jefferson County. The Commission includes the three Jefferson County Commissioners, fourteen municipal mayors, fourteen township trustees, and six non-governmental representatives appointed by the member governments. Each member's control over the operation of the Commission is limited to its representation on the Board.

The Commission makes studies, maps, plans, recommendations and reports concerning the physical, environment, social, economic and governmental functions and services of Jefferson County and applies for Community Development Block Grants on behalf of member governments. The Board exercises total control of the budgeting, appropriation, contracting and management. The City contributes a fee of \$3,875 annually. Continued existence of the Commission is not dependent on the continued participation of the City. Complete financial statements can be obtained from the Jefferson County Regional Planning Commission, Steubenville, Ohio.

Jefferson County Family and Children First Council: The Jefferson County Family and Children First Council (the Council) is a jointly governed organization created under Ohio Revised Code Section 121.37. The Council is currently governed by a 24 member Board, which includes the Health Commissioner of the City of Steubenville. During 2010, the City made no contributions to the Council. Continued existence of the Council is not dependent on the City's continued participation.

B. Basis of Presentation - Fund Accounting

The City's 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 activities of the internal service fund are eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

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 functions are self-financing or draw from the general revenues of the City.

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

C. Fund Accounting

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

.7% City income tax - street improvement fund - The .7% city income tax - street improvement fund is used to account for income tax revenue and grants designated for improvement of streets within the City

ARRA federal grant fund - The ARRA federal grant fund is used to account for projects related to federal grants received, including grants from the American Recovery and Reinvestment Act (ARRA).

Capital improvement fund - The capital improvement fund accounts for the acquisition and construction of major capital improvements other than those financed by proprietary funds.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

Other governmental funds of the City are used to account for (a) grants and other resources whose use is restricted to a particular purpose; and (b) the accumulation of resources for and payment of long-term liabilities.

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

Enterprise funds - The 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 are the City's major enterprise funds:

Water fund - This fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City.

Sewer fund - This fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Refuse fund - This fund accounts for the operations providing refuse waste removal to the residents and commercial users located with the City.

Internal service fund - The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service fund reports on the activity of the centralized City self-insurance health program.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's only fiduciary funds are agency funds, which are primarily to account for the Mayor's Court activity and for funds held in trust for deposits.

D. Measurement Focus and Basis of Accounting

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

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

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

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.

E. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. 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 Nonexchange Transactions - Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are 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-one days of year end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (See Note 6.B.). Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 6.A.). 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, local government funds and permissive tax), fines and forfeitures and licenses and permits and fees.

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

Property taxes for which there is an enforceable legal claim as of December 31, 2010, but which were levied to finance year 2011 operations, and other revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as unearned revenue. Income taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2010, are recorded as deferred revenue in the governmental funds.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

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

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

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

F. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. The legal level of budgetary control is by office, department, and division, and within each, appropriated for personal services. Budgetary modifications may only be made by resolution of the City Council at the legal level of budgetary control.

Tax Budget - During the first Council meeting in July, the Finance Director presents the annual operating budget for the following fiscal year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. On or before December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include unencumbered cash balances at December 31 of the preceding year.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. 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 amended certificate of estimated resources at the time final appropriations were adopted.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

Appropriations - A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the legal level of budgetary control. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for the fund that covers 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.

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

G. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During 2010, the City's investments were limited to overnight repurchase agreements.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. During 2010, interest revenue credited to the general fund amounted to \$40,625, which includes \$39,568 assigned from other City funds.

For purpose of the statement of cash flows and for presentation on the statement of net assets, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments, to the extent that the investment was purchased from a specific fund.

The City has segregated bank accounts for Mayor's Court monies held separate from the City's central bank account. These interest bearing depository accounts are presented on the financial statements as "cash in segregated accounts" since they are not required to be deposited into the City treasury.

An analysis of the City's depository accounts at year-end is provided in Note 4.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

H. Inventories of Materials and Supplies

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption.

I. 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 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 maintains a capitalization threshold of \$5,000. The City's infrastructure consists of streets, irrigation systems, traffic lights, and water and sewer lines. 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. Interest incurred during the construction of capital assets is also capitalized for business-type activities.

All reported capital assets are depreciated except for land and construction in progress. 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>Governmental Activities Estimated Lives</u>	<u>Business-type Activities Estimated Lives</u>
Improvements	10 - 15 years	10 - 15 years
Buildings	50 years	50 years
Equipment	10 - 20 years	10 - 20 years
Vehicles	5 - 20 years	5 - 20 years
Infrastructure:		
Sewer and water lines	N/A	50 years
Roads, traffic lights	10 - 65 years	10 - 65 years

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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

J. Compensated Absences

Compensated absences of the City consist of sick leave to the extent that payment to the employee for these absences is attributable to services already rendered and are not contingent on a specific event that is outside the control of the City and the employee. Vacation earned in the current year must be used by December 31 of the following year.

In conformity with GASB Statement 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 City will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31 by those employees who are currently eligible to receive termination (severance) payments and by those employees for whom it is probable they will become eligible to receive termination (severance) benefits in the future.

The total liability for sick leave payments has been calculated using pay rates in effect at the financial statement date, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments. City employees are granted sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated sick leave at various rates.

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

K. Prepaid Items

Prepayments made to vendors for services that will benefit future periods beyond December 31, 2010 are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which it was consumed.

L. 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 and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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

M. Fund Balance Reserves

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

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

N. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of Council and that are either unusual in nature or infrequent in occurrence. During 2010, the City had no transactions classified as extraordinary or special items.

O. Estimates

The preparation of the financial statements in conformity with GAAP 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.

P. Interfund Activity

Transfers between governmental and business-type activities on the governmental-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 non-operating revenues/expense 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.

Q. 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 or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

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

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for the water, sewer and refuse enterprise funds and charges for services to other departments for the self-insurance internal service fund. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund.

S. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation.

Certain resources set aside for the repayment of certain debt issues are classified as restricted assets on the financial statements because their use is limited by applicable bond covenants.

T. Unamortized Bond Issuance Costs and Bond Premiums

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Unamortized bond issuance costs are recorded as an asset on the financial statements.

Bond premiums are deferred and amortized over the term of the bonds. Bond premiums are presented as an addition to the face amount of the bonds.

On the fund financial statements, issuance costs and bond premiums are recognized in the current period.

U. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund loans receivable/payable". These amounts 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.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For 2010, the City has implemented GASB Statement No. 51, "Accounting and Financial Reporting for Intangible Assets", GASB Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments", and GASB Statement No. 58, "Accounting and Financial Reporting for Chapter 9 Bankruptcies".

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

GASB Statement No. 51 addresses accounting and financial reporting standards for intangible assets, which are assets that lack physical substance, are nonfinancial in nature, and have an initial useful life extending beyond a single reporting period. Examples of intangible assets include easements, water rights, computer software, patents, and trademarks. GASB Statement No. 51 improves the quality of financial reporting by creating consistency in the recognition, initial measurement, and amortization of intangible assets. The implementation of GASB Statement No. 51 did not have an effect on the financial statements of the City.

GASB Statement No. 53 addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. Derivative instruments are financial arrangements used by governments to manage specific risks or to make investments. Common types of derivative instruments include interest rate and commodity swaps, interest rate locks, options, swaptions, forward contracts, and futures contracts. The implementation of GASB Statement No. 53 did not have an effect on the financial statements of the City.

GASB Statement No. 58 establishes accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. GASB Statement No. 58 requires governments to remeasure liabilities that are adjusted in bankruptcy when the bankruptcy court confirms a new payment plan. The implementation of GASB Statement No. 58 did not have an effect on the financial statements of the City.

B. Deficit Fund Balance/Net Assets

The following funds had deficit fund balance/net assets as of December 31, 2010:

<u>Major governmental funds</u>	
.7% City income tax - street improvement	\$ 435,471
ARRA federal grant	82,821
<u>Nonmajor governmental fund</u>	
Community development	3,451
<u>Major proprietary fund</u>	
Refuse	2,375,767

These funds complied with Ohio state law, which does not permit a cash basis deficit at year end. The deficit net assets in the refuse fund is caused by the reporting of a liability for estimated closure and post-closure care costs for the municipal landfill. The liability for estimated closure and post-closure care costs is more fully described in Note 16. The deficit fund balances in the .7% city income tax - street improvement fund, ARRA federal grant fund and community development fund are caused by accrued liabilities.

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

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

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

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

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 Finance Director or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Cash in Segregated Accounts

At year end, the City had \$30,726 deposited with a financial institution for monies related to the Mayor's Court which is reported as an agency fund. The entire balance is covered by the FDIC. The amount is not included in the City's depository balance below.

B. Deposits with Financial Institutions

At December 31, 2010, the carrying amount of all City deposits was \$4,223,493, exclusive of the \$12,137,944 in repurchase agreements included in investments below. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2010, \$3,182,114 of the City's bank balance of \$4,118,402 was exposed to custodial risk as discussed below, while \$936,288 was covered by the FDIC.

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

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

C. Investments

As of December 31, 2010, the City had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturity 6 months or less</u>
Repurchase agreements	\$ 12,137,944	\$ 12,137,944
Total	<u>\$ 12,137,944</u>	<u>\$ 12,137,944</u>

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

Credit Risk: The federal agency securities that underlie the City's repurchase agreements were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment policy does not specifically address credit risk beyond requiring the City to only invest in securities authorized by State statute.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City has no investment policy dealing with investment custodial risk beyond the requirement in Ohio law that prohibits payments for investments prior to the delivery of the securities representing such investments to the Finance Director or qualified trustee. The City's investment in repurchase agreements is collateralized by underlying securities pledged by the investment's counterparty, not in the name of the City. Ohio law requires the market value of the securities subject to a repurchase agreement must exceed the principal value of securities subject to a repurchase agreement by 2%.

Concentration of Credit Risk: The City places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the City at December 31, 2010:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
Repurchase agreements	\$ 12,137,944	100.00%
Total	<u>\$ 12,137,944</u>	<u>100.00%</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

The following is a reconciliation of cash as reported in the note above to cash as reported on the statement of net assets as of December 31, 2010:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 4,223,493
Investments	12,137,944
Cash in segregated accounts	<u>30,726</u>
Total	<u>\$ 16,392,163</u>
 <u>Cash and investments per statement of net assets</u>	
Governmental activities	\$ 5,012,970
Business type activities	11,060,879
Agency funds	<u>318,314</u>
Total	<u>\$ 16,392,163</u>

NOTE 5 - INTERFUND TRANSACTIONS

- A.** Interfund transfers for the year ended December 31, 2010, consisted of the following, as reported on the fund financial statements:

Transfers to the general fund from:	
Nonmajor governmental funds	<u>\$ 344,482</u>
Total transfers	<u>\$ 344,482</u>

On July 30, 2010, the City made a transfer from the general bond retirement fund, a nonmajor governmental fund to the general fund in order to cover a budget shortfall. This transfer was approved by the Court of Common Pleas of Jefferson County, Ohio. This transfer was in compliance with Ohio Revised Code Section 5705.14(C), which states that the unexpended balance of a bond retirement fund may be transferred after all indebtedness, interest and other obligations have been paid and retired upon approval of the court of common pleas of the county in which the City is located.

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

- B.** Interfund loans consisted of the following at December 31, 2010, as reported on the fund financial statements:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
.7% City income tax - street improvement	ARRA federal grant	\$ 130,000

The purpose of the interfund loan was to cover expenditures in the ARRA federal grant fund until the grant money is received. The interfund loan is expected to be repaid within one year.

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

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 6 - TAXES

A. Property Taxes

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

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2010 public utility property taxes became a lien December 31, 2009, are levied after October 1, 2010, and are collected in 2011 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

Tangible personal property tax revenues received in calendar year 2010 (other than public utility property) represent the collection of calendar year 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009, on the value as of December 31, 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

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

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Steubenville. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes, tangible personal property taxes and outstanding delinquencies which are measurable as of December 31, 2010 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by unearned revenue since the current taxes were not levied to finance 2010 operations and the collection of delinquent taxes has been offset by deferred revenue since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is deferred.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 6 - TAXES - (Continued)

The full tax rate for all City operations for the year ended December 31, 2010 was \$8.20 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2010 property tax receipts were based are as follows:

<u>Real property</u>	
Residential/agricultural	\$ 160,091,390
Commercial/industrial/mineral	72,105,080
Tangible personal property	345,630
<u>Public utility</u>	
Real	46,930
Personal	<u>11,301,060</u>
Total assessed value	<u><u>\$ 243,890,090</u></u>

B. Municipal Income Tax

The City's municipal income tax of 2.0 percent is levied on gross salaries, wages and other personal service compensation earned by residents both in and out of the City and on the earnings of nonresidents (except certain transients) earned in the City. This tax also applies to net income of business organizations within the City. Residents of the City are allowed a credit for all income taxes paid to other municipalities up to 100% of the City's current rate.

Employers within the City are required to withhold income tax on employee earnings and remit the tax to the Regional Income Tax Agency (RITA) at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually. The income tax is collected by RITA and remitted to the City monthly.

Municipal income taxes are allocated by City ordinance as follows: 100% of the original one percent of the City income tax is for the general fund; .7% of the second one percent is allocated in various amounts to the general, street improvement, equipment and recreation fund; and .3% of this second one percent is allocated in various amounts to the general and street improvement fund.

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 7 - RECEIVABLES

Receivables at December 31, 2010 consisted of taxes, accounts (billings for user charged services), and intergovernmental receivables arising from grants, entitlements and special assessments. Receivables have been recorded to the extent that they are measurable at December 31, 2010.

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

Governmental activities:

Income taxes	\$1,856,364
Property and other taxes	1,719,725
Accounts	71,806
Special assessments	33,136
Due from other governments	5,516,993

Business-type activities:

Accounts	1,629,920
----------	-----------

Receivables have been disaggregated on the face of the financial statements. All receivables are expected to be collected within the subsequent year, with the exception of special assessments which will be collected over the life of the assessment.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2010, was as follows:

<u>Governmental activities:</u>	<u>Balance</u> <u>12/31/09</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/10</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 469,112	\$ -	\$ -	\$ 469,112
Construction in progress	<u>3,620,090</u>	<u>6,642,290</u>	<u>(4,594,680)</u>	<u>5,667,700</u>
Total capital assets, not being depreciated	<u>4,089,202</u>	<u>6,642,290</u>	<u>(4,594,680)</u>	<u>6,136,812</u>
<i>Capital assets, being depreciated:</i>				
Buildings	3,589,916	4,594,680	(246,420)	7,938,176
Improvements	5,647,491	75,071	(299,537)	5,423,025
Equipment	954,531	187,559	(11,776)	1,130,314
Vehicles	4,072,428	63,651	-	4,136,079
Infrastructure	<u>33,015,562</u>	<u>921,463</u>	<u>-</u>	<u>33,937,025</u>
Total capital assets, being depreciated	<u>47,279,928</u>	<u>5,842,424</u>	<u>(557,733)</u>	<u>52,564,619</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(1,380,905)	(117,463)	86,557	(1,411,811)
Improvements	(1,146,621)	(272,579)	21,291	(1,397,909)
Equipment	(540,307)	(97,548)	3,238	(634,617)
Vehicles	(2,921,089)	(362,099)	-	(3,283,188)
Infrastructure	<u>(19,028,468)</u>	<u>(1,340,733)</u>	<u>-</u>	<u>(20,369,201)</u>
Total accumulated depreciation	<u>(25,017,390)</u>	<u>(2,190,422)</u>	<u>111,086</u>	<u>(27,096,726)</u>
Total capital assets, being depreciated, net	<u>22,262,538</u>	<u>3,652,002</u>	<u>(446,647)</u>	<u>25,467,893</u>
Governmental activities capital assets, net	<u>\$ 26,351,740</u>	<u>\$ 10,294,292</u>	<u>\$ (5,041,327)</u>	<u>\$ 31,604,705</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 8 - CAPITAL ASSETS - (Continued)

<u>Business-type activities:</u>	<u>Balance</u> <u>12/31/09</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/10</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 66,000	\$ -	\$ -	\$ 66,000
Construction in progress	<u>6,204,091</u>	<u>640,175</u>	<u>(109,000)</u>	<u>6,735,266</u>
Total capital assets, not being depreciated	<u>6,270,091</u>	<u>640,175</u>	<u>(109,000)</u>	<u>6,801,266</u>
<i>Capital assets, being depreciated:</i>				
Buildings	31,136,048	157,000	(7,500)	31,285,548
Improvements	293,835	-	-	293,835
Equipment	391,209	121,837	(20,279)	492,767
Vehicles	1,480,556	-	(38,717)	1,441,839
Infrastructure	<u>26,900,328</u>	<u>91,917</u>	<u>-</u>	<u>26,992,245</u>
Total capital assets, being depreciated	<u>60,201,976</u>	<u>370,754</u>	<u>(66,496)</u>	<u>60,506,234</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(6,512,477)	(602,040)	3,188	(7,111,329)
Improvements	(4,941)	(5,876)	3,729	(7,088)
Equipment	(175,228)	(34,748)	-	(209,976)
Vehicles	(1,372,927)	(91,891)	38,717	(1,426,101)
Infrastructure	<u>(1,616,736)</u>	<u>(545,351)</u>	<u>-</u>	<u>(2,162,087)</u>
Total accumulated depreciation	<u>(9,682,309)</u>	<u>(1,279,906)</u>	<u>45,634</u>	<u>(10,916,581)</u>
Total capital assets, being depreciated, net	<u>50,519,667</u>	<u>(909,152)</u>	<u>(20,862)</u>	<u>49,589,653</u>
Business-type activities capital assets, net	<u>\$ 56,789,758</u>	<u>\$ (268,977)</u>	<u>\$ (129,862)</u>	<u>\$ 56,390,919</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 8 - CAPITAL ASSETS - (Continued)

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

Governmental activities:

General government	\$ 209,417
Security of persons and property	277,540
Transportation	1,353,647
Community environment	6,700
Leisure time activity	<u>289,799</u>
Total depreciation expense - governmental activities	<u>\$ 2,137,103</u>

Business-type activities:

Water	\$ 838,640
Sewer	338,798
Refuse	<u>48,103</u>
Total depreciation expense - business-type activities	<u>\$ 1,225,541</u>

During 2010, various capital assets and their associated accumulated depreciation were reclassified between capital asset categories. This activity is shown in the additions and disposals columns in the tables above. The effect of these reclassifications results in \$53,319 and \$54,365 of depreciation not being charged to the functions/programs of the City for governmental activities and business-type activities, respectively.

NOTE 9 - OTHER EMPLOYEE BENEFITS

Compensated Absences

Vacation - Employees earn vacation leave at varying rates based upon length of service. Vacation earned in any one year must be used within the following year with no carryover. At time of separation employees are entitled to any earned and unused vacation leave.

Sick leave - Sick leave is accrued according to contracts. Members of AFSCME, police and non-union personnel are credited with 120 hours at the beginning of each year and fire department personnel are credited with 168 hours. There is no limit to the amount employees can accumulate during their service time with the City. Upon termination, an employee with less than 10 years is entitled to 25% of accumulated sick hours. An employee with 10 years or more is entitled to 50% of accumulated sick hours. For AFSCME union members and non-union personnel there is a limit of 2,000 hours of accumulated sick hours that can be paid; police and fire personnel have no limit that can be paid. The total obligation for sick leave accrual for the City as a whole as of December 31, 2010 was \$1,746,799.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 10 - LEASES

In prior years, the City entered into capitalized lease agreements for office equipment and copiers. These lease agreements meet the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

General capital assets consisting of equipment have been capitalized in the statement of net assets in the amount of \$31,783. This amount represents the present value of the minimum lease payments at the time of acquisition. Accumulated depreciation as of December 31, 2010 was \$24,375, leaving a current book value of \$7,408. A corresponding liability was recorded in the statement of net assets. Principal payments in 2010 totaled \$5,985 paid by the general fund.

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of December 31, 2010:

<u>Year Ended</u> <u>December 31.</u>	<u>Amount</u>
2011	\$ 5,930
2012	<u>1,826</u>
Total	7,756
Less: amount representing interest	<u>(430)</u>
Present value of net minimum lease payments	<u>\$ 7,326</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS

- A. During fiscal year 2010, the following changes occurred in the City's governmental activities long-term obligations:

	Interest Rate	Balance 12/31/09	Additions	Reductions	Balance 12/31/10	Due Within One Year
<u>Governmental activities:</u>						
<u>Loans:</u>						
State Rt. 22 (ODOT)	0%	\$ 44,931	\$ -	\$ (44,931)	\$ -	\$ -
State Rt. 22 (ODOT)	0%	15,711	-	(15,711)	-	-
Sunset Blvd (ODOT)	3.00%	785,697	-	(38,137)	747,560	39,386
Route 43 project	4.69%	369,667	-	(57,467)	312,200	60,210
Total loans		1,216,006	-	(156,246)	1,059,760	99,596
<u>General obligation bonds:</u>						
Current interest bonds	2%-5%	-	3,405,000	-	3,405,000	80,000
Capital appreciation bonds		-	92,612	-	92,612	-
Accreted interest		-	310	-	310	-
Total general obligation bonds		-	3,497,922	-	3,497,922	80,000
<u>Other long-term liabilities:</u>						
Police and fire pension liability		1,990,488	-	(44,603)	1,945,885	46,518
Municipal building note	3.61%	3,500,000	-	(3,500,000)	-	-
Capital lease obligation		13,311	-	(5,985)	7,326	5,532
Compensated absences		1,565,413	35,214	(80,061)	1,520,566	69,063
Total other long-term liabilities		7,069,212	35,214	(3,630,649)	3,473,777	121,113
Total governmental activities long-term liabilities		\$ 8,285,218	\$ 3,533,136	\$(3,786,895)	8,031,459	\$ 300,709
				Unamortized premium on bonds	130,707	
				Total on statement of net assets	\$ 8,162,166	

ODOT loans - In prior years, the City obtained loans through the Ohio Department of Transportation (ODOT) to fund various road projects. Two loans have been obtained through ODOT for State Route 22 improvements, which bore no interest and matured in 2010. The ODOT loan for the Sunset Boulevard widening project matures in 2025 and bears an interest rate of 3.00%. These loans are paid from the .7% City income tax - street improvement fund. These loans are funded by income tax levies.

Route 43 project loan - During 2005, the City issued a loan for the Route 43 construction project. The loan bears an interest rate of 4.69% and is paid from the motor vehicle license fund, a nonmajor governmental fund. The loan matures in 2015 and is funded by motor vehicle tax revenues.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

Police and fire pension liability - The police and fire pension obligation payable was entered into in 1973 with a total principal amount financed of \$2,574,594. These obligations payable were offered to assist governments throughout the State of Ohio to fund their unfunded pension costs associated with police and fire service. Payments are due in May and November of each year, with the final payment due in May, 2035. This obligation is being repaid through the use of local property tax revenues in the general fund.

Municipal building note - On July 24, 2009, the City issued a \$3,500,000 note to pay the costs of constructing a new municipal building. This note was retired with the proceeds of the bond issuance discussed below. The note bore an interest rate of 3.61%.

General obligation bonds - On November 17, 2010, the City issued general obligation bonds to retire the municipal building note, which provided funds for construction of a new municipal building. These bonds are general obligations of the City for which the full faith and credit of the City is pledged for repayment. Accordingly, such unmatured obligations of the City are accounted for on the statement of net assets. Payments of principal and interest relating to this bond are recorded as expenditures in the general bond retirement fund, a nonmajor governmental fund.

This issue is comprised of both current interest bonds, par value \$3,405,000, and capital appreciation bonds, par value \$92,612. The interest rates on the current interest bonds range from 2.00% to 5.00%. The capital appreciation bonds mature on December 1, 2017 (approximate initial offering yield to maturity 3.32%), December 1, 2018 (approximate initial offering yield to maturity 3.64%), December 1, 2019 (approximate initial offering yield to maturity 3.92%) and December 1, 2020 (approximate initial offering yield to maturity 4.31%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds is \$380,000. A total of \$310 in accreted interest on the capital appreciation bonds has been included on the statement of net assets at December 31, 2010.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2040.

Capital lease obligation - Capital lease payments are made from the general fund. See Note 10 for lease details.

Compensated absences - Compensated absences for governmental activities will be paid from the fund in which the employee who has earned the leave is paid from, which, for the City, is the general fund and the following nonmajor governmental funds: food fund, community development fund and CHIP loan fund.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

B. The annual requirements amortize governmental activities long-term obligations outstanding as of December 31, 2010, are as follows:

Year Ended	ODOT - Loans			Route 43 Loan		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 39,386	\$ 22,134	\$ 61,520	\$ 60,210	\$ 13,619	\$ 73,829
2012	40,677	20,943	61,620	63,084	10,745	73,829
2013	42,009	19,712	61,721	66,095	7,734	73,829
2014	43,386	18,442	61,828	69,250	4,579	73,829
2015	44,808	17,130	61,938	53,561	4,134	57,695
2016 - 2020	247,042	64,412	311,454	-	-	-
2021 - 2025	290,252	24,525	314,777	-	-	-
Totals	<u>\$ 747,560</u>	<u>\$ 187,298</u>	<u>\$ 934,858</u>	<u>\$ 312,200</u>	<u>\$ 40,811</u>	<u>\$ 353,011</u>

Year Ended	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 80,000	\$ 145,201	\$ 225,201	\$ -	\$ -	\$ -
2012	85,000	140,831	225,831	-	-	-
2013	85,000	139,131	224,131	-	-	-
2014	90,000	137,431	227,431	-	-	-
2015	90,000	135,631	225,631	-	-	-
2016 - 2020	95,000	660,606	755,606	92,612	287,388	380,000
2021 - 2025	510,000	619,069	1,129,069	-	-	-
2026 - 2030	625,000	507,381	1,132,381	-	-	-
2031 - 2035	770,000	357,038	1,127,038	-	-	-
2036 - 2040	975,000	151,250	1,126,250	-	-	-
Totals	<u>\$ 3,405,000</u>	<u>\$ 2,993,569</u>	<u>\$ 6,398,569</u>	<u>\$ 92,612</u>	<u>\$ 287,388</u>	<u>\$ 380,000</u>

Year Ended	Police and Fire Pension Liability		
	Principal	Interest	Total
2011	\$ 46,518	\$ 82,212	\$ 128,730
2012	48,518	80,213	128,731
2013	50,600	78,129	128,729
2014	52,774	75,956	128,730
2015	55,041	73,688	128,729
2016 - 2020	312,761	330,888	643,649
2021 - 2025	385,953	257,695	643,648
2026 - 2030	476,272	167,576	643,848
2031 - 2035	517,448	56,045	573,493
Totals	<u>\$ 1,945,885</u>	<u>\$ 1,202,402</u>	<u>\$ 3,148,287</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

C. During fiscal year 2010, the following changes occurred in the City's business-type activities long-term obligations:

	<u>Interest Rate</u>	<u>Balance 12/31/09</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/10</u>	<u>Due Within One Year</u>
<u>Business-type activities:</u>						
<u>OWDA loans:</u>						
Sewer - OWDA #3868	3.53%	\$ 199,736	\$ -	\$ (16,595)	\$ 183,141	\$ 17,000
Sewer - OWDA #4791	4.11%	10,812,374	48,360	(207,966)	10,652,768	215,000
Water - OWDA #3441	3.90%	5,869,398	-	(354,387)	5,515,011	368,343
Water - OWDA #5093	4.95%	2,289,175	1,272,699	(130,109)	3,431,765	150,000
Water - OWDA #3686	3.95%	3,097,613	-	(161,888)	2,935,725	168,346
Water - OWDA #4427	3.25%	21,246,049	-	(918,439)	20,327,610	950,000
Total OWDA loans		<u>43,514,345</u>	<u>1,321,059</u>	<u>(1,789,384)</u>	<u>43,046,020</u>	<u>1,868,689</u>
<u>OPWC loans:</u>						
Sewer - OPWC #CN28D	0.00%	115,075	-	(23,015)	92,060	23,015
Water - OPWC #CN523	0.00%	35,236	-	(5,872)	29,364	5,872
Water - OPWC #CN729	0.00%	45,438	-	(6,058)	39,380	6,058
Water - OPWC #CN038	0.00%	186,121	-	(14,889)	171,232	14,889
Total OPWC loans		<u>381,870</u>	<u>-</u>	<u>(49,834)</u>	<u>332,036</u>	<u>49,834</u>
<u>Improvement loan:</u>						
Sewer improvement	4.60%	104,956	-	(16,209)	88,747	16,982
Total loan		<u>104,956</u>	<u>-</u>	<u>(16,209)</u>	<u>88,747</u>	<u>16,982</u>
<u>General obligation note:</u>						
Refuse - garbage packer	5.20%	51,292	-	(24,988)	26,304	26,304
Total general obligation notes		<u>51,292</u>	<u>-</u>	<u>(24,988)</u>	<u>26,304</u>	<u>26,304</u>
<u>General obligation bonds:</u>						
Water improvement bonds	4.30%	635,000	-	(115,000)	520,000	120,000
Water refunding bonds	2%-5%	-	927,000	-	927,000	51,750
Water improvement bonds	5.45%	926,195	-	(37,845)	888,350	888,350
Sewer refunding bonds	2%-5%	-	1,133,000	-	1,133,000	63,250
Sewer improvement bonds	5.45%	1,137,681	-	(46,255)	1,091,426	1,091,426
Total general obligations bonds		<u>2,698,876</u>	<u>2,060,000</u>	<u>(199,100)</u>	<u>4,559,776</u>	<u>2,214,776</u>
<u>Other long-term liabilities:</u>						
Compensated absences	n/a	234,169	3,529	(11,465)	226,233	31,363
Landfill closure/postclosure	n/a	4,788,434	-	(83,894)	4,704,540	100,000
Total other long-term liabilities		<u>5,022,603</u>	<u>3,529</u>	<u>(95,359)</u>	<u>4,930,773</u>	<u>131,363</u>
Total business-type long-term obligations		<u>\$ 51,773,942</u>	<u>\$ 3,384,588</u>	<u>\$ (2,174,874)</u>	<u>\$ 52,983,656</u>	<u>\$ 4,307,948</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

OWDA loans - The City has entered into debt financing arrangements through the Ohio Water Development Authority (OWDA) to fund construction projects. The amounts due to the OWDA are payable from water and sewer revenues. The loan agreements function similar to a line-of-credit agreement. At December 31, 2010, the City has outstanding borrowings of \$43,046,020. The loan agreements require semi-annual payments based on the permissible borrowings rather than the actual amount loaned. These payments are reflected in the future maturities of principal and interest table and are subject to revision if the total amount is not drawn down. Future annual debt service principal and interest requirements for the open loans, which have a total balance of \$34,595,284 at December 31, 2010, are not available.

The City has pledged future water revenues to repay OWDA loans. The loans are payable solely from water fund revenues and are payable through 2029. Annual principal and interest payments on the loans are expected to require 152.17 percent of net revenues and 57.13 percent of total revenues. Principal and interest paid for the current year were \$2,797,614, total net revenues were \$1,838,514 and total revenues were \$4,896,874.

The City has pledged future sewer revenues to repay OWDA loans. The loans are payable solely from sewer fund revenues and are payable through 2039. Annual principal and interest payments on the loans are expected to require 33.20 percent of net revenues and 12.92 percent of total revenues. Principal and interest paid for the current year were \$696,174, total net revenues were \$2,096,919 and total revenues were \$5,390,384.

OPWC loans - During 2003, the City was granted a \$230,150 loan from the Ohio Public Works Commission (OPWC). The purpose of the loan is to finance and reimburse the costs of replacing a wastewater treatment laboratory facility to meet Ohio Environmental Protection Agency requirements. The loan is being paid from the sewer fund over 10 years, with semi-annual payments of \$11,507. As of December 31, 2010, the loan has a balance of \$92,060. In prior years the City received loans from OPWC to fund improvements of the water plant. The loans granted totaled \$536,402 and payments are made from the water fund in semi-annual payments over 20 years. During 2010, the City made principal payments of \$26,819 on the water improvement OPWC loans. There is no interest on these loans.

Improvement loan - During 2005 the City issued a loan to fund the construction of sewer lines for \$126,000 and an emergency sewer project for \$40,000, totaling \$166,000. The loan matures in 2015 and will be repaid using user charges collected by the sewer fund.

General obligation note - During 2006, the City issued a note for \$119,000 in the refuse fund to finance the purchase of a garbage packer. This note matures in 2011 and has an interest rate of 5.20%.

General obligation bonds - During 2005 the City issued bonds for water and sewer improvements in the amounts of \$2,359,000 and \$1,120,000, respectively. The water improvement bonds consist of two separate issues in the amounts of \$1,120,000 and \$1,059,000. The bonds will be retired with user charges in the water and sewer funds. General obligation bonds are direct obligations of the City for which its full faith, credit and resources are pledged for repayment.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

On November 17, 2010, the City issued bonds to retire the 2005 water and sewer bonds. The City received the issuance proceeds on November 24, 2010. As of December 31, 2010, the 2005 bonds had not been redeemed and are therefore shown as a liability at year end. The proceeds received to redeem the 2005 bonds have been classified as restricted assets on the proprietary fund financial statements and the government-wide financial statements. The amount of restricted assets at December 31, 2010 is \$898,261 in the water fund and \$1,097,874 in the sewer fund. The balance of the 2005 bonds to be retired from the restricted assets is \$888,350 and \$1,091,426 in the water and sewer funds, respectively. Since the 2005 water and sewer bonds had not been redeemed as of December 31, 2010, there is no economic gain or loss to report at year end. The 2005 bonds to be retired from restricted assets are not included in the calculation of invested in capital assets, net of related debt.

The 2010 bonds are general obligation bonds and are direct obligations of the City for which its full faith, credit and resources are pledged for repayment. The 2010 bond issue is comprised of \$927,000 in water bonds and \$1,133,000 in sewer bonds. The bonds will be retired with user charges in the water and sewer funds. The bonds bear interest rates ranging from 2.00% to 5.00% percent and mature on December 1, 2025. The aggregate debt service reduction between the 2005 bonds and the 2010 bonds is \$269,289.

Landfill closure/postclosure liability - See Note 16 for landfill information.

Compensated absences - Compensated absences for business-type activities will be paid from the water, sewer and refuse funds.

- D.** The annual requirements amortize business-type activities long-term obligations outstanding as of December 31, 2010, are as follows:

Year Ended	OWDA Loans			OPWC Loans		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 536,689	\$ 325,844	\$ 862,533	\$ 49,834	\$ -	\$ 49,834
2012	557,910	304,623	862,533	49,835	-	49,835
2013	579,970	282,563	862,533	49,835	-	49,835
2014	602,902	259,631	862,533	49,835	-	49,835
2015	626,741	235,792	862,533	26,820	-	26,820
2016 - 2020	3,525,616	787,048	4,312,664	83,535	-	83,535
2021 - 2024	2,020,908	128,149	2,149,057	22,342	-	22,342
Totals	<u>\$ 8,450,736</u>	<u>\$ 2,323,650</u>	<u>\$ 10,774,386</u>	<u>\$ 332,036</u>	<u>\$ -</u>	<u>\$ 332,036</u>

Year Ended	Sewer Loan			General Obligation Note		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 16,982	\$ 3,841	\$ 20,823	\$ 26,304	\$ 1,030	\$ 27,334
2012	17,793	3,031	20,824	-	-	-
2013	18,642	2,181	20,823	-	-	-
2014	19,532	1,251	20,783	-	-	-
2015	15,798	538	16,336	-	-	-
Totals	<u>\$ 88,747</u>	<u>\$ 10,842</u>	<u>\$ 99,589</u>	<u>\$ 26,304</u>	<u>\$ 1,030</u>	<u>\$ 27,334</u>

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

Year Ended	Water & Sewer Refunding Bonds			Water Improvement Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2011	\$ 115,000	\$ 64,971	\$ 179,971	\$ 120,000	\$ 21,260	\$ 141,260
2012	120,000	61,431	181,431	125,000	16,053	141,053
2013	120,000	59,031	179,031	135,000	10,413	145,413
2014	120,000	56,631	176,631	140,000	4,555	144,555
2015	125,000	54,231	179,231	-	-	-
2016 - 2020	665,000	225,338	890,338	-	-	-
2021 - 2025	795,000	97,800	892,800	-	-	-
Totals	<u>\$ 2,060,000</u>	<u>\$ 619,433</u>	<u>\$ 2,679,433</u>	<u>\$ 520,000</u>	<u>\$ 52,281</u>	<u>\$ 572,281</u>

- E. The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City's legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2010, the City's total debt margin was \$22,138,898 and the unvoted debt margin was \$13,394,945.

NOTE 12 - RISK MANAGEMENT

A. Comprehensive

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City was part of the Ohio Municipal Alliance, an insurance purchasing pool, for all property, crime, liability, boiler and machinery, and public official liability. The City has transferred its risk of loss to the insurance carrier to the extent of the limits shown below.

<u>Type of Coverage</u>	<u>Deductible</u>	<u>Limits of Coverage</u>
Property	\$ 25,000	\$72,512,000
Employee dishonesty	1,000	100,000
Money and securities	1,000	25,000
Vehicle	2,500	1,000,000
General liabilities	25,000	1,000,000
Law enforcement	25,000	1,000,000
Public officials liability	25,000	1,000,000
Employment practices	25,000	1,000,000
Umbrella liability	N/A	2,000,000

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 12 - RISK MANAGEMENT - (Continued)

B. Health Insurance

The City provides health care coverage through a self-insured program administered by Health Assurance. The City pays 100% of the monthly medical claims for full-time and part-time employees. The City's insurance claims are transferred from various funds to the health care fund. Monthly, the administrator bills the City for an administrative fee and the amount of claims paid. The City issues a check from the general, water, sewer, refuse and community development funds for the administrative fee and a check from the health care fund for the amount of claims paid.

Claims payable is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Claims payable at December 31, 2010, is estimated by the third party administrator at \$112,660. The changes in the claims liability for 2010 and 2009 were as follows:

<u>Year</u>	<u>Beginning Balance</u>	<u>Current-Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
2010	\$ 121,915	\$ 1,550,966	\$ (1,560,221)	\$ 112,660
2009	90,869	1,843,265	(1,812,219)	121,915

C. Workers' Compensation

The City also participates in the Ohio Municipal League public entity insurance purchasing pool for workers' compensation. The Group Rating Plan is administered by Gates McDonald Company. The OML Group Rating Plan is intended to achieve lower workers' compensation premium rates for the participants, and result in the establishment of a safer working environment. There are no additional contributions required by a participant other than their annual fee.

There were no significant reductions in insurance coverage from the prior year in any category of risk. Claims have not exceeded coverage limitations in any of the past three years.

Post-employment health care is provided to plan participants or their beneficiaries through the respective retirement systems discussed in Note 14. As such, no funding provisions are required by the City.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 13 - PENSION PLANS

A. Ohio Public Employees Retirement System

Plan Description - The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan. While members in the State and local divisions may participate in all three plans, law enforcement (generally sheriffs, deputy sheriffs and township police) and public safety divisions exist only within the traditional pension plan.

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

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2010, member and contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2010 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 10.5% and 11.1%, respectively. The City's contribution rate for 2010 was 14.00%, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.87% of covered payroll.

The City's contribution rate for pension benefits for members in the Traditional Plan for 2010 was 8.50% from January 1 through February 28, 2010 and 9.00% from March 1 through December 31, 2010. The City's contribution rate for pension benefits for members in the Combined Plan for 2010 was 9.27% from January 1 through February 28, 2010 and 9.77% from March 1 through December 31, 2010. For those plan members in law enforcement and public safety pension contributions were 12.37% from January 1 through February 28, 2010 and 12.87% from March 1 through December 31, 2010. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2010, 2009, and 2008 were \$467,613, \$480,843, and \$468,907, respectively; 87.65% has been contributed for 2010 and 100% has been contributed for 2009 and 2008. Contributions to the member-directed plan for 2010 were \$5,634 made by the City and \$4,025 made by the plan members.

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 13 - PENSION PLANS - (Continued)

B. Ohio Police and Fire Pension Fund

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

Funding Policy - Plan members are required to contribute 10.0% of their annual covered salary, while the City is required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute. For 2010, the portion of the City's contributions to fund pension obligations was 12.75% for police officers and 17.25% for firefighters. The City's required contributions for pension obligations to OP&F for police officers and firefighters were \$310,558 and \$355,947 for the year ended December 31, 2010, \$307,577 and \$368,987 for the year ended December 31, 2009, and \$341,429 and \$374,888 for the year ended December 31, 2008. The full amount has been contributed for 2009 and 2008. 70.60% has been contributed for 2010 with the remainder being recorded as a liability within the respective funds.

NOTE 14 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

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

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

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

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 14 - POSTRETIREMENT BENEFIT PLANS - (Continued)

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2010, local government employers contributed 14.00% of covered payroll (17.87% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan for 2010 was 5.50% from January 1 through February 28, 2010 and 5.00% from March 1 through December 31, 2010. The portion of employer contributions allocated to fund post-employment healthcare for members in the Combined Plan for 2010 was 4.73% from January 1 through February 28, 2010 and 4.23% from March 1 through December 31, 2010.

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

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2010, 2009, and 2008 were \$265,050, \$347,686, and \$468,907, respectively; 87.65% has been contributed for 2010 and 100% has been contributed for 2009 and 2008.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates for state and local employers increased on January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

B. Ohio Police and Fire Pension Fund

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

OP&F provides access to post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person.

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

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

CITY OF STEUBENVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010**

NOTE 14 - POSTRETIREMENT BENEFIT PLANS - (Continued)

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, 19.50% and 24.00% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% 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 an Internal Revenue Code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Revenue Code Section 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 into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2010, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$164,413 and \$139,284 for the year ended December 31, 2010, \$162,835 and \$144,386 for the year ended December 31, 2009, and \$180,756 and \$146,695 for the year ended December 31, 2008. The full amount has been contributed for 2009 and 2008. 70.60% has been contributed 2010 with the remainder being recorded as a liability within the respective funds.

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The statements of revenues, expenditures and changes in fund balances - budget and actual (non-GAAP budgetary basis) presented for the general fund, .7% City income tax - street improvement fund and ARRA federal grant fund 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 and other financing sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);
2. Expenditures/expenses and other financing uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP);
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP);

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement; and,
5. Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

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

Net Change in Fund Balance

	General	.7% City Income Tax Street Improvement	ARRA Federal Grant
Budget basis	\$ 192,907	\$ (65,128)	\$ 131,568
Net adjustment for revenue accruals	(1,312,884)	(58,201)	830,650
Net adjustment for expenditure accruals	2,202,321	(1,431,522)	(915,039)
Net adjustment for other sources/uses	-	130,000	(130,000)
Adjustment for encumbrances	113,439	251,952	-
GAAP basis	<u>\$ 1,195,783</u>	<u>\$ (1,172,899)</u>	<u>\$ (82,821)</u>

NOTE 16 - LANDFILL CLOSURE AND POSTCLOSURE CARE COST

State and federal laws and regulations require the City to place a final cover on its municipal landfill site and to perform certain maintenance and monitoring functions at the closed landfill site for thirty years after closure. The landfill is no longer being used; however, the final cover as required by State and federal laws has not been placed on the landfill. The first phase of placing the final cover on the landfill began in 2006. The estimated liability for the landfill is \$2,792,750 for closure costs and \$2,692,492 for the post closure care costs for a total liability of \$5,485,242. The estimated cost of landfill closure and postclosure care expenses is based on the amount that would be paid if all materials and services required to monitor and maintain the closed landfill were acquired as of December 31, 2004. However, the actual costs of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. At December 31, 2009, the landfill outstanding balance was \$4,788,434. Outlays of \$83,894 were made during 2010, which decreased the estimated liability to \$4,704,540.

NOTE 17 - WATER AND WASTEWATER COMPLIANCE

The City of Steubenville has been mandated by the Ohio Environmental Protection Agency to upgrade the water and wastewater system in the City. The City anticipates spending approximately \$54 million to upgrade these facilities over the next several years. Construction began in 2002 to upgrade the water system (raw water transmission mains, raw water intake lines and pump station). Some loans have been obtained through the Ohio Public Works Commission which are included in the long-term liabilities of the water and sewer enterprise funds and are described in Note 11.

CITY OF STEUBENVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 18 - CONTINGENCIES

A. Grants

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2010.

B. Litigation

The City has been named in various lawsuits, however, according to the City's legal counsel pending litigation will not have a material effect, if any, on the financial condition of the City.

NOTE 19 - CONTRACTUAL COMMITMENTS

At of December 31, 2010, the City has commitments with the following companies for various construction projects.

Contractor	Contract Amount	Amount Paid as of December 31, 2010	Amount Remaining on Contract
Shelly and Sands	\$ 9,068,537	\$ 2,550,044	\$ 6,518,493
MWH Construction	15,435,592	14,429,496	1,006,096
CT Consultants, Inc.	632,293	182,655	449,638
W.E. Quicksall	147,700	51,180	96,520
TMS Engineers	35,226	33,515	1,711
Perram Electric	504,159	464,565	39,594
Total	<u>\$ 25,823,507</u>	<u>\$ 17,711,455</u>	<u>\$ 8,112,052</u>

NOTE 20 - CONDUIT DEBT

To provide funds to finance the cost of acquiring, constructing, installing and equipping certain hospital facilities and refunding prior debt obligations, the City has issued \$43,930,000 hospital facilities revenue refunding bonds, series 2010 (Trinity Health System Obligated Group). These bonds are special limited obligations of the City, payable solely from and secured by a sublease and pledged receipts. The bonds do not constitute a debt or pledge of the faith and credit of the City and, accordingly, have not been reported in the accompanying financial statements.

At December 31, 2010, hospital facilities revenue refunding bonds outstanding aggregated \$43,930,000.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

GENERAL FUND

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

MAJOR SPECIAL REVENUE FUND

.7% City Income Tax - Street Improvement Fund

This fund accounts for income tax and Ohio Department of Transportation grants designated for improvement of the streets within the City.

ARRA Federal Grant Fund

This fund accounts for projects related to federal grants received, including grants from the American Recovery and Reinvestment Act (ARRA).

NONMAJOR SPECIAL REVENUE FUNDS

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

Municipal Court Improvement Fund

This fund accounts for fines and forfeitures designated for municipal court improvements.

Street Maintenance and Repair Fund

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

State Highway Improvement Fund

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

.7% City Income Tax - Equipment Improvement Fund

This fund accounts for income tax revenue designated for purchases of new equipment for City departments.

.7% City Income Tax - Recreation Improvement Fund

This fund accounts for income tax revenue designated for improvement of the City's parks and recreational facilities.

Litter

This fund accounts for grants for litter prevention.

Convention and Visitors Bureau Fund

This fund accounts for hotel occupancy taxes levied for operation of the Steubenville Convention and Visitors Bureau.

Improvement Bond Escrow Fund

This fund accounts for miscellaneous escrow funds.

Floto Historical Site Fund

This fund accounts for money held to improve a historical site in Steubenville.

Indigent Drivers Fund

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

Enforcement and Education Fund

This fund accounts for grant monies received from DUI arrests to be used for enforcement and education and for DUI housing reimbursements pursuant to Ohio Revised Code Section 4511.191.

CITY OF STEUBENVILLE, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Parks Material Usage Fund

This fund accounts for fees assessed for using park facilities.

Law Enforcement Trust Fund

This fund accounts for monies received from Federal Law Enforcement agencies designated for law enforcement purposes.

Court Security Fund

This fund accounts for fines and forfeitures designated for municipal court improvements.

South End Economic Development Fund

This fund accounts for designated funds for the development of the South End of Downtown Steubenville.

Safety Fund

This fund accounts for monies and grants used for programs and equipment to prevent employee injuries and maintain a reasonable workers' compensation rate.

Unclaimed Monies Fund

This fund accounts for uncashed checks issued by the City.

Summer Food Program Fund

This fund accounts for federal grants to provide meals to school-aged children during summer months.

Special Assessments Fund

This fund accounts for special assessments charged to property owners for City services.

Motor Vehicle License Tax Fund

This fund accounts for fees from license plates to be used for street improvements within the City.

Zoning and Planning Fund

This fund accounts for fees paid by residents applying for a zoning permit.

OJJDP Recreation Fund

This fund accounts for federal grant money for afterschool recreation programs.

Police Education Trust Fund

This fund accounts for monies designated to be used for police training and education.

Special Projects Fund

This fund accounts for the proceeds of the \$10 increase in municipal court criminal/traffic court costs.

IDIAM Court Fund

The Indigent Driver's Interlock and Monitoring (IDIAM) fund is used to account for court costs and fines in funding Interlock and SCRAM.

Lab Test Fees Fund

This fund accounts for fees derived from customers in the City's health department.

Food Fund

This fund accounts for license fees from local food service vendors.

Court Community Correction Act Grant Fund

This fund accounts for all activity associated with the Court Community Corrections Act State Grant. The purpose of this grant is to provide community service, treatment, and house arrest as an alternative to jail time. The State grant is a complement to the Federal Stimulus Grant.

CITY OF STEUBENVILLE, OHIO

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

NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

Court Daily Reporting Center Grant Fund

This fund accounts for all activity associated with the Court Daily Reporting Center Federal Stimulus Grant. The purpose of this grant is to provide community service, treatment, and house arrest as an alternative to jail time.

EPSDT Fund

This fund accounts for State monies designated for use in the health department.

Mears Relief Fund

This fund accounts for monies bequeathed to the City in 1871, held in a certificate of deposit, with interest payable to non-profit organizations.

Swimming Pool Fund

This fund accounts for license fees for public and private swimming pools within the City.

Route 7 Project Fund

This fund accounts for monies reserved for State Route 7 improvements.

Community Development Fund

This fund accounts for monies received from Community Development Block Grant projects.

CHIP Loan Fund

This fund accounts for federal grant monies for first-time homebuyers and home rehabilitation projects.

NONMAJOR DEBT SERVICE FUND

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

General Bond Retirement Fund

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

MAJOR CAPITAL PROJECTS FUND

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

General Capital Improvement Fund

This fund accounts for the acquisition and construction of major capital improvements other than those financed by proprietary funds.

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 7,457,410	\$ 7,509,891	\$ 7,547,485	\$ 37,594
Property and other taxes	1,144,216	1,083,110	1,089,375	6,265
Charges for services	118,404	92,021	92,194	173
Licenses and permits.	555,904	671,823	673,703	1,880
Fines and forfeitures.	334,161	288,415	283,999	(4,416)
Intergovernmental	2,073,869	2,047,530	2,048,123	593
Contributions and donations.	15,941	5,525	4,025	(1,500)
Investment income	80,583	37,776	40,625	2,849
Rental income.	101,395	108,326	106,107	(2,219)
Other.	1,873,903	1,573,284	1,606,062	32,778
Total revenues.	<u>13,755,786</u>	<u>13,417,701</u>	<u>13,491,698</u>	<u>73,997</u>
Expenditures:				
Current:				
General government				
Mayor				
Personal services.	49,952	48,840	48,172	668
Maintenance and operations.	5,599	4,142	4,096	46
Total mayor	<u>55,551</u>	<u>52,982</u>	<u>52,268</u>	<u>714</u>
Finance				
Personal services.	292,017	317,255	306,494	10,761
Maintenance and operations.	22,964	16,479	15,973	506
Other.	210,000	102,820	146,653	(43,833)
Total finance.	<u>524,981</u>	<u>436,554</u>	<u>469,120</u>	<u>(32,566)</u>
Law director				
Personal services.	201,368	202,070	200,871	1,199
Maintenance and operations	40,758	25,046	25,045	1
Total law director	<u>242,126</u>	<u>227,116</u>	<u>225,916</u>	<u>1,200</u>
Civil service				
Maintenance and operations	18,406	1,700	1,695	5
Total civil service	<u>18,406</u>	<u>1,700</u>	<u>1,695</u>	<u>5</u>
Central purchasing				
Personal services.	1,597,471	1,603,943	1,417,622	186,321
Contractual services	42,300	41,040	41,040	-
Maintenance and operations.	736,022	769,279	716,659	52,620
Other.	362,415	287,328	264,651	22,677
Total central purchasing	<u>2,738,208</u>	<u>2,701,590</u>	<u>2,439,972</u>	<u>261,618</u>
City manager				
Personal services.	189,905	177,699	177,570	129
Maintenance and operations	11,950	10,389	10,025	364
Total city manager	<u>201,855</u>	<u>188,088</u>	<u>187,595</u>	<u>493</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Engineering				
Personal services.	\$ 189,237	\$ 191,582	\$ 190,608	\$ 974
Maintenance and operations.	8,572	4,924	4,875	49
Total engineering	<u>197,809</u>	<u>196,506</u>	<u>195,483</u>	<u>1,023</u>
City buildings				
Maintenance and operations	151,893	149,457	148,548	909
Total city buildings	<u>151,893</u>	<u>149,457</u>	<u>148,548</u>	<u>909</u>
Council				
Personal services.	81,529	80,147	80,085	62
Maintenance and operations	41,205	30,897	28,003	2,894
Total council	<u>122,734</u>	<u>111,044</u>	<u>108,088</u>	<u>2,956</u>
Municipal court				
Personal services.	344,148	406,757	407,906	(1,149)
Contractual services	22,000	22,000	22,000	-
Maintenance and operations	84,775	69,074	68,470	604
Total municipal court	<u>450,923</u>	<u>497,831</u>	<u>498,376</u>	<u>(545)</u>
Building department				
Personal services.	85,367	146,827	130,573	16,254
Contractual services	2,595	34,587	32,147	2,440
Maintenance and operations	7,476	12,876	12,652	224
Total building department	<u>95,438</u>	<u>194,290</u>	<u>175,372</u>	<u>18,918</u>
Total general government.	<u>4,799,924</u>	<u>4,757,158</u>	<u>4,502,433</u>	<u>254,725</u>
Security of persons and property				
Police				
Personal services.	3,544,129	3,491,578	3,465,072	26,506
Contractual services	168,554	-	-	-
Maintenance and operations	24,196	130,740	130,345	395
Total police	<u>3,736,879</u>	<u>3,622,318</u>	<u>3,595,417</u>	<u>26,901</u>
Fire				
Personal services.	2,990,554	2,947,920	2,935,146	12,774
Maintenance and operations	116,390	104,350	96,098	8,252
Total fire.	<u>3,106,944</u>	<u>3,052,270</u>	<u>3,031,244</u>	<u>21,026</u>
Electrical				
Personal services.	116,182	113,125	113,314	(189)
Maintenance and operations	19,037	13,176	11,700	1,476
Total electrical	<u>135,219</u>	<u>126,301</u>	<u>125,014</u>	<u>1,287</u>
Total security of persons and property.	<u>6,979,042</u>	<u>6,800,889</u>	<u>6,751,675</u>	<u>49,214</u>

- - Continued

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public health and welfare				
Health services				
Personal services.	\$ 152,416	\$ 153,177	\$ 153,115	\$ 62
Maintenance and operations	10,373	9,388	9,355	33
Total health services	<u>162,789</u>	<u>162,565</u>	<u>162,470</u>	<u>95</u>
Health clinic				
Personal services.	63,307	59,270	58,948	322
Maintenance and operations	7,213	7,077	6,939	138
Total health clinic	<u>70,520</u>	<u>66,347</u>	<u>65,887</u>	<u>460</u>
Health administration				
Personal services.	160,290	164,177	162,209	1,968
Maintenance and operations	203,079	210,142	202,875	7,267
Total health administration.	<u>363,369</u>	<u>374,319</u>	<u>365,084</u>	<u>9,235</u>
Assistance to the needy				
Other.	15,978	7,500	7,500	-
Total assistance to the needy.	<u>15,978</u>	<u>7,500</u>	<u>7,500</u>	<u>-</u>
Total public health and welfare.	<u>612,656</u>	<u>610,731</u>	<u>600,941</u>	<u>9,790</u>
Transportation				
Street department				
Personal services.	889,223	918,230	898,308	19,922
Maintenance and operations	36,248	28,096	27,536	560
Total street department.	<u>925,471</u>	<u>946,326</u>	<u>925,844</u>	<u>20,482</u>
Lighting				
Maintenance and operations	307,225	307,225	299,399	7,826
Total lighting.	<u>307,225</u>	<u>307,225</u>	<u>299,399</u>	<u>7,826</u>
Weed control				
Personal services.	1,869	685	24	661
Total weed control	<u>1,869</u>	<u>685</u>	<u>24</u>	<u>661</u>
Total transportation	<u>1,234,565</u>	<u>1,254,236</u>	<u>1,225,267</u>	<u>28,969</u>
Community environment				
Planning				
Personal services.	130,450	83,372	79,381	3,991
Maintenance and operations	14,442	10,022	10,022	-
Total planning.	<u>144,892</u>	<u>93,394</u>	<u>89,403</u>	<u>3,991</u>
Total community environment	<u>144,892</u>	<u>93,394</u>	<u>89,403</u>	<u>3,991</u>
Leisure time activity				
Recreation-parks				
Personal services.	12,492	13,909	14,066	(157)
Maintenance and operations	67,609	82,096	72,463	9,633
Total recreation-parks	<u>80,101</u>	<u>96,005</u>	<u>86,529</u>	<u>9,476</u>

- - Continued

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Recreation-pools				
Personal services.	\$ 55,023	\$ 67,713	\$ 67,713	\$ -
Maintenance and operations	26,552	18,650	17,569	1,081
Total recreation-pools	<u>81,575</u>	<u>86,363</u>	<u>85,282</u>	<u>1,081</u>
Recreation-golf				
Maintenance and operations	225	-	-	-
Total recreation-golf	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>
Recreation-indoors				
Personal services.	129,767	122,887	122,775	112
Maintenance and operations	63,415	76,183	66,581	9,602
Total recreation-indoors.	<u>193,182</u>	<u>199,070</u>	<u>189,356</u>	<u>9,714</u>
Recreation-administration				
Personal services.	92,376	94,381	77,433	16,948
Contractual services	1,863	276	276	-
Maintenance and operations	13,332	10,687	10,556	131
Total recreation-administration	<u>107,571</u>	<u>105,344</u>	<u>88,265</u>	<u>17,079</u>
Community celebrations				
Personal services.	-	1,134	1,134	-
Maintenance and operations	30,000	24,090	24,075	15
Total community celebrations	<u>30,000</u>	<u>25,224</u>	<u>25,209</u>	<u>15</u>
Total leisure time activity.	<u>492,654</u>	<u>512,006</u>	<u>474,641</u>	<u>37,365</u>
Total expenditures.	<u>14,263,733</u>	<u>14,028,414</u>	<u>13,644,360</u>	<u>384,054</u>
Excess of expenditures over revenues.	<u>(507,947)</u>	<u>(610,713)</u>	<u>(152,662)</u>	<u>458,051</u>
Other financing sources:				
Sale of capital assets.	14,901	1,087	1,087	-
Note issuance	350,000	-	-	-
Transfer in.	-	344,482	344,482	-
Total other financing sources.	<u>364,901</u>	<u>345,569</u>	<u>345,569</u>	<u>-</u>
Net change in fund balance.	(143,046)	(265,144)	192,907	458,051
Fund balance at beginning of year	<u>112,773</u>	<u>112,773</u>	<u>112,773</u>	<u>-</u>
Prior year encumbrances appropriated	<u>144,043</u>	<u>144,043</u>	<u>144,043</u>	<u>-</u>
Fund balance (deficit) at end of year.	<u>\$ 113,770</u>	<u>\$ (8,328)</u>	<u>\$ 449,723</u>	<u>\$ 458,051</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 .7% CITY INCOME TAX - STREET IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 692,370	\$ 693,578	\$ 694,443	\$ 865
Intergovernmental	11,828,525	2,095,984	739,519	(1,356,465)
Other.	80,242	519	90,018	89,499
Total revenues	<u>12,601,137</u>	<u>2,790,081</u>	<u>1,523,980</u>	<u>(1,266,101)</u>
Expenditures:				
Current:				
Transportation				
Street department				
Capital outlay.	731,341	2,710,842	1,300,766	1,410,076
Other.	<u>52,387</u>	<u>32,774</u>	<u>32,774</u>	<u>-</u>
Total transportation	<u>783,728</u>	<u>2,743,616</u>	<u>1,333,540</u>	<u>1,410,076</u>
Debt service:				
Principal retirement.	9,321,620	98,572	98,572	-
Interest and fiscal charges.	<u>2,552,920</u>	<u>26,996</u>	<u>26,996</u>	<u>-</u>
Total debt service.	<u>11,874,540</u>	<u>125,568</u>	<u>125,568</u>	<u>-</u>
Total expenditures.	<u>12,658,268</u>	<u>2,869,184</u>	<u>1,459,108</u>	<u>1,410,076</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(57,131)</u>	<u>(79,103)</u>	<u>64,872</u>	<u>143,975</u>
Other financing uses:				
Advances out.	-	(130,000)	(130,000)	-
Total other financing uses	<u>-</u>	<u>(130,000)</u>	<u>(130,000)</u>	<u>-</u>
Net change in fund balance	(57,131)	(209,103)	(65,128)	143,975
Fund balance at beginning of year	674,351	674,351	674,351	-
Prior year encumbrances appropriated . .	<u>132,341</u>	<u>132,341</u>	<u>132,341</u>	<u>-</u>
Fund balance at end of year	<u>\$ 749,561</u>	<u>\$ 597,589</u>	<u>\$ 741,564</u>	<u>\$ 143,975</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ARRA FEDERAL GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 2,589,485	\$ 2,679,110	\$ 89,625
Total revenues	-	2,589,485	2,679,110	89,625
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services.	-	144,597	144,597	-
Total security of persons and property.	-	144,597	144,597	-
Capital outlay:				
Capital improvement				
Capital outlay.	-	2,444,888	2,532,945	(88,057)
Total capital outlay.	-	2,444,888	2,532,945	(88,057)
Total expenditures	-	2,589,485	2,677,542	(88,057)
Excess of revenues over expenditures.	-	-	1,568	1,568
Other financing sources:				
Advances in	-	-	130,000	130,000
Total other financing sources	-	-	130,000	130,000
Net change in fund balance.	-	-	131,568	131,568
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year.	\$ -	\$ -	\$ 131,568	\$ 131,568

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CAPITAL IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental.	\$ 19,963	\$ 1,472	\$ 1,472	\$ -
Contributions and donations.	-	83,333	83,333	-
Other	-	75,245	75,245	-
Total revenues	<u>19,963</u>	<u>160,050</u>	<u>160,050</u>	<u>-</u>
Expenditures:				
Capital improvement				
Capital outlay	3,018,656	5,432,428	5,411,617	20,811
Other	<u>24,720</u>	<u>5,068</u>	<u>3,099</u>	<u>1,969</u>
Total expenditures.	<u>3,043,376</u>	<u>5,437,496</u>	<u>5,414,716</u>	<u>22,780</u>
Excess of expenditures over revenues	<u>(3,023,413)</u>	<u>(5,277,446)</u>	<u>(5,254,666)</u>	<u>22,780</u>
Other financing sources:				
Bond issuance.	<u>3,500,000</u>	<u>3,503,421</u>	<u>3,503,421</u>	<u>-</u>
Total other financing sources	<u>3,500,000</u>	<u>3,503,421</u>	<u>3,503,421</u>	<u>-</u>
Net change in fund balance.	476,587	(1,774,025)	(1,751,245)	22,780
Fund balance at beginning of year	485,214	485,214	485,214	-
Prior year encumbrances appropriated	<u>1,554,345</u>	<u>1,554,345</u>	<u>1,554,345</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 2,516,146</u>	<u>\$ 265,534</u>	<u>\$ 288,314</u>	<u>\$ 22,780</u>

CITY OF STEUBENVILLE, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 2,748,619	\$ 64,342	\$ 2,812,961
Receivables (net of allowances of uncollectibles):			
Income taxes	86,849	-	86,849
Property and other taxes.	5,693	274,566	280,259
Special assessments	33,136	-	33,136
Due from other governments	2,089,160	15,276	2,104,436
Prepayments	637	-	637
Materials and supplies inventory	38,586	-	38,586
Total assets	<u>\$ 5,002,680</u>	<u>\$ 354,184</u>	<u>\$ 5,356,864</u>
Liabilities:			
Accounts payable	\$ 57,820	\$ -	\$ 57,820
Accrued wages and benefits	3,517	-	3,517
Due to other governments	17,853	-	17,853
Deferred revenue	2,098,762	77,954	2,176,716
Unearned revenue	-	211,888	211,888
Total liabilities	<u>2,177,952</u>	<u>289,842</u>	<u>2,467,794</u>
Fund balances:			
Reserved for encumbrances.	74,988	-	74,988
Reserved for prepayments	637	-	637
Reserved for materials and supplies inventory	38,586	-	38,586
Unreserved, undesignated, reported in:			
Special revenue funds	2,710,517	-	2,710,517
Debt service fund	-	64,342	64,342
Total fund balances.	<u>2,824,728</u>	<u>64,342</u>	<u>2,889,070</u>
Total liabilities and fund balances	<u>\$ 5,002,680</u>	<u>\$ 354,184</u>	<u>\$ 5,356,864</u>

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
Municipal income taxes	\$ 400,000	\$ -	\$ 400,000
Property and other taxes	66,802	209,568	276,370
Charges for services	820	-	820
Licenses and permits	72,475	-	72,475
Fines and forfeitures	44,655	-	44,655
Intergovernmental	2,476,310	33,123	2,509,433
Special assessments	37,481	-	37,481
Investment income	396	-	396
Other	107,331	-	107,331
	<hr/>	<hr/>	<hr/>
Total revenues	3,206,270	242,691	3,448,961
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government	422,221	4,969	427,190
Security of persons and property	30,976	-	30,976
Public health and welfare	122,337	-	122,337
Transportation	814,468	-	814,468
Community environment	1,505,379	-	1,505,379
Leisure time activity	138,513	-	138,513
Debt service:			
Principal retirement	57,467	-	57,467
Interest and fiscal charges	16,362	173,381	189,743
	<hr/>	<hr/>	<hr/>
Total expenditures	3,107,723	178,350	3,286,073
	<hr/>	<hr/>	<hr/>
Excess of revenues over expenditures	98,547	64,341	162,888
	<hr/>	<hr/>	<hr/>
Other financing uses:			
Transfers out	-	(344,482)	(344,482)
Total other financing uses	<hr/>	<hr/>	<hr/>
	-	(344,482)	(344,482)
	<hr/>	<hr/>	<hr/>
Net change in fund balances	98,547	(280,141)	(181,594)
	<hr/>	<hr/>	<hr/>
Fund balances (deficit) at beginning of year	2,726,181	344,483	3,070,664
	<hr/>	<hr/>	<hr/>
Fund balances at end of year	\$ 2,824,728	\$ 64,342	\$ 2,889,070
	<hr/>	<hr/>	<hr/>

CITY OF STEUBENVILLE, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2010

	<u>Municipal Court Improvement</u>	<u>Street Maintenance and Repair</u>	<u>State Highway Improvement</u>
Assets:			
Equity in pooled cash and cash equivalents	\$ 54,566	\$ 22,492	\$ 170,401
Receivables (net of allowances of uncollectibles):			
Income taxes	-	-	-
Property and other taxes.	-	-	-
Special assessments	-	-	-
Due from other governments	-	303,363	26,293
Prepayments	-	-	-
Materials and supplies inventory	-	38,586	-
Total assets	<u>\$ 54,566</u>	<u>\$ 364,441</u>	<u>\$ 196,694</u>
Liabilities:			
Accounts payable	\$ -	\$ 88	\$ -
Accrued wages and benefits	-	-	-
Due to other governments	-	-	-
Deferred revenue	-	258,562	19,465
Total liabilities	<u>-</u>	<u>258,650</u>	<u>19,465</u>
Fund balances:			
Reserved for encumbrances.	-	7,964	-
Reserved for prepayments	-	-	-
Reserved for materials and supplies inventory . .	-	38,586	-
Unreserved, undesignated (deficit), reported in:			
Special revenue funds	54,566	59,241	177,229
Total fund balances (deficit).	<u>54,566</u>	<u>105,791</u>	<u>177,229</u>
Total liabilities and fund balances.	<u>\$ 54,566</u>	<u>\$ 364,441</u>	<u>\$ 196,694</u>

.7% City Income Tax Equipment Improvement	.7% City Income Tax Recreation Improvement	Litter	Convention and Vistors Bureau	Improvement Bond Escrow	Floto Historical Site
\$ 939,361	\$ 29,257	\$ 4,771	\$ -	\$ 8,000	\$ 1,510
65,137	21,712	-	-	-	-
-	-	-	5,693	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,004,498</u>	<u>\$ 50,969</u>	<u>\$ 4,771</u>	<u>\$ 5,693</u>	<u>\$ 8,000</u>	<u>\$ 1,510</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
65,137	21,712	-	2,866	-	-
<u>65,137</u>	<u>21,712</u>	<u>-</u>	<u>2,866</u>	<u>-</u>	<u>-</u>
-	5,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
939,361	24,257	4,771	2,827	8,000	1,510
<u>939,361</u>	<u>29,257</u>	<u>4,771</u>	<u>2,827</u>	<u>8,000</u>	<u>1,510</u>
<u>\$ 1,004,498</u>	<u>\$ 50,969</u>	<u>\$ 4,771</u>	<u>\$ 5,693</u>	<u>\$ 8,000</u>	<u>\$ 1,510</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2010

	<u>Indigent Drivers</u>	<u>Enforcement and Education</u>	<u>Parks Material Usage</u>	<u>Law Enforcement Trust</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 8,190	\$ 25,971	\$ 820	\$ 39,977
Receivables (net of allowances of uncollectibles):				
Income taxes	-	-	-	-
Property and other taxes.	-	-	-	-
Special assessments	-	-	-	-
Due from other governments	-	-	-	-
Prepayments	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets	<u>\$ 8,190</u>	<u>\$ 25,971</u>	<u>\$ 820</u>	<u>\$ 39,977</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 228
Accrued wages and benefits	-	-	-	-
Due to other governments	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>228</u>
Fund balances:				
Reserved for encumbrances.	-	-	-	-
Reserved for prepayments	-	-	-	-
Reserved for materials and supplies inventory . .	-	-	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds	8,190	25,971	820	39,749
Total fund balances (deficit).	<u>8,190</u>	<u>25,971</u>	<u>820</u>	<u>39,749</u>
Total liabilities and fund balances.	<u>\$ 8,190</u>	<u>\$ 25,971</u>	<u>\$ 820</u>	<u>\$ 39,977</u>

<u>Court Security</u>	<u>South End Economic Development</u>	<u>Safety</u>	<u>Unclaimed Monies</u>	<u>Summer Food Program</u>	<u>Special Assessments</u>
\$ 3,824	\$ 6,671	\$ 1,052,511	\$ 17,450	\$ 16,039	\$ 51,446
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	33,136
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 3,824</u>	<u>\$ 6,671</u>	<u>\$ 1,052,511</u>	<u>\$ 17,450</u>	<u>\$ 16,039</u>	<u>\$ 84,582</u>
\$ -	\$ -	\$ 719	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	3,852	-
-	-	-	-	-	33,136
<u>-</u>	<u>-</u>	<u>719</u>	<u>-</u>	<u>3,852</u>	<u>33,136</u>
-	-	6,307	-	4,277	-
-	-	-	-	-	-
-	-	-	-	-	-
3,824	6,671	1,045,485	17,450	7,910	51,446
<u>3,824</u>	<u>6,671</u>	<u>1,051,792</u>	<u>17,450</u>	<u>12,187</u>	<u>51,446</u>
<u>\$ 3,824</u>	<u>\$ 6,671</u>	<u>\$ 1,052,511</u>	<u>\$ 17,450</u>	<u>\$ 16,039</u>	<u>\$ 84,582</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2010

	<u>Motor Vehicle License Tax</u>	<u>Zoning and Planning</u>	<u>OJJDP Recreation</u>	<u>Police Education Trust</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 45,178	\$ 296	\$ 4,287	\$ 16,847
Receivables (net of allowances of uncollectibles):				
Income taxes	-	-	-	-
Property and other taxes.	-	-	-	-
Special assessments	-	-	-	-
Due from other governments	4,740	-	-	-
Prepayments	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets	<u>\$ 49,918</u>	<u>\$ 296</u>	<u>\$ 4,287</u>	<u>\$ 16,847</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 90	\$ -
Accrued wages and benefits	-	-	-	-
Due to other governments	-	-	553	-
Deferred revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>643</u>	<u>-</u>
Fund balances:				
Reserved for encumbrances.	-	-	108	-
Reserved for prepayments	-	-	-	-
Reserved for materials and supplies inventory . .	-	-	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds	49,918	296	3,536	16,847
Total fund balances (deficit).	<u>49,918</u>	<u>296</u>	<u>3,644</u>	<u>16,847</u>
Total liabilities and fund balances.	<u>\$ 49,918</u>	<u>\$ 296</u>	<u>\$ 4,287</u>	<u>\$ 16,847</u>

Special Projects	IDIAM Court	Court Community Correction Act Grant	Court Daily Reporting Center Grant	Food	EPSDT
\$ 5,066	\$ 4,265	\$ 27,219	\$ 14,000	\$ 47,552	\$ 33,424
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	41,500	2,564	-	-
-	-	-	-	-	637
-	-	-	-	-	-
<u>\$ 5,066</u>	<u>\$ 4,265</u>	<u>\$ 68,719</u>	<u>\$ 16,564</u>	<u>\$ 47,552</u>	<u>\$ 34,061</u>
\$ -	\$ -	\$ -	\$ -	\$ 335	\$ -
-	-	-	-	695	-
-	-	-	-	2,996	282
-	-	20,750	2,564	-	-
-	-	20,750	2,564	4,026	282
-	-	-	-	54	-
-	-	-	-	-	637
-	-	-	-	-	-
5,066	4,265	47,969	14,000	43,472	33,142
<u>5,066</u>	<u>4,265</u>	<u>47,969</u>	<u>14,000</u>	<u>43,526</u>	<u>33,779</u>
<u>\$ 5,066</u>	<u>\$ 4,265</u>	<u>\$ 68,719</u>	<u>\$ 16,564</u>	<u>\$ 47,552</u>	<u>\$ 34,061</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONCLUDED)
DECEMBER 31, 2010

	<u>Mears Relief</u>	<u>Route 7 Project</u>	<u>Community Development</u>	<u>CHIP Loan</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 10,122	\$ 1,595	\$ 4,917	\$ 80,594
Receivables (net of allowances of uncollectibles):				
Income taxes	-	-	-	-
Property and other taxes.	-	-	-	-
Special assessments	-	-	-	-
Due from other governments	-	-	1,531,864	178,836
Prepayments	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets	<u>\$ 10,122</u>	<u>\$ 1,595</u>	<u>\$ 1,536,781</u>	<u>\$ 259,430</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 32,658	\$ 23,702
Accrued wages and benefits	-	-	2,822	-
Due to other governments	-	-	9,018	1,152
Deferred revenue	-	-	1,495,734	178,836
Total liabilities	<u>-</u>	<u>-</u>	<u>1,540,232</u>	<u>203,690</u>
Fund balances:				
Reserved for encumbrances.	-	-	-	51,278
Reserved for prepayments	-	-	-	-
Reserved for materials and supplies inventory . . .	-	-	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds	10,122	1,595	(3,451)	4,462
Total fund balances (deficit).	<u>10,122</u>	<u>1,595</u>	<u>(3,451)</u>	<u>55,740</u>
Total liabilities and fund balances.	<u>\$ 10,122</u>	<u>\$ 1,595</u>	<u>\$ 1,536,781</u>	<u>\$ 259,430</u>

**Total
Nonmajor
Special Revenue
Funds**

\$ 2,748,619

86,849

5,693

33,136

2,089,160

637

38,586

\$ 5,002,680

\$ 57,820

3,517

17,853

2,098,762

2,177,952

74,988

637

38,586

2,710,517

2,824,728

\$ 5,002,680

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Municipal Court Improvement</u>	<u>Street Maintenance and Repair</u>	<u>State Highway Improvement</u>
Revenues:			
Municipal income taxes	\$ -	\$ -	\$ -
Property and other taxes	-	-	-
Charges for services	-	-	-
Licenses and permits	-	-	-
Fines and forfeitures	27,777	-	-
Intergovernmental	-	610,784	56,110
Special assessments	-	-	-
Investment income	-	109	217
Other	-	14,818	-
	<hr/>	<hr/>	<hr/>
Total revenues	27,777	625,711	56,327
Expenditures:			
Current:			
General government	33,536	-	-
Security of persons and property	-	-	-
Public health and welfare	-	-	-
Transportation	-	797,769	16,699
Community environment	-	-	-
Leisure time activity	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	33,536	797,769	16,699
Net change in fund balances	(5,759)	(172,058)	39,628
Fund balances at beginning of year	<hr/>	<hr/>	<hr/>
	60,325	277,849	137,601
Fund balances (deficit) at end of year	<hr/>	<hr/>	<hr/>
	\$ 54,566	\$ 105,791	\$ 177,229

<u>.7% City Income Tax Equipment Improvement</u>	<u>.7% City Income Tax Recreation Improvement</u>	<u>Litter</u>	<u>Convention and Vistors Bureau</u>	<u>Improvement Bond Escrow</u>	<u>Floto Historical Site</u>
\$ 300,000	\$ 100,000	\$ -	\$ -	\$ -	\$ -
-	-	-	66,802	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,000	2,250	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>305,000</u>	<u>102,250</u>	<u>-</u>	<u>66,802</u>	<u>-</u>	<u>-</u>
80,396	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	73,987	-	-
-	6,563	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>80,396</u>	<u>6,563</u>	<u>-</u>	<u>73,987</u>	<u>-</u>	<u>-</u>
224,604	95,687	-	(7,185)	-	-
<u>714,757</u>	<u>(66,430)</u>	<u>4,771</u>	<u>10,012</u>	<u>8,000</u>	<u>1,510</u>
<u>\$ 939,361</u>	<u>\$ 29,257</u>	<u>\$ 4,771</u>	<u>\$ 2,827</u>	<u>\$ 8,000</u>	<u>\$ 1,510</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Indigent Drivers</u>	<u>Enforcement and Education</u>	<u>Parks Material Usage</u>	<u>Law Enforcement Trust</u>
Revenues:				
Municipal income taxes	\$ -	\$ -	\$ -	\$ -
Property and other taxes	-	-	-	-
Charges for services	-	-	820	-
Licenses and permits	-	-	-	-
Fines and forfeitures	4,569	1,466	-	-
Intergovernmental	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	-	-
Other	-	-	-	10,026
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	4,569	1,466	820	10,026
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	955	-	30,021
Public health and welfare	-	-	-	-
Transportation	-	-	-	-
Community environment	-	-	-	-
Leisure time activity	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	-	955	-	30,021
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances	4,569	511	820	(19,995)
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year	3,621	25,460	-	59,744
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficit) at end of year	\$ 8,190	\$ 25,971	\$ 820	\$ 39,749
	<hr/>	<hr/>	<hr/>	<hr/>

Court Security	South End Economic Development	Safety	Unclaimed Monies	Summer Food Program	Special Assessments
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	13,437	-	116,816	-
-	-	-	-	-	37,481
-	-	-	-	-	-
-	-	16,709	1,235	-	25,482
-	-	30,146	1,235	116,816	62,963
-	-	114,583	-	-	42,178
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	115,085	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	114,583	-	115,085	42,178
-	-	(84,437)	1,235	1,731	20,785
3,824	6,671	1,136,229	16,215	10,456	30,661
<u>\$ 3,824</u>	<u>\$ 6,671</u>	<u>\$ 1,051,792</u>	<u>\$ 17,450</u>	<u>\$ 12,187</u>	<u>\$ 51,446</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Motor Vehicle License Tax</u>	<u>Zoning and Planning</u>	<u>OJJDP Recreation</u>	<u>Police Education Trust</u>
Revenues:				
Municipal income taxes	\$ -	\$ -	\$ -	\$ -
Property and other taxes	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	72,750	-	14,297	-
Special assessments	-	-	-	-
Investment income	-	-	-	-
Other	-	3,000	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	72,750	3,000	14,297	-
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	-
Public health and welfare	-	-	-	-
Transportation	-	-	-	-
Community environment	-	2,704	-	-
Leisure time activity	-	-	15,330	-
Debt service:				
Principal retirement	57,467	-	-	-
Interest and fiscal charges	16,362	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	73,829	2,704	15,330	-
Net change in fund balances	(1,079)	296	(1,033)	-
Fund balances at beginning of year	<hr/>	<hr/>	<hr/>	<hr/>
	50,997	-	4,677	16,847
Fund balances (deficit) at end of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 49,918	\$ 296	\$ 3,644	\$ 16,847

Special Projects	IDIAM Court	Court Community Correction Act Grant	Court Daily Reporting Center Grant	Lab Test Fees	Food
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	56,418
2,881	2,975	4,987	-	-	-
-	-	115,250	58,927	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	34,333	-	918
<u>2,881</u>	<u>2,975</u>	<u>120,237</u>	<u>93,260</u>	<u>-</u>	<u>57,336</u>
-	-	72,268	79,260	-	-
-	-	-	-	-	-
-	-	-	-	3,303	87,512
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>72,268</u>	<u>79,260</u>	<u>3,303</u>	<u>87,512</u>
2,881	2,975	47,969	14,000	(3,303)	(30,176)
<u>2,185</u>	<u>1,290</u>	<u>-</u>	<u>-</u>	<u>3,303</u>	<u>73,702</u>
<u>\$ 5,066</u>	<u>\$ 4,265</u>	<u>\$ 47,969</u>	<u>\$ 14,000</u>	<u>\$ -</u>	<u>\$ 43,526</u>

- - Continued

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONCLUDED)
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>EPSDT</u>	<u>Mears Relief</u>	<u>Swimming Pool</u>	<u>Route 7 Project</u>
Revenues:				
Municipal income taxes	\$ -	\$ -	\$ -	\$ -
Property and other taxes	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	14,522	-	1,535	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	70	-	-
Other	-	-	-	-
Total revenues	<u>14,522</u>	<u>70</u>	<u>1,535</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	-
Public health and welfare	31,522	-	-	-
Transportation	-	-	-	-
Community environment	-	-	-	-
Leisure time activity	-	-	1,535	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>31,522</u>	<u>-</u>	<u>1,535</u>	<u>-</u>
Net change in fund balances	(17,000)	70	-	-
Fund balances at beginning of year	<u>50,779</u>	<u>10,052</u>	<u>-</u>	<u>1,595</u>
Fund balances (deficit) at end of year	<u>\$ 33,779</u>	<u>\$ 10,122</u>	<u>\$ -</u>	<u>\$ 1,595</u>

Community Development	CHIP Loan	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ 400,000
-	-	66,802
-	-	820
-	-	72,475
-	-	44,655
870,312	540,377	2,476,310
-	-	37,481
-	-	396
810	-	107,331
<u>871,122</u>	<u>540,377</u>	<u>3,206,270</u>
-	-	422,221
-	-	30,976
-	-	122,337
-	-	814,468
877,259	551,429	1,505,379
-	-	138,513
-	-	57,467
-	-	16,362
<u>877,259</u>	<u>551,429</u>	<u>3,107,723</u>
(6,137)	(11,052)	98,547
<u>2,686</u>	<u>66,792</u>	<u>2,726,181</u>
<u>\$ (3,451)</u>	<u>\$ 55,740</u>	<u>\$ 2,824,728</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MUNICIPAL COURT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 34,440	\$ 28,374	\$ 27,777	\$ (597)
Other	2,072	-	-	-
Total revenues.	<u>36,512</u>	<u>28,374</u>	<u>27,777</u>	<u>(597)</u>
Expenditures:				
Current:				
General government				
Municipal court				
Capital outlay.	26,345	39,561	39,492	69
Other	-	3,846	3,846	-
Total expenditures.	<u>26,345</u>	<u>43,407</u>	<u>43,338</u>	<u>69</u>
Net change in fund balance	10,167	(15,033)	(15,561)	(528)
Fund balance at beginning of year	<u>70,127</u>	<u>70,127</u>	<u>70,127</u>	<u>-</u>
Fund balance at end of year	<u>\$ 80,294</u>	<u>\$ 55,094</u>	<u>\$ 54,566</u>	<u>\$ (528)</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STREET MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental.	\$ 659,771	\$ 623,628	\$ 606,726	\$ (16,902)
Investment income	23,991	96	109	13
Other	-	-	14,818	14,818
Total revenues	<u>683,762</u>	<u>623,724</u>	<u>621,653</u>	<u>(2,071)</u>
Expenditures:				
Current:				
Transportation				
Street department				
Maintenance and operations.	281,716	373,525	368,454	5,071
Capital outlay.	-	15,000	15,000	-
Other.	<u>423,357</u>	<u>342,718</u>	<u>342,718</u>	<u>-</u>
Total transportation.	<u>705,073</u>	<u>731,243</u>	<u>726,172</u>	<u>5,071</u>
Total expenditures.	<u>705,073</u>	<u>731,243</u>	<u>726,172</u>	<u>5,071</u>
Net change in fund balance	(21,311)	(107,519)	(104,519)	3,000
Fund balance at beginning of year.	112,409	112,409	112,409	-
Prior year encumbrances appropriated . . .	<u>6,550</u>	<u>6,550</u>	<u>6,550</u>	<u>-</u>
Fund balance at end of year	<u>\$ 97,648</u>	<u>\$ 11,440</u>	<u>\$ 14,440</u>	<u>\$ 3,000</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STATE HIGHWAY IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental.	\$ 52,993	\$ 53,957	\$ 52,586	\$ (1,371)
Investment income	4,131	192	217	25
Total revenues.	<u>57,124</u>	<u>54,149</u>	<u>52,803</u>	<u>(1,346)</u>
Expenditures:				
Current:				
Transportation				
Street department				
Maintenance and operations	18,337	4,108	3,907	201
Other	<u>37,716</u>	<u>207</u>	<u>15,025</u>	<u>(14,818)</u>
Total transportation	<u>56,053</u>	<u>4,315</u>	<u>18,932</u>	<u>(14,617)</u>
Total expenditures.	<u>56,053</u>	<u>4,315</u>	<u>18,932</u>	<u>(14,617)</u>
Net change in fund balance	1,071	49,834	33,871	(15,963)
Fund balance at beginning of year.	134,366	134,366	134,366	-
Prior year encumbrances appropriated	<u>2,163</u>	<u>2,163</u>	<u>2,163</u>	<u>-</u>
Fund balance at end of year	<u>\$ 137,600</u>	<u>\$ 186,363</u>	<u>\$ 170,400</u>	<u>\$ (15,963)</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 .7% CITY INCOME TAX - EQUIPMENT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 300,000	\$ 300,000	\$ 300,000	\$ -
Intergovernmental	-	5,000	5,000	-
Total revenues	<u>300,000</u>	<u>305,000</u>	<u>305,000</u>	<u>-</u>
Expenditures:				
Current:				
General government				
Capital outlay				
Capital outlay	221,745	51,700	67,269	(15,569)
Other	-	13,061	13,061	-
Total general government.	<u>221,745</u>	<u>64,761</u>	<u>80,330</u>	<u>(15,569)</u>
Security of persons and property				
Police				
Capital outlay	67,969	26,000	12,760	13,240
Total police.	<u>67,969</u>	<u>26,000</u>	<u>12,760</u>	<u>13,240</u>
Fire				
Capital outlay	28,937	10,896	5,477	5,419
Total fire.	<u>28,937</u>	<u>10,896</u>	<u>5,477</u>	<u>5,419</u>
Total security of persons and property	<u>96,906</u>	<u>36,896</u>	<u>18,237</u>	<u>18,659</u>
Total expenditures.	<u>318,651</u>	<u>101,657</u>	<u>98,567</u>	<u>3,090</u>
Net change in fund balance	(18,651)	203,343	206,433	3,090
Fund balance at beginning of year.	714,277	714,277	714,277	-
Prior year encumbrances appropriated	<u>18,651</u>	<u>18,651</u>	<u>18,651</u>	<u>-</u>
Fund balance at end of year	<u>\$ 714,277</u>	<u>\$ 936,271</u>	<u>\$ 939,361</u>	<u>\$ 3,090</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 .7% CITY INCOME TAX - RECREATION IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Municipal income taxes	\$ 100,000	\$ 100,000	\$ 100,000	\$ -
Intergovernmental	4,200	2,250	2,250	-
Investment income	63,937	-	-	-
Other	-	31,748	31,748	-
Total revenues.	<u>168,137</u>	<u>133,998</u>	<u>133,998</u>	<u>-</u>
Expenditures:				
Current:				
Leisure time activity				
Recreation improvement				
Capital outlay	298,670	331,498	326,660	4,838
Other.	-	6,413	6,413	-
Total expenditures.	<u>298,670</u>	<u>337,911</u>	<u>333,073</u>	<u>4,838</u>
Net change in fund balance.	(130,533)	(203,913)	(199,075)	4,838
Fund balance (deficit) at beginning of year .	(75,338)	(75,338)	(75,338)	-
Prior year encumbrances appropriated . . .	<u>298,670</u>	<u>298,670</u>	<u>298,670</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 92,799</u>	<u>\$ 19,419</u>	<u>\$ 24,257</u>	<u>\$ 4,838</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LITTER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year.	\$ 4,771	\$ 4,771	\$ 4,771	\$ -
Fund balance at end of year	<u>\$ 4,771</u>	<u>\$ 4,771</u>	<u>\$ 4,771</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CONVENTION AND VISITORS BUREAU FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property and other taxes	\$ 125,000	\$ 83,217	\$ 73,987	\$ (9,230)
Total revenues	125,000	83,217	73,987	(9,230)
Expenditures:				
Current:				
Community environment				
Convention and visitors bureau				
Other.	112,500	83,217	73,987	9,230
Total expenditures	112,500	83,217	73,987	9,230
Net change in fund balance	12,500	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ 12,500	\$ -	\$ -	\$ -

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 IMPROVEMENT BOND ESCROW FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 8,000	\$ 8,000	\$ 8,000	\$ -
Fund balance at end of year	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ 8,000</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FLOTO HISTORICAL SITE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 1,510	\$ 1,510	\$ 1,510	\$ -
Fund balance at end of year.	<u>\$ 1,510</u>	<u>\$ 1,510</u>	<u>\$ 1,510</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 INDIGENT DRIVERS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 3,546	\$ 4,442	\$ 4,569	\$ 127
Total revenues	<u>3,546</u>	<u>4,442</u>	<u>4,569</u>	<u>127</u>
Expenditures:				
Current:				
General government				
Municipal court				
Other	5,000	-	-	-
Total expenditures	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(1,454)	4,442	4,569	127
Fund balance at beginning of year	<u>3,621</u>	<u>3,621</u>	<u>3,621</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,167</u>	<u>\$ 8,063</u>	<u>\$ 8,190</u>	<u>\$ 127</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ENFORCEMENT AND EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 1,404	\$ 1,381	\$ 1,466	\$ 85
Total revenues	<u>1,404</u>	<u>1,381</u>	<u>1,466</u>	<u>85</u>
Expenditures:				
Current:				
General government				
Municipal court				
Maintenance and operations.	-	955	955	-
Total expenditures.	<u>-</u>	<u>955</u>	<u>955</u>	<u>-</u>
Net change in fund balance	1,404	426	511	85
Fund balance at beginning of year	<u>25,460</u>	<u>25,460</u>	<u>25,460</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 26,864</u>	<u>\$ 25,886</u>	<u>\$ 25,971</u>	<u>\$ 85</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PARKS MATERIAL USAGE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services.	\$ 1,000	\$ 500	\$ 820	\$ 320
Total revenues.	<u>1,000</u>	<u>500</u>	<u>820</u>	<u>320</u>
Expenditures:				
Current:				
Leisure time activity				
Recreation-parks				
Maintenance and operations	900	-	-	-
Total expenditures	<u>900</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance.	100	500	820	320
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 100</u></u>	<u><u>\$ 500</u></u>	<u><u>\$ 820</u></u>	<u><u>\$ 320</u></u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LAW ENFORCEMENT TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other	\$ 104,939	\$ 10,026	\$ 10,026	\$ -
Total revenues.	104,939	10,026	10,026	-
Expenditures:				
Current:				
Security of persons and property				
Police				
Maintenance and operations	-	262	262	-
Other	75,000	29,531	29,531	-
Total expenditures	75,000	29,793	29,793	-
Net change in fund balance.	29,939	(19,767)	(19,767)	-
Fund balance at beginning of year	59,744	59,744	59,744	-
Fund balance at end of year	\$ 89,683	\$ 39,977	\$ 39,977	\$ -

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURT SECURITY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 3,824	\$ 3,824	\$ 3,824	\$ -
Fund balance at end of year	<u>\$ 3,824</u>	<u>\$ 3,824</u>	<u>\$ 3,824</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SOUTH END ECONOMIC DEVELOPMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 6,671	\$ 6,671	\$ 6,671	\$ -
Fund balance at end of year.	<u>\$ 6,671</u>	<u>\$ 6,671</u>	<u>\$ 6,671</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SAFETY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 40,902	\$ 13,437	\$ 13,437	\$ -
Other	17,032	2,639	16,709	14,070
Total revenues	<u>57,934</u>	<u>16,076</u>	<u>30,146</u>	<u>14,070</u>
Expenditures:				
Current:				
General government				
Safety				
Contractual services	60,000	39,680	39,358	322
Maintenance and operations	104,676	82,796	81,763	1,033
Total expenditures	<u>164,676</u>	<u>122,476</u>	<u>121,121</u>	<u>1,355</u>
 Net change in fund balance.	 (106,742)	 (106,400)	 (90,975)	 15,425
 Fund balance at beginning of year	 1,136,374	 1,136,374	 1,136,374	 -
Prior year encumbrances appropriated.	<u>696</u>	<u>696</u>	<u>696</u>	<u>-</u>
 Fund balance at end of year	 <u>\$ 1,030,328</u>	 <u>\$ 1,030,670</u>	 <u>\$ 1,046,095</u>	 <u>\$ 15,425</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 UNCLAIMED MONIES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other.	\$ 7,866	\$ 1,235	\$ 1,235	\$ -
Total revenues	7,866	1,235	1,235	-
Expenditures:				
Current:				
General government				
Unclaimed monies				
Maintenance and operations	2,564	-	-	-
Total expenditures	2,564	-	-	-
Net change in fund balance	5,302	1,235	1,235	-
Fund balance at beginning of year.	16,215	16,215	16,215	-
Fund balance at end of year	\$ 21,517	\$ 17,450	\$ 17,450	\$ -

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SUMMER FOOD PROGRAM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental.	\$ 140,000	\$ 116,816	\$ 116,816	\$ -
Total revenues.	140,000	116,816	116,816	-
Expenditures:				
Current:				
Leisure time activity				
Recreation-administration				
Personal services	46,078	31,470	31,043	427
Maintenance and operations	93,773	85,737	85,654	83
Total expenditures.	139,851	117,207	116,697	510
Net change in fund balance.	149	(391)	119	510
Fund balance at beginning of year	11,643	11,643	11,643	-
Fund balance at end of year.	\$ 11,792	\$ 11,252	\$ 11,762	\$ 510

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SPECIAL ASSESSMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Special assessments.	\$ 24,546	\$ 37,481	\$ 37,481	\$ -
Investment income.	2,613	-	-	-
Other	99	25,482	25,482	-
Total revenues	27,258	62,963	62,963	-
Expenditures:				
Current:				
General government				
Central purchasing				
Maintenance and operations.	209	40,918	40,709	209
Total central purchasing.	209	40,918	40,709	209
Special assessment				
Maintenance and operations.	-	1,490	1,469	21
Total special assessment.	-	1,490	1,469	21
Total general government.	209	42,408	42,178	230
Total expenditures	209	42,408	42,178	230
Net change in fund balance.	27,049	20,555	20,785	230
Fund balance at beginning of year	30,452	30,452	30,452	-
Prior year encumbrances appropriated	209	209	209	-
Fund balance at end of year	\$ 57,710	\$ 51,216	\$ 51,446	\$ 230

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE LICENSE TAX FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental.	\$ 66,860	\$ 72,970	\$ 73,160	\$ 190
Other.	6,190	-	-	-
Total revenues	<u>73,050</u>	<u>72,970</u>	<u>73,160</u>	<u>190</u>
Expenditures:				
Debt service:				
Principal retirement.	57,467	57,467	57,467	-
Interest and fiscal charges.	16,362	16,362	16,362	-
Total expenditures	<u>73,829</u>	<u>73,829</u>	<u>73,829</u>	<u>-</u>
Net change in fund balance.	(779)	(859)	(669)	190
Fund balance at beginning of year	<u>45,847</u>	<u>45,847</u>	<u>45,847</u>	<u>-</u>
Fund balance at end of year	<u>\$ 45,068</u>	<u>\$ 44,988</u>	<u>\$ 45,178</u>	<u>\$ 190</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ZONING AND PLANNING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ 15,500	\$ 3,000	\$ 3,000	\$ -
Total revenues	<u>15,500</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Expenditures:				
Current:				
Community environment				
Zoning and rezoning				
Personal services	500	250	-	250
Maintenance and operations	<u>15,000</u>	<u>2,738</u>	<u>2,704</u>	<u>34</u>
Total expenditures.	<u>15,500</u>	<u>2,988</u>	<u>2,704</u>	<u>284</u>
Net change in fund balance.	-	12	296	284
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 12</u>	<u>\$ 296</u>	<u>\$ 284</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OJJDP RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental.	\$ 35,774	\$ 18,380	\$ 18,297	\$ (83)
Total revenues.	<u>35,774</u>	<u>18,380</u>	<u>18,297</u>	<u>(83)</u>
Expenditures:				
Current:				
Leisure time activity				
Recreation-administration				
Personal services	34,254	15,583	15,721	(138)
Total expenditures.	<u>34,254</u>	<u>15,583</u>	<u>15,721</u>	<u>(138)</u>
Net change in fund balance.	1,520	2,797	2,576	(221)
Fund balance at beginning of year	<u>1,513</u>	<u>1,513</u>	<u>1,513</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,033</u>	<u>\$ 4,310</u>	<u>\$ 4,089</u>	<u>\$ (221)</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 POLICE EDUCATION TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income	\$ 636	\$ -	\$ -	\$ -
Total revenues.	<u>636</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance.	636	-	-	-
Fund balance at beginning of year	<u>16,847</u>	<u>16,847</u>	<u>16,847</u>	<u>-</u>
Fund balance at end of year	<u>\$ 17,483</u>	<u>\$ 16,847</u>	<u>\$ 16,847</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SPECIAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures.	\$ 2,017	\$ 2,650	\$ 2,881	\$ 231
Total revenues.	<u>2,017</u>	<u>2,650</u>	<u>2,881</u>	<u>231</u>
Net change in fund balance.	2,017	2,650	2,881	231
Fund balance at beginning of year	<u>2,185</u>	<u>2,185</u>	<u>2,185</u>	<u>-</u>
Fund balance at end of year	<u>\$ 4,202</u>	<u>\$ 4,835</u>	<u>\$ 5,066</u>	<u>\$ 231</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 IDIAM COURT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures.	\$ 1,144	\$ 2,598	\$ 2,975	\$ 377
Total revenues.	<u>1,144</u>	<u>2,598</u>	<u>2,975</u>	<u>377</u>
Net change in fund balance.	1,144	2,598	2,975	377
Fund balance at beginning of year	<u>1,290</u>	<u>1,290</u>	<u>1,290</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,434</u>	<u>\$ 3,888</u>	<u>\$ 4,265</u>	<u>\$ 377</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURT COMMUNITY CORRECTION ACT GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ -	\$ 4,486	\$ 4,987	\$ 501
Intergovernmental	-	94,500	94,500	-
Total revenues.	<u>-</u>	<u>98,986</u>	<u>99,487</u>	<u>501</u>
Expenditures:				
Current:				
General government				
Municipal court				
Maintenance and operations	-	73,176	72,268	908
Total expenditures.	<u>-</u>	<u>73,176</u>	<u>72,268</u>	<u>908</u>
Net change in fund balance.	-	25,810	27,219	1,409
Fund balance at beginning of year.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 25,810</u>	<u>\$ 27,219</u>	<u>\$ 1,409</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURT DAILY REPORTING CENTER GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 52,423	\$ 58,927	\$ 6,504
Other	-	32,941	34,333	1,392
Total revenues.	<u>-</u>	<u>85,364</u>	<u>93,260</u>	<u>7,896</u>
Expenditures:				
Current:				
General government				
Municipal court				
Maintenance and operations	-	85,364	79,260	6,104
Total expenditures.	<u>-</u>	<u>85,364</u>	<u>79,260</u>	<u>6,104</u>
Net change in fund balance.	-	-	14,000	14,000
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,000</u>	<u>\$ 14,000</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LAB TEST FEES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Public health and welfare				
Lab fees				
Other	\$ 3,303	\$ 3,303	\$ 3,303	\$ -
Total expenditures	3,303	3,303	3,303	-
Net change in fund balance.	(3,303)	(3,303)	(3,303)	-
Fund balance at beginning of year	3,303	3,303	3,303	-
Fund balance at end of year	\$ -	\$ -	\$ -	\$ -

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOOD FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses and permits	\$ 60,663	\$ 56,154	\$ 56,418	\$ 264
Other	278	1,417	1,690	273
Total revenues	<u>60,941</u>	<u>57,571</u>	<u>58,108</u>	<u>537</u>
Expenditures:				
Current:				
Public health and welfare				
Food				
Personal services	64,251	63,468	63,897	(429)
Maintenance and operations	10,891	8,438	8,336	102
Other	20,399	19,064	19,064	-
Total expenditures	<u>95,541</u>	<u>90,970</u>	<u>91,297</u>	<u>(327)</u>
Excess of expenditures over revenues.	<u>(34,600)</u>	<u>(33,399)</u>	<u>(33,189)</u>	<u>210</u>
Other financing sources:				
Transfers in	848	-	-	-
Total other financing sources.	<u>848</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance.	(33,752)	(33,399)	(33,189)	210
Fund balance at beginning of year	80,346	80,346	80,346	-
Prior year encumbrances appropriated	<u>195</u>	<u>195</u>	<u>195</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 46,789</u>	<u>\$ 47,142</u>	<u>\$ 47,352</u>	<u>\$ 210</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 EPSDT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Licenses and permits.	\$ 12,294	\$ 5,659	\$ 14,522	\$ 8,863
Other	556	-	-	-
Total revenues	<u>12,850</u>	<u>5,659</u>	<u>14,522</u>	<u>8,863</u>
Expenditures:				
Current:				
Public health and welfare				
EPSDT				
Personal services.	5,981	6,105	6,257	(152)
Contractual services.	7,379	1,352	1,352	-
Maintenance and operations.	3,158	5,703	5,510	193
Other	18,278	18,296	18,296	-
Total expenditures	<u>34,796</u>	<u>31,456</u>	<u>31,415</u>	<u>41</u>
Net change in fund balance.	(21,946)	(25,797)	(16,893)	8,904
Fund balance at beginning of year	<u>50,317</u>	<u>50,317</u>	<u>50,317</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 28,371</u>	<u>\$ 24,520</u>	<u>\$ 33,424</u>	<u>\$ 8,904</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MEARS RELIEF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income	\$ 311	\$ 69	\$ 70	\$ 1
Total revenues	<u>311</u>	<u>69</u>	<u>70</u>	<u>1</u>
Expenditures:				
Current:				
Public health and welfare				
Mears relief				
Maintenance and operations	375	-	-	-
Total expenditures	<u>375</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance.	(64)	69	70	1
Fund balance at beginning of year	<u>10,052</u>	<u>10,052</u>	<u>10,052</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 9,988</u>	<u>\$ 10,121</u>	<u>\$ 10,122</u>	<u>\$ 1</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SWIMMING POOL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and permits.	\$ 1,970	\$ 1,535	\$ 1,535	\$ -
Total revenues	1,970	1,535	1,535	-
Expenditures:				
Current:				
Leisure time activity				
Recreation-pools				
Maintenance and operations	970	763	763	-
Other	1,000	772	772	-
Total expenditures	1,970	1,535	1,535	-
Net change in fund balance.	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year.	\$ -	\$ -	\$ -	\$ -

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ROUTE 7 PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income.	\$ 3	\$ -	\$ -	\$ -
Total revenues.	<u>3</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance.	3	-	-	-
Fund balance at beginning of year	<u>1,595</u>	<u>1,595</u>	<u>1,595</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 1,598</u>	<u>\$ 1,595</u>	<u>\$ 1,595</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COMMUNITY DEVELOPMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,039,323	\$ 1,379,968	\$ 1,060,512	\$ (319,456)
Other	-	810	810	-
Total revenues	<u>1,039,323</u>	<u>1,380,778</u>	<u>1,061,322</u>	<u>(319,456)</u>
Expenditures:				
Current:				
Community environment				
Community development				
Personal services.	261,970	430,007	214,604	215,403
Maintenance and operations.	75,240	50,455	48,051	2,404
Capital outlay	916,471	909,583	804,451	105,132
Total expenditures	<u>1,253,681</u>	<u>1,390,045</u>	<u>1,067,106</u>	<u>322,939</u>
Net change in fund balance.	(214,358)	(9,267)	(5,784)	3,483
Fund balance (deficit) at beginning of year . .	(205,653)	(205,653)	(205,653)	-
Prior year encumbrances appropriated	214,920	214,920	214,920	-
Fund balance (deficit) at end of year.	<u>\$ (205,091)</u>	<u>\$ -</u>	<u>\$ 3,483</u>	<u>\$ 3,483</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CHIP LOAN FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income	\$ 257	\$ -	\$ -	\$ -
Intergovernmental	373,330	655,770	540,377	(115,393)
Total revenues	<u>373,587</u>	<u>655,770</u>	<u>540,377</u>	<u>(115,393)</u>
Expenditures:				
Current:				
Community environment				
Community development				
Personal services.	4,722	32,130	32,130	-
Maintenance and operations	71	71	-	71
Other.	286,039	736,897	596,839	140,058
Total expenditures	<u>290,832</u>	<u>769,098</u>	<u>628,969</u>	<u>140,129</u>
Net change in fund balance.	82,755	(113,328)	(88,592)	24,736
Fund balance at beginning of year	27,289	27,289	27,289	-
Prior year encumbrances appropriated . .	86,039	86,039	86,039	-
Fund balance at end of year.	<u>\$ 196,083</u>	<u>\$ -</u>	<u>\$ 24,736</u>	<u>\$ 24,736</u>

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property and other taxes	\$ 243,544	\$ 209,568	\$ 209,568	\$ -
Intergovernmental.	33,123	33,123	33,123	-
Other	49,719	-	-	-
Total revenues.	<u>326,386</u>	<u>242,691</u>	<u>242,691</u>	<u>-</u>
Expenditures:				
Current:				
General government				
General bond retirement				
Maintenance and operations	<u>6,800</u>	<u>4,970</u>	<u>4,970</u>	<u>-</u>
Total general government.	<u>6,800</u>	<u>4,970</u>	<u>4,970</u>	<u>-</u>
Debt service:				
Principal retirement.	<u>3,642,595</u>	<u>173,380</u>	<u>173,380</u>	<u>-</u>
Total debt service	<u>3,642,595</u>	<u>173,380</u>	<u>173,380</u>	<u>-</u>
Total expenditures.	<u>3,649,395</u>	<u>178,350</u>	<u>178,350</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,323,009)</u>	<u>64,341</u>	<u>64,341</u>	<u>-</u>
Other financing sources (uses):				
Transfers out	-	(344,482)	(344,482)	-
Note issuance	<u>3,500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>3,500,000</u>	<u>(344,482)</u>	<u>(344,482)</u>	<u>-</u>
Net change in fund balance.	176,991	(280,141)	(280,141)	-
Fund balance at beginning of year	<u>344,483</u>	<u>344,483</u>	<u>344,483</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 521,474</u>	<u>\$ 64,342</u>	<u>\$ 64,342</u>	<u>\$ -</u>

CITY OF STEUBENVILLE, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - PROPRIETARY FUNDS

ENTERPRISE FUNDS

To account for the financing of costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis that are financed or recovered primarily through user charges.

Major Enterprise Funds

Water Fund

This fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City.

Sewer Fund

This fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Refuse Fund

This fund accounts for the operations of providing refuse waste removal to the residents and commercial users located within the City.

INTERNAL SERVICE FUND

To account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

Nonmajor Internal Service Fund

Health Assurance Fund

This fund accounts for health care claims for the City's employees.

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 4,961,632	\$ 4,760,810	\$ 4,766,685	\$ 5,875
Other	1,177,912	485,787	484,794	(993)
Total revenues	6,139,544	5,246,597	5,251,479	4,882
Operating expenses:				
Personal services	2,045,679	1,964,445	1,903,630	60,815
Maintenance and operations	1,935,068	1,611,153	1,474,648	136,505
Capital outlay	1,861,066	1,282,317	1,281,937	380
Total expenses	5,841,813	4,857,915	4,660,215	197,700
Operating income	297,731	388,682	591,264	202,582
Nonoperating revenues (expenses):				
Investment income	104,825	-	195	195
Loans issued	1,851,387	2,170,960	2,170,960	-
Reimbursements	(690,493)	(329,115)	(279,491)	49,624
Debt service:				
Principal retirement	(2,031,662)	(2,620,517)	(2,620,517)	-
Interest and fiscal charges	(1,022,358)	(1,318,677)	(1,318,678)	(1)
Total nonoperating revenues (expenses)	(1,788,301)	(2,097,349)	(2,047,531)	49,818
Net change in fund equity	(1,490,570)	(1,708,667)	(1,456,267)	252,400
Fund equity at beginning of year	4,202,404	4,202,404	4,202,404	-
Prior year encumbrances appropriated	183,996	183,996	183,996	-
Fund equity at end of year	\$ 2,895,830	\$ 2,677,733	\$ 2,930,133	\$ 252,400

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 5,424,590	\$ 5,283,733	\$ 5,300,056	\$ 16,323
Other	151,737	2,073	2,073	-
Total revenues	5,576,327	5,285,806	5,302,129	16,323
Operating expenses:				
Personal services	1,340,272	1,307,127	1,273,262	33,865
Maintenance and operations	2,064,653	1,624,368	1,583,963	40,405
Capital outlay	495,766	76,677	75,920	757
Total expenses	3,900,691	3,008,172	2,933,145	75,027
Operating income	1,675,636	2,277,634	2,368,984	91,350
Nonoperating revenues (expenses):				
Investment income	29,040	-	-	-
Loans issued	475,766	1,146,234	1,146,234	-
Reimbursements	(1,637,478)	(719,671)	(683,794)	35,877
Debt service:				
Principal retirement	(609,761)	(1,399,072)	(1,399,073)	(1)
Interest and fiscal charges	(238,372)	(546,935)	(546,935)	-
Total nonoperating revenues (expenses)	(1,980,805)	(1,519,444)	(1,483,568)	35,876
Net change in fund equity	(305,169)	758,190	885,416	127,226
Fund equity at beginning of year	3,106,029	3,106,029	3,106,029	-
Prior year encumbrances appropriated	103,433	103,433	103,433	-
Fund equity at end of year	\$ 2,904,293	\$ 3,967,652	\$ 4,094,878	\$ 127,226

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 REFUSE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 2,285,201	\$ 2,297,658	\$ 2,306,824	\$ 9,166
Other.	7,446	3,950	5,504	1,554
Total revenues	2,292,647	2,301,608	2,312,328	10,720
Operating expenses:				
Personal services.	860,647	802,767	768,917	33,850
Contractual services	351,250	391,348	384,822	6,526
Maintenance and operations	336,197	132,041	129,063	2,978
Capital outlay	22,882	150,987	122,882	28,105
Total expenses	1,570,976	1,477,143	1,405,684	71,459
Operating income	721,671	824,465	906,644	82,179
Nonoperating revenues (expenses):				
Investment income.	17,002	-	-	-
Intergovernmental.	5,000	-	-	-
Note issuance	135,000	-	-	-
Reimbursements.	(735,300)	(369,800)	(369,800)	-
Debt service:				
Principal retirement	(24,983)	(24,983)	(24,983)	-
Interest and fiscal charges.	(2,351)	(2,351)	(2,351)	-
Total nonoperating revenues (expenses).	(605,632)	(397,134)	(397,134)	-
Net change in fund equity	116,039	427,331	509,510	82,179
Fund equity at beginning of year.	1,299,617	1,299,617	1,299,617	-
Prior year encumbrances appropriated	34,867	34,867	34,867	-
Fund equity at end of year	\$ 1,450,523	\$ 1,761,815	\$ 1,843,994	\$ 82,179

CITY OF STEUBENVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 HEALTH ASSURANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 1,952,033	\$ 1,773,932	\$ 1,780,894	\$ 6,962
Total revenues	1,952,033	1,773,932	1,780,894	6,962
Operating expenses:				
Claims	1,819,686	1,604,911	1,560,221	44,690
Maintenance and operations.	590	2,100	2,103	(3)
Total expenses	1,820,276	1,607,011	1,562,324	44,687
Operating income.	131,757	166,921	218,570	51,649
Nonoperating revenues:				
Investment income.	1,165	-	4	4
Total nonoperating revenues.	1,165	-	4	4
Net change in fund equity	132,922	166,921	218,574	51,653
Fund equity at beginning of year.	4,875	4,875	4,875	-
Fund equity at end of year	\$ 137,797	\$ 171,796	\$ 223,449	\$ 51,653

CITY OF STEUBENVILLE, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTION - AGENCY FUNDS

Agency Funds

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

Utility Service Deposit

This fund is to account for monies put forth by customers as deposits on their utility accounts.

Fire Damage Removal

This fund is to account for monies deposited with the City in escrow until proper completion of work on fire damaged buildings.

Zoning and Rezoning

This fund accounts for monies paid by residents or businesses applying for zoning or rezoning of their property.

Mayor's Court

This fund accounts for fines and forfeitures used for the operation of the City's Mayor's Court.

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Beginning Balance 12/31/2009	Additions	Reductions	Ending Balance 12/31/2010
Utility Service Deposit				
Assets:				
Equity in pooled cash and cash equivalents	\$ 261,810	\$ 106,090	\$ 106,656	\$ 261,244
Total assets	<u>\$ 261,810</u>	<u>\$ 106,090</u>	<u>\$ 106,656</u>	<u>\$ 261,244</u>
Liabilities:				
Deposits held and due to others	\$ 261,810	\$ 106,090	\$ 106,656	\$ 261,244
Total liabilities	<u>\$ 261,810</u>	<u>\$ 106,090</u>	<u>\$ 106,656</u>	<u>\$ 261,244</u>
Fire Damage Removal				
Assets:				
Equity in pooled cash and cash equivalents	\$ 23,273	\$ 14,960	\$ 21,414	\$ 16,819
Total assets	<u>\$ 23,273</u>	<u>\$ 14,960</u>	<u>\$ 21,414</u>	<u>\$ 16,819</u>
Liabilities:				
Deposits held and due to others	\$ 23,273	\$ 14,960	\$ 21,414	\$ 16,819
Total liabilities	<u>\$ 23,273</u>	<u>\$ 14,960</u>	<u>\$ 21,414</u>	<u>\$ 16,819</u>
Zoning and Rezoning				
Assets:				
Equity in pooled cash and cash equivalents	\$ 7,522	\$ 2,500	\$ 497	\$ 9,525
Total assets	<u>\$ 7,522</u>	<u>\$ 2,500</u>	<u>\$ 497</u>	<u>\$ 9,525</u>
Liabilities:				
Deposits held and due to others	\$ 7,522	\$ 2,500	\$ 497	\$ 9,525
Total liabilities	<u>\$ 7,522</u>	<u>\$ 2,500</u>	<u>\$ 497</u>	<u>\$ 9,525</u>

- - Continued

CITY OF STEUBENVILLE, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONCLUDED)
 FOR THE YEAR ENDED DECEMBER 31, 2010

	Beginning Balance 12/31/2009	Additions	Reductions	Ending Balance 12/31/2010
Mayor's Court				
Assets:				
Cash in segregated accounts.	\$ 17,396	\$ 926,990	\$ 913,660	\$ 30,726
Total assets	<u>\$ 17,396</u>	<u>\$ 926,990</u>	<u>\$ 913,660</u>	<u>\$ 30,726</u>
Liabilities:				
Undistributed monies.	\$ 17,396	\$ 926,990	\$ 913,660	\$ 30,726
Total liabilities	<u>\$ 17,396</u>	<u>\$ 926,990</u>	<u>\$ 913,660</u>	<u>\$ 30,726</u>
 Total Agency Funds				
Assets:				
Equity in pooled cash and cash equivalents	\$ 292,605	\$ 123,550	\$ 128,567	\$ 287,588
Cash in segregated accounts.	17,396	926,990	913,660	30,726
Total assets	<u>\$ 310,001</u>	<u>\$ 1,050,540</u>	<u>\$ 1,042,227</u>	<u>\$ 318,314</u>
Liabilities:				
Undistributed monies.	\$ 17,396	\$ 926,990	\$ 913,660	\$ 30,726
Deposits held and due to others	292,605	123,550	128,567	287,588
Total liabilities	<u>\$ 310,001</u>	<u>\$ 1,050,540</u>	<u>\$ 1,042,227</u>	<u>\$ 318,314</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

STATISTICAL SECTION

CITY OF STEUBENVILLE, OHIO
STATISTICAL SECTION

This part of the City of Steubenville's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	162-175
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, income and property taxes.	176-182
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.	184-191
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	192-193
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.	194-199

Sources: Sources are noted on the individual schedules. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

CITY OF STEUBENVILLE, OHIO

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental activities:				
Invested in capital assets, net of related debt	\$ 26,909,300	\$ 23,206,767	\$ 16,585,071	\$ 15,898,225
Restricted for:				
Capital projects	288,314	-	-	5,669
Debt service	126,882	420,527	879,230	606,116
Street construction, maintenance and repair	1,838,580	1,728,087	2,435,015	2,154,123
Police and fire	82,567	102,051	88,829	51,763
Municipal court improvements	54,566	60,325	59,684	45,815
Recreation	66,800	29,430	2,846,834	3,045,062
Community development projects	1,747,983	1,829,627	2,354,668	1,619,150
Health programs	57,079	114,445	128,361	165,029
Safety programs	1,051,792	1,136,229	1,210,404	1,303,307
Equipment improvement	1,004,498	786,267	654,301	-
Other purposes	157,190	63,380	58,704	758,041
Unrestricted (deficit)	<u>(586,168)</u>	<u>(2,205,828)</u>	<u>(2,163,937)</u>	<u>183,363</u>
Total governmental activities net assets	<u>\$ 32,799,383</u>	<u>\$ 27,271,307</u>	<u>\$ 25,137,164</u>	<u>\$ 25,835,663</u>
Business-type activities:				
Invested in capital assets, net of related debt	\$ 10,317,812	\$ 10,038,419	\$ 7,806,962	\$ 6,003,850
Restricted for:				
Debt service	1,996,135	-	-	-
Capital projects	-	-	-	-
Unrestricted (deficit)	<u>2,994,392</u>	<u>3,603,255</u>	<u>5,195,321</u>	<u>3,862,938</u>
Total business-type activities net assets (deficit)	<u>\$ 15,308,339</u>	<u>\$ 13,641,674</u>	<u>\$ 13,002,283</u>	<u>\$ 9,866,788</u>
Total primary government:				
Invested in capital assets, net of related debt	\$ 37,227,112	\$ 33,245,186	\$ 24,392,033	\$ 21,902,075
Restricted for:				
Capital projects	288,314	-	-	5,669
Debt service	2,123,017	420,527	879,230	606,116
Street construction, maintenance and repair	1,838,580	1,728,087	2,435,015	2,154,123
Police and fire	82,567	102,051	88,829	51,763
Court computer	54,566	60,325	59,684	45,815
Recreation	66,800	29,430	2,846,834	3,045,062
Community development projects	1,747,983	1,829,627	2,354,668	1,619,150
Health programs	57,079	114,445	128,361	165,029
Safety programs	1,051,792	1,136,229	1,210,404	1,303,307
Equipment improvement	1,004,498	786,267	654,301	-
Other purposes	157,190	63,380	58,704	758,041
Unrestricted (deficit)	<u>2,408,224</u>	<u>1,397,427</u>	<u>3,031,384</u>	<u>4,046,301</u>
Total primary government net assets	<u>\$ 48,107,722</u>	<u>\$ 40,912,981</u>	<u>\$ 38,139,447</u>	<u>\$ 35,702,451</u>

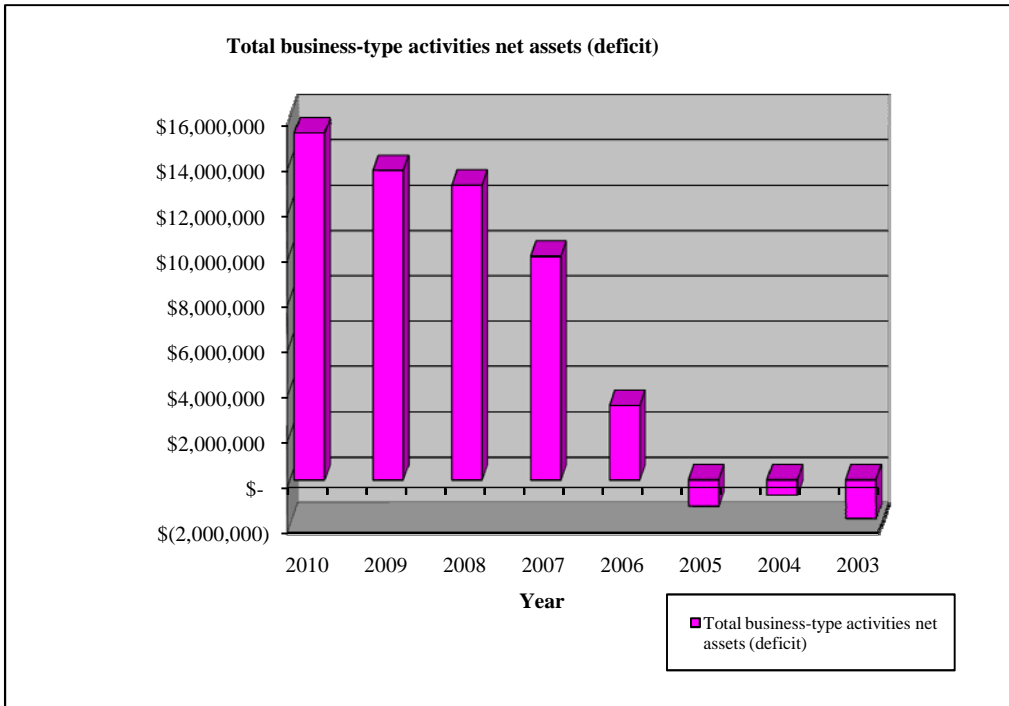
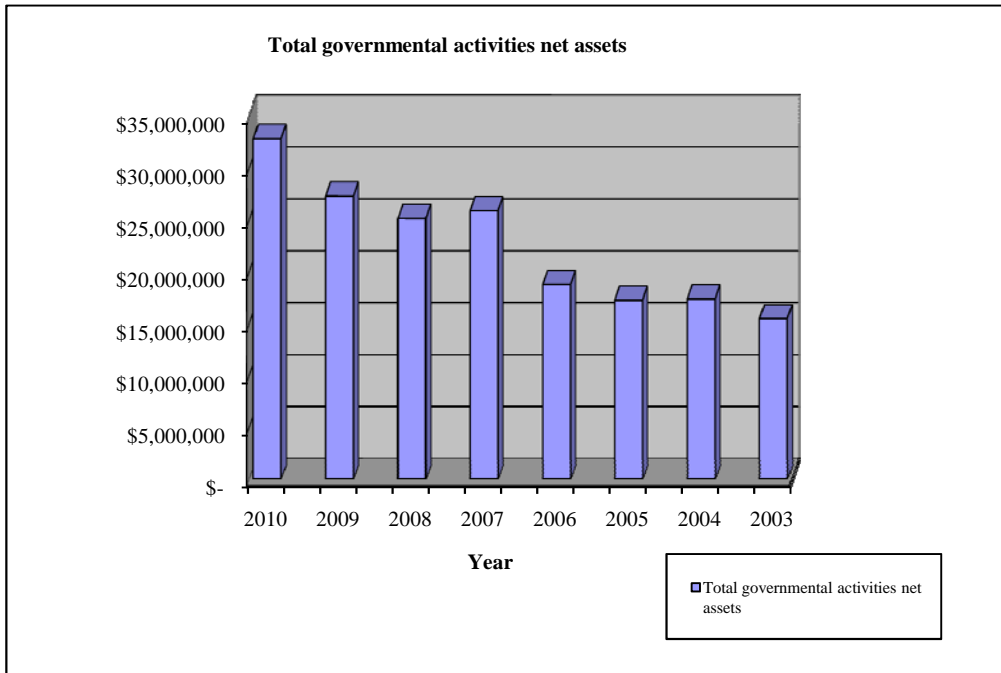
Source: City financial records

Note: 2003 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	11,569,280	\$ 10,295,202	\$ 10,697,004	\$ 8,989,950
	6,163	6,064	59,433	-
	349,711	96,880	1,990,719	1,676,511
	1,901,304	1,206,031	813,741	-
	22,519	16,172	18,771	-
	77,582	79,110	55,966	-
	387,185	264,184	228,884	-
	1,433,165	1,496,213	1,626,304	-
	170,125	155,792	202,038	-
	1,334,423	1,397,229	1,453,509	-
	-	-	-	-
	811,675	626,979	459,717	2,175,397
	681,931	1,597,186	(252,988)	2,604,997
\$	<u>18,745,063</u>	<u>\$ 17,237,042</u>	<u>\$ 17,353,098</u>	<u>\$ 15,446,855</u>
\$	4,329,702	\$ 3,617,908	\$ 3,521,041	\$ 1,660,889
	-	-	-	-
	-	-	-	672,331
	(1,042,723)	(4,784,303)	(4,193,054)	(4,037,621)
\$	<u>3,286,979</u>	<u>\$ (1,166,395)</u>	<u>\$ (672,013)</u>	<u>\$ (1,704,401)</u>
\$	15,898,982	\$ 13,913,110	\$ 14,218,045	\$ 10,650,839
	6,163	6,064	59,433	672,331
	349,711	96,880	1,990,719	1,676,511
	1,901,304	1,206,031	813,741	-
	22,519	16,172	18,771	-
	77,582	79,110	55,966	-
	387,185	264,184	228,884	-
	1,433,165	1,496,213	1,626,304	-
	170,125	155,792	202,038	-
	1,334,423	1,397,229	1,453,509	-
	-	-	-	-
	811,675	626,979	459,717	2,175,397
	(360,792)	(3,187,117)	(4,446,042)	(1,432,624)
\$	<u>22,032,042</u>	<u>\$ 16,070,647</u>	<u>\$ 16,681,085</u>	<u>\$ 13,742,454</u>

CITY OF STEUBENVILLE, OHIO

**NET ASSETS CHART BY YEAR
LAST EIGHT YEARS
(ACCRUAL BASIS OF ACCOUNTING)**



Source: City financial records.

Note: 2003 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Program revenues:				
Governmental activities:				
Charges for services:				
General government	\$ 646,991	\$ 801,003	\$ 672,740	\$ 722,722
Security of persons and property	1,466	-	-	-
Public health and welfare	232,830	225,164	222,305	96,972
Transportation	41,896	57,906	61,712	80,782
Community environment	129,981	72,974	91,980	122,548
Leisure time activity	191,177	153,526	173,053	147,641
Operating grants and contributions	2,651,845	1,695,188	2,085,508	2,075,776
Capital grants and contributions	5,745,507	1,225,697	1,121,706	336,145
Total governmental activities program revenues	<u>9,641,693</u>	<u>4,231,458</u>	<u>4,429,004</u>	<u>3,582,586</u>
Business-type activities:				
Charges for services:				
Water	4,795,414	4,835,011	6,173,116	7,097,240
Sewer	5,324,955	5,484,921	5,135,268	5,607,176
Refuse	2,323,022	2,291,258	2,071,423	2,054,759
Operating grants & contributions	-	5,000	-	-
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	<u>12,443,391</u>	<u>12,616,190</u>	<u>13,379,807</u>	<u>14,759,175</u>
Total primary government	<u>\$ 22,085,084</u>	<u>\$ 16,847,648</u>	<u>\$ 17,808,811</u>	<u>\$ 18,341,761</u>
Expenses:				
Governmental activities:				
General government	\$ 2,911,400	\$ 2,934,361	\$ 3,483,576	\$ 3,709,120
Security of persons and property	7,306,577	7,992,803	8,339,319	7,899,412
Public health and welfare	676,872	666,247	673,311	584,846
Transportation	3,109,896	3,033,970	3,128,182	3,108,143
Community environment	1,306,035	978,797	798,136	766,962
Leisure time activity	952,104	1,049,465	1,134,775	1,150,102
Interest and fiscal charges	262,986	200,235	166,141	110,959
Total governmental activities expenses	<u>16,525,870</u>	<u>16,855,878</u>	<u>17,723,440</u>	<u>17,329,544</u>
Business-type activities:				
Water	5,090,449	5,329,685	5,109,929	4,196,897
Sewer	4,075,627	3,293,273	3,544,872	3,261,806
Refuse	1,653,505	1,678,034	1,757,654	1,643,833
Total business-type activities expenses	<u>10,819,581</u>	<u>10,300,992</u>	<u>10,412,455</u>	<u>9,102,536</u>
Total primary government	<u>\$ 27,345,451</u>	<u>\$ 27,156,870</u>	<u>\$ 28,135,895</u>	<u>\$ 26,432,080</u>
Net (expense) revenue:				
Governmental activities	\$ (6,884,177)	\$ (12,624,420)	\$ (13,294,436)	\$ (13,746,958)
Business-type activities	1,623,810	2,315,198	2,967,352	5,656,639
Total primary government net expense	<u>\$ (5,260,367)</u>	<u>\$ (10,309,222)</u>	<u>\$ (10,327,084)</u>	<u>\$ (8,090,319)</u>

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 859,967	\$ 1,162,228	\$ 570,338	\$ 44,056
-	-	-	7,098
116,237	116,747	112,663	-
42,126	12,174	15,344	-
117,697	92,777	113,147	-
141,343	150,299	138,125	129,212
2,845,380	3,299,749	2,341,005	505,542
693,500	156,930	-	2,160,102
<u>4,816,250</u>	<u>4,990,904</u>	<u>3,290,622</u>	<u>2,846,010</u>
5,208,970	2,953,427	5,272,318	4,391,282
4,261,270	3,303,677	2,659,158	2,946,954
1,879,283	1,558,520	1,224,700	1,585,341
-	-	1,884	-
-	-	82,933	236,654
<u>11,349,523</u>	<u>7,815,624</u>	<u>9,240,993</u>	<u>9,160,231</u>
<u>\$ 16,165,773</u>	<u>\$ 12,806,528</u>	<u>\$ 12,531,615</u>	<u>\$ 12,006,241</u>
\$ 3,068,472	\$ 3,643,118	\$ 2,922,021	\$ 4,291,920
7,396,326	7,039,478	7,219,148	6,637,134
554,806	552,773	551,723	483,774
2,524,113	2,662,626	2,578,988	2,177,323
996,697	1,152,806	1,204,524	1,714,799
1,094,251	1,330,663	1,136,809	1,252,440
155,708	157,898	139,162	59,187
<u>15,790,373</u>	<u>16,539,362</u>	<u>15,752,375</u>	<u>16,616,577</u>
3,005,936	3,883,618	3,774,894	2,904,483
2,668,393	2,926,004	2,706,380	2,430,305
1,480,158	1,566,337	1,560,753	1,435,658
<u>7,154,487</u>	<u>8,375,959</u>	<u>8,042,027</u>	<u>6,770,446</u>
<u>\$ 22,944,860</u>	<u>\$ 24,915,321</u>	<u>\$ 23,794,402</u>	<u>\$ 23,387,023</u>
\$ (10,974,123)	\$ (11,548,458)	\$ (12,461,753)	\$ (13,770,567)
4,195,036	(560,335)	1,198,966	2,389,785
<u>\$ (6,779,087)</u>	<u>\$ (12,108,793)</u>	<u>\$ (11,262,787)</u>	<u>\$ (11,380,782)</u>

-- Continued

CITY OF STEUBENVILLE, OHIO

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General revenues and other changes in net assets:				
Governmental activities:				
Taxes:				
Property taxes levied for:				
General purposes	\$ 986,308	\$ 1,045,944	\$ 1,081,165	\$ 1,166,643
Debt service	211,596	218,263	224,870	241,412
Special revenue	-	-	-	-
Municipal income taxes levied for:				
General purposes	7,389,061	7,943,321	7,236,415	7,585,986
Street improvement	679,734	734,850	780,379	695,058
Equipment improvement	293,627	316,041	355,469	300,000
Recreation	97,875	105,347	118,490	100,000
Other taxes:				
Hotel occupancy taxes	181,220	215,029	252,246	268,287
General purposes	-	-	-	-
Special revenue	-	-	-	-
Grants and entitlements				
not restricted to specific programs	2,353,784	1,857,377	2,156,652	2,921,033
Investment earnings	40,629	87,574	148,934	238,765
Contributions and donations	-	15,941	15,864	20,915
Other	184,657	225,452	225,453	195,974
Special item	-	-	-	2,617,966
Transfers	(6,238)	1,993,424	-	(30,000)
Total governmental activities	<u>12,412,253</u>	<u>14,758,563</u>	<u>12,595,937</u>	<u>16,322,039</u>
Business-type activities:				
Investment earnings	195	3,606	150,867	283,091
Other	36,422	171,224	17,276	610,079
Special item	-	142,787	-	-
Transfers	6,238	(1,993,424)	-	30,000
Total business-type activities	<u>42,855</u>	<u>(1,675,807)</u>	<u>168,143</u>	<u>923,170</u>
Total primary government	<u>\$ 12,455,108</u>	<u>\$ 13,082,756</u>	<u>\$ 12,764,080</u>	<u>\$ 17,245,209</u>
Change in net assets:				
Governmental activities	\$ 5,528,076	\$ 2,134,143	\$ (698,499)	\$ 2,575,081
Business-type activities	1,666,665	639,391	3,135,495	6,579,809
Total primary government	<u>\$ 7,194,741</u>	<u>\$ 2,773,534</u>	<u>\$ 2,436,996</u>	<u>\$ 9,154,890</u>

Source: City financial records

Note: 2003 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available.

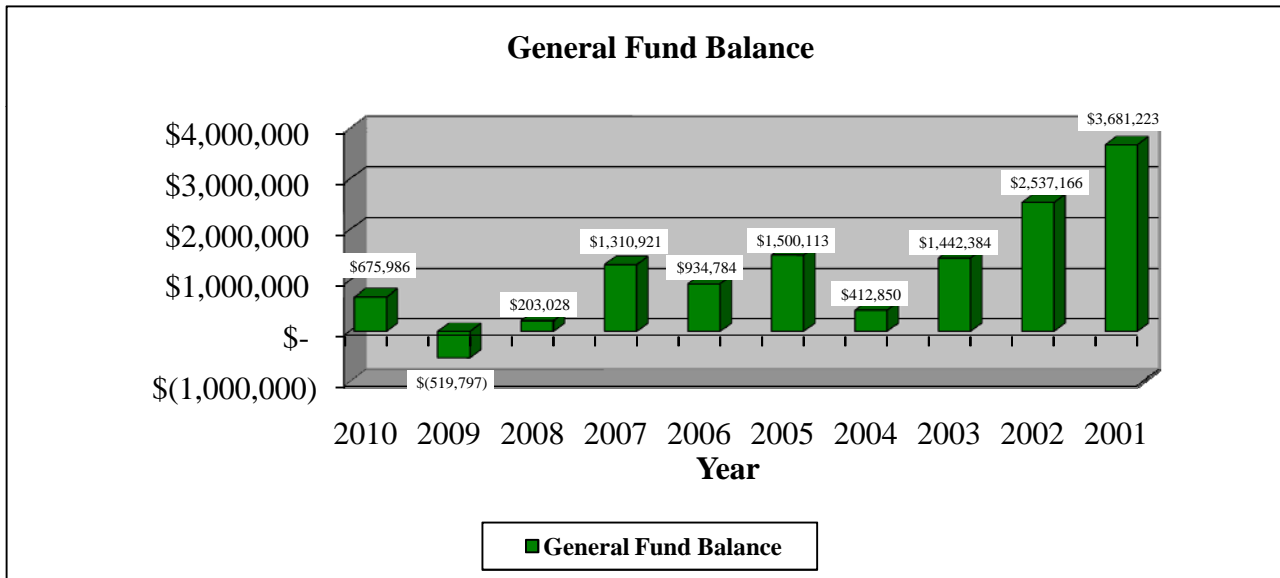
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	1,250,706	\$ 1,205,469	\$ 1,285,355	\$ 1,148,257
	236,710	227,932	207,605	349,618
	-	-	-	203,203
	7,562,801	7,404,956	6,808,783	8,402,304
	1,094,769	1,091,160	1,082,904	881,748
	-	-	-	-
	-	-	-	-
	2,607	237,241	81,902	-
	-	-	-	1,352,889
	-	-	-	946,005
	1,899,649	1,939,642	2,237,786	1,307,095
	233,119	161,181	67,950	80,441
	-	-	-	-
	295,708	225,647	215,819	723,195
	-	-	-	-
	(93,925)	6,896	-	-
	<u>12,482,144</u>	<u>12,500,124</u>	<u>11,988,104</u>	<u>15,394,755</u>
	128,394	72,849	18,112	15,384
	36,019	-	4,700	339,058
	-	-	-	-
	93,925	(6,896)	-	-
	<u>258,338</u>	<u>65,953</u>	<u>22,812</u>	<u>354,442</u>
\$	<u>12,740,482</u>	<u>12,566,077</u>	<u>12,010,916</u>	<u>15,749,197</u>
\$	1,508,021	\$ 951,666	\$ (473,649)	\$ 1,624,188
	4,453,374	(494,382)	1,221,778	2,744,227
\$	<u>5,961,395</u>	<u>457,284</u>	<u>748,129</u>	<u>4,368,415</u>

CITY OF STEUBENVILLE, OHIO

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General fund:						
Reserved	\$ 361,587	\$ 319,606	\$ 1,279,272	\$ 2,166,736	\$ 1,355,508	\$ 1,715,504
Unreserved (deficit)	314,399	(839,403)	(1,076,244)	(855,815)	(420,724)	(215,391)
Total general fund	<u>\$ 675,986</u>	<u>\$ (519,797)</u>	<u>\$ 203,028</u>	<u>\$ 1,310,921</u>	<u>\$ 934,784</u>	<u>\$ 1,500,113</u>
All other governmental funds:						
Reserved	\$ 312,317	\$ 1,472,789	\$ 1,339,217	\$ 214,565	\$ 546,490	\$ 412,947
Unreserved (deficit), reported in:						
Special revenue funds	1,994,119	3,094,366	6,033,891	7,731,775	4,175,135	3,434,654
Capital projects funds	288,314	483,583	(114,796)	5,669	6,163	6,064
Debt service fund	64,342	344,483	806,046	542,029	287,488	-
Total all other governmental funds	<u>\$ 2,659,092</u>	<u>\$ 5,395,221</u>	<u>\$ 8,064,358</u>	<u>\$ 8,494,038</u>	<u>\$ 5,015,276</u>	<u>\$ 3,853,665</u>

Source: City financial records



<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 926,792 (513,942)	\$ 2,133,430 (691,046)	\$ 2,800,956 (263,790)	\$ 3,356,722 324,501
<u>\$ 412,850</u>	<u>\$ 1,442,384</u>	<u>\$ 2,537,166</u>	<u>\$ 3,681,223</u>
\$ 225,847	\$ 1,779,022	\$ 201,210	\$ 793,943
2,992,219 59,433 1,931,570	3,734,689 - -	3,396,040 (222,261) 1,439,479	1,543,594 - 1,200,514
<u>\$ 5,209,069</u>	<u>\$ 5,513,711</u>	<u>\$ 4,814,468</u>	<u>\$ 3,538,051</u>

CITY OF STEUBENVILLE, OHIO

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

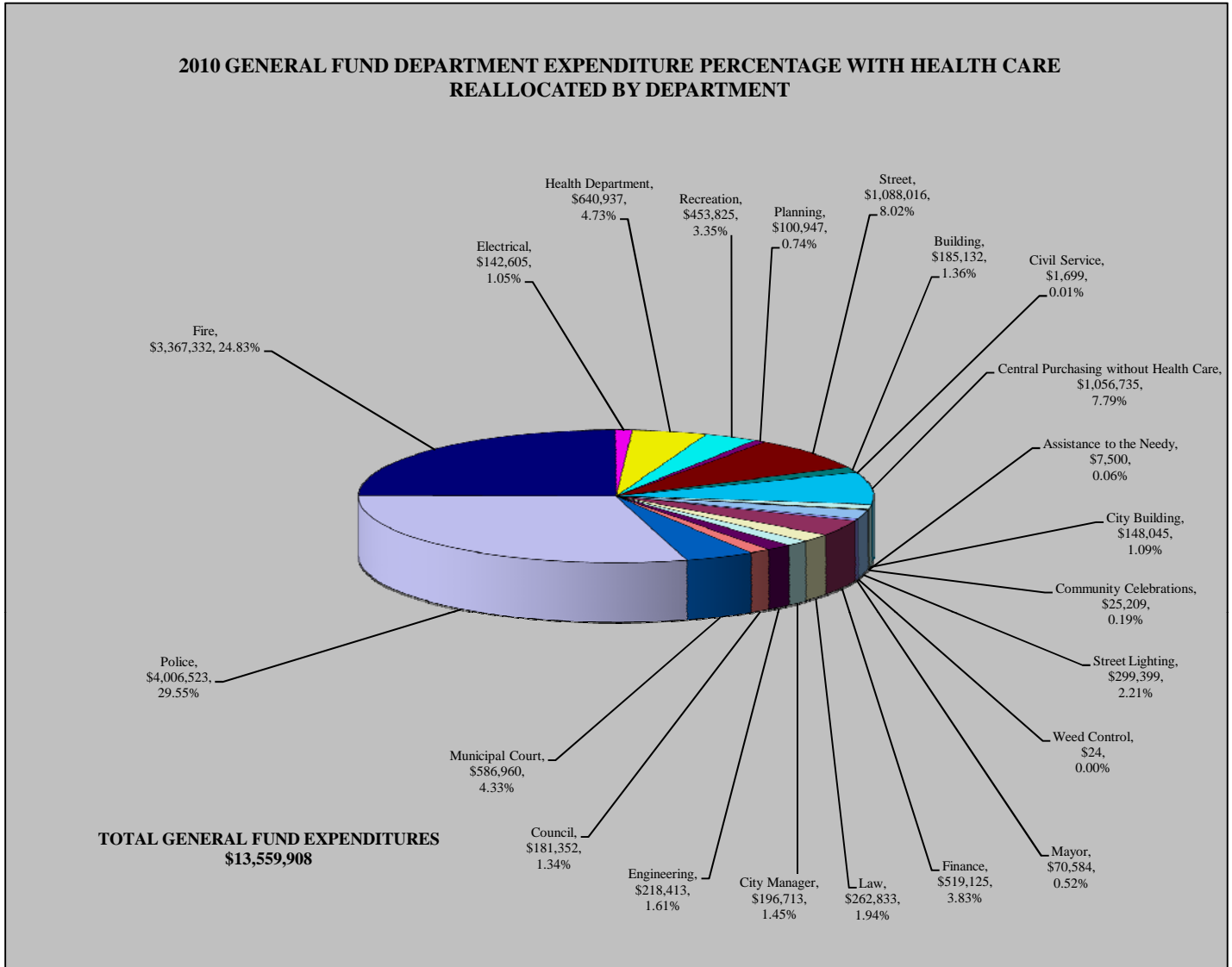
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Revenues					
Taxes	\$ 10,022,014	\$ 10,334,853	\$ 10,270,175	\$ 10,609,414	\$ 9,896,164
Charges for services	93,014	99,956	108,076	115,666	117,442
Licenses and permits	746,178	531,924	644,608	578,566	574,840
Fines and forfeitures	328,654	385,276	366,135	389,442	400,215
Intergovernmental	9,041,850	4,840,646	4,808,235	5,208,001	5,550,198
Special assessments	37,481	24,546	17,396	19,532	21,917
Investment income	41,021	94,164	177,626	400,646	254,387
Rental income	106,107	88,750	102,971	86,991	105,189
Contributions and donations	87,358	320,987	15,864	35,915	-
Other	220,932	225,452	210,552	182,084	333,118
Total revenues	<u>20,724,609</u>	<u>16,946,554</u>	<u>16,721,638</u>	<u>17,626,257</u>	<u>17,253,470</u>
Expenditures					
Current:					
General government	2,802,787	3,082,262	3,182,833	3,818,711	2,994,448
Security of persons and property	6,901,448	7,739,712	8,116,321	7,730,624	7,304,695
Public health and welfare	668,145	654,942	657,005	567,287	550,636
Transportation	4,216,869	3,931,171	3,475,403	2,883,481	1,982,037
Community environment	1,631,489	1,365,997	800,670	790,370	995,509
Leisure time activity	666,609	4,143,221	1,341,137	1,095,447	1,023,240
Capital outlay	4,871,515	1,968,845	120,465	24,900	1,286,959
Debt service:					
Principal retirement	3,706,834	804,310	412,361	226,195	362,045
Interest and fiscal charges	303,767	148,056	167,917	110,716	157,552
Bond issuance cost	125,262	-	-	-	-
Total expenditures	<u>25,894,725</u>	<u>23,838,516</u>	<u>18,274,112</u>	<u>17,247,731</u>	<u>16,657,121</u>
Excess of revenues over (under) expenditures	<u>(5,170,116)</u>	<u>(6,891,962)</u>	<u>(1,552,474)</u>	<u>378,526</u>	<u>596,349</u>
Other financing sources (uses)					
Notes issued	-	3,500,000	-	750,000	-
Loans issued	-	-	-	-	-
Bonds issued	3,497,612	-	-	-	-
Premium on bonds	131,071	-	-	-	-
Capital lease transaction	-	-	-	24,406	-
Sale of capital assets	1,087	-	14,901	13,890	-
Transfers in	344,482	150,000	-	695	54,692
Transfers (out)	(344,482)	(150,000)	-	(695)	(54,759)
Proceeds from sale of golf course	-	-	-	2,688,077	-
Total other financing sources (uses)	<u>3,629,770</u>	<u>3,500,000</u>	<u>14,901</u>	<u>3,476,373</u>	<u>(67)</u>
Net change in fund balances	<u>\$ (1,540,346)</u>	<u>\$ (3,391,962)</u>	<u>\$ (1,537,573)</u>	<u>\$ 3,854,899</u>	<u>\$ 596,282</u>
Capital expenditures	7,497,907	10,162,964	2,099,841	1,336,789	1,339,728
Debt service as a percentage of noncapital expenditures.	22.48%	6.96%	3.59%	2.12%	3.39%

Source: City financial records

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 10,114,019	\$ 9,746,602	\$ 10,275,944	\$ 9,751,456	\$ 10,498,542
141,887	122,305	180,367	746,943	230,905
508,617	531,805	672,008	590,545	601,728
627,392	237,781	-	-	-
5,534,534	4,430,523	5,383,232	6,192,083	5,152,346
21,052	17,206	-	17,452	23,550
158,753	67,302	80,441	-	-
89,754	57,726	-	-	-
-	-	-	-	-
225,647	197,313	790,994	947,823	1,320,117
<u>17,421,655</u>	<u>15,408,563</u>	<u>17,382,986</u>	<u>18,246,302</u>	<u>17,827,188</u>
3,557,204	3,048,252	4,238,125	3,774,495	3,337,589
7,056,162	7,203,239	6,634,632	6,150,680	5,656,238
541,450	558,459	478,712	442,091	408,723
3,964,513	3,494,551	2,176,920	1,927,320	1,931,853
1,142,684	1,184,462	1,832,466	1,461,661	1,600,729
1,275,090	1,278,909	1,183,695	1,190,642	950,620
497,326	310,546	941,600	3,118,584	2,952,842
120,688	324,404	29,033	125,569	318,689
136,303	138,909	46,887	-	-
-	-	-	-	-
<u>18,291,420</u>	<u>17,541,731</u>	<u>17,562,070</u>	<u>18,191,042</u>	<u>17,157,283</u>
<u>(869,765)</u>	<u>(2,133,168)</u>	<u>(179,084)</u>	<u>55,260</u>	<u>669,905</u>
-	183,000	-	76,500	222,709
586,100	-	-	-	-
-	-	-	-	-
-	-	-	-	-
7,377	26,401	-	-	-
1,251	81,569	-	-	-
2,163,120	400,000	88,853	500,000	400,000
(2,156,224)	-	(88,853)	(500,000)	(400,000)
-	-	-	-	-
<u>601,624</u>	<u>690,970</u>	<u>-</u>	<u>76,500</u>	<u>222,709</u>
<u>\$ (268,141)</u>	<u>\$ (1,442,198)</u>	<u>\$ (179,084)</u>	<u>\$ 131,760</u>	<u>\$ 892,614</u>
2,356,926	2,203,905	1,026,613	3,118,584	2,952,842
1.61%	3.02%	0.46%	0.83%	2.24%

CITY OF STEUBENVILLE, OHIO

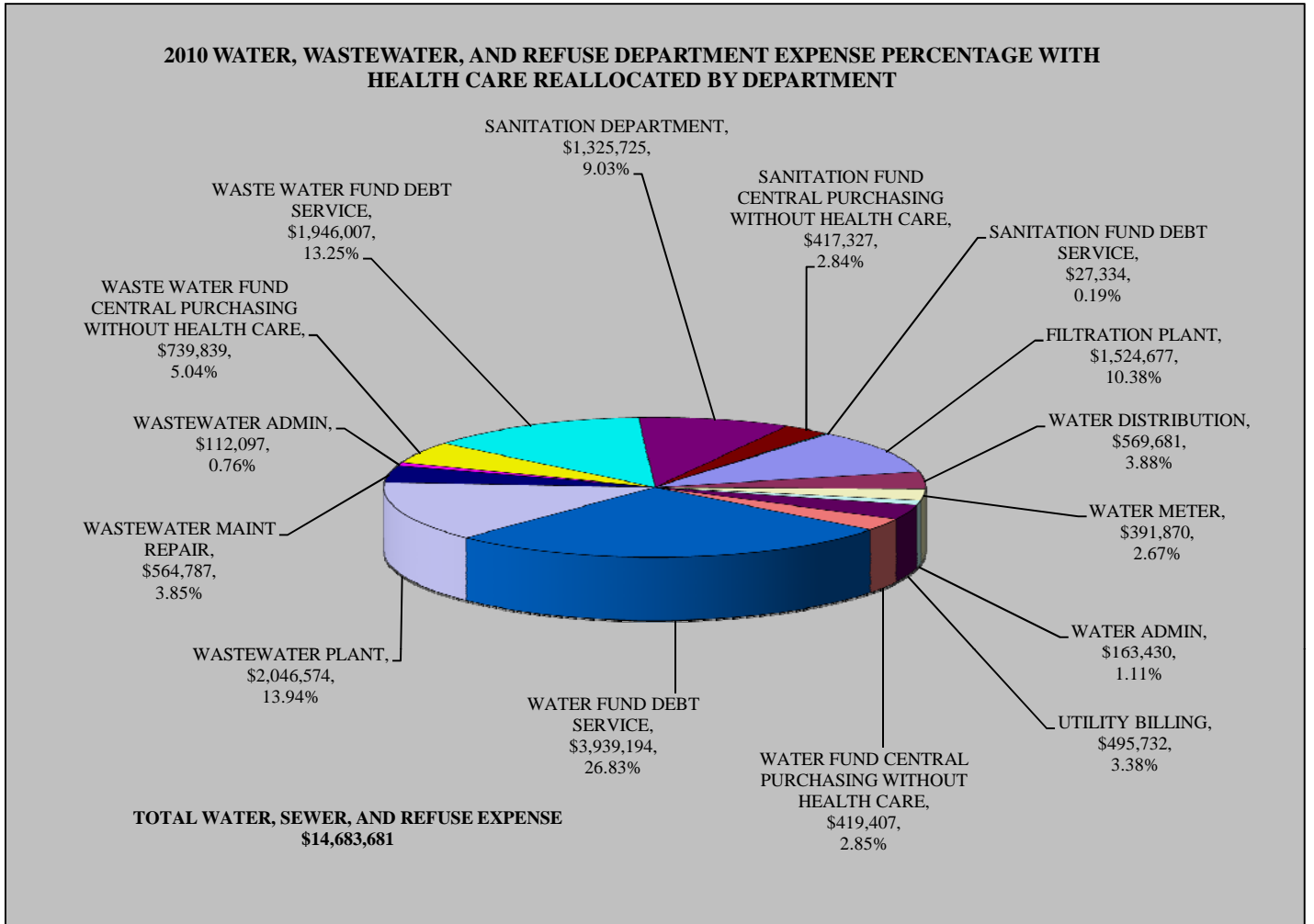
**GENERAL FUND EXPENDITURES CHART BY DEPARTMENT
CURRENT YEAR
(CASH BASIS)**



Source: City financial records.

CITY OF STEUBENVILLE, OHIO

**ENTERPRISE FUNDS EXPENSES BY DEPARTMENT
CURRENT YEAR
(CASH BASIS)**



Source: City financial records.

CITY OF STEUBENVILLE, OHIO

ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS

Collection Year	Real Property		Public Utility Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value (a)	Assessed Value	Estimated Actual Value (b)	Assessed Value	Estimated Actual Value (c)
2010	\$ 232,243,400	\$ 663,552,571	\$ 11,301,060	\$ 12,842,114	\$ 345,630	\$ 5,530,080
2009	237,605,420	678,872,629	10,779,200	12,249,091	674,930	10,798,880
2008	234,308,020	669,451,486	10,902,720	12,389,455	14,664,912	234,638,592
2007	230,981,890	659,948,257	12,857,380	14,610,659	19,189,085	153,512,680
2006	206,432,060	589,805,886	13,051,460	14,831,205	22,470,997	119,845,317
2005	203,563,940	581,611,257	13,235,020	15,039,795	31,607,557	126,430,228
2004	205,439,310	586,969,457	12,935,750	14,699,716	29,566,069	118,264,276
2003	194,790,780	556,545,086	12,849,760	14,602,000	27,607,706	110,430,824
2002	201,970,840	577,059,543	9,896,144	11,245,618	20,392,891	81,571,564
2001	202,604,502	578,870,006	12,929,415	14,692,517	22,374,632	89,498,528

Source: Jefferson County, Ohio; Auditor's Office

- (a) Real property is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values as of January 1 of the preceding year.
- (b) Public utility is assessed at 88% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.
- (c) For 2005 and prior, tangible personal is assessed at 25% of true value for capital assets and 23% percent of true value for inventory. For 2006, tangible personal personal property tax is assessed at 18.75% of property value, including inventory. For 2007, tangible personal personal property tax is assessed at 12.50% of property value, including inventory. For 2008, tangible personal personal property tax is assessed at 6.25% of property value, including inventory. For 2009 and 2010, tangible personal personal property tax is assessed at 0.00% of property value, including inventory, except for telephone tangible personal property which is assessed at 10% of property value, including inventory. In 2009 and 2010, telephone tangible is the only taxable tangible personal property.

Total			
Assessed Value	Estimated Actual Value	Ratio	Total Direct Tax Rate
\$ 243,890,090	\$ 681,924,765	35.76%	\$ 8.20
249,059,550	701,920,600	35.48%	8.20
259,875,652	916,479,533	28.36%	8.20
263,028,355	828,071,596	31.76%	8.20
241,954,517	724,482,409	33.40%	8.20
248,406,517	723,081,282	34.35%	8.20
247,941,129	719,933,450	34.44%	8.20
235,248,246	681,577,910	34.52%	8.20
232,259,875	669,876,725	34.67%	8.20
237,908,549	683,061,051	34.83%	8.20

CITY OF STEUBENVILLE, OHIO

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(RATE PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS

Collection Year	City Direct Rates				Overlapping Rates				
	Operating	Debt Service	Police and Fire Pension	Total Direct Rate	Jefferson County	Steubenville City School District	Jefferson County Joint Vocational School	Steel Valley Regional Transit Authority	
2010	\$ 6.60	\$ 1.00	\$ 0.60	\$ 8.20	\$ 11.95	\$ 35.35	\$ 1.50	\$ 1.50	
2009	6.60	1.00	0.60	8.20	13.25	35.35	1.50	1.50	
2008	6.60	1.00	0.60	8.20	11.95	35.35	1.50	1.50	
2007	6.60	1.00	0.60	8.20	11.95	35.35	1.50	1.50	
2006	6.60	1.00	0.60	8.20	11.95	35.35	1.50	1.50	
2005	6.60	1.00	0.60	8.20	11.95	35.35	1.50	1.00	
2004	6.60	1.00	0.60	8.20	10.95	35.35	1.50	1.00	
2003	6.60	1.00	0.60	8.20	10.95	35.95	1.50	1.00	
2002	6.60	1.00	0.60	8.20	10.75	36.45	1.50	1.00	
2001	6.60	1.00	0.60	8.20	10.75	36.45	1.50	1.00	

Source: Jefferson County, Ohio; Auditor's Office

Note: Prior to 2010, Eastern Gateway Community College was known as Jefferson County Community College.

Overlapping Rates (continued)

Eastern Gateway Community College	Indian Creek Local School District	Public Library of Steubenville and Jefferson County	Total Overlapping Rates	Total Direct and Overlapping Rates
\$ 1.00	\$ 42.65	\$ 1.00	\$ 94.95	\$ 103.15
1.00	42.65	-	95.25	103.45
1.00	39.10	-	90.40	98.60
1.00	39.10	-	90.40	98.60
1.00	39.10	-	90.40	98.60
1.00	39.10	-	89.90	98.10
1.00	39.10	-	88.90	97.10
1.00	39.10	-	89.50	97.70
1.00	39.10	-	89.80	98.00
1.00	39.10	-	89.80	98.00

CITY OF STEUBENVILLE, OHIO

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TWO YEARS AGO

December 31, 2010			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Assessed Value
Fort Steuben Improvements	\$ 12,747,470	1	5.23%
Ohio Power Company	10,284,800	2	4.22%
Hollywood Center, Inc.	3,847,730	3	1.58%
Cal-Steuben Limited	2,325,930	4	0.95%
Carriage Inn of Steubenville, Inc.	1,952,630	5	0.80%
Laurels of Steubenville LLC	1,902,180	6	0.78%
L Steubenville LLC	1,589,810	7	0.65%
Wheeling Pittsburgh Steel	1,529,710	8	0.63%
Columbia Gas of Ohio, Inc.	1,308,580	9	0.54%
Crown Hotels, Inc.	1,236,970	10	0.51%
Total, top ten principal property taxpayers	<u>\$ 38,725,810</u>		<u>15.89%</u>
Total City property tax assessed valuation	<u>\$ 243,890,090</u>		

December 31, 2008			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Assessed Value
Fort Steuben Improvements	\$ 12,726,650	1	4.90%
Ohio Power Company	9,750,000	2	3.75%
Hollywood Center, Inc.	3,847,730	3	1.48%
Wheeling Pittsburgh Steel	2,784,680	4	1.07%
Cal-Steuben Limited	2,325,930	5	0.90%
Carriage Inn of Steubenville, Inc.	1,948,010	6	0.75%
Crown Hotels, Inc.	1,236,970	7	0.48%
L Steubenville LLC	1,155,000	8	0.44%
Albert Ltd.	1,086,560	9	0.42%
Columbia Gas of Ohio, Inc.	1,069,280	10	0.41%
Total, top ten principal property taxpayers	<u>\$ 37,930,810</u>		<u>14.60%</u>
Total City property tax assessed valuation	<u>\$ 259,875,652</u>		

Source: Jefferson County, Ohio; Auditor's Office

Note: Information prior to 2008 is not available

CITY OF STEUBENVILLE, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

<u>Year</u>	<u>Total Levy</u>	<u>Current Collection</u>	<u>Percent of Current Collections to Tax Levy</u>	<u>Delinquent Collections</u>	<u>Total Collections</u>	<u>Percent of Total Collections to Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percentage of Delinquent Taxes to Tax Levy</u>
2010	\$ 1,314,478	\$ 1,119,407	85.16%	\$ 58,587	\$ 1,177,994	89.62%	\$ 512,001	38.95%
2009	1,327,149	1,128,015	85.00%	72,954	1,200,969	90.49%	495,411	37.33%
2008	1,348,726	1,176,758	87.25%	63,689	1,240,447	91.97%	467,612	34.67%
2007	1,496,121	1,331,222	88.98%	60,922	1,392,144	93.05%	427,988	28.61%
2006	1,442,041	1,296,800	89.93%	49,154	1,345,954	93.34%	425,422	29.50%
2005	1,428,992	1,310,667	91.72%	58,691	1,369,358	95.83%	383,321	26.82%
2004	1,409,396	1,294,223	91.83%	68,589	1,362,812	96.69%	379,912	26.96%
2003	1,362,805	1,204,289	88.37%	49,740	1,254,029	92.02%	378,798	27.80%
2002	1,346,123	1,230,011	91.37%	57,772	1,287,783	95.67%	N/A	N/A
2001	1,382,322	1,266,602	91.63%	65,904	1,332,506	96.40%	N/A	N/A

Source: Jefferson County, Ohio; Auditor's Office

Note: N/A indicates the information is not available.

CITY OF STEUBENVILLE, OHIO

**INCOME TAX RATE AND COLLECTIONS
LAST TEN YEARS
(CASH BASIS)**

Year	Tax Rate	Total Tax Collected
2010	2.00%	\$ 8,641,927
2009	2.00%	8,772,925
2008	2.00%	8,809,796
2007	2.00%	8,915,531
2006	2.00%	8,476,037
2005	2.00%	8,445,071
2004	2.00%	8,106,255
2003	2.00%	8,917,898
2002	2.00%	8,190,322
2001	2.00%	8,277,686

Source: Regional Income Tax Agency (RITA)

THIS PAGE IS INTENTIONALLY LEFT BLANK

CITY OF STEUBENVILLE, OHIO

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Year	Governmental Activities				Business-type Activities	
	General Obligation Bonds	Loans	Notes	Capital Leases	General Obligation Bonds	Loans
2010	\$ 3,497,922	\$ 1,059,760	\$ -	\$ 7,326	\$ 4,559,776	\$ 43,466,803
2009	-	1,216,006	3,500,000	13,311	2,698,876	44,001,171
2008	-	1,429,942	541,239	19,679	2,888,630	42,890,909
2007	-	1,650,340	681,864	30,013	3,069,261	33,332,047
2006	-	1,759,540	-	15,150	3,245,984	25,481,533
2005	-	2,076,248	-	22,790	3,414,000	13,658,121
2004	-	1,568,226	-	21,878	-	14,635,825
2003	-	1,670,451	-	-	-	13,988,341
2002	-	1,642,984	-	-	-	9,934,107
2001	-	4,955,351	-	-	-	4,250,472

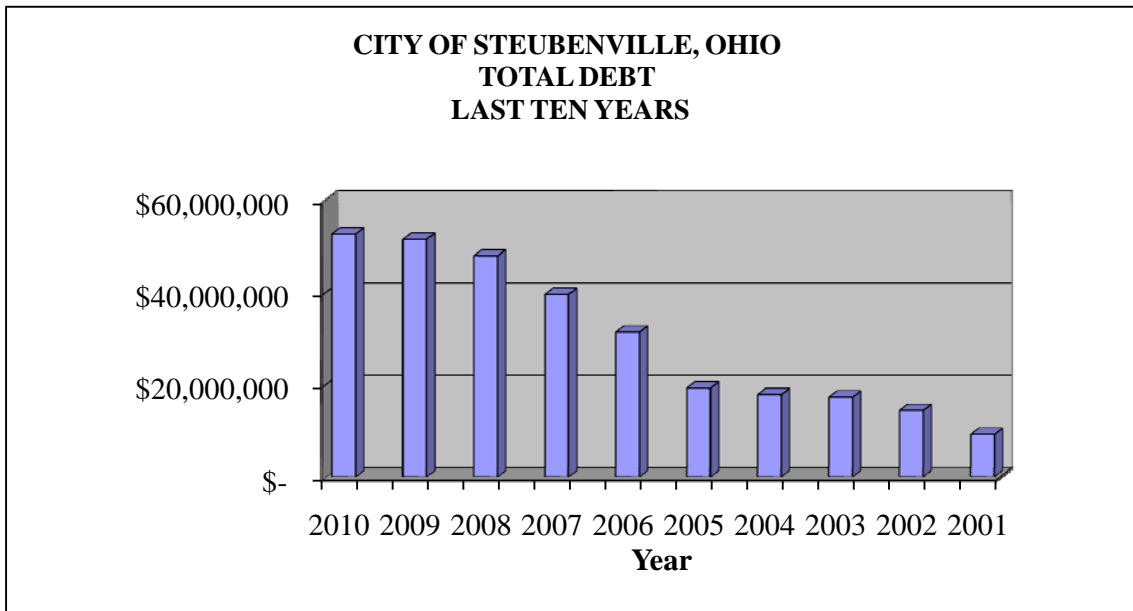
Sources:

(a) See notes to the financial statements regarding the City's outstanding debt information.

(b) See Schedule " Demographic and Economic Statistics - Last Ten Years" for personal income and population.

Business-type Activities (Continued)

Notes	Capital Leases	(a) Total Primary Government	(b) Total Personal Income	Percentage of Personal Income	(b) Population	Per Capita
\$ 26,304	\$ -	\$ 52,617,891	\$ 590,762,599	8.91%	18,659	\$ 2,820
51,292	-	51,480,656	591,493,780	8.70%	18,820	2,735
75,029	-	47,845,428	568,021,323	8.42%	19,329	2,475
749,579	10,296	39,523,400	528,103,595	7.48%	19,015	2,079
787,257	20,121	31,309,585	498,421,180	6.28%	19,015	1,647
42,334	29,495	19,242,988	494,351,970	3.89%	19,015	1,012
1,557,414	38,439	17,821,782	475,260,910	3.75%	19,015	937
1,576,881	46,973	17,282,646	466,856,280	3.70%	19,015	909
2,800,000	-	14,377,091	447,632,115	3.21%	19,015	756
-	-	9,205,823	428,274,845	2.15%	19,015	484



CITY OF STEUBENVILLE, OHIO

RATIO OF GENERAL BONDED DEBT TO ASSESSED
VALUE AND BONDED DEBT PER CAPITA
LAST TEN YEARS

<u>Year</u>	<u>Population (1)</u>	<u>Estimated Actual Value of Taxable Property</u>	<u>Bonded Debt</u>	<u>Ratio of Bonded Debt to Estimated Actual Value of Property</u>	<u>Bonded Debt Per Capita</u>
2010	18,659	\$ 681,924,765	\$ 8,057,698	1.18%	\$ 432
2009	18,820	701,920,600	2,698,876	0.38%	143
2008	19,329	916,479,533	2,888,630	0.32%	149
2007	19,015	828,071,596	3,069,261	0.37%	161
2006	19,015	724,482,409	3,245,984	0.45%	171
2005	19,015	723,081,282	3,414,000	0.47%	180
2004	19,015	719,933,450	-	0.00%	-
2003	19,015	681,577,910	-	0.00%	-
2002	19,015	669,876,725	-	0.00%	-
2001	19,015	683,061,051	-	0.00%	-

Source: (1) U.S Census Bureau

CITY OF STEUBENVILLE, OHIO

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2010

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct:			
City of Steubenville	\$ 3,497,922	100.00%	\$ 3,497,922
Total of direct debt	<u>3,497,922</u>		<u>3,497,922</u>
Overlapping debt:			
Steubenville City School District	5,713,261	96.61%	5,519,581
Jefferson County	1,845,000	20.86%	384,867
Jefferson County Joint Vocational School	1,078,690	20.35%	219,513
Indian Creek Local School District	11,104,999	24.82%	2,756,261
Total of overlapping debt	<u>19,741,950</u>		<u>8,880,222</u>
Total direct and overlapping debt	<u>\$ 23,239,872</u>		<u>\$ 12,378,144</u>

Source: Ohio Municipal Advisory Council

Note: The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the City's taxable assessed value that is within the subdivision's boundaries and dividing it by the City's total taxable assessed value.

CITY OF STEUBENVILLE, OHIO

**WATER OWDA LOAN PLEDGED REVENUE COVERAGE
LAST EIGHT YEARS**

<u>Year</u>	<u>Operating Revenues</u>	<u>Direct Operating Expenses (1)</u>	<u>Net Available Revenues</u>	<u>Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
2010	\$ 4,824,259	\$ 2,985,940	\$ 1,838,319	\$ 1,564,824	\$ 1,232,791	0.66
2009	4,769,977	3,235,982	1,533,995	1,448,648	1,182,229	0.58
2008	6,182,944	3,096,569	3,086,375	1,881,887	1,137,062	1.02
2007	7,663,037	2,665,927	4,997,110	1,471,497	817,390	2.18
2006	5,235,595	2,110,122	3,125,473	1,125,350	507,860	1.91
2005	2,953,427	2,960,570	(7,143)	1,087,056	531,682	(0.00)
2004	5,272,318	2,986,474	2,285,844	985,598	489,370	1.55
2003	4,721,626	2,743,890	1,977,736	425,790	350,598	2.55

(1) Operating expenses do not include depreciation.

Source: City financial records

Note: The City did not have debt service payments on OWDA loans prior to 2003.

CITY OF STEUBENVILLE, OHIO

**SEWER OWDA LOAN PLEDGED REVENUE COVERAGE
LAST EIGHT YEARS**

<u>Year</u>	<u>Operating Revenues</u>	<u>Direct Operating Expenses (1)</u>	<u>Net Available Revenues</u>	<u>Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
2010	\$ 5,327,028	\$ 3,230,109	\$ 2,096,919	\$ 224,560	\$ 471,615	3.01
2009	5,433,208	3,386,044	2,047,164	215,698	480,477	2.94
2008	5,140,602	3,366,498	1,774,104	330,086	23,638	5.02
2007	5,647,788	3,019,514	2,628,274	319,723	33,998	7.43
2006	4,262,096	2,448,946	1,813,150	309,685	44,035	5.13
2005	3,303,677	2,619,793	683,884	299,963	53,685	1.93
2004	2,659,158	2,390,149	269,009	153,098	36,953	1.42
2003	2,954,058	1,898,114	1,055,944	6,551	6,639	80.06

(1) Operating expenses do not include depreciation.

Source: City financial records

Note: The City did not have debt service payments on OWDA loans prior to 2003.

CITY OF STEUBENVILLE, OHIO

**COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN YEARS**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Assessed value (a)	\$ 243,544,460	\$ 248,906,480	\$ 244,714,840	\$ 241,293,590
Legal debt margin:				
Debt limitation - 10.5% of assessed value	25,572,168	26,135,180	25,695,058	25,335,827
Debt applicable to limitation:				
General obligation bonds	8,057,388	2,698,876	2,888,630	3,069,261
Gross indebtedness (Total voted and unvoted debt)	<u>8,057,388</u>	<u>2,698,876</u>	<u>2,888,630</u>	<u>3,069,261</u>
Less: debt outside limitations				
General obligation bonds	<u>(4,559,776)</u>	<u>(2,698,876)</u>	<u>(2,888,630)</u>	<u>(3,069,261)</u>
Total debt outside limitations	<u>(4,559,776)</u>	<u>(2,698,876)</u>	<u>(2,888,630)</u>	<u>(3,069,261)</u>
Total debt applicable to limitation - Within 10.5% limitations	3,497,612	-	-	-
Less: amount available in debt service fund to pay debt applicable to limitation	<u>(64,342)</u>	<u>(344,483)</u>	<u>(806,046)</u>	<u>(542,029)</u>
Net debt within 10.5% limitation	<u>3,433,270</u>	<u>(344,483)</u>	<u>(806,046)</u>	<u>(542,029)</u>
Overall debt margin within 10.5% limitation	<u>\$ 22,138,898</u>	<u>\$ 26,479,663</u>	<u>\$ 26,501,104</u>	<u>\$ 25,877,856</u>
Unvoted debt limitation - 5.5% of assessed valuation	\$ 13,394,945	\$ 13,689,856	\$ 13,459,316	\$ 13,271,147
Gross indebtedness authorized by council	8,057,388	2,698,876	2,888,630	3,069,261
Less: debt outside limitations: Total debt outside limitations	<u>(8,057,388)</u>	<u>(2,698,876)</u>	<u>(2,888,630)</u>	<u>(3,069,261)</u>
Unvoted debt margin within 5.5% limitation	<u>\$ 13,394,945</u>	<u>\$ 13,689,856</u>	<u>\$ 13,459,316</u>	<u>\$ 13,271,147</u>

Source: City of Steubenville financial records

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

2006	2005	2004	2003	2002	2001
\$ 241,954,517	\$ 248,406,517	\$ 247,941,129	\$ 235,248,246	\$ 232,259,875	\$ 237,908,549
25,405,224	26,082,684	26,033,819	24,701,066	24,387,287	24,980,398
3,245,984	3,414,000	-	-	-	-
3,245,984	3,414,000	-	-	-	-
(3,245,984)	(3,414,000)	-	-	-	-
(3,245,984)	(3,414,000)	-	-	-	-
-	-	-	-	-	-
(287,488)	(37,683)	(1,931,570)	(1,676,511)	(1,439,479)	(1,200,514)
(287,488)	(37,683)	(1,931,570)	(1,676,511)	(1,439,479)	(1,200,514)
<u>\$ 25,692,712</u>	<u>\$ 26,120,367</u>	<u>\$ 27,965,389</u>	<u>\$ 26,377,577</u>	<u>\$ 25,826,766</u>	<u>\$ 26,180,912</u>
\$ 13,307,498	\$ 13,662,358	\$ 13,636,762	\$ 12,938,654	\$ 12,774,293	\$ 13,084,970
3,245,984	3,414,000	-	-	-	-
(3,245,984)	(3,414,000)	-	-	-	-
<u>\$ 13,307,498</u>	<u>\$ 13,662,358</u>	<u>\$ 13,636,762</u>	<u>\$ 12,938,654</u>	<u>\$ 12,774,293</u>	<u>\$ 13,084,970</u>

CITY OF STEUBENVILLE, OHIO

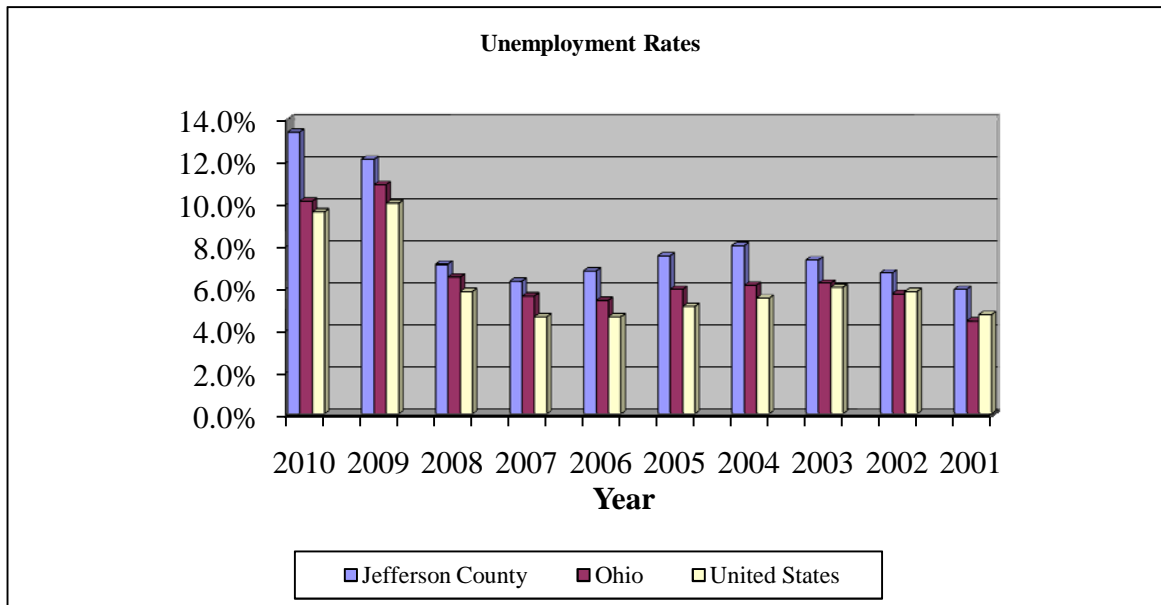
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Year	Population (1)	Personal Income	Per Capita Personal Income (3)	Annual Average Unemployment Rates (2)		
				Jefferson County	Ohio	United States
2010	18,659	\$ 590,762,599	\$ 31,661	13.4%	10.1%	9.6%
2009	18,820	591,493,780	31,429	12.1%	10.9%	10.0%
2008	19,329	568,021,323	29,387	7.1%	6.5%	5.8%
2007	19,015	528,103,595	27,773	6.3%	5.6%	4.6%
2006	19,015	498,421,180	26,212	6.8%	5.4%	4.6%
2005	19,015	494,351,970	25,998	7.5%	5.9%	5.1%
2004	19,015	475,260,910	24,994	8.0%	6.1%	5.5%
2003	19,015	466,856,280	24,552	7.3%	6.2%	6.0%
2002	19,015	447,632,115	23,541	6.7%	5.7%	5.8%
2001	19,015	428,274,845	22,523	5.9%	4.4%	4.7%

Sources:

- (1) U.S. Census Bureau
- (2) Ohio Department of Job & Family Services, Office of Workforce Development
- (3) U.S. Department of Commerce, Bureau of Economic Analysis

Note: Per capita personal income is presented for the Weirton-Steubenville Metropolitan Statistical Area (MSA).



CITY OF STEUBENVILLE, OHIO

PRINCIPAL EMPLOYERS
CURRENT YEAR AND TWO YEARS AGO

Employer	2010		
	Number of Employees	Rank	Percent of Total Employment
Franciscan University	1,973	1	18.48%
Trinity Medical Center West	1,265	2	11.85%
Jefferson County	619	3	5.80%
Wal-Mart Associates, Inc.	558	4	5.23%
Eastern Gateway Community College	482	5	4.51%
Steubenville City School District	339	6	3.17%
Trinity Medical Center East	301	7	2.82%
City of Steubenville	220	8	2.06%
Laurels of Jefferson LLC	216	9	2.02%
The Kroger Co.	188	10	1.76%
Total of top ten	<u>6,161</u>		<u>57.70%</u>
Total City employment	<u>10,679</u>		

Employer	2008		
	Number of Employees	Rank	Percent of Total Employment
Franciscan University	1,859	1	18.02%
Trinity Medical Center West	1,508	2	14.62%
Jefferson County	660	3	6.40%
Wal-Mart Associates Inc.	637	4	6.18%
Eastern Gateway Community College	445	5	4.31%
Trinity Medical Center East	345	6	3.34%
Steubenville City School District	344	7	3.34%
City of Steubenville	245	8	2.38%
Lowe's Home Centers Inc.	245	9	2.38%
Wheeling-Pittsburgh Steel	240	10	2.33%
Total of top ten	<u>6,528</u>		<u>63.30%</u>
Total City employment	<u>10,314</u>		

Source: Regional Income Tax Agency (RITA)

Note: Information prior to 2008 was not available.

CITY OF STEUBENVILLE, OHIO

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

Function/Program	2010	2009	2008	2007	2006	2005
General government:						
Mayor	1.00	1.00	1.00	1.00	1.00	1.00
Finance	5.00	5.00	5.00	5.00	5.00	7.00
Law director	1.00	1.00	1.00	1.00	1.00	1.00
Civil service	1.00	1.00	1.00	1.00	1.00	1.00
City manager	1.00	1.00	1.00	1.00	1.00	1.00
Engineering	1.00	1.00	1.00	1.00	1.00	1.00
City council	8.00	8.00	8.00	8.00	8.00	8.00
Municipal court	7.00	7.00	7.00	7.00	7.00	7.00
Building	1.00	3.00	4.00	4.00	4.00	4.00
Information systems	1.00	1.00	1.00	1.00	1.00	-
Security of persons and property:						
Police	47.00	47.00	46.00	43.00	46.00	45.00
Fire	38.00	38.00	40.00	40.00	40.00	40.00
Electrical	2.00	2.00	3.00	3.00	4.00	4.00
Public health and welfare:						
Health services	3.00	3.00	3.00	3.00	3.00	3.00
Health clinic	3.00	3.00	3.00	3.00	3.00	3.00
Health administration	3.00	3.00	3.00	3.00	3.00	3.00
Food	1.00	1.00	1.00	1.00	1.00	1.00
Transportation:						
Street	18.00	19.00	22.00	20.00	23.00	23.00
Weed control	-	-	8.00	6.00	6.00	10.00
Community environment:						
Community development	5.00	5.00	4.00	4.00	4.00	4.00
Leisure time activity:						
Parks	-	-	5.00	5.00	5.00	6.00
Indoors	5.00	7.00	7.00	6.00	9.00	5.00
Administration	1.00	1.00	2.00	2.00	2.00	3.00
Swimming pool	20.00	16.00	17.00	20.00	19.00	18.00
Utility services:						
Water	26.00	26.00	26.00	26.00	25.00	30.00
Sewer	19.00	18.00	19.00	19.00	19.00	19.00
Refuse	12.00	12.00	13.00	15.00	15.00	15.00
Total	230.00	230.00	252.00	249.00	257.00	263.00

Source: City of Steubenville records

<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
1.00	1.00	1.00	1.00
8.00	8.00	8.00	7.00
1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00
8.00	8.00	8.00	8.00
7.00	7.00	7.00	7.00
4.00	4.00	4.00	3.00
-	-	-	-
45.00	47.00	47.00	48.00
40.00	40.00	40.00	40.00
4.00	4.00	4.00	4.00
3.00	3.00	3.00	3.00
3.00	3.00	3.00	3.00
3.00	3.00	3.00	3.00
1.00	1.00	1.00	1.00
23.00	23.00	23.00	23.00
11.00	14.00	1.00	1.00
4.00	4.00	4.00	4.00
8.00	8.00	7.00	7.00
5.00	4.00	5.00	6.00
3.00	3.00	3.00	2.00
20.00	20.00	21.00	20.00
31.00	31.00	31.00	31.00
19.00	19.00	21.00	21.00
17.00	17.00	18.00	18.00
<u>272.00</u>	<u>276.00</u>	<u>267.00</u>	<u>265.00</u>

CITY OF STEUBENVILLE, OHIO

**OPERATING INDICATORS BY FUNCTION
LAST TEN YEARS**

Function	2010	2009	2008	2007	2006	2005	2004
General government:							
Positions filled	220	230	326	316	331	315	332
Ordinances & resolutions	90	107	101	116	110	121	158
Security of persons and property:							
Police:							
Physical arrests	1,510	1,518	1,603	1,531	1,488	1,507	1,628
Parking violations	644	288	392	429	828	1,540	948
Traffic violations	772	856	1,250	1,364	2,040	1,672	1,072
Leisure time activity:							
Recreation center attendance	16,245	21,408	2,154	2,159	761	N/A	N/A
Transportation:							
Tons of salt used	3,000	3,114	1,642	3,611	2,005	2,872	1,020
Water:							
New connections	7	4	3	7	7	3	13
Water main breaks	103	75	57	119	73	60	66

Source: City of Steubenville Departments.

Note: N/A indicates the information was not available.

<u>2003</u>	<u>2002</u>	<u>2001</u>
321	315	311
99	99	162
1,886	1,567	1,114
1,366	733	590
1,201	1,081	925
N/A	N/A	N/A
5,552	3,202	3,847
9	9	4
82	74	47

CITY OF STEUBENVILLE, OHIO

**CAPITAL ASSETS STATISTICS BY FUNCTION
LAST TEN YEARS**

Function	2010	2009	2008	2007	2006	2005	2004
Security of persons and property:							
Police:							
Stations	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Fire:							
Stations	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Leisure time activities:							
Parks	13.00	13.00	13.00	13.00	13.00	13.00	13.00
Park acreage	261.32	261.32	261.32	261.32	369.19	369.19	369.19
Fitness center	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Swimming pools	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Wading pools	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Tennis courts	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Baseball diamonds	8.00	8.00	4.00	4.00	4.00	4.00	4.00
Softball fields	0.00	0.00	0.00	0.00	1.00	1.00	1.00
Transportation:							
Streets (paved miles)	120.00	120.00	120.00	120.00	120.00	120.00	120.00
Water:							
Water mains (miles)	84.00	84.00	84.00	84.00	84.00	84.00	84.00
Sewer:							
Sanitary sewers (miles)	81.00	81.00	81.00	81.00	81.00	81.00	81.00

Source: City of Steubenville Departments.

<u>2003</u>	<u>2002</u>	<u>2001</u>
1.00	1.00	1.00
3.00	3.00	3.00
13.00	13.00	13.00
369.19	369.19	369.19
1.00	1.00	1.00
1.00	2.00	2.00
1.00	2.00	2.00
6.00	6.00	6.00
4.00	4.00	4.00
1.00	1.00	1.00
120.00	120.00	120.00
84.00	84.00	84.00
81.00	81.00	81.00

This Page is Intentionally Left Blank.



Dave Yost • Auditor of State

CITY OF STEUBENVILLE

JEFFERSON 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
SEPTEMBER 13, 2011**