Montgomery County, Ohio Transportation Improvement District

Single Audit Reports
Year Ended December 31, 2011

CLARK SCHAEFER HACKETT
STRENGTH IN NUMBERS

Dave Yost • Auditor of State

Board of Trustees
Montgomery County Transportation Improvement District
1 Chamber Plaza
Dayton, Ohio 4540

We have reviewed the *Independent Auditors' Report* of the Montgomery County Transportation Improvement District, Montgomery County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2011 through December 31, 2011. 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 Montgomery County Transportation Improvement District is responsible for compliance with these laws and regulations.

Dave Yost

Dave Yost
Auditor of State

July 16, 2012

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MONTGOMERY COUNTY, OHIO TRANSPORTATION IMPROVEMENT DISTRICT

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2011

Federal Grantor/Program Title	Pass Through Entity Number	Federal CFDA Number		Receipts	Expenditures
U.S. DEPARTMENT OF TRANSPORTATION					
Passed through Ohio Department of Transportation					
ARRA - Highway Planning and Construction	79492	20.205	$	759,423	759,423
Highway Planning and Construction	79492	20.205		1,569,951	1,676,165
Total U.S. Department of Transportation				2,329,374	2,435,588
Total Federal Awards			$	2,329,374	2,435,588

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The schedule of expenditures of federal awards has been prepared on the cash basis of accounting. The expenditures include $106,214 which was spent in 2011 but not reimbursed by the funder until 2012.

NOTE B - MATCHING REQUIREMENTS

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

CLARK SCHAEFER HACKETT
STRENGTH IN NUMBERS

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

To the Board of Trustees
Montgomery County, Ohio Transportation Improvement District:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Montgomery County, Ohio Transportation Improvement District (the District) as of and for the year ended December 31, 2011, which collectively comprise the District's basic financial statements and have issued our report thereon dated June 12, 2012 wherein we noted the District adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. 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

Management of the District is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District'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. However, we identified a certain deficiency in internal control over financial reporting, as described in the accompanying schedule of findings and questioned costs as item 2011-1 that we consider to be a significant deficiency in internal control over financial reporting. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit the attention by those charged with governance.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the District'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 District in a separate letter dated June 12, 2012.

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the District's response and, accordingly, we express no opinion on it.

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

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 12, 2012

CLARK SCHAEFER HACKETT
STRENGTH IN NUMBERS

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

To the Board of Trustees
Montgomery County, Ohio Transportation Improvement District:

<u>Compliance</u>

We have audited Montgomery County, Ohio Transportation Improvement District's (the District) compliance 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, 2011. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District'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 District'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 District's compliance with those requirements.

In our opinion, the District, 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, 2011.

<u>Internal Control Over Compliance</u>

Management of the District 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 District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the 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 District'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 programs 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 financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended December 31, 2011, and have issued our report thereon dated June 12, 2012 which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the District's 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 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

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

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 12, 2012

MONTGOMERY COUNTY, OHIO TRANSPORTATION IMPROVEMENT DISTRICT
Schedule of Findings and Questioned Costs
Year Ended December 31, 2011

Section I – Summary of Auditors' Results

<u>Financial Statements</u>

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

<u>Federal Awards</u>

Internal control over major programs:	
• Material weakness(es) identified?	none
• Significant deficiency(ies) identified not considered to be material weaknesses?	none
Type of auditors' report issued on compliance for major programs:	unqualified
Any audit findings that are required to be reported in accordance with 510(a) of Circular A-133?	no

Identification of major programs:
CFDA 20.205 – Highway Planning and Construction
CFDA 20.205 – ARRA Highway Planning and Construction

Dollar threshold to distinguish between Type A and Type B Programs:	$300,000
Auditee qualified as low-risk auditee?	no

MONTGOMERY COUNTY, OHIO TRANSPORTATION IMPROVEMENT DISTRICT
Schedule of Findings and Questioned Costs
Year Ended December 31, 2011

Section II – Financial Statement Findings

Finding 2011-1 – Audit Adjustments
During the course of our audit, we identified misstatements in the financial statements for the year under audit that were not initially identified by the District's internal control. Throughout the year, the District maintains its books and records on a cash basis of accounting and converts its financial statements at year end to generally accepted accounting principles. Audit adjustments were necessary to correct errors in the District's conversion process related to the reporting of net assets:

- The adjustment had no net effect on net assets but net assets invested in capital assets, net of related debt were overstated by $1,009,635 and net assets restricted for capital projects were understated by $1,167,275 resulting in an understatement of unrestricted net assets of $157,640. We recommend the District implement reporting procedures to ensure all classifications of net assets are properly reported in the financial statements.

  Management response: *The District agrees with the adjustments and has specific codes within the accounting system to properly record expenditures and restricted cash balances.*

Section III – Federal Award Findings and Questioned Costs

None

MONTGOMERY COUNTY, OHIO TRANSPORTATION IMPROVEMENT DISTRICT
Schedule of Prior Year Audit Findings
Year Ended December 31, 2011

Financial Statement Findings

Finding 2010-1 – Audit Adjustments
During the course of our audit, we identified misstatements in the financial statements for the year under audit that were not initially identified by the District's internal control. Throughout the year, the District maintains its books and records on a cash basis of accounting and converts its financial statements at year end to generally accepted accounting principles. Audit adjustments were necessary to correct errors in the District's conversion process related to the reporting of net assets, bond issuance costs and restricted cash.

Status: Audit adjustments were noted during the 2011 audit and have been reported as Finding 2011-1.

Montgomery County, Ohio
Transportation Improvement District

Austin Interchange with Motoman in upper left and Austin Landing in upper right showing the access roads that the District has also constructed as part of the Austin Landing project

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2011

Montgomery County, Ohio
Transportation Improvement District

Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2011

Prepared by
Sean Fraunfelter, CPA
Finance Director

INTRODUCTORY

SECTION

Motoman project with the connector road to the west of the Austin Interchange

MONTGOMERY COUNTY, OHIO TRANSPORTATION IMPROVEMENT DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2011

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Montgomery County Transportation
Improvement District

1 Chamber Plaza
Fifth and Main Streets
Dayton, Ohio 45402-2400

Montgomery County

June 12, 2012

Citizens of Montgomery County
Members of the Board of Trustees

We are pleased to submit the Montgomery County Transportation Improvement District's Comprehensive Annual Financial Report for the fiscal year ended December 31, 2011.

This report is a culmination of the efforts of many people. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner designed to set forth fairly the financial position of the District's operations, and that all disclosures necessary to enable the reader to gain maximum understanding of the District's financial affairs have been included.

MONTGOMERY COUNTY TRANSPORTATION IMPROVEMENT DISTRICT

The mission of the Montgomery County Transportation Improvement District is to expedite and finance projects that will improve transportation and support economic development in Montgomery County. The District was created in 2001 when the Montgomery County Commission saw the need to expedite high priority transportation related construction projects throughout the county that would support and promote economic development.

The District's first projects were in the City of Huber Heights beginning in 2001. The District worked with the City of Huber Heights, Montgomery County and the Ohio Department of Transportation (ODOT) to rebuild and improve by 2006 existing interchanges on Interstate 70 at State Route 201 and State Route 202.

The District has been heavily involved with the Austin Center Interchange Project and related local roadway and infrastructure projects, discussed further below. The District also returned to work with the City of Huber Heights on the planning and finance of additional public infrastructure to complement the City's initial interchange projects.

The District secured initial ODOT grants in 2011 to begin work on two new projects near the Dayton International Airport. Those projects are the realignment and reconstruction of Dog Leg Road and the construction of a new freight rail line from a CSX main line east of Interstate 75 to the eastern boundary of the International Airport.

Phone: 937-226-8240 • Fax: 937-226-8221 • Email: sstanley@mctid.org

DISTRICT ORGANIZATION AND REPORTING ENTITY

The reporting entity includes the primary government and component units and is organized to ensure the financial statements of the District are not misleading.

Component units are also part of the reporting entity. These are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization or (2) the District is entitled to or can otherwise access the organization's resources. In this case, the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization or the District is obligated for the debt of the organization. Component units may also include organizations in which the District approves the budget, the issuance of debt or the levying of taxes. The District has no component units.

The District is associated with the following jointly governed organization: Miami Valley Regional Planning Commission, which is presented in Note 10 to the basic financial statements.

ECONOMIC CONDITION AND MAJOR INITIATIVES

Montgomery County is the fourth largest county in Ohio with a population of 535,153 according to the 2010 Census. Its county seat and largest municipality is the City of Dayton with a population of 141,527 according to the 2010 Census. Two of the nation's most heavily traveled interstate highways, I-75 and I-70, intersect in Montgomery County and are primary transportation and development corridors that serve and support the region.

Road Improvements

Austin Center Interchange

The District has worked with a variety of local governments; including Montgomery County, the City of Miamisburg, Miami Township, the City of Springboro, the City of Dayton, Washington Township, the City of Centerville, the Dayton-Montgomery County Port Authority, the Miami Valley Regional Planning Commission and ODOT, to build the Austin Interchange. The participating governments agreed to a multi-jurisdictional land use plan for the proposed interchange area and continued to meet regularly to evaluate projects as development has moved significantly forward during 2011.

Participating local governments approved the initial finance plan during 2005. The governments addressed three phases of the plan. First the Austin Interchange, which included the overpass over I-75 and approximately one thousand feet east and west of the overpass (this phase is managed by ODOT). The second phase is the relocation of Byers Road and completion of the widening from Austin Road to State Route 725. The third phase is the relocation of Austin Road to the north and widening to State Route 741 (this phase is managed by the Montgomery County Engineer). The financing plan along with Miamisburg School District approval was approved in late 2005 and has been restructured three times based on some additional financing abilities that will benefit all the parties involved.

During 2007 and 2008, the District was able to acquire all the necessary parcels and relocated some of the other residents to certify the right of way to the Ohio Department of Transportation. In January 2009, the District issued over $25 million in bond anticipation notes to make the required deposit for the construction project start as managed by the Ohio Department of Transportation. Those notes came due in October but the District was able to reduce the overall obligation by $6 million when the notes were reissued.

Engineering work was finalized in 2010 on the relocation of Byers Road to align with Wood Road at Austin Boulevard. The District certified the final right of way to ODOT during January 2010. The District bid the construction of the Byers Road Project and started construction during the summer of 2010. The Austin Interchange opened up over 1,000 acres of developable land by 2010 in the southern portion of Montgomery County and seen significant development on both the northwest corner (Motoman) and northeast corner (Austin Landing.)

As part of the Austin Center Interchange project, the District has been involved with the development activities on the northeast corner of the new interchange, “Austin Landing”. This development was the first major activity adjacent to the new interchange. The District and developer entered into an agreement where the District would provide for special obligation bonds to help with the infrastructure needs and the developer agreed to construction of $54 million by 2012. The first two buildings were completed and occupied during 2010. The developer started another office building and parking garage during 2011. The Kohls on the southeast corner was open during 2011. The District and developer worked through the second phase of the development with the financing for the additional infrastructure and park related improvements occurring in March 2012. There will be an additional $60 million in development that will be completed by 2013.

On the northwest corner, the District was involved in providing additional access from the new Byers Road to the Motoman facility. This access road is significant as Motoman does not have full access from Austin Center Boulevard. The Byers Road project was completed at the end of 2011 with improved access. The District was also able to receive back the equity contribution as the Dayton Montgomery County Port Authority sold off the Long Farm property to the City of Miamisburg.

Huber Heights Project

In 2010, the District was requested by the City to help evaluate the payments in lieu of taxes (“PILOTs”) generated from commercial and industrial properties that were impacted by the tax increment financing legislation adopted by the City to finance its share of the original interchange projects. As part of this agreement, the District advised the City on amendments to its compensation agreement with the Huber Heights School District, administrative procedure for tracking and collecting PILOTs, and financing additional public infrastructure to complement the original interchange projects.

Following that work, the District and City agreed that City should directly control future infrastructure project work with administrative and consulting support from the District as needed.

Dogleg Road and Mound Connector Projects

During 2011, the District applied for and received from ODOT new TID grants for funding initial preliminary engineering costs of the Dog Leg Road and Mound Connector Projects. The District will manage the redesign of local roadways in both projects to allow better access, traffic movement and open up additional land for economic development. Since they are just starting, both projects will not incur significant costs for several years.

INTERNAL CONTROLS

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

SIGNIFICANT FINANCIAL POLICIES

The District's revenue is tied to the projects that it manages. The Board has made it a policy to charge fees for the projects the District manages or finances. The fee policy allows for the discretion of the Board to vary from the prescribed policy if the Board and Executive Director determine the District's involvement is critical to the completion of the project. The District typically takes the fee during the issuance of bonds on the projects. The District also has made a concerted effort to keep overhead costs low by having administrative contracts with the Dayton Area Chamber of Commerce and the Butler County TID. For additional information on the District's financials please review the Management's Discussion and Analysis starting on page 3.

FACTORS AFFECTING FINANCIAL CONDITION

The District has a limited source of revenues that can be derived to help fund operations. One of the main sources of revenue in prior years was the state bi-annual grant of $250,000. That funding is no longer available as the state has changing the funding to project basis. The District is focusing on administrative charges for project development/completion to finance operations. The District annually examines the list of current projects and other projects throughout Montgomery County that can be expedited through the District's streamlined process.

The County's unemployment rate for December 2011 was 8.3 percent, which is down 1.7 percent from the 2010 rate. As the economy slowly recovers, the District has been lucky to have partners in the County, Miami Township, Miamisburg and Springboro that are forward thinking and willingly to use their own balance sheets to finance development projects in the Austin Center Interchange area. This activity will help alleviate the financial stress that reduced income taxes, property taxes and sales taxes have put on our local government partners as the anticipated development will produce significant amount of revenue for all three of those local governments along with the City of Huber Heights, Butler Township, the City of Vandalia and the City of Dayton. The District continues to work with a very small operating budget in comparison to the project activity.

OTHER INFORMATION

Independent Audit

This report includes an unqualified audit report regarding the District's financial statements. Clark, Schaefer, Hackett & Co. conducted this year's audit. The Independent Auditors' Report on the basic financial statements is included in the financial section of this report.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial reporting (CAFR) for the fiscal year ended December 31, 2010. This was the eighth year the District submitted and received the award for excellence in financial reporting. In order to be awarded a Certificate of Achievement, the District must publish a clear and effective CAFR. The District feels the 2011 CAFR meets these requirements and will successfully receive the award also.

Acknowledgements

A note of sincere appreciation is extended to many hardworking and committed people who have contributed their time and effort to prepare this report. The District staff would like to extend their sincere appreciation to the hard working Board Members and those individuals at the Montgomery County Commission and Economic Development offices that made it possible for the District to achieve the success it has so far. The District would also like to thank our local government partners and development partners for their dedication and drive to see projects such as Austin Center Interchange, Byers Road and Austin Landing become a reality. We also want to make a special mention to our dedicated staff members, Bob Hoag, Melissa Rasnic and Crystal Davidson, for the hard work they do to help us deliver on our project commitments. A special note of thanks is extended to our legal counsel, Beverly Shillito and Chris Franzmann, for their efforts to put together all the financing documents necessary to bring our projects to reality.

Respectfully submitted,

Executive Director

Secretary/Treasurer

MONTGOMERY COUNTY
TRANSPORTATION IMPROVEMENT DISTRICT

2011 BOARD MEMBERS

Voting	*Occupation*	*Board Member Since*
Art Meyer, Chairperson	Senior Utility Vice President, Dayton Power & Light	January 2008
Eric Cluxton, Treasurer	Managing Director, Wells Fargo Insurance Services	August 2001
Ron Budzik, Past Chairperson/Board Member	Retired Executive, MeadWestvaco	August 2005
Stephanie Singer	Reed Technology and Information Services Inc.	February 2011

2011 Montgomery County Transportation Improvement District

Board of Trustees

5 Voting appointed by County Commissioners

2 Non-Voting appointed by General Assembly

TID Executive Director

Steve Stanley

Director of Engineering

Bob Hoag

Administrative Assistant

Melissa Rasnic

DACC

Administrative Support Staff

Project Manager

Crystal Davidson

Sebaly Shillito + Dyer

General Counsel

Butler County TID

Accounting

General Counsel

Bev Shillito

Finance Director

Sean Fraunfelter

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Montgomery County, Ohio Transportation Improvement District

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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.

President

Executive Director

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FINANCIAL

SECTION

Austin Landing with two office buildings and Kohls constructed in the northeast corner of the Austin Center Interchange.

CLARK SCHAEFER HACKETT
STRENGTH IN NUMBERS

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Montgomery County, Ohio Transportation Improvement District:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Montgomery County, Ohio Transportation Improvement District (the District), as of and for the year ended December 31, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District'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, each major fund, and the aggregate remaining fund information of the District as of December 31, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 13, during the year ended December 31, 2011, the District adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2012, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

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Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information on pages 33 through 38 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 12, 2012

MONTGOMERY COUNTY TRANSPORTATION IMPROVEMENT DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

Our discussion and analysis of the Montgomery County Transportation Improvement District's (the "District") financial performance provides an overview of the District's financial activities for the fiscal year ended December 31, 2011. Please review it in conjunction with the basic financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

- The District had $31.1 million in net assets at December 31, 2011, an increase of 26 percent over fiscal year 2010.
- The District had $5.4 million in program expenses that were offset by $5.2 million of program revenues, which combined with $6.6 million in general revenues was more than enough to cover the expenses.
- Governmental fund revenues were $12.2 million for 2011 with 97.2 percent of those revenues related to reimbursements for project costs or debt service of the District.
- The District entered into a State Infrastructure Loan for the Byers Road project.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 11-12) provide information about the activities of the District as a whole and present a long-term view of the District's finances. Fund financial statements start on page 13. These statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most financially significant funds.

Reporting the District as a Whole

The Statement of Net Assets and the Statement of Activities

Our analysis of the District as a whole begins here. One of the most important questions asked about the District's finances is "Is the District as a whole better off or worse as a result of the year's activities?" As the net assets increased by $6.4 million, the answer is very much yes. The question we hope that we are answering is, "Where is the District going and are we headed in the right direction?"

The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a way that helps answer those two questions. These statements include all the assets and liabilities using the accrual basis of accounting, which is similar to accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's *net assets* and changes in them. One can think of the District's net assets, the difference between assets (what the District owns) and liabilities (what the District owes) as one way to measure the District financial health, or *financial position*. Over time, *increases or decreases* in the District's net assets are one indicator of whether its *financial health* is improving or deteriorating. One will need to consider other nonfinancial factors, however, such as changes in the District's jurisdiction, the availability of capital projects, and continuing local government support to assess the **overall health** of the District.

Reporting the District's Most Significant Funds

Major Funds
General
Austin Center Interchange
Kingsridge Road Project

Fund Financial Statements

Our analysis of the District's major funds begins on page 6. The fund financial statements begin on page 13 and provide detailed information about the most significant funds, not the District as a whole. Some funds are required to be established by State law. However, the Board establishes other funds to help control and manage money for a particular purpose (ex. various capital project funds). The District has governmental and agency funds.

Governmental Funds: The District's services are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual method of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the District's operations and the services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between *governmental activities* (reported in the government-wide statements) and the governmental funds in the reconciliation at the bottom of the fund financial statements.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The basic fiduciary fund financial statement can be found on page 15 of this report.

Notes to the 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. The notes can be found on pages 17-32 of this report.

Supplementary Information: The District presents budgetary information for the General fund in the supplementary information along with notes that described the District's budgetary process. The supplementary information can be found on pages 33-35 of this report.

Individual Fund Schedules. The individual fund budgetary versus actual schedules provide more detailed information about each individual fund for the District. These schedules can be found starting on page 36 of this report.

Statistical Information. Statistical information presents a year by year comparison of how the District is doing in several areas. This information can be found starting on page 39 of this report.

THE DISTRICT AS A WHOLE

As stated previously, the Statement of Net Assets looks at the District as a whole. The following table provides a summary of the District's net assets for 2011 compared to 2010.

Net Assets

	Restated 2010	2011	Change
Current Assets and Other Assets	$13,561,546	$10,922,218	($2,639,328)
Capital Assets	46,957,240	57,811,487	10,854,247
Total Assets	60,518,786	68,733,705	8,214,919
Current Liabilities	1,915,309	2,239,876	324,567
Long-Term Liabilities	33,905,236	35,368,698	1,463,462
Total Liabilities	35,820,545	37,608,574	1,788,029
Net Assets:			
Invested in Capital Assets	18,016,902	22,710,058	4,693,156
Restricted	3,663,800	5,173,030	1,509,230
Unrestricted	3,017,539	3,242,043	224,504
Total Net Assets	$24,698,241	$31,125,131	$6,426,890

The District recognized a significant increase in capital assets as the construction continued on Austin Landing and Byers Road during 2011. The District is also the lead financing agency for the Austin Interchange project with Ohio Department of Transportation managing the project.
The District spent down the respective bond balances during the year as part of this process resulting in the reduction of current assets.

The total liabilities increased as the District secured a State Infrastructure Loan to help finance the local share of the Byers Road project. Current liabilities increased as the District had more outstanding in contracts payable related to the projects.

The following tables look at the change in the District's revenues and expenses from 2010 to 2011.

Statement of Activities

	Restated 2010	2011	Change
Program Revenues:			
Charges for Services	$536,542	$50,000	($486,542)
Capital Grants	5,755,285	5,130,506	(624,779)
General Revenues:			
Unrestricted Grants	500,000	6,289,354	5,789,354
Interest	13,384	10,979	(2,405)
Other	184,600	298,960	114,360
Total Revenue	6,989,811	11,779,799	4,789,988
Program Expenses			
General Government	830,600	1,157,449	326,849
Intergovernmental	0	2,542,277	2,542,277
Interest and Fiscal Charges	1,154,737	1,653,183	498,446
Total Expenses	1,985,337	5,352,909	3,367,572
Change in Net Assets	5,004,474	6,426,890	$1,422,416
Beginning Net Assets (Restated)	19,693,767	24,698,241	
Ending Net Assets	$24,698,241	$31,125,131	

A large change in revenues from 2010 to 2011 in charges for services was from the District receiving administration fees from local governments as part of the two bond issuances in 2010. Capital grants decreased as the District received ARRA funding for Byers Road during 2010 compared to mainly STP funding and OPWC funding in 2011. Unrestricted grants increased as the District only received the Ohio Department of Development grant funds during 2010 with the District receiving federal earmarks restricted for construction during 2011.

The District increased the general government expenses with increased activity resulting in additional fees related to a pass through contract with Huber Heights. The payment for the intergovernmental expense relates to the District paying the Miamisburg School District on behalf of the Township and Miamisburg per the cooperative financing agreement.

THE DISTRICT'S FUNDS

The following is a summary of the individual funds and an analysis of the ending fund balances.

General	$1,064,264
Austin Center Interchange	6,365,819
Kingsridge Road Project	473,624

The general fund balance is used to fund the other projects until certain financing obligations are received. The general fund saw a decrease in 2011 as the administration fee on the Miamisburg Motoman project was not enough to offset the former $250,000 state roadwork development grant that was no longer available. The Austin Center Interchange project saw a fund balance decrease by $1.4 million. The District expended construction dollars on the various projects in the Austin Center area of $11 million using the bond proceeds.

The Kingsridge Road project saw the remaining right of way issues closed out with a portion of the fund balance being returned Miami Township per the agreement. The District and Township will use the fund in the future years to account for the debt service payments and contributions.

The District expended $16.9 million during 2011 up almost ten percent from 2010's expenditures of $15.4 million. 64 percent of the expenditures were capitalized for the District's infrastructure projects.

Original and Final Budgets – General Fund

The original budget was prepared in July 2010 when the District did not know the complete amount of reimbursements that would be returned with the financing of Austin Landing Phase 2 and sale of the Long Farm Property. The original and final budgets were the same other than the **other revenue**, which increased based on the reimbursement coming from the sale of the Dayton Montgomery County Port Authority property (Long Farm.)

The District increased final budget expenditures by 55% as the District entered into a pass through management agreement with the City of Huber Heights to help them move that development project forward and provide updated financial analysis.

Final versus Actual Budget – General Fund

The District only received $50,000 for charges for services as the Motoman project was started during 2011. The intergovernmental revenue appears to be close to the budget but the sources are completely different. The District anticipated receiving $250,000 from the State's 629 Roadwork Development Grant but that funding was eliminated as previously executed. The revenue relates to the reimbursements from the City of Huber Heights on the agreement. The financing of Austin Landing Phase 2 did not occur until 2012 resulting in other revenue reimbursements ending up less than anticipated.

CAPITAL ASSETS AND DEBT ADMINISTRATION

The District capitalized $10.9 million in construction in progress during the year. The District will track the project expenditures as construction in progress and once the project is completed the various improvements will be dedicated to the appropriate agency. See note 3 of the financial statements for more information.

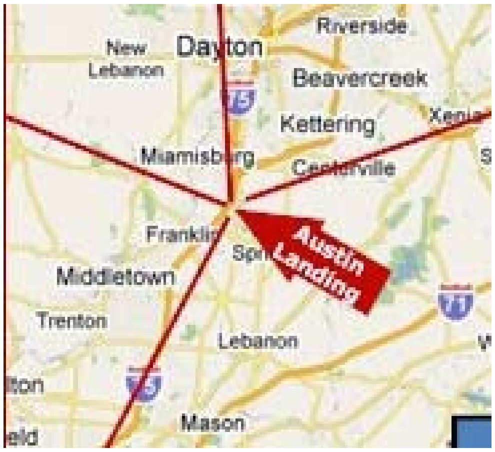
The District has three bonds outstanding totaling $33.6 million for projects in the Austin Center area and Kingsridge project. The District entered into a $2.5 million loan for the Byers Road project. For more information, see note 8 of the financial statements.

ECONOMIC FACTORS

The District was created to operate on a countywide basis. In the winter, the staff and Trustees met to discuss and reprioritize projects. The District updated the list of needed projects that covers the various areas of the county during the 2011 retreat, which includes looking at several projects around the Dayton International Airport. The County is divided by one of the major north-south interstates in the country and is a prime location for midwest companies to locate.

With the District's focus on the Austin Center area to the south of the City of Dayton wrapping up in 2012, the area is moving into Phase 2 development that will bring over $150 million in development into the area adjacent to the Interchange by 2013. The District continues to look at projects in the area, such as, the Mound Connector road improvements.

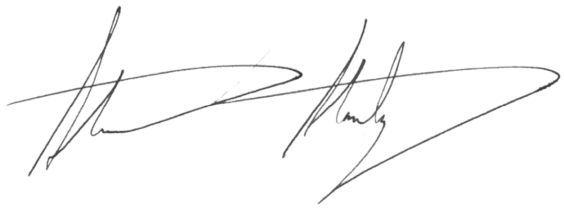
The District continues to evaluate the northern, eastern and western corridors of Montgomery County as a way to expedite economic growth throughout the county. The Interstate corridor will be a major development down the road as the District, the Miami Valley Regional Planning Commission and Department of Transportation jointly tackle this task. The coming year should provide an opportunity for the District to work with our northern county governments to make improvements to areas in their jurisidiction. The District secured a $250,000 grant to work on the Dogleg Road project near the Dayton International Airport that will start work in 2012.



It is important that the District is able to succeed in the development of the listed and future projects not only for Montgomery County and its residents, but also for the longevity of the District. The District will need to generate management fees from mature projects to continue to absorb early stage costs of developing projects. With additional projects to better the transportation quality of Montgomery County, the District will be able to prosper while providing the residents with an easier way to get from one place to the next.

Request for Information

The financial report is designed to provide a general overview of the District’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Montgomery County Transportation Improvement District, 1 Chamber Plaza, Dayton, Ohio 45402-2400.



Steven B. Stanley
Executive Director

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MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

STATEMENT OF NET ASSETS
DECEMBER 31, 2011

Assets:	
Current Assets:	
Cash and Cash Equivalents	$ 1,593,245
Restricted Cash and Cash Equivalents	7,286,046
Accounts Receivable	393
Intergovernmental Receivable	205,694
Total Current Assets	9,085,378
Noncurrent Assets:	
Deferred Charges	1,836,840
Capital Assets - Construction in Progress	57,811,487
Total Noncurrent Assets	59,648,327
Total Assets	68,733,705
Liabilities:	
Current Liabilities:	
Accounts Payable	55,794
Contracts Payable	1,026,397
Accrued Interest Payable	132,685
Current Portion of Special Obligation Bonds Payable	1,025,000
Total Current Liabilities	2,239,876
Noncurrent Liabilities:	
State Infrastructure Bank Loan Payable	2,500,990
Special Obligation Bonds Payable	32,867,708
Total Noncurrent Liabilities	35,368,698
Total Liabilities	37,608,574
Net Assets:	
Invested in Capital Assets, Net of Related Debt	22,710,058
Restricted for:	
Capital Improvements	5,173,030
Unrestricted	3,242,043
Total Net Assets	$ 31,125,131

See accompanying notes to the financial statements

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2011

		Program Revenues		Net (Expense) Revenue and Change in Net Assets
				Primary Government
Functions/Programs	**Expenses**	**Charges for Services**	**Capital Grants and Contributions**	**Governmental Activities**
Primary Government:				
Governmental Activities:				
General Government	$ 1,157,449	$ 50,000	$ 4,361,892	$ 3,254,443
Intergovernmental	2,542,277	-	-	(2,542,277)
Interest and Fiscal Charges	1,653,183	-	768,614	(884,569)
Total Primary Government	$ 5,352,909	$ 50,000	$ 5,130,506	(172,403)
General Revenues:				
Grants and Contributions Restricted for Capital Construction				6,289,354
Unrestricted Investment Earnings				10,979
Miscellaneous				298,960
Total General Revenues				6,599,293
Change in Net Assets				6,426,890
Net Assets - Beginning (Restated)				24,698,241
Net Assets - Ending				$ 31,125,131

See accompanying notes to the financial statements

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

BALANCE SHEET -
GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	General	Austin Center Interchange	Kingsridge Road Project	Total Governmental Funds
Assets:				
Cash and Cash Equivalents	$ 1,082,202	$ 37,419	$ 473,624	$ 1,593,245
Receivables:				
Accounts	-	393	-	393
Intergovernmental	-	205,694	-	205,694
Restricted Cash and Cash Equivalents	-	7,286,046	-	7,286,046
Total Assets	$ 1,082,202	$ 7,529,552	$ 473,624	$ 9,085,378
Liabilities				
Payable:				
Accounts	$ 17,938	$ 37,856	$ -	55,794
Contracts	-	1,026,397	-	1,026,397
Deferred Revenue	-	99,480	-	99,480
Total Liabilities	17,938	1,163,733	-	1,181,671
Fund Balances				
Restricted for Capital Purposes	-	6,365,819	473,624	6,839,443
Unassigned	1,064,264	-	-	1,064,264
Total Fund Balances	1,064,264	6,365,819	473,624	7,903,707
Total Liabilities and Fund Balances	$ 1,082,202	$ 7,529,552	$ 473,624	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	57,811,487
Long-term receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	99,480
Issuance costs associated with long term debt are not financial resources and, therefore, are not reported in the funds.	1,836,840
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(36,526,383)
Net Assets of Governmental Activities	$ 31,125,131

See accompanying notes to the financial statements

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	General	Austin Center Interchange	Kingsridge Road Project	Total Governmental Funds
Revenues:				
Intergovernmental	$ 241,271	$ 11,196,790	$ 419,800	$ 11,857,861
Charges for Services	50,000	-	-	50,000
Investment Earnings	1,031	9,757	191	10,979
All Other	53,966	230,137	24	284,127
Total Revenues	346,268	11,436,684	420,015	12,202,967
Expenditures:				
Current:				
General Government	780,968	-	-	780,968
Capital Outlay	-	10,989,974	240,754	11,230,728
Intergovernmental	-	2,376,125	166,152	2,542,277
Debt Service:				
Principal	-	605,000	200,000	805,000
Interest	-	1,340,169	219,800	1,559,969
Total Expenditures	780,968	15,311,268	826,706	16,918,942
Deficiency of Revenues Under Expenditures	(434,700)	(3,874,584)	(406,691)	(4,715,975)
Other Financing Sources (Uses):				
Face Value from Proceed of Loans	-	2,500,990	-	2,500,990
Net Change in Fund Balances	(434,700)	(1,373,594)	(406,691)	(2,214,985)
Fund Balances - beginning (restated)	1,498,964	7,739,413	880,315	
Fund Balances - ending	$ 1,064,264	$ 6,365,819	$ 473,624	

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

Capital Additions are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. The District only reports construction in progress with no depreciation in the current period, this amount is:	10,854,247
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(438,001)
In the statement of activities, interest is accrued on outstanding bonds; whereas, in governmental funds, interest is expensed when due. In the statement of activities, issuance costs are amortized over the useful but in governmental funds they are expensed when paid. In the current year, this is impact of both items:	(78,381)
The issuance of long term debt provides current financial resources to governmental funds, then the repayment reduces long-term liabilities in the statement of net assets. In the current year, this net amount is:	(1,695,990)
Change in Net Assets of Governmental Activities	$ 6,426,890

See accompanying notes to the financial statements

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUND
DECEMBER 31, 2011

	Advocacy Agency Fund
Assets:	
Cash and Cash Equivalents	$ 3,698
Total Assets	3,698
Liabilities:	
Due to Other Governments	3,698
Total Liabilities	$ 3,698

See accompanying notes to the basic financial statements

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Montgomery County Transportation Improvement District (the "District") is a body, both corporate and politic, created for the purpose of financing, constructing, maintaining, repairing and operating selected transportation projects. The District was specifically formed under Ohio Revised Code, Chapter 5540, as amended, and created by action of the Board of County Commissioners of Montgomery County on August 14, 2001.

The District is a jointly governed entity administered by a Board of Trustees ("Board") that acts as the authoritative and legislative body of the entity. The Board is comprised of seven board members, of which five are voting and two are non-voting appointed by the County and State governments. Of the seven, three are elected as officers of the District; Chair(person), Vice-Chair(person), and Secretary-Treasurer. Each Officer serves a one-year term; there are no term limits for reappointment. No Board Members receive compensation for serving on the Board.

The Board of Trustees annually appoints the Chair(person) of the Board from existing Board members. The Chair responsibilities are to preside at all meetings of the Board; to be the chief officer of the District; perform all duties commonly incident to the position of presiding officer of a board, commission or business organization and to exercise supervision over the business of the District, its officers and employees.

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, "*The Financial Reporting Entity,*" and amended for provisions under GASB Statement No. 34, "*Basic Financial Statements – and Management's Discussion and Analysis*" in that the financial statements include all organizations, activities, and functions that comprise the District. Component units are legally separate entities for which the District (the primary entity) is financially accountable. Financial accountability is defined as the ability to appoint a voting majority of the organization's governing body and either (1) the District's ability to impose its will over the organization or (2) the potential that the organization will provide a financial benefit to, or impose a financial burden on, the District. Using these criteria, the District has no component units.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Major individual governmental funds are reported as separate columns in the fund financial statements. The District has chosen to present all funds as major funds.

C. **Measurement focus, basis of accounting and financial statement presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Revenue from intergovernmental agreements and interest associated with the current fiscal period is considered being susceptible to accrual and has been recognized as revenues of the current fiscal period. All other revenue items are considered measurable and available only when the District receives cash.

Fund Accounting

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

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. Governmental funds reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose 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.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The District reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the District except those required to be accounted for in another fund. The general fund balance is available to the District for any purpose provided it is expended or transferred according to the general laws of Ohio and the bylaws of the District.

Austin Center Interchange – The District is working with local municipalities in coordination of modifying the existing overpass into a full interchange with Interstate 75. The main construction on the interchange project has been completed and was opened to the public during the 2010 year. The District is continuing to work on the landscaping around the interchange, as well as, several other projects. One of those projects was the Byers Road relocation and widening which opened during the summer of 2011. The District also is working on the Austin Landing project that is already showing significant development into the northeast corner of the Interchange.

Kingsridge Road Project – The District worked with Miami Township to improve certain infrastructure around the Dayton Mall and surrounding area. The project was completed in 2010 and the District finalized the right of way appropriation cases and a portion of the remaining fund balance to the Township during 2011. The improvements have been very successful in helping the traffic flow around the Dayton Mall and new Walmart store.

Additionally, the District reports the following fund type:

Fiduciary Funds
Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: private purpose trust funds, pension trust funds, investment trust funds and agency funds. The District maintains one fiduciary agency fund: Advocacy fund that accounts for the collection and distribution of monies used for legislative matters in the State of Ohio and Federal Government. The District's agency fund is custodial in nature (assets equal liabilities) and does not involve the measurement of results of operations.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within thirty-one days of fiscal year-end. Under the modified accrual basis, only revenue from intergovernmental agreements are considered to be both measurable and available at fiscal year-end.

Nonexchange transactions, in which the District receives value without directly giving value in return, includes grants and donations. On an accrual basis, revenue from grants and agreements is recognized in the fiscal 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 fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must be available before it can be recognized.

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures

On an 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.

Cash and Cash Equivalents

Cash received by the District is held for operating and construction purposes. Cash related to operating purposes is presented as "Cash and Cash Equivalents" on the statement of net assets and governmental fund balance sheet by activity or fund. The District also maintains cash for construction purposes that was obtained through a bond issuance and grants from Montgomery County. The cash related to those purposes is presented as "Restricted Cash and Cash Equivalents." During fiscal year 2011, the District only had money market mutual fund investments.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Following Ohio statutes, the Board of Trustees has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2011 amount to $1,031, no amounts were assigned from other District funds as they receive interest from the restricted cash sources. The Austin Center Interchange and Kingsridge Road Project also received interest in the restricted construction account of $9,757 and $191.

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The District maintains a capitalization threshold of $5,000. The District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not.

Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants and contributions awarded on a non-reimbursement basis, are recorded as receivables and revenues when measurable and available. For the District, the majority of intergovernmental revenues are derived through reimbursement contracts with participating local governments for repayment of expense incurred related to engineering or construction related projects.

Fund Balance

The District implemented GASB No. 54 "*Fund Balance Reporting and Governmental Fund Type Definitions*" during the fiscal year. The District no longer reports reservations of fund balance on the governmental balance sheet. The District reports the following categories:

-Nonspendable fund balance relates to the value of consumable inventories and prepaids. The District has no balance to report in this category.

-Restricted fund balances related to bond proceeds maintained in segregated accounts for construction and required to be held for payment of debt service obligations.

-Committed fund balances are balances the District Board has formally allocated. The District has no balance to report in this category.

-Assigned fund balances are balances the District administration have specified the future use. The District has no balance to report in this category.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications.

The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted amounts are available.

Net Assets

Net assets present the difference between assets and liabilities in the statement of net assets. Net assets invested in capital assets are 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 legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

Estimates

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

NOTE 2 – DEPOSIT AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. The District may invest in the following securities.

- United States Treasury notes, bills, bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;

- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

- Written repurchase agreements in the securities listed above, provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

- Interim deposits in eligible institutions applying for interim funds;

NOTE 2 – DEPOSIT AND INVESTMENTS (Continued)

- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
- The State Treasury Asset Reserve of Ohio (STAR Ohio);
- Certain banker's acceptances 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,
- Under limited circumstances, corporate debt interest rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation it will be held to maturity. 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. <u>Deposits</u>

At fiscal year-end, the carrying value of the District's deposits was $8,880,691 and the bank balance was $9,358,072. $250,000 of the District's deposits was insured by federal depository insurance. Based on criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2011, $9,108,072 of the District's bank balance of $9,358,072 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

The District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

NOTE 2 – DEPOSIT AND INVESTMENTS (Continued)

B. Investments

As of December 31, 2011, the District had $2,298 in two money market mutual funds investments.

Interest Rate Risk - The District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the District, and that an investment must be purchased with the expectation that it will be held to maturity.

Credit Risk - The District has no investment policy that would further limit its investment choices. The First American Treasury Market fund carries a Aaa from Moodys. The Fifth Third Government Money Market carries a AAA rating.

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District has no investment policy dealing with investment custodial risk beyond the requirement in state statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Concentration of Credit Risk - The District places no limit on the amount it may invest in any one issuer.

NOTE 3 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended December 31, 2011, was as follows:

	Balance 12/31/10	Increases	Decreases	Balance 12/31/11
Governmental Activities				
Capital Assets, not being depreciated				
Construction in Progress	$46,957,240	$10,854,247	$0	$57,811,487
Total	$46,957,240	$10,854,247	$0	$57,811,487

NOTE 4 – INTERGOVERNMENTAL REVENUES

The following entities, which are a part of the District, have contributed the following funds during 2011.

Member Name	Contribution (Modified Accrual Basis)
Ohio Department of Transportation	$8,603,878
City of Miamisburg	2,006,750
Miami Township	761,485
City of Springboro	47,647
City of Huber Heights	241,271
Ohio Public Works Commission	196,830
Total Intergovernmental Revenue	$11,857,861

NOTE 5 – OUTSTANDING COMMITMENTS

The District has several outstanding contracts for professional and contract services. The following amounts remain on these contracts as of December 31, 2011:

Vendor	Outstanding Balance
Kelchner - Austin Landing	$187,896
Joe's Landscaping – Austin Landing	74,632
LJB – Byers Road Mitigation	102,269
Fechko – Byers Road Construction	68,280

NOTE 6 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; damage to, and theft or destruction of assets; errors and omissions; injuries to employees and natural disaster. During 2011, the District contracted with the Brower Insurance agency for liability, property, and crime damage. Coverages provided by the company are as follows:

Professional Liability ($5,000 deductible)	$1,000,000
Commercial General Liability	
Each Occurrence	1,000,000
Aggregate	2,000,000
Fire Damage	100,000
Medical Expenses	5,000
Automobile Liability	1,000,000
Umbrella Excess Liability	1,000,000
Crime Insurance:	
Public Employee's Bond ($1,000 deductible)	50,000

There have been no significant changes in coverage or claims made over the past three years and there has been no significant reduction in insurance coverage from last year. Settled claims have not exceeded this commercial coverage in the past three years.

NOTE 7 – DAYTON PORT AUTHORITY LOAN RECEIVABLE

The District and the Dayton Port Authority (the "Port") had a vested interest in the Long Farm property in the northwest corner of the proposed Austin Centre Interchange. The District placed $3,029,940 on deposit with the Port to enable the financing of the purchase of 121 acres that includes an equity infusion and additional unreimbursed costs. The Port's first debt service payment came due on November 14, 2006, and the District made the payment as a developer has not been selected at this point. The District through an intergovernmental agreement agreed to pay this payment and record it as debt service on behalf of the Port. The payment of $367,872 increased the equity infusion the District made initially and was repaid when the property sold in 2011.

During 2010, a portion of the land was sold to a company locating in the northwest corner. The proceeds from the sale were applied to the Port's debt service through agreement with the District. During 2011, the Port entered into a purchase agreement with the City of Miamisburg for the sale of the remaining land. The sale allowed for the payoff of the remaining debt service on the Port Authority loan and retirement of the District's loan receivable. The District also recovered out of pocket expenses related to the sale that is reported as other revenue in the Austin Interchange fund.

NOTE 8 – LONG TERM LIABILITIES

The changes in the District's long-term obligations (non-current liabilities) during the year consist of the following:

	Obligation Outstanding 12/31/10	Additions	Reductions	Obligation Outstanding 12/31/11	Amounts Due in One Year
Governmental Activities					
1 - Special Obligation Bonds	$4,875,000	$0	($200,000)	$4,675,000	$200,000
Bond Discount	(40,919)	0	2,305	(38,614)	0
2 - Special Obligation Bonds	20,335,000	0	(445,000)	19,890,000	585,000
Bond Premium	341,155	0	(14,833)	326,322	0
3 - Special Obligation Bonds	9,200,000	0	(160,000)	9,040,000	240,000
4 – State Infrastructure Loan	0	2,500,990	0	2,500,990	0
Total	$34,710,236	$2,500,990	($817,528)	$36,393,698	$1,025,000

1 - Special Obligation Bonds - On September 4, 2008, the District issued $4,885,000 in special obligation bonds for the purpose of the Kingsridge Drive project. The bonds were issued for a twenty year period with a final maturity of December 1, 2028. The bonds will be retired from the TIF revenues pledged by Miami Township in the Kingsridge Drive Project fund and pay interest at rates ranging from 2.25% to 5%.

NOTE 8 – LONG TERM LIABILITIES (Continued)

The District had pledged all intergovernmental revenues from Miami Township's tax increment financing revenues to repay the $4.89 million special obligation bonds. The bonds are solely payable from revenues assigned from Miami Township to the District as part of the funding agreement between the two parties. Total principal and interest remaining on the bonds is $6,904,148 through December 2028. $419,800 was received from Miami Township through the agreement and $200,000 was paid during the current year on the outstanding bonds.

The amortization on the Kingsridge Drive special obligations bonds were as follows:

Fiscal Year Ending December 31,	1 – Special Obligation Bonds Principal	Interest	Total
2012	$200,000	$212,800	$412,800
2013	200,000	205,800	405,800
2014	200,000	198,300	398,300
2015	220,000	190,300	410,300
2016	225,000	181,500	406,500
2017-2021	1,270,000	753,450	2,023,450
2022-2026	1,600,000	429,498	2,029,498
2027-2028	760,000	57,500	817,500
Totals	$4,675,000	$2,229,148	$6,904,148

2 - Special Obligation Bonds - On July 30, 2010, the District issued $20,335,000 in special obligation bonds for the purpose of the constructing the Austin Center Interchange project. The bonds were issued for a twenty-three year period with a final maturity of December 1, 2033. The bonds will be retired from the TIF revenues pledged by Miami Township, the City of Miamisburg and the City of Springboro in the project area and pay interest at rates ranging from 2% to 5%.

The District had pledged all intergovernmental revenues from local government's tax increment financing revenues to repay the $20.34 million special obligation bonds. The bonds are solely payable from revenues assigned from local governments to the District as part of the funding agreement between the parties. Total principal and interest remaining on the bonds is $31,116,795 through December 2033. The District received $6.2 million in federal earmarks as part of the financing package on the project and those earmarks will be used to cover debt service over the first four years.

NOTE 8 – LONG TERM LIABILITIES (Continued)

The amortization on the Austin Center Interchange special obligations bonds were as follows:

Fiscal Year Ending December 31	2 – Special Obligation Bonds Principal	Interest	Total
2012	$585,000	$827,935	$1,412,935
2013	595,000	816,235	1,411,235
2014	610,000	801,360	1,411,360
2015	645,000	770,860	1,415,860
2016	675,000	738,610	1,413,610
2017-2021	3,825,000	3,248,225	7,073,225
2022-2026	4,615,000	2,456,445	7,071,445
2027-2031	5,690,000	1,387,125	7,077,125
2032-2033	2,650,000	180,000	2,830,000
Totals	$19,890,000	$11,226,795	$31,116,795

3 - Special Obligation Bonds - On March 16, 2010, the District issued $9,200,000 in special obligation bonds under the economic recovery zone classification for the purpose of the constructing the Austin Landings project. The bonds were issued for a nineteen year period with a final maturity of December 1, 2029. The bonds will be retired from the TIF revenues pledged by Miami Township from the development area and pay interest at rates ranging from 2% to 6.625%. The bonds are split between taxable and recovery zone economic development bonds with the District receiving a forty-five percent tax credit for the interest payments that is used to help the Township reduce the debt payments.

The District had pledged all intergovernmental revenues from Township's tax increment financing revenues to repay the $9.2 million special obligation bonds. The bonds are solely payable from revenues assigned from Township to the District as part of the funding agreement between the parties. Total principal and interest remaining on the bonds is $15,061,642 through December 2029. The District received $287,531 in revenue during 2011 related to the payments.

NOTE 8 – LONG TERM LIABILITIES (Continued)

The amortization on the Austin Landings special obligations bonds were as follows:

	3 – Special Obligation Bonds		
Fiscal Year Ending December 31	Principal	Interest	Total
2012	$240,000	$500,134	$740,134
2013	350,000	494,734	844,734
2014	360,000	484,234	844,234
2015	370,000	471,632	841,632
2016	385,000	457,574	842,574
2017-2021	2,205,000	2,005,780	4,210,780
2022-2026	2,905,000	1,306,448	4,211,448
2027-2029	2,225,000	301,106	2,526,106
Totals	$9,040,000	$6,021,642	$15,061,642

4 –State Infrastructure Loan – In October 2011, the District made the final draw on the State Infrastructure Loan for construction of the Byers Road improvements. The loan was issued for a ten year period with a final maturity of January 31, 2021. The loan will be retired from the TIF revenues pledged by Miami Township and the City of Miamisburg from the development area and pay interest at 3% with the first twelve months being interest free and the next year's interest of $75,330 accrued and paid over the remaining eight years.

The District had pledged all intergovernmental revenues from City's and Township's tax increment financing revenues to repay the $2.9 million state infrastructure loan. The loan is solely payable from revenues assigned from City and Township to the District as part of the funding agreement between the parties. Total principal and interest remaining on the loan is $2,918,340 through January 2021. The District received no revenue during 2011 related to the payments.

	4- State Infrastructure Loan		
Fiscal Year Ending December 31	Principal	Interest	Total
2012	$0	$75,330	$75,330
2013	144,226	38,795	183,021
2014	294,976	71,067	366,043
2015	303,891	62,152	366,043
2016	313,076	52,966	366,042
2017-2021	1,444,821	117,040	1,561,861
Totals	$2,500,990	$417,350	$2,918,340

NOTE 9 - CONTIGENCIES

The District is subject to claims and lawsuits that arise primarily in the ordinary course of business. It is the opinion of management that the disposition or ultimate resolution of such claims and lawsuits will not have a material adverse effect on the financial position or changes in net assets of the District.

NOTE 10 – JOINTLY GOVERNED ORGANIZATIONS

Miami Valley Regional Planning Commission

The Miami Valley Regional Planning Commission (MVRPC), a jointly governed organization, was established to provide coordinated planning services to the appropriate federal, state and local governments, their political subdivisions, agencies, departments, instrumentalities, and special districts, in connection with the preparation and development of comprehensive and continuing regional transportation and development plans within the MVRPC Region. MVRPC members include Montgomery, Darke, Greene, Miami, Clark, Warren and Preble Counties.

MVRPC contracts periodically for local funds and other support with the governing board of each of the governments who are members of MVRPC or with such other persons as may be appropriate to provide such funds and support. The support is based on the population of the area represented. A Board of Trustees was created for conducting the activities of the MVRPC. This Board consists of one elected official of each City and municipal corporation, one individual selected by each City planning agency or commission and one person selected by each planning agency or commission of each municipal corporation located in each member City. This Board of Trustees then selects not more than ten residents of the MVRPC Region. The total membership of the Board of Trustees shall not exceed 100. Any member of MVRPC may withdraw its membership upon written notice to MVRPC be effective two years after receipt of the notice by MVRPC. The District paid $1,000 to MVRPC during 2011. To obtain financial information, write to Gary Bellotti, Controller. To obtain financials statements of the Miami Valley Regional Planning Commission, write to MVRPC at One Dayton Center, One South Main Street, Suite 260, Dayton, Ohio 45402.

NOTE 11 – DEFINED BENEFIT PENSION PLAN

Public Employees Retirement System

The District contributes to the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. OPERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 1-800-222- OPERS (7377).

NOTE 11 – DEFINED BENEFIT PENSION PLAN

OPERS administers three separate pension plans as described below:

- The Traditional Pension Plan (TP) – a cost-sharing multiple-employer defined benefit pension plan

- The Member-Directed Plan (MD) – 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 member and (vested) employer contributions plus any investment earnings thereon.

- The Combined Plan (CO) – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

Plan members are required to contribute 10 percent of their annual covered salary to fund pension obligations with the employer portion at 14 percent. Contributions are authorized by State statute. The contribution rates are determined actuarially. The District's required contributions to OPERS for the years ended December 31, 2011, 2010, and 2009 were $25,373, $21,721, and $19,616. 80 percent has been contributed for 2011 and 100% for 2010 and 2009 with the remainder being reported as a liability within the general fund.

NOTE 12 - POST EMPLOYMENT BENEFITS

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

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, state and local employers contributed at a rate 14.00% of covered payroll. The Ohio Revised Code currently limits the employer contribution rate to a rate not to exceed 14.00% of the covered payroll for state and local employer units. Active members do not make contributions to the OPEB plan.

OPERS's Post Employment Health Care Plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care was 4% for 2011. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care coverage by the retiree or their surviving beneficiaries. Payment amounts very depending on the number of covered dependents and the coverage selected.

NOTE 12 - POST EMPLOYMENT BENEFITS (Continued)

The District's actual contributions that were used to fund post employment benefits for 2011, 2010, and 2009 were $9,114; $12,085; and $12,236, respectively.

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

NOTE 13 - CHANGE IN ACCOUNTING PRINCIPLE

The District implemented GASB 54, *Fund Balance Reporting and Governmental Fund Definitions*, during the fiscal year. The objective of this Statement is to improve the usefulness, including the understandability, of governmental fund balance information. This Statement provides more clearly defined categories to make the nature and extent of the constraints placed the District's fund balance more transparent. The implementation of this statement did not require a restatement of the prior year fund balance.

NOTE 14 – COMPLIANCE

The Austin Center Interchange and Kingsridge Funds had expenditures plus encumbrances that exceed appropriations by $1,905,085 and $207,084, respectively.

NOTE 15 – RESTATEMENT OF NET ASSETS

The District received payment to retire the intergovernmental loan receivable during fiscal year 2011 but part of the balance was retired with the land sale that occurred in fiscal year 2010. The District should have applied the $276,489 in proceeds from the sale to reduce the intergovernmental loan receivable during fiscal year 2010. The District choose to restate the beginning net assets from $24,974,730 to $24,698,241 for this prior year payment.

SUPPLEMENTARY INFORMATION

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental Revenue	$ 250,000	$ 250,000	$ 241,271	$ (8,729)
Charges for Services	100,000	100,000	50,000	(50,000)
Investment Earnings	1,000	1,000	1,031	31
All Other	-	304,900	53,966	(250,934)
Total Revenues	351,000	655,900	346,268	(309,632)
Expenditures:				
Current:				
General Government	511,819	794,624	792,569	2,055
Total Expenditures	511,819	794,624	792,569	2,055
Net Change in Fund Balances	(160,819)	(138,724)	(446,301)	(307,577)
Fund Balance Beginning of Year	1,528,503	1,528,503	1,528,503	-
Fund Balance End of Year	$ 1,367,684	$ 1,389,779	$ 1,082,202	$ (307,577)

Budget Basis	$ (446,301)
Expenditure Accruals	11,601
GAAP Basis	$ (434,700)

See accompanying notes to the supplementary information

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. Legally, the Ohio Revised Code does not strictly impose a requirement on the District to follow the budgetary process but the District chose to follow these laws by an act within their entity's by-laws. The major documents prepared are the estimated revenues and the appropriation resolution, both of which are prepared on the budgetary basis of accounting.

The estimated revenues and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated revenues, as certified by resolution of the District Board. All funds are required to be budgeted and appropriated. The level of budgetary control is at the fund level for the District. Any budgetary modifications at this level may only be made by resolution of the District Board.

Under the District's By-laws, revenues not specifically related to a particular fund shall be deposited into the District's General Fund. Moneys can only be transferred from the General Fund by resolution of the District Board.

1. Estimated Revenues

As part of the District's budgetary process, the Board approves the estimated revenues as part of the budget resolution. The estimated revenues resolution states the projected revenue of each fund. Prior to December 31, the District 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 resolution. The revised budget then serves as the basis for the annual appropriation measure. On or about January 1, the estimated revenues are amended to include any unencumbered balances from the preceding year.

The estimated revenues may be further amended during the year if the Board determines an estimate needs to be either increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the final budget resolution issued during 2011.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Appropriations

An annual appropriation resolution must be passed by July 15 of the preceding year for the period January 1 to December 31. The appropriation resolution fixes spending authority at the fund level. The appropriation resolution may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated revenues, as certified. The allocation of appropriations among funds may be modified during the year only by a resolution of the Board. The amounts reported as the original budgeted amounts in the budgetary statements reflect the appropriations in the first complete appropriated budget, including amounts automatically carried over from prior years. The amounts reported as final budgeted amounts in the schedules of budgetary comparison represent the final appropriation amounts, including all supplemental appropriations.

3. Lapsing of Appropriations

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

4. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures are recorded when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting on the governmental fund statements and on the full accrual basis on the government-wide statements.

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AUSTIN CENTER INTERCHANGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental Revenue	$ 3,409,835	$ 14,344,498	$ 12,596,987	$ (1,747,511)
Investment Earnings	10,000	20,000	20,134	134
All Other	200,000	2,137,000	2,388,633	251,633
Total Revenues	3,619,835	16,501,498	15,005,754	(1,495,744)
Expenditures:				
Capital Outlay	4,230,000	8,966,000	10,871,960	(1,905,960)
Intergovernmental	-	2,377,000	2,376,125	875
Debt Service:				
Principal Retirement	605,000	605,000	605,000	-
Interest and Fiscal Charges	1,340,169	1,340,169	1,340,169	-
Total Expenditures	6,175,169	13,288,169	15,193,254	(1,905,085)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,555,334)	3,213,329	(187,500)	(3,400,829)
Other Financing Sources:				
Face Value from Proceeds of Loans	-	-	2,500,990	2,500,990
Face Value from Sale of Notes	-	11,000,000	-	(11,000,000)
Total Other Financing Sources	-	11,000,000	2,500,990	(11,000,000)
Net Change in Fund Balances	(2,555,334)	14,213,329	2,313,490	(14,400,829)
Fund Balance - Beginning of Year	5,009,975	5,009,975	5,009,975	-
Fund Balance - End of Year	$ 2,454,641	$ 19,223,304	$ 7,323,465	$ (11,899,839)

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
KINGSRIDGE PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental Revenue	$ -	$ 225,000	$ 419,800	$ 194,800
Investment Earnings	-	200	191	(9)
All Other	-	-	24	24
Total Revenues	-	225,200	420,015	194,815
Expenditures:				
Capital Outlay	394,622	394,822	240,954	153,868
Intergovernmental	-	-	166,152	(166,152)
Debt Service:				
Principal Retirement	-	25,000	200,000	(175,000)
Interest and Fiscal Charges	-	200,000	219,800	(19,800)
Total Expenditures	394,622	619,822	826,906	(207,084)
Net Change in Fund Balances	(394,622)	(394,622)	(406,891)	(12,269)
Fund Balance - Beginning of Year	880,515	880,515	880,515	-
Fund Balance - End of Year	$ 485,893	$ 485,893	$ 473,624	$ (12,269)

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011

	Balance December 31, 2010	Additions	Deletions	Balance December 31, 2011
Assets:				
Cash and Cash Equivalents	$26,443	$5	$22,750	$3,698
Total Assets	$26,443	$5	$22,750	$3,698
Liabilities:				
Due to Other Governments	26,443	5	22,750	3,698
Total Liabilities	$26,443	$5	$22,750	$3,698

STATISTICAL

SECTION

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT
STATISTICAL SECTION DESCRIPTIONS
DECEMBER 31, 2011

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

<u>Contents</u> <u>Pages</u>

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

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

	2011	2010	2009	2008	2007	2006	2005	2004
Governmental Activities								
Invested in Capital Assets, Net of Related Debt	$ 22,710,058	$ 18,016,902	$ 14,015,176	$ 11,358,499	$ 4,609,921	$ 3,571,394	$ 3,489,791	$ 3,412,284
Restricted	5,173,030	3,663,800	4,045,907	4,422,178	3,397,812	3,397,812	-	-
Unrestricted	3,242,043	3,017,539	1,632,684	749,911	694,291	876,348	1,088,117	1,468,647
Total Governmental Activities Net Assets	$ 31,125,131	$ 24,698,241	$ 19,693,767	$ 16,530,588	$ 8,702,024	$ 7,845,554	$ 4,577,908	$ 4,880,931

NOTE: The District's first year reporting under GASB 34 was 2004.

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

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

	2011	2010	2009	2008	2007	2006	2005	2004
Program Revenues								
Governmental Activities:								
Charges for Services:								
General Government	$ 50,000	$ 536,542	$ -	$ 160,625	$ 13,625	$ -	$ 95,000	$ 19,490
Capital Grants and Contributions	5,130,506	5,755,285	5,204,416	11,602,053	1,488,210	449,750	79,854	499,506
Total Governmental Activities Program Revenues	5,180,506	6,291,827	5,204,416	11,762,678	1,501,835	449,750	174,854	518,996
Expenses								
Governmental Activities:								
General Government	1,157,449	830,600	1,716,604	869,574	569,382	565,258	510,824	625,444
Intergovernmental	2,542,277	-	-	3,164,998	-	-	-	-
Interest and Fiscal Charges	1,653,183	1,154,737	1,134,615	55,924	367,872	367,872	-	-
Total Governmental Activities Expenses	5,352,909	1,985,337	2,851,219	4,090,496	937,254	933,130	510,824	625,444
Net (Expense)/Revenue								
Governmental Activities	(172,403)	4,306,490	2,353,197	7,672,182	564,581	(483,380)	(335,970)	(106,448)
General Revenues and Other Changes in Net Assets								
Governmental Activities:								
Grants and Entitlements not Restricted to Specific Programs	6,289,354	500,000	608,272	141,728	250,000	312,500	-	312,500
Investment Earnings	10,979	13,384	50,944	12,154	31,805	40,704	32,947	18,177
Other	298,960	184,600	150,766	2,500	10,084	10	-	-
Total Governmental Activities	6,599,293	697,984	809,982	156,382	291,889	353,214	32,947	330,677
Change in Net Assets								
Governmental Activities	$ 6,426,890	$ 5,004,474	$ 3,163,179	$ 7,828,564	$ 856,470	$ (130,166)	$ (303,023)	$ 224,229

NOTE: The District's first year reporting under GASB 34 was 2004.

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General Fund										
Unassigned*	$ 1,064,264	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 2,400
Reserved	-	-	-	-	-	-	-	-	-	2,400
Unreserved	-	1,498,964	1,137,496	1,015,355	1,163,277	1,345,279	1,341,044	1,489,107	1,281,788	108,773
Total General Fund	1,064,264	1,498,964	1,137,496	1,015,355	1,163,277	1,345,279	1,341,044	1,489,107	1,281,788	111,173
All Other Governmental Funds										
Restricted for Capital Purposes	6,839,443	-	-	-	-	-	-	-	-	-
Reserved	-	3,121,323	3,397,812	3,397,812	3,397,812	3,397,812	25,318	38,857	28,873	6,744
Undesignated, Reported in:										
Capital Projects Funds (Deficit)	-	5,498,405	(15,657,249)	1,827,801	(527,976)	(534,720)	(483,275)	(232,145)	89,105	29,290
Total All Other Governmental Funds	6,839,443	8,619,728	(12,259,437)	5,225,613	2,869,836	2,863,092	(457,957)	(193,288)	117,978	36,034
Total Governmental Funds	$ 7,903,707	$ 10,118,692	$(11,121,941)	$ 6,240,968	$ 4,033,113	$ 4,208,371	$ 883,087	$ 1,295,819	$ 1,399,766	$ 147,207

* The District reported governmental fund balances starting in 2011 under GASB 54.

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

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

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Revenues										
Intergovernmental	$ 11,857,861	$ 5,842,356	$ 5,832,602	$ 11,641,900	$ 1,377,137	$ 901,491	$ 20,866	$ 462,582	$ 6,657,876	$ 304,575
Charges for Services	50,000	536,542	-	160,625	13,625	-	95,000	137,368	31,025	-
Investment Earnings	10,979	13,384	50,944	28,559	31,805	40,704	32,947	18,177	12,747	1,442
Other	284,127	184,600	150,766	2,500	377,956	10	26,786	199,234	700	19
Total Revenues	12,202,967	6,576,882	6,034,312	11,833,584	1,800,523	942,205	175,599	817,361	6,702,348	306,036
Expenditures										
Current:										
General Government	780,968	823,214	490,227	462,429	425,938	348,979	276,010	260,726	217,391	144,278
Capital Outlay	11,230,728	12,216,465	21,790,747	10,390,150	1,181,971	297,882	312,321	660,582	5,232,398	14,551
Intergovernmental	2,542,277	-	-	3,164,998	-	-	-	-	-	-
Debt Service:										
Principal	805,000	5,000	5,000	-	-	-	-	-	-	-
Issuance Costs	-	1,016,073	214,035	421,266	-	-	-	-	-	-
Interest	1,559,969	1,560,787	897,212	25,781	367,872	367,872	-	-	-	-
Total Expenditures	16,918,942	15,621,539	23,397,221	14,464,624	1,975,781	1,014,733	588,331	921,308	5,449,789	158,829
Excess of Revenues Over (Under) Expenditures	(4,715,975)	(9,044,657)	(17,362,909)	(2,631,040)	(175,258)	(72,528)	(412,732)	(103,947)	1,252,559	147,207
Other Financing Sources (Uses)										
Sale of Assets	-	409,135	-	-	-	-	-	-	-	-
Face Value from Sale of Bonds	2,500,990	29,535,000	-	4,885,000	-	-	-	-	-	-
Premium/(Discount) on Sale of Bonds	-	341,155	-	(46,105)	-	-	-	-	-	-
Transfers In	-	-	30,401	-	51,578	-	-	-	-	50,000
Transfers Out	-	-	(30,401)	-	(51,578)	-	-	-	-	(50,000)
Total Other Financing Sources (Uses)	2,500,990	30,285,290	-	4,838,895	-	-	-	-	-	-
Net Change in Fund Balances	$ (2,214,985)	$ 21,240,633	$ (17,362,909)	$ 2,207,855	$ (175,258)	$ (72,528)	$ (412,732)	$ (103,947)	$ 1,252,559	$ 147,207
Debt Service as a Percentage of Noncapital Expenditures	41.1%	45.9%	31.8%	0.6%	39.2%	39.4%	N/A	N/A	N/A	N/A

Revenue Bond Coverage - Kingsridge Road Project
Special Obligation Bonds
Last Four Fiscal Years

Year	Gross Revenue (1)	Debt Service Requirement (2)	Coverage
2008	-	-	NA
2009	-	278,229	NA
2010	114,969	224,937	51.11%
2011	419,800	419,800	100.00%

Source: District's records

(1) The District receives intergovernmental revenue from Miami Township, Montgomery County.

(2) The 2008-2010 debt service payments were funded through capitalized interest issued in the bond amount.

SOURCE: District's financial records

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

Revenue Bond Coverage - Austin Center Interchange Project
Special Obligation Bonds
Last Two Years

Year	Gross Revenue (1)	Debt Service Requirement	Coverage
2010	281,270	281,270	100.00%
2011	-	1,281,835	0.00%

Source: District's records

(1) The District receives intergovernmental revenue from Miami Township, Montgomery County and the Cities of Miamisburg and Springboro.

Note: The District received $6,289,354 in federal earmarks during 2011 that are used to pay debt service for 2011 through 2015.

SOURCE: District's financial records

Revenue Bond Coverage - Austin Landing Project
Special Obligation Bonds
Last Two Years

Year	Gross Revenue (1)	Debt Service Requirement (2)	Coverage
2010	-	356,528	NA
2011	287,532	663,334	43.35%

Source: District's records

(1) The District receives intergovernmental revenue from Miami Township, Montgomery County.

(2) The 2010-2011 debt service payments were funded through capitalized interest issued in the bond amount. The District also received $222,635 from the federal interest subsidy to pay a portion of the interest due in 2011.

SOURCE: District's financial records

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

Ratio of Special Obligation Bonds per Capita
Last Four Fiscal Years

	Special Obligation Bonds						
Fiscal Year	Austin Interchange	Austin Landing	Kingsridge	Total	State Infrastructure Loan Payable	All Outstanding Debt of District	Montgomery County Per Capita (1)	Net Debt Per Capita
2008	$ -	$ -	$ 4,885,000	$ 4,885,000	$ -	$ 4,885,000	$ 534,626	9.14
2009	-	-	4,880,000	4,880,000	-	4,880,000	532,562	9.16
2010	20,335,000	9,200,000	4,875,000	34,410,000	-	34,410,000	535,153	64.30
2011	19,890,000	9,040,000	4,675,000	33,605,000	2,500,990	36,105,990	535,153	67.47

Source: District records
(1) Information for 2011 was not available from U.S Census Bureau

Top Ten Principal Employers
Last year and Five Years ago

2010

Employer	Employees	Percentage of Total Employment
Wright-Patterson Air Force Base	25,713	10.97%
Premier Health Partners Inc.	14,382	6.14%
Kettering Health Network	6,801	2.90%
Miami University	4,600	1.96%
Montgomery County	4,237	1.81%
Kroger Co	3,000	1.28%
LexisNexis	3,000	1.28%
Wright State University	2,948	1.26%
Honda of America Manufacturing	2,700	1.15%
Dayton Public Schools	2,550	1.09%

2006

Employer	
Wright-Patterson Air Force Base	22,000
Premier Health Partners Inc.	12,291
Kettering Health Network	5,461
Delphi Corp	5,300
Montgomery County	4,840
Dayton Public Schools	4,000
GM Moriane Assembly Plant	3,209
Kroger Co	3,000
Lexis Nexis	3,000
AK Steel	3,000

Source: Montgomery County Annual Financial Report

Note: This information was most recently available information and nothing beyond 2006 could be gathered for the time the District has been in operation. Percentages were not available for 2006 figures.

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

Demographic Statistics
Last Ten Years

YEAR	POPULATION (1)	UNEMPLOYMENT RATE MONTGOMERY COUNTY (2)	PERSONAL INCOME (3)	PER CAPITA PERSONAL INCOME
2002	554,470	5.8%	$ 16,810,295,000	$ 30,318
2003	552,187	6.2%	16,882,037,000	30,573
2004	550,063	6.2%	16,981,109,000	30,871
2005	547,435	6.1%	17,511,898,000	31,989
2006	542,237	5.7%	18,219,910,000	33,601
2007	538,104	6.2%	19,006,005,000	35,320
2008	534,626	6.6%	19,266,895,000	34,732
2009	532,562	12.0%	18,995,875,000	35,669
2010	535,153	10.0%	Not Available	Not Available
2011	535,153	8.3%	Not Available	Not Available

(1) SOURCE: Montgomery County Annual Financial Report and 2011 Census information not available
(2) SOURCE: Ohio Labor Market Information, Ohio Department of Job and Family Services
(3) SOURCE: Montgomer County Annual Financial Report

* The District's first reporting year was 2002.

Full-Time Equivalent Government Employees by Function/Program
Last Ten Years

Function/program	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
General Government:	3	3.5	2	2.5	2.5	2.5	1	1	0	0

Source: Finance Department
Method: Using 1.0 for each full-time employee, and 0.50 for each part-time and seasonal employee

* The District's first reporting year was 2002 and did not officially hire an employee until 2004 as the current Executive Director was provided by a contract from the Dayton Chamber of Commerce. The District's administrative assistant and finance director are provided through contracts presently.

MONTGOMERY COUNTY, OHIO
TRANSPORTATION IMPROVEMENT DISTRICT

Miscellaneous Statistics
December 31, 2011

Date of Creation	2001
County:	Montgomery
County Seat:	Dayton, Ohio
Number of Interstate Highways inside the District:	3 (Interstate 75) (Interstate 70) (Interstate 675)

Source: Transportation Improvement District

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Dave Yost • Auditor of State

MONTGOMERY COUNTY TRANSPORTATION IMPROVEMENT DISTRICT

MONTGOMERY COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 26, 2012

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