

**CITY OF XENIA**



**Single Audit Reports**

**December 31, 2012**





# Dave Yost • Auditor of State

City Council  
City of Xenia  
101 North Detroit Street  
Xenia, Ohio 45385

We have reviewed the *Independent Auditor's Report* of the City of Xenia, Greene County, prepared by Plattenburg & Associates, Inc., for the audit period January 1, 2012 through December 31, 2012. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost  
Auditor of State

August 2, 2013

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**CITY OF XENIA, OHIO**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended December 31, 2012**

<u>Federal Grantor/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant #</u>	<u>Expenditures</u>
<b><u>U.S. DEPARTMENT OF HUD</u></b>			
<i>Pass-Through State Department of Development:</i>			
Community Development Block Grant - Formula Program	14.228	A-F-10-2ER-1	\$67,246
Community Development Block Grant - Formula Program	14.228	A-F-11-2ER-1	50,401
Community Development Block Grant - CDBG Program	14.228	A-T-09-2ER-1	135,193
Community Development Block Grant - CDBG Program	14.228	A-D-11-2ER-1	123,026
			<u>375,866</u>
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>			
<i>Direct Funding</i>			
Equitable Sharing	16.xxx		23,225
Crime Victim Assistance	16.575	2012VAGENE538	44,673
Crime Victim Assistance	16.575	2013VAGENE538	16,296
Violence Against Women Formula Grant	16.588	2011-WF-VA2-8308	59,994
Bullet Proof Vest Partnership	16.607	2010-BUBX-10053858	15,050
Edward Bryne Memorial Justice Assistance Grant	16.738	2011-JG-LLE-5095	6,750
			<u>165,988</u>
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>			
<i>Pass-Through Ohio Department of Transportation</i>			
Xenia Bike Spur	20.205	87368	178,151
<b><u>US ENVIRONMENTAL PROTECTION AGENCY</u></b>			
<i>Passed Through The Ohio Environmental Protection Agency</i>			
NonPoint Source Implementation	66.460	C9975500009	9,876
<b><u>US DEPARTMENT OF HOMELAND SECURITY - FEDERAL EMERGENCY MANAGEMENT AGENCY</u></b>			
<i>Direct Funding</i>			
Staffing for Adequate Fire and Emergency Response	97.044	EMW-2010-FH-01063	213,461
		Total	<u><u>\$943,342</u></u>

**INDEPENDENT AUDITORS' 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***

Honorable Mayor, City Council and City Manager  
City of Xenia, Ohio

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Xenia (the City), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 17, 2013, wherein we noted the City adopted GASB Statement No. 62 and GASB Statement No. 63 as disclosed in Note 17.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

*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 a 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. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be significant deficiencies which are included in finding 2012-1.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from 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*.

## **City's Response to Findings**

The City's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Plattensburg & Associates, Inc.*

Plattensburg & Associates, Inc.

Dayton, Ohio

June 17, 2013

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND  
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Honorable Mayor, City Council and City Manager  
City of Xenia, Ohio

**Report on Compliance for Each Major Federal Program**

We have audited the City of Xenia's (the City) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2012. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the City, complied, in all material respects, with the types of 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, 2012.

**Report on Internal Control over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.



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

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 17, 2013, which contained unmodified opinions on those financial statements, wherein we noted the City adopted GASB Statement No. 62 and GASB Statement No. 63 as disclosed in Note 17. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic 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 basic financial statements or to the basic 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 expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.

Dayton, Ohio

June 17, 2013

**CITY OF XENIA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended December 31, 2012**

**Section I – Summary of Auditor’s Results**

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?	Yes
(d)(1)(iii)	Was there any material reported non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were the any other significant control deficiencies reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under Section .510?	No
(d)(1)(vii)	Major Programs (list):  CFDA# 14.228 Community Development Block Grant CFDA# 20.205 Highway Planning and Construction	
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type B: all others Type A: > \$300,000
(d)(1)(ix)	Low Risk Auditee?	No

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

### **2012–1 Finding Type — Significant Deficiency –Controls Related to Financial Reporting**

The presentation of financial statements and related footnotes that are free of material misstatement is the responsibility of the City’s management. Independent auditors are not part of an entity’s internal control and should not be relied upon by management to detect misstatements in the financial statements.

Thus, it is important that management develop control procedures related to preparing financial statements and footnotes that enable management to prevent and detect potential misstatements in the financial statements and footnotes in a timely manner prior to audit.

Our audit identified misstatements in the City’s financial statements requiring adjustment in order to present the financial statements in accordance with accounting principles generally accepted in the United States of America.

We provided adjustments to the City which corrected the misstatements prior to the issuance of the financial statements. Such misstatements are an indicator that improvements are needed to strengthen existing control procedures related to financial reporting.

Descriptions of the misstatements are as follows:

#### *Misstatement of Restricted Net Position and Unrestricted Net Position*

A significant portion of Net Position was misclassified in the Statement of Net Position.

#### *Accounting for Property Tax Advances*

Property tax advances received during the available period were recorded as revenue. Since the advances are levied for a subsequent period they should be recorded as deferred revenue.

#### *Assigned Fund Balance*

Current year end fund balance amounts that are appropriated in the subsequent year budget should be recorded as assigned fund balance in the current year balance sheet. The City’s assigned amount was not recorded at December 31, 2012.

#### **Recommendation:**

Develop additional systematic, detailed procedures related to the preparation of the financial statements and related footnotes.

#### **Management’s Response:**

The City will upgrade the existing process so that presentation and disclosure errors are prevented and/or detected and corrected.

## **Section III – Federal Award Findings and Questioned Costs**

None

**CITY OF XENIA  
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A-133  
DECEMBER 31, 2012**

**Summary of Prior Audit Findings and Questioned Costs:**

None

VIVID HISTORY. VIBRANT FUTURE.



# COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2012



CITY OF XENIA, OHIO ...

A place to live, work, play, and stay!



# **THE CITY OF XENIA, OHIO**

**GREENE COUNTY**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2012**

Prepared by:  
Department of Finance

Mark A. Bazelak  
Finance Director

Ryan Duke  
Assistant Finance Director

Denise Estle  
Finance Technician

Michelle Johnson  
City Clerk





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GREENE COUNTY, OHIO

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I

*INTRODUCTORY SECTION*



June 21, 2013

President of City Council,  
Honorable Mayor and Council  
City of Xenia, Ohio

Dear Ladies and Gentlemen:

The Comprehensive Annual Financial Report of the City of Xenia, Ohio for the fiscal year ended December 31, 2012 is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City's Finance Department. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City of Xenia's financial activities have been included.

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

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

### **Independent Audit**

State statutes require an annual audit by the State Auditor's Office or, at the State Auditor's discretion, an independent certified public accounting firm. The City and the State Auditor's Office selected the firm Plattenburg and Associates, Inc. to perform the 2012 audit of the City. The auditors' unqualified opinion is included in the Financial Section of this report.

### **Single Audit**

If \$500,000 or more in federal awards is expended in the fiscal year, the City of Xenia is required to undergo an annual single audit in conformity with the provisions of the Single

Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments". The City's expenditures of federal awards in 2012 did require that a single audit be performed. Information related to this single audit can be found in a separate audit report.

As a recipient of federal and state financial assistance, the city is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation and internal audit by City management. As part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state assistance programs, as well as to determine that the City has complied with applicable state and local laws and regulations. The results of the City's single audit for the fiscal year ended December 31, 2012 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

## **GOVERNMENT PROFILE**

Xenia is a City of nearly 26,000 located in southwest Ohio. Xenia was founded in 1803, incorporated in 1817, and became a city in 1834. The legislative authority is comprised of one Mayor and six City Council Members. A City Manager, Finance Director, and Law Director are appointed by the legislative authority and are responsible for day to day administration. The City of Xenia provides a full range of services. These services include police and fire protection; ambulance and paramedic services; water, sewer, stormwater, and sanitation services; the construction and maintenance of highways, streets and infrastructure; zoning and planning services; development functions, and recreational activities.

### **Budget**

According to the City Charter, City Council must provide a list of project priorities to the City Manager prior to July 1<sup>st</sup> of each year. The City Manager must then submit a budget for the ensuing fiscal year on or before October 31<sup>st</sup>. The Council will then review and discuss the budget with staff and appropriate changes will be made. The City must then publish notice that the budget is available for inspection by the public and specify a time and place for a public hearing on the budget. After the hearing has been held Council may make amendments if they desire to do so and adopt the budget. The budget must be adopted prior to April 1<sup>st</sup> of the fiscal year covered by the budget.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the level of personnel services, operating expenses, and capital outlay through an appropriations ordinance passed by City Council. The appropriation ordinance controls expenditures by fund except for the general fund where it is controlled by department. Only City Council may transfer appropriations between personnel services and operating expenses, or between operating and capital outlay, or between capital outlay and personnel services. In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriations budget approved by the City Council. Activities of all of the City's funds are included in the appropriations budget. The City's budget accounts for transactions on a basis of cash receipts and cash disbursements rather than on the basis of generally accepted accounting principles that measure revenues and expenditures using the accrual or modified accrual basis of accounting. The City also maintains a purchase order and encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered



amounts carry-over at year-end and are re-appropriated as part of the following year's budget.

## **ECONOMIC CONDITIONS**

### **Local Economy**

The City is seeing some improvement in the local economy. Unemployment in the City fell from 10.5% in 2010 to 8.9% in 2011. In 2012 the rate dropped again to 8.0%. Attracting higher paying jobs has proven to be difficult. A majority of households in the City had taxable income of less than \$20,000 in 2012 which speaks to the need to improve the City's tax base. Despite challenges with the income demographic the City's financial outlook is positive. The passage of an income tax levy in 2010 has helped to bring some financial stability to the organization. The City currently has an A-1 bond rating from Moody's. That bond rating has allowed the City access to low interest rate financing options for a variety of purposes. The City's reserve fund balance, quality management strategies, and a low debt ratio, helped preserve an attractive bond rating despite high unemployment rates and a lagging local economy.

### **Long Term Financial Planning**

In November of 2010 a ballot initiative passed increasing the City's income tax rate from 1.75% to 2.25%. Half of the increase was for the purpose of supporting police and fire operations. The increase allowed the City to restore laid off Police Officers and Firefighters, and reopen Fire Station #2. The other half of the increase was to fund capital improvement projects including \$500,000 annually dedicated to street improvements.

While an increased income tax rate has most certainly improved the City's financial situation, administration recognizes numerous challenges in the coming years. Local government funds have been cut significantly at the State level and the City projects that it will lose more than 1 million dollars in revenue annually by 2014. Other major concerns include unemployment rates, increased health care and commodity costs, income demographics, high service demands, and an aging infrastructure. The City has explored several options which may provide the City with additional revenue. In 2012 the City entered into an agreement with Central State University to provide EMS and fire protection services. In recent years the City also entered into a Joint Economic Development District agreement with the township for an elementary school located outside of City limits. Other potential opportunities and partnerships continue to be explored and evaluated. While the City may pursue these other revenue generating initiatives, strong economic development is an absolute necessity.

An income tax rebate program was instituted in 2010 in an effort to make Xenia more attractive to new businesses or those looking to expand. The City is seeking to increase the availability of suitable sites for economic development. The sites will be developed as environmentally clean industrial/commercial parks. One such park that has begun to develop is the OVCH South Industrial Park. The City currently utilizes rural enterprise zone agreements which give partial tax abatement for real property taxes. The City of Xenia will continue to provide financial and marketing assistance to promote retention and expansion of existing businesses and to attract new business.

The City's infrastructure is in need of great repair, and the passage of an income tax levy in 2010 to fund capital improvement projects began addressing those needs. The City has continued to maintain, review, and update yearly a five-year capital improvement

program that provides a framework for the maintenance and expansion of the infrastructure to meet current and future needs. The City Council has taken a strong leadership role in this area to ensure that public infrastructures are maintained and will be in place to facilitate continuing economic development.

The City has continued an aggressive program to improve and increase services and to repair, replace and expand its public facilities, streets and utilities systems. The utilization of the State's Issue 2 and Local Transportation Improvement Program has helped fund twenty (21) such projects totaling \$6,596,531 since their inception.

### **Relevant Financial Policies**

The City has a policy to maintain at least a two month operating reserve in its key operating funds. It is also expected that the key operating funds have a positive cash flow. That is, operating revenues should exceed operating expenses in those funds. To comply with these expectations management has taken action and made tough decisions including the elimination of several positions. These policies have allowed the City to meet all of its obligations, maintain a respectable bond rating, and sustain a balance which can be utilized in the case of emergency. In 2012 the City approved a new debt policy and local preference ordinance. The City has a number of policies in place to ensure compliance with the City Charter and State law and to maintain adequate internal controls.

## **MAJOR INITIATIVES**

### **For the Year**

The City has continued to establish and work towards clearly defined goals and objectives. During the budget review process, goals and objectives are developed and prioritized by the City Council and City Staff. The goal and objective setting process drives the organization. It is a continuous cycle of reviewing short and long-term goals, setting goals and objectives, evaluating the results, and reassessing short and long-term goals and their priority. In preparing the 2012 budget, the City identified several major programs/projects needed to meet citizens' needs for cost effective services, to comply with applicable mandated federal and state requirements and to maintain the City's infrastructure.

These programs/projects include:

- Completed Shawnee Park Improvement Project
- Completed mural on downtown building
- Continued the annual street resurfacing project
- Completed the Bike Spur Enhancement project
- Completed fiber installation for Shawnee Park and Fire Station 1
- Completed the Public Safety Study
- Continued work on the Information Technology Strategic Plan
- Continued work on the Comprehensive Strategic Plan (X-Plan)
- Continued remediation efforts on environmental issues through the Clean Ohio Revitalization Fund for the Hooven and Allison and the Athletes in Action sites
- Completed Phase 1 of Contract B for improvements at the Glady Run Wastewater Treatment Plant

- Completed design of Phase 1 of the Ford Road Interceptor Sewer
- Began catch basin rehabilitation program
- Completed construction of the Jamestown Connector Tunnel
- Continued the Downtown Façade Loan and Architectural Design programs
- Continued the Programmable Logic Controller System Upgrades for the Water Treatment Plant
- Purchased street sweeper and fire pumper
- Began design of the Detroit and Kinsey Intersection Improvements
- Completed surveillance camera system for Shawnee Park, Xenia Station, and Service Center
- Completed installation of emergency generators at City Hall and Service Center
- Adopted the Economic Development Strategic Plan
- Adopted a debt policy and a local preference ordinance
- Approved a contract for EMS/Fire services for Central State University
- Approved a contract with the Ohio Department of Administrative Services for a Multi-Agency Radio Communication System (MARCS)
- Began working on a Joint Economic Development District contract with Xenia Township for the Central State and Wilberforce Universities area

### **For the Future**

Xenia leaders commissioned a Comprehensive Plan update in order to build a shared vision with Xenia Citizens of how to make Xenia the best it can be. The resulting product – called X Plan – envisions what Xenia will be like in 20 years and provides step by step directions on how to turn the vision into reality.

X-Plan replaces the 1997 Xenia Urban Service Area Land Use Plan as Xenia’s official growth and development policy. X-Plan augments and informs Xenia’s development regulations such as zoning and informs public and private decision making regarding the location and quality of future land use, development and infrastructure investments. X-Plan also outlines strategies for economic development, downtown and neighborhood revitalization, and image improvement. X-Plan’s recommendations are directly linked to high-priority planning issues as enumerated, defined and prioritized by residents and stakeholders.

In the summer of 2011 Xenia City Council charged public safety and administrative leadership with developing a comprehensive study on fire/rescue and police services. As part of this instruction, staff was asked to make recommendations on changes to public safety operations deemed appropriate to improve the cost effectiveness of services and ensure high quality provision of services into the future. Administrative leadership spent more than 10 months conducting an exhaustive assessment of current services and developing a series of recommendations for law enforcement, parking enforcement, 911/dispatch, and fire suppression and rescue services.

The report's assessment of services detailed the staffing history leading to current authorized strength of force and the operational impact of current staffing levels as

well as providing extensive analysis of best practices for public safety staffing. The general position of administrative leadership outlined in the report is that current staffing levels are *minimally adequate* to provide appropriate services levels; however, additional cuts to staffing to any degree would have an immediately detrimental impact to the timeliness, reliability and effectiveness of public safety operations.

Current staffing levels and operational commitments limit the City's ability to provide proactive services, specifically community outreach and education—and on the fire/rescue side, inspection services. Additional staffing would be necessary to fully commit to community policing models for law enforcement and more active and timely outreach for fire inspection and education services. Current and projected resources do not permit the addition of staff for these purposes and so a measured approach to the provision of these services is recommended, insomuch as public safety conducts these efforts whenever and however daily staffing might permit.

As part of its assessment, administrative leadership staff considered issues regarding facilities and their locations and the impact of current facilities on the provision of services. For both fire/rescue and police services, there is general consensus that current public safety facilities and their locations are not conducive to good service provision, high visibility, or general accessibility. The City continues to evaluate various facility options.

The City is in the midst of conducting an information technology study. As the City increasingly depends on the use of information technology to reduce costs and improve service delivery to our citizens, the need for long-range planning becomes critical. The plan endeavors to align City objectives with technology initiatives. The initiatives are intended to provide a high level of customer service, and to develop and sustain technology systems and infrastructure.

The major projects planned for 2013 are to continue the street resurfacing program; upgrade City phone Systems; resurface the Little Miami Trail bike path; complete the radio and console purchase for police, fire, and dispatch; award a contract for a telecommunications consultant on a wireless/fiber project; design and construction for rehabilitation of Simon Kenton elementary for a Municipal Administration Building; design rehabilitation of City Hall into a Justice Center for Police and Municipal Court; complete US 42/Ledbetter Road Intersection improvements; design for US 35/Hospitality drive Intersection Improvements; continue environmental remediation efforts for Hooven and Allison and Athletes in Action sites; begin Ford Road Trunk Sewer Rehabilitation – Phase 1; continue the Wayfinding Signage program for eastern, northwestern, and downtown Xenia; Water Plant property acquisitions; continue Programmable Logic Controller System Upgrades; continue Catch Basin/Storm Sewer Repair program; complete the Comprehensive Plan (X-Plan); complete the Information Technology Strategic Plan and Disaster Recovery Plan; complete the Downtown Façade Loan Program; approve an Economic Impact Analysis Policy; continue contract negotiations with Xenia Township on a Joint Economic Development District for Central State and

Wilberforce Universities area; and begin a sliplining and lateral rehabilitation program for sewer.

## **AWARDS AND ACKNOWLEDGMENTS**

### **Awards**

The Government Finance Officer's Association (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the City of Xenia for its comprehensive annual financial report for the year ended December 31, 2011. This was the twenty-eighth consecutive year that the City has received the prestigious award. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report. The report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of only one year. We believe our current report will also conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received special recognition from the Ohio House of Representatives for being presented the certificate of excellence for the 2010 Comprehensive Annual Financial Report.

### **Acknowledgments**

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. I would like to express my appreciation to all members of the Finance Department and especially to the Assistant Finance Director.

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

Respectfully submitted,



Mark A. Bazalak  
Finance Director

**CITY OF XENIA, OHIO**

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*List of Principal Officials  
For the Year Ended December 31, 2012*

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**CITY COUNCIL**

Michael Engle	President
Jeanne Mills	Vice President
Marsha Bayless	Mayor
Joshua Long	
Dale Louderback	
John Caupp	
Wesley Smith	

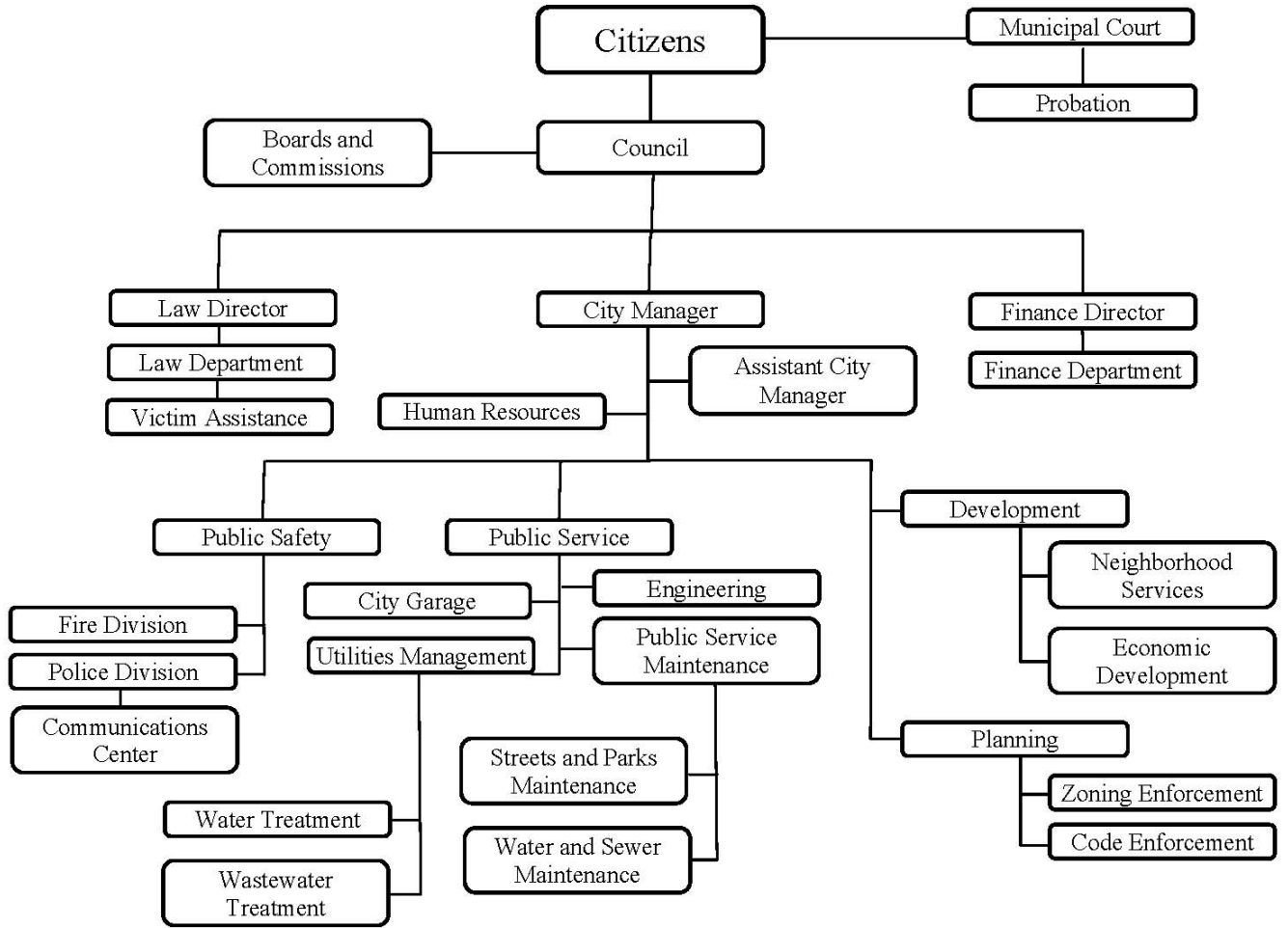
**APPOINTED OFFICIALS**

Ronald C. Lewis	Law Director
Mark A. Bazalak	Finance Director
James W. Percival	City Manager

**DEPARTMENT OF FINANCE STAFF**

Mark A. Bazalak	Finance Director
Ryan Duke	Assistant Finance Director
Diana Steck	Accounts Receivable Manager
Edgar Cardenas	Information Technology Manager
Craig Birchard	Information Technology Technician
Michelle Johnson	City Clerk
Denise Estle	Finance Technician/Finance
Mary Ann Richardson	Finance Clerk/Accounts Payable
Bill McCarthy	Finance Clerk/Payroll
Dennis W. Evans	Finance Clerk/Income Tax
Karly Burns	Finance Clerk/Income Tax
Angela Ferrero	Finance Clerk/Income Tax
Janette Reedy	Finance Clerk/Utility Billing
Deborah Smith	Finance Clerk/Utility Billing
Jason Lake	Finance Clerk/Utility Billing
Julie Willis	Finance Clerk/Utility Billing

**CITY OF XENIA, OHIO**

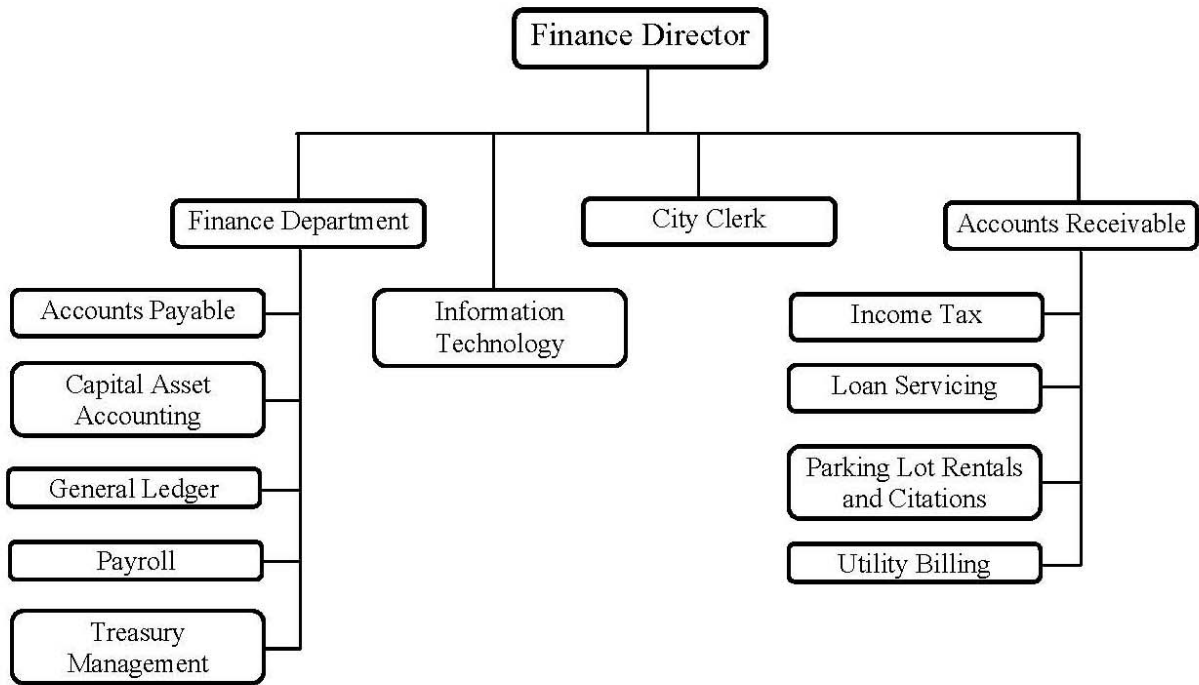


- Commissions**
- Records
  - Traffic
  - Civil Service
  - Planning and Zoning

- Boards**
- Loan Trust
  - Tax Appeals
  - Zoning Appeals
  - Recreation, Arts & Cultural Activities

CITY OF XENIA, OHIO

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Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

City of Xenia  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

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.



*Christopher P. Moirrell*

President

*Jeffrey R. Emer*

Executive Director



II

*FINANCIAL SECTION*



## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager  
City of Xenia, Ohio

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Xenia (the City) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

In our opinion, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, State Gas & Vehicle License Fund, and Police & Fire Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Emphasis of Matter

As described in Note 17 to the financial statements, in 2012, the City adopted new accounting guidance; GASB Statement No. 62 and GASB Statement No. 63. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information on pages 3–14 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.

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 17, 2013, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Plattenburg & Associates, Inc.*

Plattenburg & Associates, Inc.

Dayton, Ohio

June 17, 2013

*Management's Discussion and Analysis  
For the Year Ended December 31, 2012*

*Unaudited*

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The discussion and analysis of Xenia City's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2012. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

**FINANCIAL HIGHLIGHTS**

**Key financial highlights for 2012 are as follows:**

The total change in the net position of Xenia City was \$2,568,459. The net position of governmental activities increased \$1,485,078, which represents a 3.33% increase from 2011. The net position of business-type activities increased by \$1,083,381 or 3.37% from 2011.

General revenues accounted for \$17.0 million or 53.0% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$15.1 million or 47.0% of total revenues of \$32.1 million.

The total assets of governmental activities increased by \$1,485,078 due in large part to an income tax rate increase passed by voters in November of 2010. 2012 was the first full year of collections at the higher rate. The City's 2012 income tax collections were \$1.3 million dollars higher than what was collected in 2011. Cash, Cash Equivalents, and Investments decreased only \$68,402 while capital assets also decreased \$147,991. The governmental funds did record the additions of some major capital assets such as improvements at Shawnee Park, emergency generators, and substantial street improvements in 2012. However, a large asset was also transferred to the business type funds. In 2011 the Governmental funds recorded as construction in progress a project funded by issue 2 dollars to construct a new 20" water main running into town from the City water plant. When the project was completed in 2012 the asset was transferred into the Water Fund. A large portion of the improvements at Shawnee Park were also included as construction in progress in 2011.

The City had \$19.3 million in expenses related to governmental activities; \$4.7 million of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$16.1 million provided additional support for these programs.

The general fund had \$8.7 million in revenues, \$3.4 million in expenditures and transfers to other funds of \$4.6 million. Due to changes in GASB 54 balances, revenues, and expenses, once recorded in a separate recreation fund are now reported in the general fund. The general fund balance increased from \$2,119,749 to \$2,812,741.

The net position for business-type activities increased \$1,083,381. The Water, Sewer, Sanitation, Storm Water, Loan, Parking Revenue, CDBG and UDAG Revolving Loan, and Housing Rehabilitation Loan funds all experienced increases in net position. The Water, Sewer, and Sanitation funds all experienced solid increases in 2012. The Water Fund benefited from the transfer of a 20" water main from the issue 2 fund. The Sewer Fund experienced a decrease in its operating expenses while its charges for services increased, and the Sanitation Fund maintained both its operating revenues and its operating expenses. The Housing Rehabilitation Fund experienced a nice increase as well as grant revenues reimbursing expenses incurred in previous years began to come in.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – management's discussion and analysis, the basic financial statements, required supplementary information, and an optional section that presents combining statements for nonmajor governmental funds, nonmajor enterprise funds and internal service funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

The Government-Wide Financial Statements – These statements provide both long-term and short-term information about the City's overall financial status.

The Fund Financial Statements – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

### *Government-Wide Financial Statements*

The government-wide financial statements report information about the City as a whole, using accepted methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide financial statements report the City's net position and how it has changed. Net-position (the difference between the City's assets and liabilities) is one way to measure the City's financial health or standing.

Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the City, additional non-financial factors such as property tax base and current property tax laws as well as diversification in income tax base must be considered.

The government-wide financial statements of the City are divided into two categories:

Governmental Activities – Most of the City's programs and services are reported here including public safety, public health and welfare services, recreation, urban redevelopment and housing, economic development, highways and streets, and general government.

Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. All of the City's enterprise activities are reported as business-type activities.



***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

***Fund Financial Statements***

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

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

***Proprietary Funds*** – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

***Fiduciary Funds*** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. All of the City's fiduciary activities are reported in the separate Statement of Fiduciary Assets and Liabilities.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The following table shows a comparison of net position between 2012 and 2011.

	Governmental Activities	Governmental Activities	Business-type Activities	Business-type Activities	Total	Total
	2012	2011	2012	2011	2012	2011
Current and other assets	\$15,888,384	\$15,359,589	\$13,423,425	\$12,076,872	\$29,311,809	\$27,436,461
Capital assets, net	36,625,713	36,773,704	30,250,352	29,176,530	66,876,065	65,950,234
Total assets	<u>52,514,097</u>	<u>52,133,293</u>	<u>43,673,777</u>	<u>41,253,402</u>	<u>96,187,874</u>	<u>93,386,695</u>
Long-term debt outstanding	4,006,592	4,476,050	9,386,066	8,457,724	13,392,658	12,933,774
Other liabilities	2,432,975	3,067,791	1,013,570	604,918	3,446,545	3,672,709
Total liabilities	<u>6,439,567</u>	<u>7,543,841</u>	<u>10,399,636</u>	<u>9,062,642</u>	<u>16,839,203</u>	<u>16,606,483</u>
Net position						
Net investment in						
capital assets	34,504,785	34,113,956	22,441,680	22,250,312	56,946,465	56,364,268
Restricted	5,408,855	8,188,065	170,077	120,288	5,578,932	8,308,353
Unrestricted	6,160,890	2,287,431	10,662,384	9,820,160	16,823,274	12,107,591
Total net position	<u>\$46,074,530</u>	<u>\$44,589,452</u>	<u>\$33,274,141</u>	<u>\$32,190,760</u>	<u>\$79,348,671</u>	<u>\$76,780,212</u>

**CITY OF XENIA, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

Change in Net Position – The following table shows the changes in net position for the fiscal year 2012 compared to 2011.

	Governmental Activities	Governmental Activities	Business-type Activities	Business-type Activities	Total	Total
	2012	2011	2012	2011	2012	2011
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for services and sales	\$3,568,498	\$3,257,412	\$9,955,702	\$9,206,450	\$13,524,200	\$12,463,862
Operating grants and contributions	865,437	398,496	490,531	714,903	1,355,968	1,113,399
Capital grants and contributions	261,306	1,634,700	0	383,879	261,306	2,018,579
<b>General Revenues:</b>						
Income taxes	12,276,122	10,969,297	0	0	12,276,122	10,969,297
Other local taxes	37,308	36,655	0	0	37,308	36,655
Property Taxes	1,807,780	1,361,654	0	0	1,807,780	1,361,654
Motor vehicle and gasoline taxes	1,225,059	1,418,289	0	0	1,225,059	1,418,289
Intergovernmental, unrestricted	1,283,809	1,895,351	0	0	1,283,809	1,895,351
Investment earnings	38,295	63,913	0	0	38,295	63,913
Miscellaneous	329,715	385,043	0	0	329,715	385,043
<b>Total revenues</b>	<b>21,693,329</b>	<b>21,420,810</b>	<b>10,446,233</b>	<b>10,305,232</b>	<b>32,139,562</b>	<b>31,726,042</b>
<b>Expenses</b>						
<b>Program Expenses</b>						
General government	3,567,483	3,677,014	0	0	3,567,483	3,677,014
Public safety	12,526,166	12,065,050	0	0	12,526,166	12,065,050
Health	0	0	0	0	0	0
Highways and streets	2,057,537	2,409,163	0	0	2,057,537	2,409,163
Urban Redevelopment & Housing	112,822	139,753	0	0	112,822	139,753
Economic development & Assistance	468,359	151,523	0	0	468,359	151,523
Recreation	527,634	272,941	0	0	527,634	272,941
<b>Debt service:</b>						
Interest and fiscal charges	69,614	67,642	0	0	69,614	67,642
Water	0	0	3,907,856	3,075,621	3,907,856	3,075,621
Sewer	0	0	4,030,678	4,346,983	4,030,678	4,346,983
Sanitation	0	0	1,674,999	1,642,102	1,674,999	1,642,102
Storm Water	0	0	339,906	324,722	339,906	324,722
Other enterprise funds	0	0	288,049	267,108	288,049	267,108
<b>Total expenses</b>	<b>19,329,615</b>	<b>18,783,086</b>	<b>10,241,488</b>	<b>9,656,536</b>	<b>29,571,103</b>	<b>28,439,622</b>
<b>Change in net position</b>						
before transfers	2,363,714	2,637,724	204,745	648,696	2,568,459	3,286,420
Transfers	(878,636)	104,499	878,636	(104,499)	0	0
<b>Change in net position</b>	<b>1,485,078</b>	<b>2,742,223</b>	<b>1,083,381</b>	<b>544,197</b>	<b>2,568,459</b>	<b>3,286,420</b>
Beginning net position	44,589,452	41,847,229	32,190,760	31,646,563	76,780,212	73,493,792
<b>Ending net position</b>	<b>\$46,074,530</b>	<b>\$44,589,452</b>	<b>\$33,274,141</b>	<b>\$32,190,760</b>	<b>\$79,348,671</b>	<b>\$76,780,212</b>

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

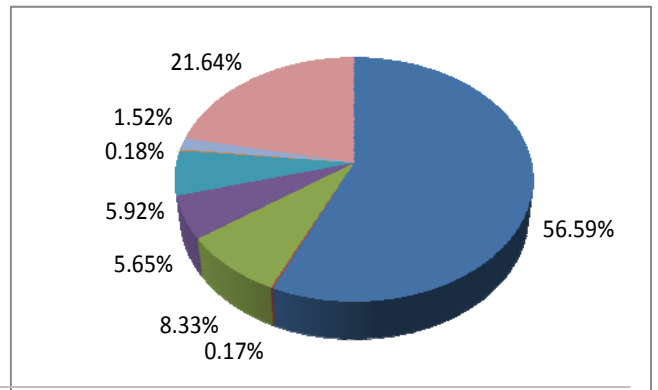
***Governmental Activities***

Net position of the City's governmental activities increased by \$1,485,078. This increase can be attributed primarily to a change in the income tax rate resulting in higher income tax collections. 2012 was the first full year in which the City collected at the higher rate. Property taxes and charges for service were also up in 2012. Expenses did increase significantly in public safety, economic development, and recreation. The revenues however were sufficient in offsetting the increased expenditures in 2012.

The City receives an income tax, which is based on 2.25% of all salaries, wages, commissions and other compensation and on net profits earned from residents living or working within the City. This rate was increased from a previous rate of 1.75% in January of 2011

Property taxes and income taxes made up 8.33% and 56.59% respectively of revenues for governmental activities for the City in fiscal year 2012. The City's reliance upon tax revenues is demonstrated by the following graph indicating 70.74% of total revenues are general tax revenues.

Revenue Sources	2011	Percent of Total
Municipal income taxes	\$12,276,122	56.59%
Other local taxes	37,308	0.17%
Property taxes	1,807,780	8.33%
Motor vehicle and gas taxes	1,225,059	5.65%
Intergovernmental , unrestricted	1,283,809	5.92%
Investment earnings	38,295	0.18%
Miscellaneous	329,715	1.52%
Program revenues	4,695,241	21.64%
Total Revenue	<u>\$21,693,329</u>	<u>100.00%</u>



***Business-Type Activities***

Net position of the business-type activities increased \$1,083,381. Four funds accounted for the majority of change in the business type activities. The Water Fund's expenses were up substantially while its revenues increased slightly. The addition of an asset funded primarily by the State Issue 2 fund is responsible for a net increase in the fund's position. The Sewer Fund experienced a decrease in its operating expenses yet a significant increase in operating revenues. In 2011 a large customer had a significant change in usage resulting in lower collections. In 2012 the customer's usage was more typical therefore positively affecting the charges for services. The Sanitation Fund's revenues and expenses were consistent with those in 2011 while the Housing Rehabilitation Fund began to receive grant reimbursements related to expenses incurred in prior years.

**CITY OF XENIA, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

The City's governmental funds reported a combined fund balance of \$10,476,596 which is an increase from last year's balance of \$10,372,478. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2012 and 2011:

	<u>Fund Balance December 31, 2012</u>	<u>Fund Balance December 31, 2011</u>	<u>Increase (Decrease)</u>
General	\$2,812,741	\$2,119,749	\$692,992
State Gas and Vehicle License	504,139	410,051	94,088
Police & Fire Fund	2,450,708	2,866,466	(415,758)
Capital Improvements	2,130,590	2,510,777	(380,187)
Other Governmental	2,578,418	2,465,435	112,983
Total	<u>\$10,476,596</u>	<u>\$10,372,478</u>	<u>\$104,118</u>

*General Fund – Revenues:* General Fund revenues in 2012 decreased approximately 6.9% compared to revenues in fiscal year 2011 as shown in the chart below. While income taxes grew, property taxes, local government revenue from the State, and grant dollars were all down. The City created a Probation Services Fund in 2012. Grants previously recorded in the General Fund for this service are now receipted into the Probation Services Fund.

	<u>2012 Revenues</u>	<u>2011 Revenues</u>	<u>Increase (Decrease)</u>
Municipal Income Taxes	\$5,114,701	\$4,832,824	\$281,877
Other Local Taxes	882,488	1,064,394	(181,906)
State Shared taxes and permits	1,196,980	1,871,968	(674,988)
Intergovernmental grants	0	93,875	(93,875)
Charges for services	33,694	30,494	3,200
Fines, costs, forfeitures, Licenses and permits	1,025,997	1,045,890	(19,893)
Miscellaneous receipts including interest earnings	442,453	356,435	86,018
Total	<u>\$8,696,313</u>	<u>\$9,295,880</u>	<u>(\$599,567)</u>

**CITY OF XENIA, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

*General Fund – Expenditures:* General Fund expenditures decreased \$398,974 over the prior year. The majority of the decrease is related to general government expenditures. This decrease is the result of the creation of the Probation Services Fund. Expenses previously recognized in the general fund are now represented separately in a special revenue fund.

	2012 Expenditures	2011 Expenditures	Increase (Decrease)
General Government	\$2,804,192	\$3,149,741	(\$345,549)
Public Safety	112,895	159,860	(46,965)
Highways and Streets	242,998	241,757	1,241
Urban Redevelopment & Housing	84,578	115,864	(31,286)
Economic Development & Assistance	18,084	2,339	15,745
Recreation	166,091	158,251	7,840
Total	\$3,428,838	\$3,827,812	(\$398,974)

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

For the General Fund, final budget basis revenue of \$9.13 million did not significantly change over the original budget estimates of \$9.14 million. The final budgeted expenditures of \$3.84 million did not significantly exceed original appropriations of \$3.65 million. The largest change in appropriations in the General Fund was related personnel expenses in the Municipal Court. The City budgeted transfers of \$4,634,000 million in the original budget and adjusted that number by only \$10,000 in the final budget. The largest variances among revenues between final budget amounts and actual revenues was in State shared taxes and permits and in fines, costs, forfeitures, licenses, and permits. State shared taxes were down because estate taxes were less than expected and fines and costs were up do to municipal court revenues including criminal court costs coming in over what was estimated. When comparing 2012 budgeted expenses to actual the City only considers the variance in public safety to be significant. The other variances are a small percentage of what was budgeted and can be attributed to ordinary contingencies budgeted on a regular basis. The variance in public safety can primarily be attributed to contractual services or engineering services within the engineering department that were not utilized. The vacancy of a construction inspector position for a period of time throughout the year was also a contributing factor. The General Fund had an adequate fund balance to cover expenditures.

**CITY OF XENIA, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

*Capital Improvement Fund* – The City's General Capital Improvement Fund revenues decreased by \$314,882 or 14.07% compared to 2011. The decrease can be attributed primarily to a reduction in grant funded projects in the Capital Improvement Fund in 2012. Reduced interest revenues were another contributing factor.

	2012 Revenues	2011 Revenues	Increase (Decrease)
Income Taxes	\$1,296,994	\$1,220,171	\$76,823
Other Local Taxes	37,308	39,053	(1,745)
Intergovernmental Grants	525,004	833,956	(308,952)
Charges for Services	100	250	(150)
Fines, Costs, Forfeitures, Licenses and Permits	0	0	0
Miscellaneous Receipts including interest earnings	64,173	145,031	(80,858)
	\$1,923,579	\$2,238,461	(\$314,882)

Capital improvement fund expenditures increased by \$295,225 in 2012. Major projects such as the emergency generators at City Hall and the Public Service Center, Shawnee Park improvements, street resurfacing, the paving of several parking lots, a mini trackhoe, the bike spur enhancement, and Clean Ohio Assistance Fund projects, contributed to the increase.

	2012 Expenditures	2011 Expenditures	Increase (Decrease)
Capital Outlay	\$2,114,645	\$1,927,569	\$187,076
Debt Service:			
Principal retirement	161,101	71,770	89,331
Interest & Fiscal Charges	28,020	9,202	18,818
	\$2,303,766	\$2,008,541	\$295,225

The primary funding source for the capital improvements fund is income tax revenue. Intergovernmental grants are another major contributor toward capital projects. In better rate environments interest earnings are another significant source of revenue for the fund.

**CITY OF XENIA, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

*Enterprise Funds* – The City's enterprise funds reported a net position of \$33,205,632 which is an increase from last year's balance of \$32,091,305. The schedule below indicates the net position and the total change in net position by activity as of December 31, 2012 and 2011. The change in net position in the Enterprise funds was an increase of 3.36%.

	Net Position <u>December 31, 2012</u>	Net Position <u>December 31, 2011</u>	Increase (Decrease)
Water	\$12,304,125	\$11,977,688	\$326,437
Sewer	11,103,916	10,835,957	267,959
Sanitation	1,393,673	1,079,620	314,053
Storm Water	6,443,959	6,439,246	4,713
Other Enterprise	1,959,959	1,758,794	201,165
<b>Total</b>	<b><u>\$33,205,632</u></b>	<b><u>\$32,091,305</u></b>	<b><u>\$1,114,327</u></b>

Water and sewer operating and non-operating revenues and expenditures are shown below:

	Water			Sewer		
	2012	2011	Increase (Decrease)	2012	2011	Increase (Decrease)
Operating Revenues	\$3,256,364	\$3,139,322	\$117,042	\$4,160,752	\$3,431,894	\$728,858
Non-Operating Revenues	65,572	88,590	(23,018)	128,436	297,748	(169,312)
<b>Total</b>	<b><u>\$3,321,936</u></b>	<b><u>\$3,227,912</u></b>	<b><u>\$94,024</u></b>	<b><u>\$4,289,188</u></b>	<b><u>\$3,729,642</u></b>	<b><u>\$559,546</u></b>
Operating Expenses	\$3,865,614	\$3,039,348	\$826,266	\$3,835,235	\$4,131,349	(\$296,114)
Non-Operating Expenses	31,311	32,452	(1,141)	185,994	210,700	(24,706)
<b>Total</b>	<b><u>\$3,896,925</u></b>	<b><u>\$3,071,800</u></b>	<b><u>\$825,125</u></b>	<b><u>\$4,021,229</u></b>	<b><u>\$4,342,049</u></b>	<b><u>(\$320,820)</u></b>

**GENERAL FUND BUDGETARY HIGHLIGHTS**

During the year there was a \$269,688 increase in appropriations between the original and final amended budget. These supplemental appropriations were made to cover an interfund loan to the Housing Rehabilitation Fund; personnel expenses in the Municipal Court and in park maintenance; a transfer into the Tax Increment Financing Fund; and other minor operating expenses. None of the adjustments would be considered significant in the General fund. Transfers were made from the General Fund to several other funds to cover operating costs. The most significant transfer was to the Police and Fire Fund in an amount that exceeded 4 million dollars. Transfers were also made to the Probation Services Fund, Parking Enforcement Fund, Tax Increment Financing Fund, and the Victim Witness Fund to cover operating costs.

**CITY OF XENIA, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal year 2012 the City had \$66,876,065 net of accumulated depreciation invested in land, buildings, equipment and vehicles. Of this total, \$36,625,713 was related to governmental activities, and \$30,250,352 was related to business-type activities. The following table shows fiscal year 2012 and 2011 balances:

	<u>Governmental Activities</u>		<u>Increase (Decrease)</u>
	<u>2012</u>	<u>2011</u>	
Land	\$16,203,413	\$16,210,287	(\$6,874)
Land Improvements	2,245,194	2,245,194	0
Buildings	7,894,904	6,816,058	1,078,846
Equipment	8,943,110	8,519,856	423,254
Infrastructure	16,285,036	15,763,408	521,628
Construction In Progress	752,822	1,625,763	(872,941)
Less: Accumulated Depreciation	<u>(15,698,766)</u>	<u>(14,406,862)</u>	<u>(1,291,904)</u>
Total	<u><u>\$36,625,713</u></u>	<u><u>\$36,773,704</u></u>	<u><u>(\$147,991)</u></u>

	<u>Business-Type Activities</u>		<u>Increase (Decrease)</u>
	<u>2012</u>	<u>2011</u>	
Land	\$484,280	\$484,280	\$0
Land Improvements	574,767	574,767	0
Buildings	9,852,145	9,852,145	0
Equipment	54,582,552	52,696,723	1,885,829
Construction In Progress	2,368,404	963,879	1,404,525
Less: Accumulated Depreciation	<u>(37,611,796)</u>	<u>(35,395,264)</u>	<u>(2,216,532)</u>
Total	<u><u>\$30,250,352</u></u>	<u><u>\$29,176,530</u></u>	<u><u>\$1,073,822</u></u>

There was a slight decrease in governmental activities' capital assets. There were only a few large additions in the governmental funds, those being improvements at Shawnee Park, emergency generators, and street improvements. The majority of the value of the park improvements and generators were captured as construction in progress in 2011. Therefore the actual additions were minimal and were exceeded by the depreciation on capital assets. There was an increase in asset value in Business-type activities which for the most part can be attributed to the addition of a 20" water main that was constructed. Other major additions included a street sweeper and numerous catch basin replacements.

Additional information on the City's capital assets can be found in Note 9.



***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

**Debt**

At December 31, 2012 the City had \$1,751,631 in bonds outstanding, \$174,473 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2012 and 2011:

	2012	2011
Governmental Activities:		
General Obligation Bonds	\$1,642,248	\$1,803,712
Capital Leases Payable	478,680	856,036
Compensated Absences	1,885,664	1,816,302
Total Governmental Activities	4,006,592	4,476,050
Business-Type Activities:		
General Obligation Bonds	109,383	120,288
Landfill Liability	934,435	956,638
Compensated Absences	472,882	454,580
Capital Leases Payable	1,314,314	1,416,485
Loans Payable	6,555,052	5,509,733
Total Business-Type Activities	9,386,066	8,457,724
	\$13,392,658	\$12,933,774

Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. At December 31, 2012, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Notes 12, 13, and 14.

**ECONOMIC FACTORS**

The National economic downturn has resulted in a significant number of job losses in the Xenia community. Unemployment rates have improved over the last few years but are still not flattering. The national unemployment rate at the end of 2011 was 7.6%. The state had an unemployment rate of 6.6%, the county 6.4% and the City of Xenia 8.0%. The city's rate has decreased from 10.5% in 2010 but is still of concern to City management. There continue to be far too many households with little or no taxable income within the community. More than 64% of households in the City had a taxable income of less than \$20,000. Economic development and job creation continues to be a top priority for Council and Management. In 2011 the City evaluated its economic development activities. Administration organized an Economic Development Review Committee, consisting of local business and development professionals. The committee also included the XEGC Director, the City Manager, and the Finance Director. The committee conducted its review of challenges and opportunities on various matters related to economic development services for the City of Xenia. The conclusion of the committee was that due to limited external funding options, economic development services for the City should be incorporated as an in-house City service effective 2012. City Council tasked the City Manager with developing recommendations for the institution of an economic development office under his charge. Administration evaluated various departmental structures and incorporated economic development functions in November of 2011.

*Management's Discussion and Analysis  
For the Year Ended December 31, 2012*

*Unaudited*

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**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact Mark A. Bazalak, Finance Director of Xenia City.

**CITY OF XENIA, OHIO**

**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2012**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Cash and cash equivalents	\$ 2,569,785	\$ 3,035,467	\$ 5,605,252
Investments	5,888,553	6,955,680	12,844,233
Receivables:			
Taxes, including interest, penalties and liens	4,905,872	0	4,905,872
Intergovernmental	1,436,287	170,077	1,606,364
Accounts	729,553	1,266,619	1,996,172
Special assessments, including liens	152,084	45,786	197,870
Loans	0	1,294,985	1,294,985
Accrued interest	8,373	9,861	18,234
Grants	287,485	415,194	702,679
Allowance for uncollectible accounts	(430,512)	(28,758)	(459,270)
Interfund balances	47,396	(47,396)	0
Inventories	119,691	256,678	376,369
Prepaid items	173,817	49,232	223,049
Capital Assets Not being depreciated	16,956,235	2,852,684	19,808,919
Capital Assets, net of accumulated depreciation	19,669,478	27,397,668	47,067,146
<b>Total Assets</b>	<b>52,514,097</b>	<b>43,673,777</b>	<b>96,187,874</b>
<b>Liabilities:</b>			
Accounts payable	178,592	790,956	969,548
Accrued payroll	943,619	194,440	1,138,059
Unearned revenue	1,299,697	0	1,299,697
Accrued interest payable	11,067	28,174	39,241
Long-term liabilities:			
Amounts due within one year	587,028	748,240	1,335,268
Amounts due in more than one year	3,419,564	8,637,826	12,057,390
<b>Total Liabilities</b>	<b>6,439,567</b>	<b>10,399,636</b>	<b>16,839,203</b>
<b>Net Position:</b>			
Net Investment in Capital Assets	34,504,785	22,441,680	56,946,465
Restricted For:			
Capital Projects	427,347	170,077	597,424
Debt Service	74,506	0	74,506
General government programs	175,772	0	175,772
Safety programs	3,066,771	0	3,066,771
Street construction/maintenance	1,664,459	0	1,664,459
Unrestricted (Deficit)	6,160,890	10,662,384	16,823,274
<b>Total Net Position</b>	<b>\$ 46,074,530</b>	<b>\$ 33,274,141</b>	<b>\$ 79,348,671</b>

See accompanying notes to the basic financial statements

## CITY OF XENIA, OHIO

**STATEMENT OF ACTIVITIES**  
**FOR THE FISCAL YEAR ENDED DECEMBER 31, 2012**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Current:				
General government	\$ 3,567,483	\$ 1,520,315	\$ 203,073	\$ 0
Public safety	12,526,166	2,022,807	346,859	0
Health	0	9,548	0	0
Highways and streets	2,057,537	0	0	179,156
Urban Redevelopment & Housing	112,822	10,335	0	0
Economic Development & Assistance	468,359	0	315,505	0
Recreation	527,634	5,493	0	82,150
Debt service:				
Interest and fiscal charges	69,614	0	0	0
<b>Total Governmental Activities</b>	<b>19,329,615</b>	<b>3,568,498</b>	<b>865,437</b>	<b>261,306</b>
<b>Business-Type Activities:</b>				
Water	3,907,856	3,321,936	0	0
Sewer	4,030,678	4,250,051	39,137	0
Sanitation	1,674,999	1,982,788	0	0
Storm Water	339,906	340,317	0	0
Loan	4,692	9,222	0	0
Parking Revenue	52,992	49,159	0	0
CDBG and UDAG Revolving Loan	72,417	542	117,647	0
Housing Rehabilitation Loan	157,948	1,687	333,747	0
<b>Total Business-Type Activities</b>	<b>10,241,488</b>	<b>9,955,702</b>	<b>490,531</b>	<b>0</b>
<b>Total</b>	<b>\$ 29,571,103</b>	<b>\$ 13,524,200</b>	<b>\$ 1,355,968</b>	<b>\$ 261,306</b>

**General Revenues:**

Income taxes  
Other local taxes  
Property Taxes  
Motor vehicle and gas taxes  
Intergovernmental, unrestricted  
Investment earnings  
Miscellaneous

**Transfers**

Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (1,844,095)	\$ 0	\$ (1,844,095)
(10,156,500)	0	(10,156,500)
9,548	0	9,548
(1,878,381)	0	(1,878,381)
(102,487)	0	(102,487)
(152,854)	0	(152,854)
(439,991)	0	(439,991)
(69,614)	0	(69,614)
(14,634,374)	0	(14,634,374)
0	(585,920)	(585,920)
0	258,510	258,510
0	307,789	307,789
0	411	411
0	4,530	4,530
0	(3,833)	(3,833)
0	45,772	45,772
0	177,486	177,486
0	204,745	204,745
\$ (14,634,374)	\$ 204,745	\$ (14,429,629)
\$ 12,276,122	\$ 0	\$ 12,276,122
37,308	0	37,308
1,807,780	0	1,807,780
1,225,059	0	1,225,059
1,283,809	0	1,283,809
38,295	0	38,295
329,715	0	329,715
(878,636)	878,636	0
16,119,452	878,636	16,998,088
1,485,078	1,083,381	2,568,459
44,589,452	32,190,760	76,780,212
\$ 46,074,530	\$ 33,274,141	\$ 79,348,671

**CITY OF XENIA, OHIO**

**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2012**

	General	State Gas and Vehicle License	Police & Fire Fund
<b>Assets:</b>			
Cash and cash equivalents	\$ 569,208	\$ 76,488	\$ 678,734
Investments	1,304,315	175,270	1,412,289
Receivables:			
Taxes, including interest, penalties and liens	2,758,645	0	1,674,542
Intergovernmental	451,924	517,852	4,782
Accounts	70,795	0	625,988
Special assessments, including liens	152,084	0	0
Accrued interest	0	242	2,230
Grants	0	0	66,194
Allowance for uncollectible accounts	(124,986)	0	(305,526)
Interfund Receivable	0	0	0
Due from other funds	70,000	0	0
Inventories	4,264	89,258	0
Prepaid items	49,223	3,786	44,542
<b>Total Assets</b>	<b>\$ 5,305,472</b>	<b>\$ 862,896</b>	<b>\$ 4,203,775</b>
<b>Liabilities:</b>			
Accounts payable	\$ 53,479	\$ 2,364	\$ 47,142
Accrued payroll	108,311	29,926	806,225
Deferred revenue	2,330,941	326,467	899,700
<b>Total Liabilities</b>	<b>2,492,731</b>	<b>358,757</b>	<b>1,753,067</b>
<b>Fund Balances:</b>			
Nonspendable Fund Balance			
Inventories	4,264	89,258	0
Prepaid items	49,223	3,786	44,542
Restricted Fund Balance	0	411,095	2,406,166
Committed Fund Balance	0	0	0
Assigned Fund Balance	1,662,830	0	0
Unassigned Fund Balance	1,096,424	0	0
<b>Total Fund Balances</b>	<b>2,812,741</b>	<b>504,139</b>	<b>2,450,708</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 5,305,472</b>	<b>\$ 862,896</b>	<b>\$ 4,203,775</b>

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

Capital Improvements	Other Governmental Funds	Total Governmental Funds
\$ 476,851	\$ 746,661	\$ 2,547,942
1,235,683	1,710,944	5,838,501
367,202	105,483	4,905,872
0	461,729	1,436,287
0	26,109	722,892
0	0	152,084
3,669	2,232	8,373
196,558	24,733	287,485
0	0	(430,512)
73,350	0	73,350
0	0	70,000
0	0	93,522
0	72,197	169,748
<u>\$ 2,353,313</u>	<u>\$ 3,150,088</u>	<u>\$ 15,875,544</u>
\$ 49,321	\$ 8,915	\$ 161,221
0	41,456	985,918
173,402	521,299	4,251,809
<u>222,723</u>	<u>571,670</u>	<u>5,398,948</u>
0	0	93,522
0	72,197	169,748
0	2,356,443	5,173,704
0	149,778	149,778
2,130,590	0	3,793,420
0	0	1,096,424
<u>2,130,590</u>	<u>2,578,418</u>	<u>10,476,596</u>
<u>\$ 2,353,313</u>	<u>\$ 3,150,088</u>	<u>\$ 15,875,544</u>

CITY OF XENIA, OHIO

*Reconciliation of Total Governmental Fund Balances  
To Net Position of Governmental Activities  
December 31, 2012*

*Unaudited*

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<b>Total Governmental Fund Balances</b>	\$ 10,476,596
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*Amounts Reported for Governmental activities in the statement of net position are different because:*

Capital Assets used in Governmental Activities are not resources and therefore are not reported in the funds.	36,549,137
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Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.	2,952,111
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Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(3,943,276)
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The City Garage internal service fund is used by management to charge the costs of vehicle maintenance to individual departments. The asset and liabilities of the City Garage fund are allocated between the governmental and business-type activities in the statement of net position. This is the amount that applies to the governmental activities.	39,962
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<b>Net Position of Governmental Activities</b>	<u>\$ 46,074,530</u>
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See accompanying notes to the basic financial statements.





**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	General	State Gas and Vehicle License	Police & Fire Fund
<b>Revenues:</b>			
Municipal income tax	\$ 5,114,701	\$ 0	\$ 5,187,978
Other local taxes	882,488	0	239,504
State shared taxes and permits	1,196,980	962,458	38,329
Intergovernmental grants	0	0	357,981
Charges for services	33,694	0	1,592,302
Fines, costs, forfeitures, licenses and permits	1,025,997	0	9,043
Miscellaneous receipts and reimbursements, including interest	442,453	7,036	81,444
<b>Total Revenue</b>	<b>8,696,313</b>	<b>969,494</b>	<b>7,506,581</b>
<b>Expenditures:</b>			
Current:			
General government	2,804,192	0	0
Public safety	112,895	0	11,544,449
Highways and streets	242,998	949,705	0
Urban redevelopment & Housing	84,578	0	0
Economic Development & Assistance	18,084	0	0
Recreation	166,091	0	0
Capital outlay	0	0	269,609
Debt service:			
Principal retirement	0	0	284,198
Interest & fiscal charges	0	0	24,083
<b>Total Expenditures</b>	<b>3,428,838</b>	<b>949,705</b>	<b>12,122,339</b>
Excess (deficiency) of revenues over expenditures	5,267,475	19,789	(4,615,758)
<b>Other financing sources (uses):</b>			
Transfers in	0	0	4,200,000
Transfers out	(4,569,000)	0	0
<b>Total other financing sources (uses)</b>	<b>(4,569,000)</b>	<b>0</b>	<b>4,200,000</b>
Net change in fund balances	698,475	19,789	(415,758)
<b>Fund Balances at Beginning of Year</b>	2,119,749	410,051	2,866,466
Increase (decrease) in nonspendable inventory	(5,483)	74,299	0
<b>Fund Balances End of Year</b>	<b>\$ 2,812,741</b>	<b>\$ 504,139</b>	<b>\$ 2,450,708</b>

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

Capital Improvements	Other Governmental Funds	Total Governmental Funds
\$ 1,296,994	\$ 0	\$ 11,599,673
37,308	133,888	1,293,188
0	509,884	2,707,651
525,004	259,248	1,142,233
100	9,412	1,635,508
0	400,332	1,435,372
64,173	213,333	808,439
<u>1,923,579</u>	<u>1,526,097</u>	<u>20,622,064</u>
0	686,606	3,490,798
0	270,463	11,927,807
0	97,721	1,290,424
0	7,152	91,730
0	135,883	153,967
0	0	166,091
2,114,645	445,493	2,829,747
161,101	93,521	538,820
28,020	22,275	74,378
<u>2,303,766</u>	<u>1,759,114</u>	<u>20,563,762</u>
(380,187)	(233,017)	58,302
0	346,000	4,546,000
0	0	(4,569,000)
<u>0</u>	<u>346,000</u>	<u>(23,000)</u>
(380,187)	112,983	35,302
2,510,777	2,465,435	10,372,478
0	0	68,816
<u>\$ 2,130,590</u>	<u>\$ 2,578,418</u>	<u>\$ 10,476,596</u>

**CITY OF XENIA, OHIO**

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***Reconciliation of The Statement of Revenues, Expenditures  
And Changes in Fund Balances of Governmental Funds  
To The Statement of Activities  
For The Fiscal Year Ended December 31, 2012*** ***Unaudited***

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**Net change in Fund Balances - Total Governmental Funds** \$35,302

***Amounts Reported for Governmental activities in the statement of activities are different because:***

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays and capital contributions exceeded depreciation. 698,672

Governmental funds only report the disposal of assets to the extent proceeds are received from sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets. (35,750)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 215,629

The repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 538,820

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 4,764

Some expenses reported in the statement of activities, such as change in inventory and compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. 48,878

The City Garage Internal Service Fund, which is used to charge the cost of services to individual funds, is not included in the statement of activities. Governmental fund expenditures and related internal services revenues are eliminated. The net revenue (expense) of the City Garage Internal Service Fund is allocated among the governmental and business-type activities. (21,237)

***Change in Net Position of Governmental Activities*** **\$1,485,078**

See accompanying notes to the basic financial statements.

**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**

**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**

**GENERAL FUND**

**FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Municipal Income Tax	\$ 5,103,538	\$ 5,103,538	\$ 5,123,118	\$ 19,580
Other Local Taxes	1,175,265	1,175,265	1,173,488	(1,777)
State Shared Taxes and Permits	1,492,649	1,492,649	1,271,921	(220,728)
Charges for Services	23,100	23,100	33,694	10,594
Fines, Costs, Forfeitures, Licenses and Permits	940,750	940,750	1,103,454	162,704
Miscellaneous Receipts and Reimbursements, including Interest	397,856	405,856	436,062	30,206
<b>Total Revenues</b>	<u>9,133,158</u>	<u>9,141,158</u>	<u>9,141,737</u>	<u>579</u>
<b>Expenditures:</b>				
Current:				
General Government	2,910,060	3,071,507	2,900,368	171,139
Public Safety	213,342	218,018	120,339	97,679
Highways and Streets	245,091	245,481	243,665	1,816
Urban Redevelopment & Housing	86,209	88,849	85,482	3,367
Economic Development & Assistance	15,592	15,592	15,516	76
Recreation	183,552	204,087	173,930	30,157
<b>Total Expenditures</b>	<u>3,653,846</u>	<u>3,843,534</u>	<u>3,539,300</u>	<u>304,234</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,479,312	5,297,624	5,602,437	304,813
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(4,634,000)	(4,644,000)	(4,569,000)	75,000
Advances Out	0	(70,000)	(70,000)	0
<b>Total Other Financing Sources (Uses):</b>	<u>(4,634,000)</u>	<u>(4,714,000)</u>	<u>(4,639,000)</u>	<u>75,000</u>
Net Change in Fund Balance	845,312	583,624	963,437	379,813
Fund Balance at Beginning of Year	559,587	559,587	559,587	0
Prior Year Encumbrances	214,069	214,069	214,069	0
Fund Balance at End of Year	<u>\$ 1,618,968</u>	<u>\$ 1,357,280</u>	<u>\$ 1,737,093</u>	<u>\$ 379,813</u>

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 STATE GAS AND VEHICLE LICENSE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
State Shared Taxes and Permits	\$ 1,005,000	\$ 1,005,000	\$ 959,820	\$ (45,180)
Charges for Services	4,000	4,000	0	(4,000)
Miscellaneous Receipts and Reimbursements, including Interest	<u>9,739</u>	<u>9,739</u>	<u>6,613</u>	<u>(3,126)</u>
Total Revenues	<u>1,018,739</u>	<u>1,018,739</u>	<u>966,433</u>	<u>(52,306)</u>
<b>Expenditures:</b>				
Current:				
Highways and Streets	<u>1,212,591</u>	<u>1,221,105</u>	<u>1,036,140</u>	<u>184,965</u>
Total Expenditures	<u>1,212,591</u>	<u>1,221,105</u>	<u>1,036,140</u>	<u>184,965</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(193,852)	(202,366)	(69,707)	132,659
<b>Other Financing Sources (Uses):</b>				
Transfers In	<u>75,000</u>	<u>75,000</u>	<u>0</u>	<u>(75,000)</u>
Total Other Financing Sources (Uses):	<u>75,000</u>	<u>75,000</u>	<u>0</u>	<u>(75,000)</u>
Net Change in Fund Balance	(118,852)	(127,366)	(69,707)	57,659
Fund Balance at Beginning of Year	167,909	167,909	167,909	0
Prior Year Encumbrances	<u>63,830</u>	<u>63,830</u>	<u>63,830</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 112,887</u>	<u>\$ 104,373</u>	<u>\$ 162,032</u>	<u>\$ 57,659</u>

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
POLICE AND FIRE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>				
Municipal Income Tax	4,928,538	4,928,538	5,196,395	267,857
Other Local Taxes	186,000	186,000	196,304	10,304
State Shared Taxes and Permits	\$ 38,575	\$ 38,575	\$ 38,329	\$ (246)
Intergovernmental Grants	297,145	297,145	345,647	48,502
Charges for Services	1,561,631	1,561,631	1,531,281	(30,350)
Fines, Costs, Forfeitures, Licenses and Permits	10,000	10,000	9,043	(957)
Miscellaneous Receipts and Reimbursements, including Interest	95,000	95,000	78,945	(16,055)
Total Revenues	<u>7,116,889</u>	<u>7,116,889</u>	<u>7,395,944</u>	<u>279,055</u>
<b>Expenditures:</b>				
Current:				
Public Safety	11,762,755	11,894,862	11,587,624	307,238
Capital Outlay	1,085,883	1,138,759	857,580	281,179
Debt Service				
Principal Retirement	284,202	284,202	284,198	4
Interest and Fiscal Charges	24,088	24,088	24,083	5
Total Expenditures	<u>13,156,928</u>	<u>13,341,911</u>	<u>12,753,485</u>	<u>588,426</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,040,039)	(6,225,022)	(5,357,541)	867,481
<b>Other Financing Sources (Uses):</b>				
Proceeds from Capital Lease	775,000	775,000	0	(775,000)
Transfers In	4,200,000	4,200,000	4,200,000	0
Total Other Financing Sources (Uses):	<u>4,975,000</u>	<u>4,975,000</u>	<u>4,200,000</u>	<u>(775,000)</u>
Net Change in Fund Balance	(1,065,039)	(1,250,022)	(1,157,541)	92,481
Fund Balance at Beginning of Year	2,315,249	2,315,249	2,315,249	0
Prior Year Encumbrances	191,408	191,408	191,408	0
Fund Balance at End of Year	<u>\$ 1,441,618</u>	<u>\$ 1,256,635</u>	<u>\$ 1,349,116</u>	<u>\$ 92,481</u>

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

**THE CITY OF XENIA, OHIO**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2012**

	<u><i>Business-type activities - Enterprise Funds</i></u>		
	<u>Water</u>	<u>Sewer</u>	<u>Sanitation</u>
<b>Assets:</b>			
<b><i>Current Assets:</i></b>			
Cash and cash equivalents	\$ 1,042,950	\$ 1,005,812	\$ 650,318
Investments	2,389,894	2,304,781	1,490,180
Receivables:			
Intergovernmental	0	170,077	0
Accounts	427,185	736,369	25,050
Special assessments, including liens	12,179	25,616	6,841
Loans	0	0	0
Accrued interest	3,345	3,045	2,170
Grants	0	0	0
Allowance for uncollectible accounts	(8,367)	(13,824)	(5,839)
Inventories	230,574	26,104	0
Prepaid items	28,245	16,135	2,535
<b><i>Total Current Assets</i></b>	<u>4,126,005</u>	<u>4,274,115</u>	<u>2,171,255</u>
<b><i>Noncurrent Assets:</i></b>			
Loans receivable (net of current)	0	0	0
Capital Assets not being depreciated	644,871	1,898,333	152,071
Capital Assets (net of accumulated depreciation)	8,589,168	12,606,073	274,042
<b><i>Total Noncurrent Assets</i></b>	<u>9,234,039</u>	<u>14,504,406</u>	<u>426,113</u>
<b>Total Assets</b>	<u>13,360,044</u>	<u>18,778,521</u>	<u>2,597,368</u>



**CITY OF XENIA, OHIO**

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<u>Storm Sewer</u>	<u>Other Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
\$ 182,847	\$ 145,225	\$ 3,027,152	\$ 30,158
418,990	332,776	6,936,621	69,111
0	0	170,077	0
69,861	10	1,258,475	14,805
1,150	0	45,786	0
0	29,743	29,743	0
612	689	9,861	0
0	415,194	415,194	0
(728)	0	(28,758)	0
0	0	256,678	26,169
17	317	47,249	6,052
<u>672,749</u>	<u>923,954</u>	<u>12,168,078</u>	<u>146,295</u>
0	1,265,242	1,265,242	0
2,340	155,069	2,852,684	0
<u>5,801,544</u>	<u>109,270</u>	<u>27,380,097</u>	<u>94,147</u>
<u>5,803,884</u>	<u>1,529,581</u>	<u>31,498,023</u>	<u>94,147</u>
<u>6,476,633</u>	<u>2,453,535</u>	<u>43,666,101</u>	<u>240,442</u>

**CITY OF XENIA, OHIO**

**THE CITY OF XENIA, OHIO**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2012**

(continued)

	<i>Business-type activities - Enterprise Funds</i>		
	Water	Sewer	Sanitation
<b>Liabilities:</b>			
<b>Current Liabilities:</b>			
Accounts payable	58,741	103,733	201,445
Accrued payroll	85,915	82,857	14,910
Interfund payable	0	0	0
Due to other funds	0	0	0
Loan payable	0	540,113	0
Accrued interest payable	14,078	14,078	9
Compensated absences	12,050	13,423	14,387
Capital lease payable - current	53,400	53,400	0
GO Bonds - Current	5,053	5,054	517
Landfill liability - current	0	0	48,900
<b>Total Current Liabilities</b>	<b>229,237</b>	<b>812,658</b>	<b>280,168</b>
<b>Noncurrent Liabilities</b>			
Compensated absences	178,366	198,692	33,430
Capital lease payable	603,757	603,757	0
Loans payable	0	6,014,939	0
GO Bonds - Non Current	44,559	44,559	4,562
Landfill liability - noncurrent	0	0	885,535
<b>Total Noncurrent Liabilities</b>	<b>826,682</b>	<b>6,861,947</b>	<b>923,527</b>
<b>Total Liabilities</b>	<b>1,055,919</b>	<b>7,674,605</b>	<b>1,203,695</b>
<b>Net Position:</b>			
Net Investment in Capital Assets	8,527,270	7,412,661	421,034
Restricted for Capital Projects	0	170,077	0
Unrestricted	3,776,855	3,521,178	972,639
<b>Total Net Position</b>	<b>\$ 12,304,125</b>	<b>\$ 11,103,916</b>	<b>\$ 1,393,673</b>

Adjustment to consolidate Utility Billing Internal Service Fund Net Position

Adjustment to consolidate the allocated portion of the City Garage Internal Service Fund Net Position

Total Net Position per the government-wide Statement of Net Position

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

<u>Storm Sewer</u>	<u>Other Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
1,387	416,483	781,789	26,538
8,302	2,456	194,440	7,370
0	0	0	73,350
0	70,000	70,000	0
0	0	540,113	0
9	0	28,174	0
1,133	293	41,286	18,858
0	0	106,800	0
517	0	11,141	0
0	0	48,900	0
<u>11,348</u>	<u>489,232</u>	<u>1,822,643</u>	<u>126,116</u>
16,764	4,344	431,596	5,855
0	0	1,207,514	0
0	0	6,014,939	0
4,562	0	98,242	0
0	0	885,535	0
<u>21,326</u>	<u>4,344</u>	<u>8,637,826</u>	<u>5,855</u>
<u>32,674</u>	<u>493,576</u>	<u>10,460,469</u>	<u>131,971</u>
5,798,805	264,339	22,424,109	94,147
0	0	170,077	0
645,154	1,695,620	10,611,446	14,324
<u>\$ 6,443,959</u>	<u>\$ 1,959,959</u>	<u>\$ 33,205,632</u>	<u>\$ 108,471</u>
		45,905	
		22,604	
		<u>33,274,141</u>	

**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

	<i>Business-type Activities - Enterprise Funds</i>		
	Water	Sewer	Sanitation
<b>Operating revenues:</b>			
Charges for services	\$ 3,256,364	\$ 4,160,752	\$ 1,841,498
<b>Operating expenses:</b>			
Personnel services	1,815,751	1,780,136	322,030
General operating	7,390	5,793	0
Contractual services	766,940	867,356	1,338,398
Materials and supplies	189,838	168,320	1,329
Depreciation	1,085,695	1,013,630	6,853
Non-governmental	0	0	0
Total expenses	3,865,614	3,835,235	1,668,610
Operating income (loss)	(609,250)	325,517	172,888
<b>Non-operating revenues:</b>			
Interest revenue	16,180	15,410	11,243
Other	49,392	73,889	130,047
Intergovernmental	0	39,137	0
Total Non-operating revenue	65,572	128,436	141,290
<b>Non-operating expenses:</b>			
Interest expense	31,311	185,994	125
Loss on disposal	0	0	0
Other	0	0	0
Total Non-Operating Expenses	31,311	185,994	125
<b>Income (loss) before transfers and contributions</b>	(574,989)	267,959	314,053
Capital contributions	901,426	0	0
Transfers in	0	0	0
<b>Change in Net Position</b>	326,437	267,959	314,053
<b>Net Position, beginning of year</b>	11,977,688	10,835,957	1,079,620
<b>Net Position, end of year</b>	\$ 12,304,125	\$ 11,103,916	\$ 1,393,673

Change in Net Position - total enterprise funds

Adjustments to consolidate Utility Billing Internal Service Fund activities

Adjustments to consolidate the allocated portion of the City Garage Internal Service Fund activities

Total Change in net position of business-type activities

See accompanying notes to the basic financial statements

**CITY OF XENIA, OHIO**

Storm Sewer	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 330,287	\$ 56,674	\$ 9,645,575	\$ 896,146
152,891	51,565	4,122,373	165,641
0	1,791	14,974	4,565
21,908	61,902	3,056,504	252,819
29,710	34,537	423,734	518,748
129,051	0	2,235,229	10,501
0	138,254	138,254	0
333,560	288,049	9,991,068	952,274
(3,273)	(231,375)	(345,493)	(56,128)
3,314	3,595	49,742	278
6,716	341	260,385	3,667
0	451,394	490,531	0
10,030	455,330	800,658	3,945
125	0	217,555	0
1,919	0	1,919	0
0	45,790	45,790	0
2,044	45,790	265,264	0
4,713	178,165	189,901	(52,183)
0	0	901,426	0
0	23,000	23,000	0
4,713	201,165	1,114,327	(52,183)
6,439,246	1,758,794	32,091,305	160,654
\$ 6,443,959	\$ 1,959,959	\$ 33,205,632	\$ 108,471
		1,114,327	
		(13,762)	
		(17,184)	
		1,083,381	

**CITY OF XENIA, OHIO**

**STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Sanitation</u>
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$3,245,000	\$4,225,360	\$1,960,438
Cash Received from Interfund Services Provided	0	0	0
Cash Payments for Goods and Services	(984,010)	(1,008,996)	(1,365,269)
Cash Payments to Employees	(1,791,212)	(1,751,969)	(325,252)
Net Cash Provided (Used) by Operating Activities	<u>469,778</u>	<u>1,464,395</u>	<u>269,917</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers In from Other Funds	0	0	0
Transfers Out to Other Funds	0	0	0
Advances to Other Funds	0	0	0
Advances In from Other Funds	0	0	0
Intergovernmental Grants	0	39,137	0
Insurance Proceeds	0	0	0
Net Cash Used by Noncapital Financing Activities	<u>0</u>	<u>39,137</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Intergovernmental Grants	0	0	0
Acquisition and Construction of Assets	(229,031)	(1,625,609)	(343,879)
Principal Paid on Loans	0	(464,985)	0
Principal Paid on Bonds	(4,946)	(4,946)	(506)
Interest Paid on All Debt	(32,414)	(187,097)	(127)
Capital Lease Payment	(51,085)	(51,085)	0
Loan Initiated	0	1,340,227	0
GO Bonds Initiated	0	0	0
Capital Leases Initiated	0	0	0
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(317,476)</u>	<u>(993,495)</u>	<u>(344,512)</u>
<u>Cash Flows from Investing Activities:</u>			
Sale of Investments	0	0	0
Purchase of Investments	(518,203)	(707,372)	(226,528)
Receipts of Interest	12,805	12,158	8,694
Net Cash Provided (Used) by Investing Activities	<u>(505,398)</u>	<u>(695,214)</u>	<u>(217,834)</u>
Net Decrease in Cash and Cash Equivalents	(353,096)	(185,177)	(292,429)
Cash and Cash Equivalents at Beginning of Year	1,396,046	1,190,989	942,747
Cash and Cash Equivalents at End of Year	<u>\$1,042,950</u>	<u>\$1,005,812</u>	<u>\$650,318</u>

**CITY OF XENIA, OHIO**

Storm Water	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$334,822	\$76,542	\$9,842,162	\$0
0	0	0	896,675
(56,237)	(578,962)	(3,993,474)	(754,342)
(147,442)	(60,118)	(4,075,993)	(165,130)
<u>131,143</u>	<u>(562,538)</u>	<u>1,772,695</u>	<u>(22,797)</u>
0	23,000	23,000	0
0	0	0	0
0	0	0	(3,035)
0	70,000	70,000	0
0	0	39,137	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>3,666</u>
<u>0</u>	<u>93,000</u>	<u>132,137</u>	<u>631</u>
0	132,000	132,000	0
(156,276)	(103,049)	(2,457,844)	(8,182)
0	0	(464,985)	0
(506)	0	(10,904)	0
(127)	0	(219,765)	0
0	0	(102,170)	0
0	0	1,340,227	0
0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(156,909)</u>	<u>28,951</u>	<u>(1,783,441)</u>	<u>(8,182)</u>
0	218,044	218,044	5,107
(60,993)	(26,769)	(1,539,865)	0
2,516	3,056	39,229	0
<u>(58,477)</u>	<u>194,331</u>	<u>(1,282,592)</u>	<u>5,107</u>
(84,243)	(246,256)	(1,161,201)	(25,241)
<u>267,090</u>	<u>391,481</u>	<u>4,188,353</u>	<u>55,399</u>
<u>\$182,847</u>	<u>\$145,225</u>	<u>\$3,027,152</u>	<u>\$30,158</u>

(Continued)

**CITY OF XENIA, OHIO**

**STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Sanitation</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$609,250)	\$325,517	\$172,888
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	1,085,695	1,013,630	6,853
Income - Other Nonoperating	49,392	73,889	130,047
Expense - Other Nonoperating	0	0	
Changes in Assets and Liabilities:			
Decrease in Principal Receivable	0	0	0
(Increase) Decrease in Accounts Receivable	(56,182)	1,737	(9,144)
(Increase) Decrease in Special Assessments Receivable	(4,573)	(11,019)	(1,963)
(Increase) Decrease in Prepaid Items	(1,832)	2,336	6
(Increase) Decrease in Inventory	19,185	(594)	0
Decrease in Landfill Liability	0	0	(22,203)
Increase (Decrease) in Accounts Payable	(37,195)	30,734	(3,343)
Increase (Decrease) in Accrued Payroll	14,256	11,953	328
Increase (Decrease) in Compensated Absences	10,282	16,212	(3,552)
Total Adjustments	<u>1,079,028</u>	<u>1,138,878</u>	<u>97,029</u>
Net Cash Provided (Used) by Operating Activities	<u>\$469,778</u>	<u>\$1,464,395</u>	<u>\$269,917</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2012 the water, sewer, sanitation, and stormwater funds had outstanding liabilities of \$706,769, \$6,117,952, \$5,079, and \$5,079 respectively, for the purchase of certain capital assets.

The fair value of investments increased in 2012 by \$5,749, \$5,544, \$3,585, \$1008, and \$801 in the Water, Sewer, Sanitation, Stormwater, and Other Enterprise Funds respectively.

The fair value of investments increased in 2012 by \$166 in the internal service funds

A \$901,426 non-cash capital asset contribution was made into the water fund

See accompanying notes to the basic financial statements



**CITY OF XENIA, OHIO**

<u>Storm Water</u>	<u>Other Enterprise Funds</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
(\$3,273)	(\$231,375)	(\$345,493)	(\$56,128)
129,051	0	2,235,229	10,501
6,716	341	260,385	0
0	0	0	0
0	(718,757)	(718,757)	0
(1,782)	(10)	(65,381)	528
(400)	0	(17,955)	0
0	1	511	(539)
0	0	18,591	37,986
0	0	(22,203)	0
(4,618)	395,815	381,393	(15,657)
2,443	(907)	28,073	758
3,006	(7,646)	18,302	(246)
<u>134,416</u>	<u>(331,163)</u>	<u>2,118,188</u>	<u>33,331</u>
<u>\$131,143</u>	<u>(\$562,538)</u>	<u>\$1,772,695</u>	<u>(\$22,797)</u>

CITY OF XENIA, OHIO

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*STATEMENT OF ASSETS AND LIABILITIES*  
*FIDUCIARY FUNDS*  
*DECEMBER 31, 2012*

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	<u>Agency Funds</u>
<b>Assets:</b>	
Cash and cash equivalents	\$ 195,474
<b>Total Assets</b>	<u>\$ 195,474</u>
<b>Liabilities:</b>	
Accounts payable	\$ 69,078
Restricted deposits	<u>126,396</u>
<b>Total Liabilities</b>	<u>195,474</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Xenia, Ohio, was incorporated in 1817, became a city in 1834, and operates under a Council-Manager form of government.

The financial statements are presented as of December 31, 2012 and for the year then ended, and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, *"The Financial Reporting Entity,"* in that the financial statements include all organizations, activities, functions and component units for which the City is financially accountable. Generally, component units are legally separate organizations for which the elected officials of City are financially accountable. The City would consider an organization to be a component unit if:

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

The City's financial reporting entity includes all applicable funds, agencies, boards and commissions and includes the following services: public safety (police and fire), highways and streets, water, sewer, sanitation, storm water, recreation, public improvements, planning and zoning, and general administrative services. No component unit is included in fiscal year 2012.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**B. Basis of Presentation - Fund Accounting**

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses.

The City reports the following major governmental funds:

General Fund - This fund is used to account for all financial resources except those accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the limitations of the City Charter.

State Gas and Vehicle License Fund - This fund is required by State law to account for that portion of gasoline tax and motor vehicle license fees designated for maintenance of streets within the City.

Police and Fire Fund - This fund is used to account for financial resources related to the City's Police department, Fire department, and Dispatch center. Certain revenue sources are required by State law or City ordinance to be spent on these functions.

Capital Improvements Fund - This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment (other than those financed by proprietary funds or the municipal court capital improvements fund).

The City reports the following major proprietary funds:

Water Fund - This fund is used to account for providing water service to the City and surrounding areas.

Sewer Fund - This fund is used to account for providing sewer service to the City and surrounding areas.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting (Continued)**

*Sanitation Fund* – This fund is used to account for providing sanitation service to the City’s residents.

*Storm Water Fund* – This fund is utilized to account for providing storm water service to the City’s residents.

Additionally, the City reports the following funds types:

*Internal Service Funds* - These funds are used to account for the financing of services provided for billing for utilities (water, sewer, sanitation, and storm water) and servicing the vehicles of City departments on a cost -reimbursement basis.

*Fiduciary Funds* – These funds are used to account for assets held by the City as an agent for individuals, private organizations or other governmental units. The classification for the City’s fiduciary funds would be an agency fund. The City has three agency funds as follows:

- (1) Municipal Court funds: The Municipal Court is considered part of the reporting entity of the City. The Court handles court cases for the City but the City controls the fiscal operations of Court, reviews and approves budget requests, and provides space for the Court and offices;
- (2) Imprest Cash fund: The purpose of this fund is to account for petty cash;
- (3) Insurance Deposit fund: This fund is used to account for assets held by the City for citizens to ensure that fire damaged property is repaired or demolished. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**C. Basis of Presentation – Financial Statements**

*Government-Wide Financial Statements* – The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the City, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**C. Basis of Presentation – Financial Statements** (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

**Fund Financial Statements** – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

**D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**D. Basis of Accounting** (Continued)

The governmental funds follow the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which the City considers to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt and compensated absences, which are recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenues considered susceptible to accrual are intergovernmental grants, interest on investments, state shared taxes, fines and forfeitures, and municipal income tax. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded when received in cash, because generally these revenues are not measurable until received.

Property taxes measurable as of December 31, 2012 but which are not intended to finance 2012 operations are recorded as unearned revenues.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgets and Budgetary Accounting**

The City follows procedures prescribed by State law in establishing the budgetary data shown in the financial statements, as follows:

1. The City must submit a budget of estimated cash receipts and disbursements for all governmental funds to the County Budget Commission by July 20 of each year for the following calendar year.
2. The County Budget Commission certifies its actions by September 1, and issues a "Certificate of Resources" limiting the maximum amount the City may expend from a given fund during the year.
3. About January 1, this Certificate is amended to include any unencumbered balances from the preceding year. The City must prepare its appropriations so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Resources.
4. A temporary appropriation measure is typically passed at the second City Council meeting in December. The permanent appropriation measure is passed at a Council meeting and filed at the County prior to March 31. The permanent appropriation may not exceed estimated resources certified by the County Budget Commission.
5. Unused appropriations lapse at year-end and encumbrances are reappropriated in the ensuing year's budget.
6. All funds have annual budgets legally adopted by City Council.

The City Manager acts as budget officer for the City and submits a proposed operating budget to the City Council on an annual basis. Public hearings are held to obtain taxpayer comments. The Council enacts the budget through passage of an appropriations ordinance. The appropriations ordinance controls expenditures at the level of personnel services, operating and capital expenditures/expenses by fund except for the general fund where the control is by department within the general fund. Only City Council may transfer appropriations between personnel services and operating expenses, or between operating and capital outlay, or between capital outlay and personnel services. Supplemental appropriations are made to the budget and original appropriations ordinance during the year by Council passage of supplemental appropriations ordinances. Supplemental appropriations to the original appropriations ordinance were made during the year, but were not material in relation to the original appropriations.

While financial position, results of operations and changes in fund balances are reported on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements. The Statements of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual - (Non-GAAP Budgetary Basis) for the general fund and each major special



***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgets and Budgetary Accounting** (Continued)

revenue fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are:

- (1) Revenues are recorded when received in cash (budget) as opposed to when they are both measurable and available (GAAP).
- (2) Expenditures are recorded when paid in cash or encumbered (budget) as opposed to when the liability is incurred (GAAP).

The adjustments necessary to convert the results of operations for the year ended December 31, 2012 on the GAAP basis to the budget basis are as follows:

	Net Change in Fund Balances		
	General Fund	State Gas and Vehicle License Fund	Police & Fire Fund
GAAP Basis (as reported)	\$ 698,475	\$ 19,789	\$ (415,758)
Revenue Accrual	445,424	(3,061)	(110,638)
Expenditure Accrual	(47,170)	2,869	107,366
Outstanding Encumbrances	(133,292)	(89,304)	(738,511)
Budget Basis	\$ 963,437	\$ (69,707)	\$ (1,157,541)

**F. Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from December 31, 2012. The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account.

**G. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City reports its investments at fair value, except for nonparticipating investment contracts (certificates of deposit and repurchase agreements) which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. During 2012, the Capital Improvements Fund was allocated approximately \$9,725 of investment earnings in excess of the amount the fund would have received if earnings were based on each fund's share of pooled investment.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**G. Investments** (Continued)

The City invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during 2012. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2012.

**H. Inventory**

Inventory is valued at cost, using the first-in/first-out (FIFO) method. The proprietary fund inventories are recorded as expenses when used. Inventory in governmental funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Governmental inventories are equally offset by a fund balance classification that indicates they are not in spendable form.

**I. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed. Governmental prepaid items are equally offset by a fund balance classification that indicates they are not in spendable form.

**J. Capital Assets and Depreciation**

Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000. Estimated historical costs for capital asset values were initially determined by identifying historical costs when such information was available.

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Fund Financial Statements.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Capital Assets and Depreciation (Continued)**

Contributed capital assets are recorded at fair value at the date received. Capital assets include land, land improvements, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective funds.

All capital assets are depreciated, excluding land. Depreciation has been provided using the straight-line method over the following estimated useful lives, as follows:

Description	Governmental and Business-Type Activities Estimated Lives (in years)
Land Improvements	7 – 40
Buildings and Improvements	5 – 40
Machinery and Equipment	1 – 50
Infrastructure	10 – 100

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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Long-Term Obligations**

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	City Motor Vehicle License Tax Fund, General Capital Improvement Fund, Debt Service Fund, Water Fund, Sewer Fund, Sanitation Fund, Stormwater Fund
Loans Payable	Sewer Fund
Landfill Liability	Sanitation Fund
Compensated Absences	General Fund, Probation Fund, State Gas and Vehicle License Fund, Tax Increment Financing Fund, Police & Fire Fund, 911 Fund, Law Enforcement Fund, Municipal Court Victim Fund, Water Fund, Sewer Fund, Sanitation Fund, Stormwater Fund, Parking Revenue Fund, Loan Trust Fund, Housing Rehabilitation Loan Fund, and Garage Fund
Capital Leases	Capital Improvements Fund, Police & Fire Fund, Municipal Court Capital Improvements Fund, Water Fund, and Sewer Fund

**L. Compensated Absences**

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

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

Compensated absences accumulated by governmental fund type and proprietary fund type employees are reported as an expense when earned in the government-wide financial statements. For governmental fund financial statements, compensated absences are only reported if unused reimbursable leave is still outstanding following an employee's resignation or retirement.

**M. Net Position**

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**M. Net Position** (Continued)

Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**N. Pensions**

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

**O. Interfund Activity**

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

**P. Fund Balance**

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting*, the City classifies its fund balance based on the constraints placed upon the use of resources reported in governmental funds. The following are the five fund balance classifications.

1. Nonspendable Fund Balance - The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.
2. Restricted Fund Balance - The restricted classification is used when constraints placed on the use of resources are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions (City Charter) or enabling legislation.
3. Committed Fund Balance - The committed fund balance classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority, the Xenia City Council. Constraints are imposed on committed amounts by Council through ordinance.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**P. Fund Balance (Continued)**

4. Assigned Fund Balance - Assigned fund balance includes amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. City Council may assign certain amounts through a motion.
5. Unassigned Fund Balance - Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In governmental funds other than the General Fund, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The City applies restricted resources first when an expense is incurred for purposes which both restricted and unrestricted net position is available. The City considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

**Q. Operating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water treatment and distribution, wastewater collection and treatment, maintenance of storm water collection systems and collection of solid waste refuse. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**R. Estimates**

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

**S. Allocation of Indirect Expenses**

The City allocates some personnel expenses over different funds based on City ordinance. These indirect costs have been included as part of program expenses reported for the functional activities.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**T. Provision for Loan Losses**

Potential losses on specific loans are charged to operations when management determines that there is a loss contingency. This evaluation includes consideration of various factors such as collateral, loan loss experience, lending policies, and current economic conditions.

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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position**

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and the net position of governmental funds as reported in the government-wide statement of net position. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

<i>Capital Assets not reported in funds:</i>	
Capital Assets used in governmental activities	\$36,549,137
Total	<u>\$36,549,137</u>
<i>Other long-term assets not available to pay for current-period expenditures:</i>	
Delinquent Income Tax Revenue	\$1,552,196
Shared Revenues	736,552
Other Local Taxes	551,900
Delinquent Property Tax Revenue	0
Grant Revenues	241
Special Assessment Revenue	27,098
Charges for Services	81,988
Miscellaneous Revenue	2,136
Total	<u>\$2,952,111</u>
<i>Long-Term liabilities not reported in the funds:</i>	
General Obligation Bonds Payable	(\$1,642,248)
Accrued Interest on Long-Term Debt	(11,067)
Capital Leases Payable	(478,680)
Compensated Absences Payable – Government Activities	(1,811,281)
Total	<u>(\$3,943,276)</u>
<i>Amount of City Garage Internal Service Fund applicable to government activities:</i>	
City Garage Fund Net Position at year end	\$62,566
Portion of City Garage Fund allocated to business-type activities	(22,604)
Total	<u>\$39,962</u>

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*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)**

**B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Amount capital outlay exceeded depreciation in the current period:*

Capital Outlay	\$2,133,069
Depreciation Expense	(1,434,397)
Total	\$698,672

*Revenues that do not provide current financial resources*

Delinquent Income Tax Revenue	\$676,449
Local Shared Revenue	\$551,900
Shared Revenue	(198,783)
Delinquent Property Taxes	0
Special Assessment Revenue	9,548
Intergovernmental Grants	(15,490)
Charges for Services	49,574
Miscellaneous Revenues	(1,933)
Transfer of Capital Assets	(855,636)
Total	\$215,629

*Expenses not requiring the use of current financial resources:*

Compensated Absences	(\$19,938)
Supplies	68,816
Total	\$48,878

*Net loss of the City Internal Service Fund reported in government activities:*

City Garage Internal Service Fund change in net position	(\$38,421)
Portion of Internal Service fund change in net position allocated to business type activities	17,184
Total	(\$21,237)

**CITY OF XENIA, OHIO**

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 3 – FUND BALANCES**

Fund Balances are classified as nonspendable, restricted, committed, assigned and unassigned. The Constraints placed on fund balances for major governmental funds and all other governmental funds are presented below:

Fund Balances	General	State Gas & Vehicle License	Police & Fire	Capital Improvements	Other Governmental Funds
<b>Nonspendable:</b>					
Inventory	\$ 4,264	\$ 89,258	0	0	0
Prepays	49,223	3,786	44,542	0	72,197
<b>Total Nonspendable</b>	<b>53,487</b>	<b>93,044</b>	<b>44,542</b>	<b>0</b>	<b>72,197</b>
<b>Restricted for:</b>					
Indigent Driver Alcohol					314,725
Law Enforcement Education	0	0	0	0	31,112
Probation Services Fund	0	0	0	0	42,697
State Gas & Vehicle License	0	411,095	0	0	0
State Route Repair	0	0	0	0	199,684
Municipal Motor Veh License	0	0	0	0	295,839
County Motor Veh License	0	0	0	0	31,058
Tax Increment Fund	0	0	0	0	3,445
911 Fund	0	0	0	0	408,240
Law Enforcement	0	0	0	0	507,741
Drug Law Enforcement	0	0	0	0	31,974
Municipal Court Victim Advocacy	0	0	0	0	18,568
Police & Fire Fund	0	0	2,406,166	0	0
Issue 2 Capital Projects	0	0	0	0	920
Municipal Court Capital Imp	0	0	0	0	394,830
General Obligation Bond Fund	0	0	0	0	75,610
<b>Total Restricted</b>	<b>0</b>	<b>411,095</b>	<b>2,406,166</b>	<b>0</b>	<b>2,356,443</b>
<b>Committed to:</b>					
Special Misc Improvement Fund	0	0	0	0	149,778
<b>Total Committed</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>149,778</b>
<b>Assigned to:</b>					
Budgetary Resources	1,568,015	0	0	0	0
General Government	82,318	0	0	0	0
Public Safety	2,842	0	0	0	0
Highways & Streets	423	0	0	0	0
Urban Redevelopment & Housing	659	0	0	0	0
Recreation	8,573	0	0	0	0
Capital Projects	0	0	0	2,130,590	0
<b>Total Assigned</b>	<b>1,662,830</b>	<b>0</b>	<b>0</b>	<b>2,130,590</b>	<b>0</b>
Unassigned (Deficit)	1,096,424	0	0	0	0
<b>Total Fund Balance</b>	<b>2,812,741</b>	<b>504,139</b>	<b>2,450,708</b>	<b>2,130,590</b>	<b>2,578,418</b>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 4 – DEPOSITS AND INVESTMENTS**

**A. Deposits**

At December 31, 2012, the carrying amount of the City cash deposits was \$7,852,333 and the bank balance was \$8,398,077. FDIC Insurance covered \$250,000, per insured bank, for each account ownership category.

For any remaining bank balance not covered by depository insurance, the State of Ohio by statute has established a collateral pooling system for financial institutions acting as public depositories. The public depositories must pledge qualified securities with a market value at least equal to 105 percent of the total amount of all public deposits to be secured by the collateral pool. The securities so pledged provide the equivalent of a deposit insurance fund. This approach protects all public entities against a single public depository collapse. The state has implemented collateral pools to minimize the interest penalty to public entities for protecting public deposits. The cash deposits are held in certificates of deposit and interest-bearing demand deposit and savings accounts.

**B. Investments**

The City's investments at December 31, 2012 are summarized below:

Investment Type	Total Fair Value	Credit Rating	Investment Maturities			
			Less than 6 Months	6 Months to 1 Year	1 - 3 Years	3 - 5 Years
FFCB	\$ 601,896	AAA	0	0	0	601,896
FHLB	\$ 2,151,741	AAA	30,201	0	0	2,121,540
FHLMC	\$ 687,897	AAA	278,817	0	0	409,080
FNMA	\$ 3,326,264	AAA	0	0	620,349	2,705,915
STAR OHIO	\$ 8,907	AAA	8,907	0	0	0
Certificate of Deposit	\$ 243,809	AA3	0	0	0	243,809
Money Market Funds	\$ 3,772,112	Unrated	3,772,112	0	0	0
<b>Total Investments</b>	<b>\$ 10,792,626</b>		<b>\$ 4,090,037</b>	<b>\$ 0</b>	<b>\$ 620,349</b>	<b>\$ 6,082,240</b>

n/a – Obligations of the U.S. Government are explicitly guaranteed by the U.S. Government and are not considered to have credit risk.

*Interest Rate Risk* – Interest rate risk is the risk that an interest rate change could adversely affect an investment's fair value. State Regulations and City policy reduce exposure to declines in fair values by limiting the life of investments to five years. The reporting of effective duration in the table above quantifies, to the fullest extent possible, the interest rate risk of the City's fixed income assets.

*Custodial Credit Risk* – Custodial credit risk is the risk that, in the event of a failure of a depository institution or counterparty to a transaction, the City will be unable to recover the value of deposits, investments, or collateral securities in the possession of an outside party. At

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)**

**B. Investments** (Continued)

December 31, 2012, the City's deposits and investments, including the collateral on lent securities, had no exposure to custodial credit risk. The City does not have a policy to limit custodial credit risk.

*Foreign Currency Risk* – Foreign currency risk is the risk that changes in exchange rates between the U.S. Dollar and foreign currencies could adversely affect an investment's fair value. The City Investment policy does not allow the purchasing of foreign securities. The City had no exposure to foreign currency risk at fiscal year end.

*Credit Risk* – Credit risk is the risk that an issuer or counterparty to an investment will be unable to fulfill its obligations. The City Investment policy allows fund managers to invest in only the following Instruments: (1) Treasury Bills and Treasury Notes and Bonds; (2) Obligations of Federal Agencies and Instrumentalities; (3) Non Negotiable Interest Bearing Time Certificates of Deposit and Savings Accounts; (4) Negotiable Interest-Bearing Certificates of Deposit covered by FDIC Insurance; (5) Bankers Acceptances of banks in top 100 based on asset size, or Ohio based banks with at least \$2 billion in assets; (6) Star Ohio; (7) No load money market mutual funds consisting exclusively of obligations listed in 5 and 6; (8) Repurchase Agreements under terms in the policy; (9) NOW accounts; (10) and insured obligations of the State of Ohio and its political subdivisions. As of December 31, 2012, 100% of the City's portfolio was either invested in AAA rated securities or covered by FDIC insurance.

*Concentration of Credit Risk* – Concentration of credit risk is the risk of inability to recover the value of deposits, investments, or collateral securities in the possession of an outside party caused by a lack of diversification. The City portfolio must be invested in more than one type of financial instrument, in more than one financial institution, and at different maturity lengths according to cash flow needs. At December 31, 2012, the City had no concentration of credit risk.

**NOTE 5 - TAXES**

**A. Property Taxes**

Property taxes consist of amounts levied against real and tangible property (used in business) located in the City. Real property taxes are levied each January 1 on the assessed value listed as of the prior January 1. Assessed values are established by the County Auditor at 35% of appraised market value. Property values are required to be updated every three years and revalued every six years. The last revaluation was completed in 2010.

The property tax calendar is as follows:

Lein date	January 1, 2011
Levy date	January 1, 2012
First installment payment due	February 15, 2012
Second installment payment due	July 20, 2012

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 5 - TAXES (Continued)**

**A. Property Taxes (Continued)**

The assessed values upon which 2012 tax receipts were based, are as follows:

	Assessed Values January 1, 2011
Real Estate	\$369,340,160
Tangible Personal	0
Total	<u>\$369,340,160</u>

The County Treasurer collects property taxes on behalf of taxing districts in Greene County, including the City of Xenia. Property taxes may be paid in full in February or one-half may be paid in February and the other half in July. The County Auditor remits to the City, in April and August, its portion of taxes collected.

Ohio law prohibits taxation of property in excess of \$10.00 per \$1,000 (10.0 mills) of assessed value without a vote of the citizens. Under current procedures, the City's share is \$3.00 per \$1,000 (3.0 mills) of assessed value. The City also receives an additional .2 mills to pay debt service for our general obligation bonds.

An additional property tax levy of 3.5 mills was renewed by a vote of the citizens of Xenia in August, 2009. The additional levy is for five years, to be assessed for tax-duplicate years 2009 to 2013, and collected in the fiscal years 2010 through 2014.

**B. Income Tax**

For the 2012 fiscal year the City collected income taxes at a rate of 2.25%. A 1.5% credit was allowed for those who work in another community and pay taxes to other municipalities on that income. In November of 2010 the City passed a ballot initiative to increase the City's income tax rate from 1.75% to 2.25% effective January 1, 2011. The credit to other municipalities was not changed. Employers within the City withhold income tax on employee compensation and remit at least quarterly. Corporations and other individual taxpayers pay estimated taxes quarterly and file an annual declaration.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 6 – LOANS RECEIVABLE**

The City operates three long-term enterprise fund loan programs. These three include the loan fund, the Community Development Block Grant (CDBG) and Urban Development Action Grant (UDAG) revolving loan fund, and the housing rehabilitation loan fund.

Loans receivable at December 31, 2012 were as follows:

Loan Type	C.D.B.G Revolving Loan Fund	Loan Fund	Housing Rehabilitation Loan Fund
Down payment assistance loans	\$0	\$0	\$3,093
Mortgage grants	0	0	53,850
Rehabilitation loans	0	0	280,014
Façade Loans	30,868	0	587,654
Homelessness Prevention Loans	0	0	5,514
Economic development loans	0	333,992	0
Total Loans receivable	<u>\$30,868</u>	<u>\$333,992</u>	<u>\$930,125</u>

C.D.B.G. Revolving Loan Fund - In past years the City received Federal Community Development Block grants (CDBG) and Urban Development Action grants (UDAG) to provide low interest loans for economic and job development. The balance in this fund is from loan repayments and interest earned on the loan repayments. CDBG and UDAG regulations require the City to reinvest this balance in similar economic development loans or expenditures.

Loan Fund - In 1983, the City assumed the assets, liabilities and loan commitments of Xenia Environmental Neighborhood Improvement Association, Inc. (X.E.N.I.A., Inc.). X.E.N.I.A., Inc. provided mortgage grants and low or zero interest loans to encourage economic and neighborhood development. The City no longer issues mortgage grants from this fund. The City also assumed the assets, liabilities, and loan commitments of its component unit (Xenia Economic Development Corporation) in 2011 when the corporation was dissolved. Loans previously managed and issued by X.E.G.C. are now administered through the loan fund.

Housing Rehabilitation Loan Fund – In December of 2009, the City received notice that it had been awarded a Tier II Downtown Building and Streetscape Grant. These grant dollars are required to be spent on downtown Xenia. Projects related to these grant dollars include the improvement of downtown buildings through a façade loan program, improvements to two municipal parking lots, curb and sidewalk improvements, the painting of several murals, and wayfinding and gateway signage. The City was also awarded a Tier III CDBG Discretionary Grant that compliments the Tier II efforts to improve downtown facades. The first Tier III dollars were spent in 2012. In September of 2006 the City was awarded a Community Housing Improvement Program (CHIP) Grant in the amount of \$556,000. The grant includes homelessness prevention, private rehabilitation, home or building repair, private rental rehab, fair housing, and general administration activities. The first expenditures related to this grant were made in 2007. The City was also awarded a \$600,000 CHIP Grant in August, 1998 which ended in 2001. The program had similar activities to the 2006 grant as it offered deferred loans, direct low interest loans or a combination thereof with various payoff dates. Some delinquencies from previous housing rehabilitation programs remain outstanding.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 7 - TRANSFERS**

Following is a summary of transfers in and out for all funds for 2012:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Governmental Funds:		
General Fund	\$0	\$4,569,000
Police & Fire Fund	\$4,200,000	\$0
State Gas & Vehicle License Fund	0	
Other Governmental Funds	346,000	0
Total Governmental Funds	<u>4,546,000</u>	<u>4,569,000</u>
Enterprise Funds		
Other Enterprise Funds	23,000	0
Total Enterprise Funds	<u>23,000</u>	<u>0</u>
Total Transfers	<u><u>\$4,569,000</u></u>	<u><u>\$4,569,000</u></u>

There were three transfers from the General Fund to Other Governmental Funds. One transfer was to support operations in the Municipal Court Victim Fund, one was to support operations in the Probation Services Fund, and one supported operations in the Tax Increment Financing Fund. The transfer from the General Fund to the Police and Fire Fund was to support operations related to those public safety functions. The transfer from the General Fund to the Other Enterprise Funds was to supplement operations in the Parking Revenue Fund. There were also transfers of Capital assets between various funds. These transfers are not represented as transfers on the fund statements because in each case the transfer was between governmental and enterprise funds. The transfers are recognized on the entity-wide statements. The Issue II fund transferred capital assets totaling \$901,426 to the Water Fund related to the completion of a grant funded water main project. A transfer of capital assets in the amount of \$27,790 was made from the CDBG & UDAG Revolving Loan Fund to the General Capital Improvement Fund for a park shelter. The Housing Rehabilitation Loan Fund transferred capital assets of \$18,000 to the General Capital Improvement Fund. This transfer was related to a mural in the downtown.

**NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES**

Interfund receivable and payable balances at December 31, 2012 were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Governmental Funds:		
General Fund	\$70,000	
Capital Improvements Fund	\$73,350	
Enterprise Funds		
Housing Rehabilitation Loan Fund		\$70,000
Internal Service Funds:		
City Garage Fund		\$73,350

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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Advances to the Garage Fund are for the purpose of acquiring capital assets. The Advance is then paid back to the General Capital Improvement Fund as that asset depreciates. The advance to the Housing Rehab Loan is to cover expenditures until they are reimbursed by a grant. Once the grant revenue is received the advance will be paid back to the General Fund.

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 9 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2012:

**Historical Cost:**

Class	December 31, 2011	Additions	Deletions	December 31, 2012
<b>Capital assets not being depreciated:</b>				
Land	\$16,210,287	\$0	(\$6,874)	\$16,203,413
Construction in Progress	1,625,763	372,122	(1,245,063)	752,822
Subtotal	<u>17,836,050</u>	<u>372,122</u>	<u>(1,251,937)</u>	<u>16,956,235</u>
<b>Capital assets being depreciated:</b>				
Land improvements	2,245,194	0	0	2,245,194
Buildings and improvements	6,816,058	1,078,846	0	7,894,904
Machinery and Equipment	8,519,856	1,367,644	(944,390)	8,943,110
Infrastructure	15,763,408	658,024	(136,396)	16,285,036
Subtotal	<u>33,344,516</u>	<u>3,104,514</u>	<u>(1,080,786)</u>	<u>35,368,244</u>
Total Cost	<u>\$51,180,566</u>	<u>\$3,476,636</u>	<u>(\$2,332,723)</u>	<u>\$52,324,479</u>

**Accumulated Depreciation:**

Class	December 31, 2011	Additions	Deletions	December 31, 2012
Land improvements	(\$754,695)	(\$50,426)	\$0	(\$805,121)
Buildings and improvements	(2,852,647)	(179,032)	0	(3,031,679)
Machinery and Equipment	(4,928,539)	(765,184)	42,964	(5,650,759)
Infrastructure	(5,870,981)	(447,746)	107,520	(6,211,207)
Total Depreciation	<u>(\$14,406,862)</u>	<u>(\$1,442,388) *</u>	<u>\$150,484</u>	<u>(\$15,698,766)</u>
<b>Net Value:</b>	<u>\$36,773,704</u>	<u>\$2,034,248</u>		<u>\$36,625,713</u>

\* Depreciation expenses were charged to governmental functions as follows:

General Government	\$215,763
Public Safety	499,375
Highways and Streets	543,428
Community Development	13,657
Recreation	162,174
Health	<u>0</u>
Total Depreciation Expense recorded within the Governmental Activities	1,434,397
Amount of Depreciation Expense recorded in the Internal Service Fund	7,991
Total Additions to Accumulated Depreciation	<u>\$1,442,388</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 9 - CAPITAL ASSETS (Continued)**

**B. Business-Type Activities Capital Assets**

Summary by Category at December 31, 2012:

***Historical Cost:***

Class	December 31, 2011	Additions	Deletions	December 31, 2012
<b><i>Capital assets not being depreciated:</i></b>				
Land	\$484,280	\$0	\$0	\$484,280
Construction in Progress	963,879	1,760,491	(355,966)	2,368,404
Subtotal	<u>1,448,159</u>	<u>1,760,491</u>	<u>(355,966)</u>	<u>2,852,684</u>
<b><i>Capital assets being depreciated:</i></b>				
Land improvements	574,767	0	0	574,767
Buildings and improvements	9,852,145	45,790	(45,790)	9,852,145
Machinery and Equipment	52,696,723	1,908,955	(23,126)	54,582,552
Total Cost	<u>\$64,571,794</u>	<u>\$3,715,236</u>	<u>(\$424,882)</u>	<u>\$67,862,148</u>

***Accumulated Depreciation:***

Class	December 31, 2011	Additions	Deletions	December 31, 2012
Land Improvements	(\$293,974)	(\$13,337)	\$0	(\$307,311)
Buildings and Improvements	(5,136,795)	(183,522)	0	(5,320,317)
Machinery and Equipment	(29,964,495)	(2,040,880)	21,207	(31,984,168)
Total Depreciation	<u>(\$35,395,264)</u>	<u>(\$2,237,739)</u>	<u>\$21,207</u>	<u>(\$37,611,796)</u>

***Net Value:***

Total Cost	<u>\$64,571,794</u>	<u>\$3,715,236</u>	<u>(\$424,882)</u>	<u>\$67,862,148</u>
Total Depreciation	<u>(\$35,395,264)</u>	<u>(\$2,237,739)</u>	<u>\$21,207</u>	<u>(\$37,611,796)</u>
<b>Net Value:</b>	<u>\$29,176,530</u>			<u>\$30,250,352</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 10 – DEFINED BENEFIT PENSION PLANS**

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

**A. Ohio Public Employees Retirement System (the “Ohio PERS”)**

The following information was provided by the Ohio PERS to assist the City in complying with GASB Statements No. 45, “*Accounting and Financial Reporting by Employers for Post-employment Benefits other than Pension*” and No. 27, “*Accounting for Pensions by State and Local Government Employers*”.

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by the Ohio PERS:

1. The Traditional Plan (TP) – a cost-sharing multiple-employer defined benefit pension plan.
2. 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.
3. 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, but less than, 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.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Plan and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits.

Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements and required supplementary information. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, making a written request to OPERS at 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-PERS (7377).

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2012, member and employer contribution rates were consistent across all three plans (TP, MD and CO). Separate divisions for law enforcement and public safety exist only within the Traditional Pension Plan.

The 2012 member contribution rate for City employees was 10.00% of covered payroll. The 2011 employer contribution rate was 14.00% of covered payroll. Total required employer

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)**

contributions for all plans are equal to 100% of employer charges and should be extracted from employer records.

The City's contributions to OPERS for the years ended December 31, 2012, 2011 and 2010 were \$672,848, \$650,210, and \$560,033, respectively, which were equal to the required contributions for each year.

**B. Ohio Police and Fire Pension Fund (the "OP&F Fund")**

All City full-time police officers and full-time firefighters participate in the OP&F Fund, a cost-sharing multiple-employer defined benefit pension plan. The OP&F Fund provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F's website at [www.op-f.org](http://www.op-f.org).

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to the OP&F Fund for the years ending December 31, 2012, 2011, and 2010 were \$435,705 \$394,554 and \$360,923 for police and \$491,741, \$504,240 and \$424,088 for firefighters, respectively, which were equal to the required contributions for each year.

**NOTE 11 – POSTEMPLOYMENT BENEFITS**

**A. Ohio Public Employees Retirement System ("OPERS")**

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost sharing, multiple-employer defined benefit pension plan; the member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

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

In order to qualify for Post-Employment healthcare coverage, age-and-service retirees under the Traditional Pension and Combined Pension Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 11 – POSTEMPLOYMENT BENEFITS (Continued)**

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

Funding Policy - The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the Ohio PERS. A portion of each employer's contribution to the Ohio PERS is set aside for the funding of post retirement health care coverage. Employer Contribution rates are expressed as a percentage of the covered payroll of active members. In 2012, local government employers contributed at a rate of 14% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14% of covered payroll for local government employers. Active members do not make contributions to OPEB plan.

The OPERS Postemployment 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 postemployment Health Care benefits. The employer contribution allocated to health care for those in the traditional plan was 4.0% for calendar year 2012. For members of the combined plan the portion was 6.05% during 2012. The portion of employer contributions allocated to health care for the year beginning January 1, 2012 remained the same, however, effective January 1, 2013 the portion of employer contributions allocated to healthcare was lowered to 1% for both plans as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries, to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's Contributions for health care to the OPERS for the years ending December 31, 2012, 2011, and 2010 were \$269,121, \$260,066, and \$318,684, respectively, which were equal to the required contributions for each year.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the Recent Passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

**B. Ohio Police and Fire Fund (“OP&F”)**

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

*Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012*

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**NOTE 11 – POSTEMPLOYMENT BENEFITS (Continued)**

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is provided in chapter 742 of the ORC.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating Employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states the the employer contribution may not exceed 19.5 % of covered payroll for police and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the section 115 trust and the section 401(h) account as the employer contribution for retiree health care benefits. For the year ended Decemeber 31, 2012 the employer contribution allocated to the healthcare plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’s primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees is also authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and coverage selected.

The City’s Contributions for health care to the OP&F for the years ending Decemebr 31, 2012, 2011, and 2010, were \$230,511, \$208,740, and \$190,947 for police and \$192,183, \$197,067 and \$165,742 for firefighters, respectively, was allocated to the healthcare plan.

The number of OP&F participants eligible to receive health care benefits as of 1/1/2012, the date of the last actuarial valuation, was 15,572 for Police and 11,506 for Firefighters. OP&F’s total health care expense for the year ended 12/31/2011 was \$113,812,105, which was net of member contributions of \$62,528,377.

**CITY OF XENIA, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS**

Long-term debt and other long-term obligations of the City at December 31, 2012 were as follows:

			Balance December 31, 2010	Additions	(Reductions)	Balance December 31, 2011	Due Within One Year	
<b>Business-Type Activities:</b>								
Loans Payable:								
2.79%	Sewer Loan Payable	1999	3,776,726	0	(399,561)	3,377,165	410,787	
3.25%	Sewer Loan Payable	2010	1,733,007	0	(65,424)	1,667,583	72,080	
2.80%	Sewer Loan Payable	2012	0	1,510,304	0	1,510,304	57,246	
	Total Loans Payable		5,509,733	1,510,304	(464,985)	6,555,052	540,113	
	Capital Leases		1,416,485	0	(102,171)	1,314,314	106,800	
	2.16% General Obligation Bond Payable		120,288	0	(10,905)	109,383	11,141	
	Landfill Liability		956,638	19,220	(41,423)	934,435	48,900	
	Compensated Absences		454,580	472,882	(454,580)	472,882	41,286	
	<b>Total Business Type Activities</b>		<b>\$8,457,724</b>	<b>\$2,002,406</b>	<b>(\$1,074,064)</b>	<b>\$9,386,066</b>	<b>\$748,240</b>	
<b>Governmental Activities Long-Term Debt:</b>								
	2.00- 3.10% General Obligation Bond Payable		2010	\$850,000	\$0	(\$75,000)	\$775,000	\$75,000
	2.16% General Obligation Bond Payable		2011	953,712	0	(86,464)	\$867,248	88,332
	Capital Leases Payable			856,036	0	(377,356)	478,680	239,505
	Compensated Absences			1,816,302	1,885,664	(1,816,302)	1,885,664	184,191
	<b>Total Governmental Activities</b>			<b>\$4,476,050</b>	<b>\$1,885,664</b>	<b>(\$2,355,122)</b>	<b>\$4,006,592</b>	<b>\$587,028</b>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

**NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

**A. Principal and Interest Requirements**

Principal and Interest requirements to retire long-term obligations outstanding at December 31, 2012 are as follows:

Years	General Obligation Bond		Sewer Loans Payable	
	Principal	Interest	Principal	Interest
2013	174,473	40,295	540,113	186,884
2014	201,621	36,397	555,629	171,367
2015	203,816	32,202	571,593	155,403
2016	206,059	27,709	588,017	138,979
2017	208,350	22,793	604,914	122,082
2018-2022	757,312	38,859	2,004,646	374,924
2023-2027	0	0	931,099	193,062
2028-2032	0	0	759,041	50,880
Totals	<u>\$1,751,631</u>	<u>\$198,255</u>	<u>\$6,555,052</u>	<u>\$1,393,581</u>

**B. General Obligation Bond**

In 2000, the City issued \$1,400,000 of general obligations bonds to fund street improvements in our Industrial park and to pay off our unfunded police and fire pension liability. The City received a discount from the Police and Fire Pension Fund for paying off the unfunded police and fire pension obligation. The City had an option to call in the bonds after June 1<sup>st</sup> of 2010 and after carefully evaluating the options decided to do so. The City then in a refunding issued \$920,000 of new bonds at a lower rate for a 10-year period. The bonds mature at different times and rates. It is estimated that the debt refinance will save the City approximately \$113,000 over the 10-year period. In 2011 the City issued additional general obligation bonds in the amount of \$1,074,000. In this instance the bonds were privately placed with PNC bank rather than publicly offered. These bonds were issued for the purpose of making improvements to infrastructure at the City's feature park, and to purchase backup generators for City Hall and the Public Service Center.

**NOTE 13 – LEASES**

**A. Capital Leases**

Under capital leases the City has leases for a fire pumper, a communication center, a building security system, an HVAC system, automated meter reading upgrades, and Self Contained Breathing Apparatus. The cost of these capital leases are related to Governmental Activities capital assets with the exception of the automated meter reading project which can be attributed to the Business Activities. The related liabilities are included in amounts due within one year and amounts due in more than one year. The original cost of the assets acquired under capital lease was \$3,367,266 and the book value at December 31, 2012 was \$2,363,303. The following is a



***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

schedule of future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of December 31, 2012:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>
2013	257,428	164,516
2014	113,847	164,516
2015	93,350	164,516
2016	46,675	164,516
2017	0	164,516
2018-2022	<u>0</u>	<u>822,575</u>
Minimum Lease Payments	511,300	1,645,155
Less amount representing interest at the City's incremental borrowing rate of interest	<u>(32,620)</u>	<u>(330,841)</u>
Present value of minimum lease payments	<u><u>\$478,680</u></u>	<u><u>\$1,314,314</u></u>

**B. Operating Leases**

The City leases office space, machinery and equipment, janitorial and cleaning services and parking lots under operating agreements that expire at various dates through 2016. Payments on operating leases were \$71,525 during 2012. The following is a schedule of future minimum rental payments of non-cancellable operating leases:

<u>Year Ending December 31,</u>	<u>Amount</u>
2013	76,676
2014	71,028
2015	17,628
2016	7,345

**NOTE 14 - SOLID WASTE LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS**

In 1991, the City stopped accepting waste at the City of Xenia Landfill. EPA required the City to place a final cover on the landfill site as well as perform certain maintenance and monitoring functions at the site for thirty years after closure. At December 31, 2012 the City's accrued liability (per GASB 18) for post-closure costs related to the closed City landfill is \$934,435. These costs are funded by a component of the city Sanitation rate. The estimated costs of postclosure care are subject to changes corresponding to the effects of inflation, revision of laws and other variables.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 15 - RISK MANAGEMENT**

The City of Xenia is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, and natural disasters for which the City of Xenia participates in the Ohio Government Risk Management Plan. This program is a fully reinsured product that provides for 100% “transfer” of risk. Members do not retain or share any risk. There were no significant reductions in insurance coverage in any category of risk over the prior year. The amount of any settlements has not exceeded insurance coverage over the past three years.

**NOTE 16 - CONTINGENCIES**

The City is defendant in various court actions, but it is either covered by insurance or the amount involved is not material in relation to the financial statements.

The City participates in several federally assisted programs (principally Community Development Block Grants and Urban Development Action Grants) which are subject to program compliance audits by the grantors or their representatives. The grantor agencies, at their option, may perform economy and efficiency audits, program results audits or conduct monitoring visits. Such audits and visits could lead to reimbursement to the grantor agencies. Management believes such reimbursements, if any, would not be material.

**NOTE 17 - CHANGE IN ACCOUNTING PRINCIPLES**

During the year ended December 31, 2012, the City implemented certain GASB Statements which had an impact on its accounting and financial reporting as described below.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre- November 30, 1989 FASB and AICPA Pronouncements*, incorporates into GASB’s authoritative literature certain accounting and financial reporting guidance that is included in the FASB and AICPA pronouncements which do not conflict with or contradict GASB pronouncements.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. The Statement also identified net position as the residual of all other elements presented in a balance sheet, amending the net asset reporting requirements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure of the balance sheet and by renaming that measure as net position.

These changes were incorporated in the City’s 2012 financial statements; however, there was no effect on beginning net position/fund balance.

***COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES***

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***T***HE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, NONMAJOR ENTERPRISE FUNDS, INTERNAL SERVICE FUNDS, AND FIDUCIARY FUNDS.

*Nonmajor Governmental Funds*

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***Special Revenue Funds***

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These funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

**Indigent Driver Alcohol Treatment Fund**

To account for fine monies collected under DUI and driving under license suspension offenses cited under state law. The purpose of the fund is to provide funding for an indigent driver treatment program.

**Law Enforcement and Education Fund**

To account for fine monies collected under DUI offenses cited under state law. The purpose of the fund is to fund costs incurred while enforcing DUI laws and educate the public concerning DUI.

**Probation Services Fund**

To account for grant dollars received and fines and fees collected for probation service functions. Uses are restricted for community based corrections programs.

**State Route Repair Fund**

Required by State law to account for that portion of gasoline tax and motor vehicle license fees designated for maintenance of State highways within the City.

**City Motor Vehicle License Tax Fund**

To account for specific local street repairs approved by the City and funded by the permissive municipal motor vehicle license tax.

**County Motor Vehicle License Tax Fund**

To account for specific major street repairs approved by Greene County, Ohio and funded by the permissive County motor vehicle license tax.

**Special Miscellaneous Improvements Fund**

To account for revenues from lease of the Xenia Towne Square. Restricted by local ordinance for permanent improvements.

**Tax Increment Equivalent Fund**

To account for State payments in lieu of property taxes in the Urban Renewal Zone (Xenia Towne Square). Restricted by State law and local ordinance for improvements other than those directly benefiting the Urban Renewal zone.

(Continued)

***Special Revenue Funds***

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**911 Fund**

To account for 911 surcharges related to wireless communications. Uses are restricted by state law to designing, upgrading, purchasing, leasing, programming, installing, testing, or maintaining various aspects of the communication center.

**Law Enforcement Fund**

To account for the proceeds from sales of contraband seized during arrests on felony charges.

**Drug Law Enforcement Fund**

To account for drug offenses, fines and bond forfeitures.

**Municipal Court Victim Fund**

To account for revenues and expenditures related to the special fee assessed and collected by the Court to provide funding for the Victim Advocate Program for Xenia Municipal Court.

***Debt Service Fund***

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**Debt Service Fund**

This fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

***Capital Projects Funds***

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

**Municipal Court Capital Improvements Fund**

This fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment associated with the municipal court. This fund was established during 1991.

**Issue II Fund**

This fund is used to account for revenues and expenditures related to Issue II money which is used for infrastructure projects funded and approved by the State of Ohio Public Works Commission. This fund was established during 1989.

**CITY OF XENIA, OHIO**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and cash equivalents	\$ 603,121	\$ 22,955	\$ 120,585	\$ 746,661
Investments	1,382,021	52,605	276,318	1,710,944
Receivables:				
Taxes, including interest, penalties and liens	34,000	71,483	0	105,483
Intergovernmental	456,870	4,859	0	461,729
Accounts	26,109	0	0	26,109
Accrued interest	1,764	67	401	2,232
Grants	24,733	0	0	24,733
Prepaid items	37,434	0	34,763	72,197
<b>Total Assets</b>	<b>\$ 2,566,052</b>	<b>\$ 151,969</b>	<b>\$ 432,067</b>	<b>\$ 3,150,088</b>
<b>Liabilities:</b>				
Accounts payable	\$ 7,463	\$ 0	\$ 1,452	\$ 8,915
Accrued payroll	41,456	0	0	41,456
Deferred revenue	444,838	76,359	102	521,299
<b>Total Liabilities</b>	<b>493,757</b>	<b>76,359</b>	<b>1,554</b>	<b>571,670</b>
<b>Fund Balances:</b>				
Nonspendable Fund balance				
Prepaid items	37,434	0	34,763	72,197
Restricted Fund Balance	1,885,083	75,610	395,750	2,356,443
Committed Fund Balance	149,778	0	0	149,778
<b>Total Fund Balances</b>	<b>2,072,295</b>	<b>75,610</b>	<b>430,513</b>	<b>2,578,418</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 2,566,052</b>	<b>\$ 151,969</b>	<b>\$ 432,067</b>	<b>\$ 3,150,088</b>

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Other local taxes	\$ 68,454	\$ 65,434	\$ 0	\$ 133,888
State shared taxes and permits	495,436	14,448	0	509,884
Intergovernmental grants	207,441	0	51,807	259,248
Charges for services	9,412	0	0	9,412
Fines, costs, forfeitures, licenses and permits	310,822	0	89,510	400,332
Miscellaneous receipts and reimbursements, including interest	210,859	419	2,055	213,333
<b>Total Revenue</b>	1,302,424	80,301	143,372	1,526,097
<b>Expenditures:</b>				
Current:				
General government	686,606	0	0	686,606
Public safety	270,188	275	0	270,463
Highways and streets	97,448	273	0	97,721
Urban redevelopment & Housing	7,152	0	0	7,152
Economic Development & Assistance	135,883	0	0	135,883
Capital outlay	297,092	0	148,401	445,493
Debt service:				
Principal retirement	25,000	50,000	18,521	93,521
Interest & fiscal charges	6,746	13,954	1,575	22,275
<b>Total Expenditures</b>	1,526,115	64,502	168,497	1,759,114
Excess (deficiency) of revenues over expenditures	(223,691)	15,799	(25,125)	(233,017)
<b>Other financing sources (uses):</b>				
Transfers in	346,000	0	0	346,000
<b>Total other financing sources (uses)</b>	346,000	0	0	346,000
Net change in fund balances	122,309	15,799	(25,125)	112,983
<b>Fund Balances at Beginning of Year</b>	1,949,986	59,811	455,638	2,465,435
<b>Fund Balances End of Year</b>	\$ 2,072,295	\$ 75,610	\$ 430,513	\$ 2,578,418

**CITY OF XENIA, OHIO**

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2012**

	Indigent Driver Alcohol Treatment	Law Enforcement and Education	Probation Service Fund	State Route Repair	City Motor Vehicle License Tax
<b>Assets:</b>					
Cash and cash equivalents	\$ 93,910	\$ 9,446	\$ 16,138	\$ 56,327	\$ 80,348
Investments	215,191	21,644	36,977	129,072	184,111
Receivables:					
Taxes, including interest, penalties and liens	0	0	0	0	0
Intergovernmental	0	0	0	42,165	91,666
Accounts	5,392	0	0	0	0
Accrued interest	311	30	24	164	241
Grants	0	0	13,360	0	0
Prepaid items	25,000	0	345	110	0
<b>Total Assets</b>	<b>\$ 339,804</b>	<b>\$ 31,120</b>	<b>\$ 66,844</b>	<b>\$ 227,838</b>	<b>\$ 356,366</b>
<b>Liabilities:</b>					
Accounts payable	\$ 0	\$ 0	\$ 4,454	\$ 1,360	\$ 0
Accrued payroll	0	0	19,342	0	0
Deferred revenue	79	8	6	26,684	60,527
<b>Total Liabilities</b>	<b>79</b>	<b>8</b>	<b>23,802</b>	<b>28,044</b>	<b>60,527</b>
<b>Fund Balances:</b>					
Nonspendable Fund Balance					
Prepaid items	25,000	0	345	110	0
Restricted Fund Balance	314,725	31,112	42,697	199,684	295,839
Committed Fund Balance	0	0	0	0	0
<b>Total Fund Balances</b>	<b>339,725</b>	<b>31,112</b>	<b>43,042</b>	<b>199,794</b>	<b>295,839</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 339,804</b>	<b>\$ 31,120</b>	<b>\$ 66,844</b>	<b>\$ 227,838</b>	<b>\$ 356,366</b>



**CITY OF XENIA, OHIO**

County Motor Vehicle License Tax	Special Miscellaneous Improvements	Tax Increment Equivalent	911 Fund	Law Enforcement	Drug Law Enforcement	Municipal Court Victim	Total Nonmajor Special Revenue Funds
\$ 9,429	\$ 46,042	\$ 1,904	\$ 120,652	\$ 154,577	\$ 9,707	\$ 4,641	\$ 603,121
21,606	105,503	4,363	276,474	354,211	22,241	10,628	1,382,021
0	0	34,000	0	0	0	0	34,000
323,039	0	0	0	0	0	0	456,870
0	0	0	20,717	0	0	0	26,109
31	0	0	414	491	35	23	1,764
0	0	0	0	0	0	11,373	24,733
0	0	0	0	10,500	0	1,479	37,434
<u>\$ 354,105</u>	<u>\$ 151,545</u>	<u>\$ 40,267</u>	<u>\$ 418,257</u>	<u>\$ 519,779</u>	<u>\$ 31,983</u>	<u>\$ 28,144</u>	<u>\$ 2,566,052</u>
\$ 0	\$ 0	\$ 129	\$ 0	\$ 1,413	\$ 0	\$ 107	\$ 7,463
0	1,767	2,693	9,911	0	0	7,743	41,456
323,047	0	34,000	106	125	9	247	444,838
<u>323,047</u>	<u>1,767</u>	<u>36,822</u>	<u>10,017</u>	<u>1,538</u>	<u>9</u>	<u>8,097</u>	<u>493,757</u>
0	0	0	0	10,500	0	1,479	37,434
31,058	0	3,445	408,240	507,741	31,974	18,568	1,885,083
0	149,778	0	0	0	0	0	149,778
<u>31,058</u>	<u>149,778</u>	<u>3,445</u>	<u>408,240</u>	<u>518,241</u>	<u>31,974</u>	<u>20,047</u>	<u>2,072,295</u>
<u>\$ 354,105</u>	<u>\$ 151,545</u>	<u>\$ 40,267</u>	<u>\$ 418,257</u>	<u>\$ 519,779</u>	<u>\$ 31,983</u>	<u>\$ 28,144</u>	<u>\$ 2,566,052</u>

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Indigent Driver Alcohol Treatment	Law Enforcement and Education	Probation Service Fund	State Route Repair	City Motor Vehicle License Tax
<b>Revenues:</b>					
Other local taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State shared taxes and permits	0	0	0	78,038	196,695
Intergovernmental grants	0	0	138,527	0	0
Charges for services	0	0	9,412	0	0
Fines, costs, forfeitures, licenses and permits	43,079	1,447	73,566	0	0
Miscellaneous receipts and reimbursements, including interest	1,626	155	107	951	1,288
<b>Total Revenue</b>	<b>44,705</b>	<b>1,602</b>	<b>221,612</b>	<b>78,989</b>	<b>197,983</b>
<b>Expenditures:</b>					
Current:					
General government	51,177	0	456,570	0	0
Public safety	0	38	0	0	0
Highways and streets	0	0	0	37,480	0
Urban Redevelopment & Housing	0	0	0	0	0
Economic Development & Assistance	0	0	0	0	0
Capital outlay	0	0	0	0	67,433
Debt service:					
Principal retirement	0	0	0	0	25,000
Interest & fiscal charges	0	0	0	0	6,746
<b>Total Expenditures</b>	<b>51,177</b>	<b>38</b>	<b>456,570</b>	<b>37,480</b>	<b>99,179</b>
Excess (deficiency) of revenues over expenditures	(6,472)	1,564	(234,958)	41,509	98,804
<b>Other financing sources (uses):</b>					
Transfers in	0	0	278,000	0	0
<b>Total other financing sources (uses)</b>	<b>0</b>	<b>0</b>	<b>278,000</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balances	(6,472)	1,564	43,042	41,509	98,804
<b>Fund Balances at Beginning of Year</b>	<b>346,197</b>	<b>29,548</b>	<b>0</b>	<b>158,285</b>	<b>197,035</b>
<b>Fund Balances End of Year</b>	<b>\$ 339,725</b>	<b>\$ 31,112</b>	<b>\$ 43,042</b>	<b>\$ 199,794</b>	<b>\$ 295,839</b>

**CITY OF XENIA, OHIO**

County Motor Vehicle License Tax	Special Miscellaneous Improvements	Tax Increment Equivalent	911 Fund	Law Enforcement	Drug Law Enforcement	Municipal Court Victim	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 68,454	\$ 0	\$ 0	\$ 0	\$ 0	\$ 68,454
220,703	0	0	0	0	0	0	495,436
0	0	0	0	1,344	0	67,570	207,441
0	0	0	0	0	0	0	9,412
0	0	0	156,925	0	778	35,027	310,822
378	99,872	70	18,011	88,124	173	104	210,859
221,081	99,872	68,524	174,936	89,468	951	102,701	1,302,424
0	0	3,282	0	0	0	175,577	686,606
0	0	0	217,293	43,971	8,886	0	270,188
0	59,968	0	0	0	0	0	97,448
0	7,152	0	0	0	0	0	7,152
0	0	135,883	0	0	0	0	135,883
220,703	0	0	0	8,956	0	0	297,092
0	0	0	0	0	0	0	25,000
0	0	0	0	0	0	0	6,746
220,703	67,120	139,165	217,293	52,927	8,886	175,577	1,526,115
378	32,752	(70,641)	(42,357)	36,541	(7,935)	(72,876)	(223,691)
0	0	10,000	0	0	0	58,000	346,000
0	0	10,000	0	0	0	58,000	346,000
378	32,752	(60,641)	(42,357)	36,541	(7,935)	(14,876)	122,309
30,680	117,026	64,086	450,597	481,700	39,909	34,923	1,949,986
\$ 31,058	\$ 149,778	\$ 3,445	\$ 408,240	\$ 518,241	\$ 31,974	\$ 20,047	\$ 2,072,295

**CITY OF XENIA, OHIO**

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**COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
DECEMBER 31, 2012**

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	Municipal Court Capital Improvements	Issue II	Total Nonmajor Capital Projects Funds
<b>Assets:</b>			
Cash and cash equivalents	\$ 120,306	\$ 279	\$ 120,585
Investments	275,677	641	276,318
Receivables:			
Accrued interest	401	0	401
Prepaid items	34,763	0	34,763
<b>Total Assets</b>	<b>\$ 431,147</b>	<b>\$ 920</b>	<b>\$ 432,067</b>
<b>Liabilities:</b>			
Accounts payable	\$ 1,452	\$ 0	\$ 1,452
Deferred revenue	102	0	102
<b>Total Liabilities</b>	<b>1,554</b>	<b>0</b>	<b>1,554</b>
<b>Fund Balances:</b>			
Nonspendable Fund Balance			
Prepaid items	34,763	0	34,763
Restricted Fund Balance	394,830	920	395,750
<b>Total Fund Balances</b>	<b>429,593</b>	<b>920</b>	<b>430,513</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 431,147</b>	<b>\$ 920</b>	<b>\$ 432,067</b>

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Municipal Court Capital Improvements	Issue II	Total Nonmajor Capital Projects Funds
<b>Revenues:</b>			
Intergovernmental grants	\$ 0	\$ 51,807	\$ 51,807
Fines, costs, forfeitures, licenses and permits	89,510	0	89,510
Miscellaneous receipts and reimbursements, including interest	2,052	3	2,055
<b>Total Revenue</b>	<b>91,562</b>	<b>51,810</b>	<b>143,372</b>
<b>Expenditures:</b>			
Current:			
Capital outlay	96,594	51,807	148,401
Debt service:			
Principal retirement	18,521	0	18,521
Interest & fiscal charges	1,575	0	1,575
<b>Total Expenditures</b>	<b>116,690</b>	<b>51,807</b>	<b>168,497</b>
Excess (deficiency) of revenues over expenditures	(25,128)	3	(25,125)
<b>Other financing sources (uses):</b>			
<b>Total other financing sources (uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net change in fund balances	(25,128)	3	(25,125)
<b>Fund Balances at Beginning of Year</b>	<b>454,721</b>	<b>917</b>	<b>455,638</b>
<b>Fund Balances End of Year</b>	<b>\$ 429,593</b>	<b>\$ 920</b>	<b>\$ 430,513</b>

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>GENERAL FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Municipal Income Taxes	\$ 5,103,538	\$ 5,103,538	\$ 5,123,118	\$ 19,580
Other Local Taxes	1,175,265	1,175,265	1,173,488	(1,777)
State Shared Taxes and Permits	1,492,649	1,492,649	1,271,921	(220,728)
Charges for Services	23,100	23,100	33,694	10,594
Fines, Costs, Forfeitures, Licenses and Permits	940,750	940,750	1,103,454	162,704
Miscellaneous Receipts and Reimbursements, Including Interest	397,856	405,856	436,062	30,206
Total Revenues	9,133,158	9,141,158	9,141,737	579
<b>Expenditures:</b>				
General Government:				
City Council and General Government:				
Personnel Services	32,598	32,598	32,565	33
General Operating Expenses	11,050	11,220	11,219	1
Contractual Services	67,795	78,708	62,881	15,827
Materials and Supplies	4,000	5,805	3,804	2,001
Contributions	88,866	88,866	87,598	1,268
Total City Council and General Government	204,309	217,197	198,067	19,130
Municipal Court:				
Personnel Services	952,501	990,632	990,629	3
General Operating Expenses	18,620	25,072	24,682	390
Contractual Services	87,824	118,137	114,862	3,275
Materials and Supplies	15,521	20,911	16,735	4,176
Contributions	52,621	52,621	42,366	10,255
Total Municipal Court	1,127,087	1,207,373	1,189,274	18,099
City Law Department:				
Personnel Services	139,104	139,808	139,805	3
General Operating Expenses	3,225	2,503	665	1,838
Contractual Services	17,838	18,943	18,405	538
Materials and Supplies	10,515	10,215	9,442	773
Total City Law Department	170,682	171,469	168,317	3,152

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

<b>GENERAL FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>City Manager's Office:</b>				
Personnel Services	103,970	103,970	102,907	1,063
General Operating Expenses	4,470	4,470	2,595	1,875
Contractual Services	13,057	13,303	8,796	4,507
Materials and Supplies	7,951	7,951	3,300	4,651
Total City Manager's Office	<u>129,448</u>	<u>129,694</u>	<u>117,598</u>	<u>12,096</u>
<b>Personnel Office:</b>				
Personnel Services	21,183	21,183	20,904	279
General Operating Expenses	1,995	1,385	856	529
Contractual Services	63,810	74,313	60,848	13,465
Materials and Supplies	5,748	6,967	6,042	925
Total Personnel Office	<u>92,736</u>	<u>103,848</u>	<u>88,650</u>	<u>15,198</u>
<b>Finance Office:</b>				
Personnel Services	78,243	78,243	77,791	452
General Operating Expenses	855	986	961	25
Contractual Services	54,858	55,938	38,731	17,207
Materials and Supplies	7,164	6,777	5,707	1,070
Total Finance Office	<u>141,120</u>	<u>141,944</u>	<u>123,190</u>	<u>18,754</u>
<b>Income Tax:</b>				
Personnel Services	261,302	261,302	256,801	4,501
General Operating Expenses	1,503	4,042	3,523	519
Contractual Services	78,122	85,203	63,382	21,821
Materials and Supplies	5,169	5,798	3,449	2,349
Total Income Tax	<u>346,096</u>	<u>356,345</u>	<u>327,155</u>	<u>29,190</u>
<b>Municipal Building and General Services:</b>				
Contractual Services	194,538	200,182	196,546	3,636
Materials and Supplies	3,284	5,072	4,237	835
Total Municipal Building and General Services	<u>197,822</u>	<u>205,254</u>	<u>200,783</u>	<u>4,471</u>

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

	<b>GENERAL FUND</b>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Data Processing:</b>				
Personnel Services	32,906	32,976	32,974	2
General Operating Expenses	7,500	6,305	6,305	0
Contractual Services	155,189	162,017	157,579	4,438
Materials and Supplies	19,176	22,356	21,896	460
Total Data Processing	<u>214,771</u>	<u>223,654</u>	<u>218,754</u>	<u>4,900</u>
<b>Clerk of City Council:</b>				
Personnel Services	31,499	31,499	29,185	2,314
General Operating Expenses	235	235	25	210
Contractual Services	23,622	24,155	16,228	7,927
Materials and Supplies	4,724	4,264	3,099	1,165
Total Clerk of City Council	<u>60,080</u>	<u>60,153</u>	<u>48,537</u>	<u>11,616</u>
<b>Volunteer Program:</b>				
General Operating Expenses	3,225	3,225	0	3,225
Contractual Services	690	690	0	690
Materials and Supplies	1,800	1,800	426	1,374
Total Volunteer Program	<u>5,715</u>	<u>5,715</u>	<u>426</u>	<u>5,289</u>
<b>Public Affairs &amp; CATV:</b>				
Personnel Services	1,720	1,720	1,150	570
General Operating Expenses	1,325	1,325	0	1,325
Contractual Services	11,300	11,316	10,574	742
Materials and Supplies	2,500	2,500	2,047	453
Total Public Affairs & CATV	<u>16,845</u>	<u>16,861</u>	<u>13,771</u>	<u>3,090</u>
<b>Property Maintenance:</b>				
Personnel Services	31,543	31,716	31,716	0
General Operating Expenses	165	255	215	40
Contractual Services	38,152	38,359	25,041	13,318
Materials and Supplies	4,106	3,926	564	3,362
Total Property Maintenance	<u>73,966</u>	<u>74,256</u>	<u>57,536</u>	<u>16,720</u>



**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

	<b>GENERAL FUND</b>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Planning:</b>				
Personnel Services	82,086	82,086	81,954	132
General Operating Expenses	2,900	2,900	2,422	478
Contractual Services	33,022	60,463	57,951	2,512
Materials and Supplies	626	1,546	1,403	143
Total Planning	<u>118,634</u>	<u>146,995</u>	<u>143,730</u>	<u>3,265</u>
Total General Government	<u>2,910,060</u>	<u>3,071,507</u>	<u>2,900,368</u>	<u>171,139</u>
<b>Public Safety:</b>				
Contractual Services	0	4,580	4,580	0
Materials and Supplies	10,749	6,169	0	6,169
Total Emergency Resources-Insurance	<u>10,749</u>	<u>10,749</u>	<u>4,580</u>	<u>6,169</u>
<b>Civil Defense:</b>				
General Operating Expenses	500	500	0	500
Contractual Services	25,165	28,317	23,253	5,064
Materials and Supplies	500	500	500	0
Total Civil Defense	<u>26,165</u>	<u>29,317</u>	<u>23,753</u>	<u>5,564</u>
<b>Engineering:</b>				
Personnel Services	55,910	55,910	40,106	15,804
General Operating Expenses	850	1,157	997	160
Contractual Services	81,297	81,132	24,360	56,772
Materials and Supplies	2,476	3,648	2,778	870
Total Engineering	<u>140,533</u>	<u>141,847</u>	<u>68,241</u>	<u>73,606</u>
<b>Construction Inspection:</b>				
Personnel Services	35,653	35,653	19,313	16,340
General Operating Expenses	400	399	180	219
Contractual Services	9,215	9,425	8,009	1,416
Materials and Supplies	1,376	1,377	843	534
Total Construction Inspection	<u>46,644</u>	<u>46,854</u>	<u>28,345</u>	<u>18,509</u>
Total Public Safety	<u>213,342</u>	<u>218,018</u>	<u>120,339</u>	<u>97,679</u>
<b>Economic Development &amp; Assistance:</b>				
Personnel Services	15,592	15,592	15,516	76
Total Economic Development & Assistance	<u>15,592</u>	<u>15,592</u>	<u>15,516</u>	<u>76</u>

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

<b>GENERAL FUND</b>				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Highways and Streets:				
Street Lighting:				
Contractual Services	245,091	245,481	243,665	1,816
Total Highways and Streets	<u>245,091</u>	<u>245,481</u>	<u>243,665</u>	<u>1,816</u>
Urban Redevelopment and Housing:				
Personnel Services	70,580	72,127	72,118	9
General Operating Expenses	122	122	50	72
Contractual Services	14,117	14,671	11,835	2,836
Materials and Supplies	1,390	1,929	1,479	450
Total Urban Redevelopment & Housing	<u>86,209</u>	<u>88,849</u>	<u>85,482</u>	<u>3,367</u>
Recreation:				
Xenia Station:				
Contractual Services	13,261	13,582	12,359	1,223
Materials and Supplies	4,427	4,927	2,645	2,282
Total Xenia Station	<u>17,688</u>	<u>18,509</u>	<u>15,004</u>	<u>3,505</u>
General Park Maintenance:				
Personnel Services	61,547	76,547	75,220	1,327
General Operating Expenses	1,000	1,230	679	551
Contractual Services	86,949	87,883	66,937	20,946
Materials and Supplies	14,868	18,418	14,590	3,828
Total General Park Maintenance	<u>164,364</u>	<u>184,078</u>	<u>157,426</u>	<u>26,652</u>
Total Recreation	<u>183,552</u>	<u>204,087</u>	<u>173,930</u>	<u>30,157</u>

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

<b>GENERAL FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Total Expenditures	3,653,846	3,843,534	3,539,300	304,234
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,479,312	5,297,624	5,602,437	304,813
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(4,634,000)	(4,644,000)	(4,569,000)	75,000
Advances Out	0	(70,000)	(70,000)	0
Total Other Financing Sources (Uses)	<u>(4,634,000)</u>	<u>(4,714,000)</u>	<u>(4,639,000)</u>	<u>75,000</u>
Net Change in Fund Balance	845,312	583,624	963,437	379,813
Fund Balance at Beginning of Year	559,587	559,587	559,587	0
Prior Year Encumbrances	214,069	214,069	214,069	0
Fund Balance at End of Year	<u>\$ 1,618,968</u>	<u>\$ 1,357,280</u>	<u>\$ 1,737,093</u>	<u>\$ 379,813</u>



**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**STATE GAS AND VEHICLE LICENSE**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
State Shared Taxes and Permits	\$ 1,005,000	\$ 1,005,000	\$ 959,820	\$ (45,180)
Charges for Services	4,000	4,000	0	(4,000)
Miscellaneous Receipts and Reimbursements, Including Interest	9,739	9,739	6,613	(3,126)
Total Revenues	1,018,739	1,018,739	966,433	(52,306)
<b>Expenditures:</b>				
Highways and Streets - Current:				
Personnel Services	685,831	685,831	657,975	27,856
General Operating	660	635	566	69
Contractual Services	250,910	252,669	173,430	79,239
Materials and Supplies	275,190	279,910	202,109	77,801
Non-governmental	0	2,060	2,060	0
Total Expenditures	1,212,591	1,221,105	1,036,140	184,965
Excess (Deficiency) of Revenues Over (Under) Expenditures	(193,852)	(202,366)	(69,707)	132,659
<b>Other Financing Sources (Uses):</b>				
Transfers In	75,000	75,000	0	(75,000)
Total Other Financing Sources (Uses)	75,000	75,000	0	(75,000)
Net Change in Fund Balance	(118,852)	(127,366)	(69,707)	57,659
Fund Balance at Beginning of Year	167,909	167,909	167,909	0
Prior Year Encumbrances	63,830	63,830	63,830	0
Fund Balance at End of Year	\$ 112,887	\$ 104,373	\$ 162,032	\$ 57,659

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Municipal Income Taxes	4,928,538	4,928,538	5,196,395	267,857
Other Local Taxes	186,000	186,000	196,304	10,304
State Shared Taxes and Permits	\$ 38,575	\$ 38,575	\$ 38,329	\$ (246)
Intergovernmental Grants	297,145	297,145	345,647	48,502
Charges for Services	1,561,631	1,561,631	1,531,281	(30,350)
Fines, Costs, Forfeitures, Licenses and Permits	10,000	10,000	9,043	(957)
Miscellaneous Receipts and Reimbursements, Including Interest	95,000	95,000	78,945	(16,055)
Total Revenues	7,116,889	7,116,889	7,395,944	279,055
<b>Expenditures:</b>				
Public Safety - Current:				
Police:				
Personnel Services	4,938,794	4,924,644	4,881,443	43,201
General Operating	25,800	27,501	20,990	6,511
Contractual Services	541,887	548,270	453,369	94,901
Materials and Supplies	123,678	126,577	120,031	6,546
Total Police	5,630,159	5,626,992	5,475,833	151,159
Fire:				
Personnel Services	4,401,064	4,401,064	4,289,536	111,528
General Operating	15,290	15,418	12,384	3,034
Contractual Services	390,786	472,391	459,217	13,174
Materials & Supplies	135,426	147,446	138,415	9,031
Total Fire	4,942,566	5,036,319	4,899,552	136,767
Communications:				
Personnel Services	1,082,607	1,096,757	1,091,560	5,197
General Operating Expense	4,300	3,300	3,251	49
Contractual Services	76,256	93,364	81,208	12,156
Materials & Supplies	26,867	38,130	36,220	1,910
Total Communications	1,190,030	1,231,551	1,212,239	19,312

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

<b>POLICE AND FIRE FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Capital Outlay:				
Capital Improvements	1,085,883	1,138,759	857,580	281,179
Debt Service:				
Principal Retirement	284,202	284,202	284,198	4
Interest and Fiscal Charges	24,088	24,088	24,083	5
Total Expenditures	13,156,928	13,341,911	12,753,485	588,426
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,040,039)	(6,225,022)	(5,357,541)	867,481
<b>Other Financing Sources (Uses):</b>				
Proceeds from Capital Lease	775,000	775,000	0	(775,000)
Transfers In	4,200,000	4,200,000	4,200,000	0
Total Other Financing Sources (Uses)	4,975,000	4,975,000	4,200,000	(775,000)
Net Change in Fund Balance	(1,065,039)	(1,250,022)	(1,157,541)	92,481
Fund Balance at Beginning of Year	2,315,249	2,315,249	2,315,249	0
Prior Year Encumbrances	191,408	191,408	191,408	0
Fund Balance at End of Year	\$ 1,441,618	\$ 1,256,635	\$ 1,349,116	\$ 92,481

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>CAPITAL IMPROVEMENTS FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Municipal Income Taxes	1,232,135	1,232,135	1,299,099	66,964
Other Local Taxes	\$ 20,000	\$ 20,000	\$ 38,635	\$ 18,635
Intergovernmental Grants	1,863,485	7,010,927	418,078	(6,592,849)
Charges for Services	0	0	100	100
Miscellaneous Receipts and Reimbursements				
Including Interest	63,591	63,591	64,904	1,313
Total Revenues	<u>3,179,211</u>	<u>8,326,653</u>	<u>1,820,816</u>	<u>(6,505,837)</u>
<b>Expenditures:</b>				
Capital Outlay:				
Contractual Services	848,242	3,215,328	1,381,102	1,834,226
Materials and Supplies	99,000	156,329	112,025	44,304
Capital Improvements	2,874,607	6,379,118	1,722,014	4,657,104
Debt Service:				
Principal Retirement	161,105	161,105	161,101	4
Interest and Fiscal Charges	27,682	28,032	28,020	12
Total Expenditures	<u>4,010,636</u>	<u>9,939,912</u>	<u>3,404,262</u>	<u>6,535,650</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(831,425)	(1,613,259)	(1,583,446)	29,813
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(831,425)	(1,613,259)	(1,583,446)	29,813
Fund Balance at Beginning of Year	1,346,991	1,346,991	1,346,991	0
Prior Year Encumbrances	1,114,413	1,114,413	1,114,413	0
Fund Balance at End of Year	<u>\$ 1,629,979</u>	<u>\$ 848,145</u>	<u>\$ 877,958</u>	<u>\$ 29,813</u>



**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**INDIGENT DRIVER ALCOHOL TREATMENT**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines, Costs, Forfeitures, Licenses and Permits	\$ 40,000	\$ 40,000	\$ 43,123	\$ 3,123
Miscellaneous Receipts and Reimbursements, Including Interest	3,000	3,000	1,235	(1,765)
Total Revenues	43,000	43,000	44,358	1,358
<b>Expenditures:</b>				
Public Safety - Current:				
Contractual Services	14,428	14,428	5,000	9,428
Contributions	50,000	50,000	50,000	0
Total Expenditures	64,428	64,428	55,000	9,428
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,428)	(21,428)	(10,642)	10,786
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(21,428)	(21,428)	(10,642)	10,786
Fund Balance at Beginning of Year	304,581	304,581	304,581	0
Prior Year Encumbrances	10,821	10,821	10,821	0
Fund Balance at End of Year	\$ 293,974	\$ 293,974	\$ 304,760	\$ 10,786

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>PROBATION SERVICES</b>				
<b>Revenues:</b>				
Intergovernmental Grants	125,000	125,000	125,167	167
Charges for Services	13,000	13,000	9,412	(3,588)
Fines, Costs, Forfeitures, Licenses and Permits	\$ 80,000	\$ 80,000	\$ 73,566	\$ (6,434)
Miscellaneous Receipts and Reimbursements,				
Total Revenues	218,000	218,000	208,145	(9,855)
<b>Expenditures:</b>				
Public Safety - Current:				
Personnel Services	393,509	393,509	385,399	8,110
General Operating	2,198	2,198	1,723	475
Contractual Services	86,353	78,853	64,827	14,026
Materials and Supplies	8,060	15,560	11,872	3,688
Total Expenditures	490,120	490,120	463,821	26,299
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(272,120)	(272,120)	(255,676)	16,444
<b>Other Financing Sources (Uses):</b>				
Transfers In	278,000	278,000	278,000	0
Total Other Financing Sources (Uses)	278,000	278,000	278,000	0
Net Change in Fund Balance	5,880	5,880	22,324	16,444
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 5,880	\$ 5,880	\$ 22,324	\$ 16,444

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>LAW ENFORCEMENT AND EDUCATION</b>				
<b>Revenues:</b>				
Fines, Costs, Forfeitures, Licenses and Permits	\$ 1,500	\$ 1,500	\$ 1,496	\$ (4)
Miscellaneous Receipts and Reimbursements, Including Interest	300	300	116	(184)
Total Revenues	1,800	1,800	1,612	(188)
<b>Expenditures:</b>				
Public Safety - Current:				
Contractual Services	6,500	6,500	850	5,650
Materials and Supplies	8,000	8,000	80	7,920
Capital Outlay	7,500	7,500	0	7,500
Total Expenditures	22,000	22,000	930	21,070
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,200)	(20,200)	682	20,882
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(20,200)	(20,200)	682	20,882
Fund Balance at Beginning of Year	28,520	28,520	28,520	0
Prior Year Encumbrances	944	944	944	0
Fund Balance at End of Year	\$ 9,264	\$ 9,264	\$ 30,146	\$ 20,882

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>STATE ROUTE REPAIR</b>				
<b>Revenues:</b>				
State Shared Taxes and Permits	\$ 81,000	\$ 81,000	\$ 77,824	\$ (3,176)
Miscellaneous Receipts and Reimbursements, Including Interest	1,000	1,000	659	(341)
Total Revenues	82,000	82,000	78,483	(3,517)
<b>Expenditures:</b>				
Highways and Streets - Current:				
Contractual Services	41,956	50,555	36,478	14,077
Materials and Supplies	80,000	80,000	45,818	34,182
Total Expenditures	121,956	130,555	82,296	48,259
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,956)	(48,555)	(3,813)	44,742
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(39,956)	(48,555)	(3,813)	44,742
Fund Balance at Beginning of Year	104,230	104,230	104,230	0
Prior Year Encumbrances	38,812	38,812	38,812	0
Fund Balance at End of Year	\$ 103,086	\$ 94,487	\$ 139,229	\$ 44,742

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>CITY MOTOR VEHICLE LICENSE TAX</b>				
<b>Revenues:</b>				
State Shared Taxes and Permits	\$ 175,000	\$ 175,000	\$ 165,495	\$ (9,505)
Miscellaneous Receipts and Reimbursements, including Interest	2,700	2,700	968	(1,732)
Total Revenues	177,700	177,700	166,463	(11,237)
<b>Expenditures:</b>				
Highways and Streets - Current:				
Capital Outlay	150,000	171,293	88,726	82,567
Debt Service:				
Principal Retirement	25,000	25,000	25,000	0
Interest and Fiscal Charges	6,747	6,747	6,746	1
Total Expenditures	181,747	203,040	120,472	82,568
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,047)	(25,340)	45,991	71,331
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(4,047)	(25,340)	45,991	71,331
Fund Balance at Beginning of Year	196,732	196,732	196,732	0
Prior Year Encumbrances	21,293	21,293	21,293	0
Fund Balance at End of Year	\$ 213,978	\$ 192,685	\$ 264,016	\$ 71,331

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>COUNTY MOTOR VEHICLE LICENSE TAX</b>				
<b>Revenues:</b>				
State Shared Taxes and Permits	\$ 0	\$ 220,704	\$ 220,703	\$ (1)
Miscellaneous Receipt and Reimbursements, Including Interest	275	275	336	61
Total Revenues	275	220,979	221,039	60
<b>Expenditures:</b>				
Highways and Streets - Current:				
Capital Outlay	0	220,704	220,703	1
Total Expenditures	0	220,704	220,703	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	275	275	336	61
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	275	275	336	61
Fund Balance at Beginning of Year	25,593	25,593	25,593	0
Prior Year Encumbrances	5,054	5,054	5,054	0
Fund Balance at End of Year	\$ 30,922	\$ 30,922	\$ 30,983	\$ 61

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**SPECIAL MISCELLANEOUS IMPROVEMENTS**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Miscellaneous Receipts and Reimbursements,				
Including Interest	\$ 97,000	\$ 97,000	\$ 99,511	\$ 2,511
Total Revenues	97,000	97,000	99,511	2,511
<b>Expenditures:</b>				
General Government - Current:				
Personnel Services	48,278	48,278	36,228	12,050
Contractual Services	20,000	49,925	31,370	18,555
Materials and Supplies	2,390	8,840	3,650	5,190
Total Expenditures	70,668	107,043	71,248	35,795
Excess (Deficiency) of Revenues Over (Under) Expenditures	26,332	(10,043)	28,263	38,306
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	26,332	(10,043)	28,263	38,306
Fund Balance at Beginning of Year	118,028	118,028	118,028	0
Prior Year Encumbrances	5,000	5,000	5,000	0
Fund Balance at End of Year	\$ 149,360	\$ 112,985	\$ 151,291	\$ 38,306

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>TAX INCREMENT EQUIVALENT</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Other Local Taxes	\$ 68,000	\$ 73,200	\$ 68,454	\$ (4,746)
Miscellaneous Receipts and Reimbursements,				
Total Revenues	68,000	73,200	68,454	(4,746)
<b>Expenditures:</b>				
General Government - Current:				
Personnel Services	103,214	103,251	103,249	2
General Operating	1,655	810	556	254
Contractual Services	27,288	36,755	35,681	1,074
Materials and Supplies	675	976	778	198
Total Expenditures	132,832	141,792	140,264	1,528
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(64,832)	(68,592)	(71,810)	(3,218)
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	10,000	10,000	0
Total Other Financing Sources (Uses)	0	10,000	10,000	0
Net Change in Fund Balance	(64,832)	(58,592)	(61,810)	(3,218)
Fund Balance at Beginning of Year	67,230	67,230	67,230	0
Prior Year Encumbrances	565	565	565	0
Fund Balance at End of Year	\$ 2,963	\$ 9,203	\$ 5,985	\$ (3,218)



**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<b>911 FUND</b>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues:</b>				
Fines, Costs, Forfeitures, Licenses and Permits	145,000	145,000	159,163	14,163
Miscellaneous Receipts and Reimbursements, Including Interest	3,400	3,400	10,610	7,210
Total Revenues	<u>148,400</u>	<u>148,400</u>	<u>169,773</u>	<u>21,373</u>
<b>Expenditures:</b>				
Public Safety - Current:				
Personnel Services	169,649	169,649	166,818	2,831
General Operating	0	820	730	90
Contractual Services	20,000	20,180	9,700	10,480
Materials and Supplies	30,000	96,700	36,190	60,510
Total Expenditures	<u>219,649</u>	<u>287,349</u>	<u>213,438</u>	<u>73,911</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(71,249)	(138,949)	(43,665)	95,284
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(71,249)	(138,949)	(43,665)	95,284
Fund Balance at Beginning of Year	414,576	414,576	414,576	0
Prior Year Encumbrances	16,850	16,850	16,850	0
Fund Balance at End of Year	<u>\$ 360,177</u>	<u>\$ 292,477</u>	<u>\$ 387,761</u>	<u>\$ 95,284</u>

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>LAW ENFORCEMENT</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Grants	\$ 700	\$ 700	\$ 1,344	\$ 644
Miscellaneous Receipts and Reimbursements, Including Interest	133,500	133,500	87,425	(46,075)
Total Revenues	134,200	134,200	88,769	(45,431)
<b>Expenditures:</b>				
Public Safety - Current:				
Contractual Services	52,500	61,125	29,641	31,484
Materials and Supplies	27,500	45,068	28,134	16,934
Capital Outlay	285,000	289,956	8,956	281,000
Total Expenditures	365,000	396,149	66,731	329,418
Excess (Deficiency) of Revenues Over (Under) Expenditures	(230,800)	(261,949)	22,038	283,987
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(230,800)	(261,949)	22,038	283,987
Fund Balance at Beginning of Year	446,042	446,042	446,042	0
Prior Year Encumbrances	28,310	28,310	28,310	0
Fund Balance at End of Year	\$ 243,552	\$ 212,403	\$ 496,390	\$ 283,987

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>DRUG LAW ENFORCEMENT</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Fines, Costs, Forfeitures, Licenses and Permits	\$ 5,000	\$ 5,000	\$ 778	\$ (4,222)
Miscellaneous Receipts and Reimbursements, Including Interest	500	500	138	(362)
Total Revenues	5,500	5,500	916	(4,584)
<b>Expenditures:</b>				
Public Safety - Current:				
Contractual Services	10,000	10,000	5,904	4,096
Materials and Supplies	10,000	10,000	2,982	7,018
Total Expenditures	20,000	20,000	8,886	11,114
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,500)	(14,500)	(7,970)	6,530
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(14,500)	(14,500)	(7,970)	6,530
Fund Balance at Beginning of Year	39,864	39,864	39,864	0
Fund Balance at End of Year	\$ 25,364	\$ 25,364	\$ 31,894	\$ 6,530

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>MUNICIPAL COURT VICTIM</b>				
<b>Revenues:</b>				
Intergovernmental Grants	\$ 64,200	\$ 64,200	\$ 61,552	\$ (2,648)
Fines, Costs, Forfeitures, Licenses and Permits	33,000	33,000	37,297	4,297
Miscellaneous Receipts and Reimbursements, Including Interest	80	80	82	2
Total Revenues	97,280	97,280	98,931	1,651
<b>Expenditures:</b>				
General Government - Current:				
Personnel Services	166,010	166,902	166,893	9
General Operating	2,125	1,250	277	973
Contractual Services	6,206	6,291	4,872	1,419
Materials and Supplies	3,932	4,807	4,080	727
Total Expenditures	178,273	179,250	176,122	3,128
Excess (Deficiency) of Revenues Over (Under) Expenditures	(80,993)	(81,970)	(77,191)	4,779
<b>Other Financing Sources (Uses):</b>				
Transfers In	58,000	58,000	58,000	0
Total Other Financing Sources (Uses)	58,000	58,000	58,000	0
Net Change in Fund Balance	(22,993)	(23,970)	(19,191)	4,779
Fund Balance at Beginning of Year	32,894	32,894	32,894	0
Prior Year Encumbrances	518	518	518	0
Fund Balance at End of Year	\$ 10,419	\$ 9,442	\$ 14,221	\$ 4,779

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>DEBT SERVICE FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Other Local Taxes	\$ 60,000	\$ 60,000	\$ 65,434	\$ 5,434
State Shares Taxes and Permits	16,859	16,859	14,448	(2,411)
Miscellaneous Receipts and Reimbursements, Including Interest	400	400	285	(115)
Total Revenues	77,259	77,259	80,167	2,908
<b>Expenditures:</b>				
Public Safety:				
Police and Fire Pension				
Contractual Services	750	750	275	475
Total Public Safety	750	750	275	475
Highways and Streets:				
Streets				
Contractual Services	750	750	273	477
Total Highways and Streets	750	750	273	477
Debt Service:				
Principal Retirement	50,000	50,000	50,000	0
Interest and Fiscal Charges	13,955	13,955	13,954	1
Total Expenditures	65,455	65,455	64,502	953
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	11,804	11,804	15,665	3,861
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	11,804	11,804	15,665	3,861
Fund Balance at Beginning of Year	59,768	59,768	59,768	0
Fund Balance at End of Year	\$ 71,572	\$ 71,572	\$ 75,433	\$ 3,861

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>MUNICIPAL COURT CAPITAL IMPROVEMENTS FUND</b>				
<b>Revenues:</b>				
Fines, Costs, Forfeitures, Licenses and Permits	90,000	90,000	95,729	5,729
Miscellaneous Receipts and Reimbursements, Including Interest	4,000	4,000	1,564	(2,436)
Total Revenues	94,000	94,000	97,293	3,293
<b>Expenditures:</b>				
Capital Outlay:				
Contractual Services	102,910	129,248	87,540	41,708
Materials and Supplies	3,170	3,170	918	2,252
Capital Improvements	39,000	39,000	14,284	24,716
Debt Service:				
Principal Retirement	18,523	18,523	18,522	1
Interest and Fiscal Charges	1,578	1,578	1,576	2
Total Expenditures	165,181	191,519	122,840	68,679
Excess (Deficiency) of Revenues Over (Under) Expenditures	(71,181)	(97,519)	(25,547)	71,972
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(71,181)	(97,519)	(25,547)	71,972
Fund Balance at Beginning of Year	385,686	385,686	385,686	0
Prior Year Encumbrances	27,195	27,195	27,195	0
Fund Balance at End of Year	\$ 341,700	\$ 315,362	\$ 387,334	\$ 71,972

**CITY OF XENIA, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<b>ISSUE 2 FUND</b>			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Grants	\$ 365,686	\$ 365,686	\$ 60,121	\$ (305,565)
Miscellaneous Receipts and Reimbursements				
Total Revenues	365,686	365,686	60,121	(305,565)
<b>Expenditures:</b>				
Capital Outlay:				
Capital Improvements	285,000	365,686	80,685	285,001
Total Expenditures	285,000	365,686	80,685	285,001
Excess (Deficiency) of Revenues Over (Under) Expenditures	80,686	0	(20,564)	(20,564)
<b>Other Financing Sources (Uses):</b>				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	80,686	0	(20,564)	(20,564)
Fund Balance at Beginning of Year	(79,768)	(79,768)	(79,768)	0
Prior Year Encumbrances	80,686	80,686	80,686	0
Fund Balance at End of Year	\$ 81,604	\$ 918	\$ (19,646)	\$ (20,564)





***Nonmajor Enterprise Funds***

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These funds are used to account for operations that are financed and operated in a manner similar to private business - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

**Loan Fund**

In 1983, the City assumed all assets, liabilities and loan commitments of Xenia Environmental Neighborhood Improvement Association, Inc. (X.E.N.I.A., Inc.). The City is collecting outstanding loans. Net income and loan repayments are used to finance an economic development project managed by the Xenia Economic Growth Corporation.

**Parking Revenue Fund**

To account for parking enforcement and the rental of parking lots owned by the City.

**CDBG and UDAG Revolving Loan Fund**

To account for monies received from the federal government under Community Development Block Grant (CDBG) and Urban Development Action Grant (UDAG) programs. The monies are used for economic development loans. Net income and loan repayments are used for similar economic development activities.

**Housing Rehabilitation Loan Fund**

To account for monies received from the federal government under Community Development Block Grant program. The monies are used for housing rehabilitation mortgage grants and low interest loans, net income and loan repayments will be used for similar activities.

**CITY OF XENIA, OHIO**

**STATEMENT OF NET POSITION  
NONMAJOR ENTERPRISE FUNDS  
DECEMBER 31, 2012**

	Loan	Parking Revenue	CDBG & UDAG Revolving Loan	Housing Rehabilitation Loan	Total Nonmajor Enterprise Funds
<b>Assets:</b>					
<i>Current Assets:</i>					
Cash and cash equivalents	\$ 110,121	\$ 3,495	\$ 28,326	\$ 3,283	\$ 145,225
Investments	252,340	8,006	64,910	7,520	332,776
Receivables:					
Accounts	0	10	0	0	10
Loans	16,263	0	0	13,480	29,743
Accrued interest	454	0	86	149	689
Grants	0	0	50,401	364,793	415,194
Prepaid items	141	176	0	0	317
<b>Total Current Assets</b>	379,319	11,687	143,723	389,225	923,954
<i>Noncurrent Assets:</i>					
Loans receivable (net of current)	317,729	0	30,868	916,645	1,265,242
Capital Assets (net of accumulated depreciation)	0	207,080	42,259	15,000	264,339
<b>Total Noncurrent Assets</b>	317,729	207,080	73,127	931,645	1,529,581
<b>Total Assets</b>	\$ 697,048	\$ 218,767	\$ 216,850	\$ 1,320,870	\$ 2,453,535
<b>Liabilities:</b>					
<i>Current Liabilities:</i>					
Accounts payable	\$ 0	\$ 7,422	\$ 17,003	\$ 392,058	\$ 416,483
Accrued payroll	177	2,077	0	202	2,456
Due from other funds	0	0	0	70,000	70,000
Compensated Absences	21	223	0	49	293
<b>Total Current Liabilities</b>	198	9,722	17,003	462,309	489,232
<i>Noncurrent Liabilities</i>					
Compensated Absences	313	3,301	0	730	4,344
<b>Total Noncurrent Liabilities</b>	313	3,301	0	730	4,344
<b>Total Liabilities</b>	511	13,023	17,003	463,039	493,576
<b>Net Position:</b>					
Net Investment in Capital Assets	0	207,080	42,259	15,000	264,339
Unrestricted	696,537	(1,336)	157,588	842,831	1,695,620
<b>Total Net Position</b>	\$ 696,537	\$ 205,744	\$ 199,847	\$ 857,831	\$ 1,959,959

**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	Loan	Parking Revenue	CDBG & UDAG Revolving Loan	Housing Rehabilitation Loan	Total Nonmajor Enterprise Funds
<b>Operating revenues:</b>					
Charges for services	\$ 6,278	\$ 49,122	\$ 0	\$ 1,274	\$ 56,674
<b>Operating expenses:</b>					
Personnel services	3,510	43,783	0	4,272	51,565
General operating	0	0	1,791	0	1,791
Contractual services	0	9,209	28,372	24,321	61,902
Materials and supplies	0	0	34,537	0	34,537
Non-governmental	1,182	0	7,717	129,355	138,254
Total expenses	4,692	52,992	72,417	157,948	288,049
Operating income (loss)	1,586	(3,870)	(72,417)	(156,674)	(231,375)
<b>Non-operating revenues:</b>					
Interest revenue	2,620	21	542	412	3,595
Other	324	16	0	1	341
Intergovernmental	0	0	117,647	333,747	451,394
Total Non-operating revenue	2,944	37	118,189	334,160	455,330
<b>Non-operating expenses:</b>					
Other	0	0	27,790	18,000	45,790
Total Non-Operating Expenses	0	0	27,790	18,000	45,790
<b>Income (loss) before operating transfers</b>	4,530	(3,833)	17,982	159,486	178,165
<b>Transfers and Contributions</b>					
Transfers in	0	23,000	0	0	23,000
Total Transfers and Contributions	0	23,000	0	0	23,000
<b>Change in Net Position</b>	4,530	19,167	17,982	159,486	201,165
<b>Net Position, beginning of year</b>	692,007	186,577	181,865	698,345	1,758,794
<b>Net Position, end of year</b>	\$ 696,537	\$ 205,744	\$ 199,847	\$ 857,831	\$ 1,959,959

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	Loan	Parking Revenue	CDBG & UDAG Revolving Loan
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$22,865	\$49,128	\$0
Cash Payments for Goods and Services	(205,876)	(10,005)	(47,841)
Cash Payments to Employees	(3,471)	(52,448)	0
Net Cash Provided (Used) by Operating Activities	(186,482)	(13,325)	(47,841)
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers In from Other Funds	0	23,000	0
Transfers Out to Other Funds	0	0	0
Intergovernmental Grants	0	0	0
Advances In from Other Funds	0	0	0
Advances Out to Other Funds	0	0	0
Proceeds from Component Unit	0	0	0
Net Cash Provided (Used) by Noncapital Financing Activities	0	23,000	0
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Intergovernmental Grants	0	0	132,000
Acquisition and Construction of Assets	0	0	(70,049)
Net Cash Provided by Capital and Related Financing Activities	0	0	61,951
<u>Cash Flows from Investing Activities:</u>			
Sale of Investments	60,899	0	0
Purchase of Investments	0	(6,954)	(19,815)
Receipts of Interest	1,803	0	410
Net Cash Provided (Used) by Investing Activities	62,702	(6,954)	(19,405)
Net Increase in Cash and Cash Equivalents	(123,780)	2,721	(5,295)
Cash and Cash Equivalents at Beginning of Year	233,901	774	33,621
Cash and Cash Equivalents at End of Year	\$110,121	\$3,495	\$28,326

*CITY OF XENIA, OHIO*

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Housing Rehabilitation Loan	Total Other Enterprise Funds
\$4,549	\$76,542
(315,240)	(578,962)
(4,199)	(60,118)
(314,890)	(562,538)
0	23,000
0	0
0	0
70,000	70,000
0	0
0	0
70,000	93,000
0	132,000
(33,000)	(103,049)
(33,000)	28,951
157,145	218,044
0	(26,769)
843	3,056
157,988	194,331
(119,902)	(246,256)
123,185	391,481
\$3,283	\$145,225

(Continued)

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

(continued)

	Loan	Parking Revenue	CDBG & UDAG Revolving Loan
<u>Reconciliation of Operating Loss to Net Cash</u>			
<u>Used by Operating Activities:</u>			
Operating Loss	\$1,586	(\$3,870)	(\$72,417)
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:			
Depreciation Expense	0	0	0
Income - Other Nonoperating Expense - Other Nonoperating	324	16	0
Changes in Assets and Liabilities:			
(Increase) Decrease in Principal Receivable	(182,981)	0	7,717
(Increase) Decrease in Accounts Receivable	0	(10)	0
(Increase) Decrease in Special Assessment Receivable	0	0	0
(Increase) Decrease in Prepaid Items	0	1	0
Increase (Decrease) in Accounts Payable	(5,450)	(797)	16,859
Increase (Decrease) in Accrued Payroll	27	(961)	0
Increase (Decrease) in Compensated Absences Payable	12	(7,704)	0
Total Adjustments	(188,068)	(9,455)	24,576
Net Cash Provided (Used) by Operating Activities	(\$186,482)	(\$13,325)	(\$47,841)

*CITY OF XENIA, OHIO*

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<u>Housing Rehabilitation Loan</u>	<u>Total Other Enterprise Funds</u>
(\$156,674)	(\$231,375)
0	0
1	341
(543,493)	(718,757)
0	(10)
0	0
0	1
385,203	395,815
27	(907)
46	(7,646)
<u>(158,216)</u>	<u>(331,163)</u>
<u>(\$314,890)</u>	<u>(\$562,538)</u>

***Internal Service Funds***

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These funds are used to account for the financing of goods or services provided by one department to other departments in the City, on a cost-reimbursement basis.

**Utility Billing Fund**

To account for utility billing services provided to the water, sewer and sanitation enterprise funds of the City.

**City Garage Fund**

To account for the monies received from other departments to cover the cost of servicing the vehicles of the City departments.



**CITY OF XENIA, OHIO**

**STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
DECEMBER 31, 2012**

	Utility Billing	City Garage	Total Internal Service Funds
<b>Assets:</b>			
<i>Current Assets:</i>			
Cash and cash equivalents	\$ 8,315	\$ 21,843	\$ 30,158
Investments	19,059	50,052	69,111
Receivables:			
Accounts	8,144	6,661	14,805
Inventories	0	26,169	26,169
Prepaid items	1,983	4,069	6,052
<b>Total Current Assets</b>	<b>37,501</b>	<b>108,794</b>	<b>146,295</b>
<i>Noncurrent Assets:</i>			
Capital Assets (net of accumulated depreciation)	17,571	76,576	94,147
<b>Total Noncurrent Assets</b>	<b>17,571</b>	<b>76,576</b>	<b>94,147</b>
<b>Total Assets</b>	<b>55,072</b>	<b>185,370</b>	<b>240,442</b>
<b>Liabilities:</b>			
<i>Current Liabilities:</i>			
Accounts payable	9,167	17,371	26,538
Accrued payroll	0	7,370	7,370
Interfund payable	0	73,350	73,350
Compensated Absences	0	18,858	18,858
<b>Total Current Liabilities</b>	<b>9,167</b>	<b>116,949</b>	<b>126,116</b>
<i>Noncurrent Liabilities</i>			
Compensated Absences	0	5,855	5,855
<b>Total Noncurrent Liabilities</b>	<b>0</b>	<b>5,855</b>	<b>5,855</b>
<b>Total Liabilities</b>	<b>9,167</b>	<b>122,804</b>	<b>131,971</b>
<b>Net Position:</b>			
Net Investment in Capital Assets	17,571	76,576	94,147
Unrestricted	28,334	(14,010)	14,324
<b>Total Net Position</b>	<b>\$ 45,905</b>	<b>\$ 62,566</b>	<b>\$ 108,471</b>

**CITY OF XENIA, OHIO**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Utility Billing	City Garage	Total Internal Service Funds
<b>Operating revenues:</b>			
Charges for services	\$ 103,634	\$ 792,512	\$ 896,146
<b>Operating expenses:</b>			
Personnel services	0	165,641	165,641
General operating	2,794	1,771	4,565
Contractual services	108,963	143,856	252,819
Materials and supplies	3,207	515,541	518,748
Depreciation	2,510	7,991	10,501
Total expenses	117,474	834,800	952,274
Operating income (loss)	(13,840)	(42,288)	(56,128)
<b>Non-operating revenues:</b>			
Interest revenue	77	201	278
Other	1	3,666	3,667
Total Non-operating revenue	78	3,867	3,945
<b>Non-operating expenses:</b>			
Total Non-Operating Expenses	0	0	0
<b>Income (loss) before operating transfers</b>	(13,762)	(38,421)	(52,183)
<b>Transfers</b>			
Total Transfers	0	0	0
<b>Change in Net Position</b>	(13,762)	(38,421)	(52,183)
<b>Net Position, beginning of year</b>	59,667	100,987	160,654
<b>Net Position, end of year</b>	\$ 45,905	\$ 62,566	\$ 108,471

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Utility Billing	City Garage	Totals
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Interfund Services Provided	\$105,028	\$791,647	\$896,675
Cash Payments for Goods and Services	(113,388)	(640,954)	(754,342)
Cash Payments to Employees	0	(165,130)	(165,130)
Net Cash Provided (Used) by Operating Activities	<u>(8,360)</u>	<u>(14,437)</u>	<u>(22,797)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances to Other Funds	0	(3,035)	(3,035)
Insurance Proceeds	0	3,666	3,666
Net Cash Used by Noncapital Financing Activities	<u>0</u>	<u>631</u>	<u>631</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Intergovernmental Grants	0	0	0
Acquisition and Construction of Assets	0	(8,182)	(8,182)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>0</u>	<u>(8,182)</u>	<u>(8,182)</u>
<u>Cash Flows from Investing Activities:</u>			
Sale of Investments	1,403	3,704	5,107
Purchase of Investments	0	0	0
Net Cash Provided (Used) by Investing Activities	<u>1,403</u>	<u>3,704</u>	<u>5,107</u>
Net Decrease in Cash and Cash Equivalents	(6,957)	(18,284)	(25,241)
Cash and Cash Equivalents at Beginning of Year	15,272	40,127	55,399
Cash and Cash Equivalents at End of Year	<u>\$8,315</u>	<u>\$21,843</u>	<u>\$30,158</u>
<u>Reconciliation of Operating Loss to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Loss	(\$13,840)	(\$42,288)	(\$56,128)
Adjustments to Reconcile Operating Loss to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	2,510	7,991	10,501
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	1,394	(866)	528
(Increase) Decrease in Prepaid Items	180	(719)	(539)
(Increase) Decrease in Inventory	0	37,986	37,986
Increase (Decrease) in Accounts Payable	1,396	(17,053)	(15,657)
Increase in Accrued Payroll	0	758	758
Decrease in Compensated Absences	0	(246)	(246)
Total Adjustments	<u>5,480</u>	<u>27,851</u>	<u>33,331</u>
Net Cash Provided (Used) by Operating Activities	<u>(\$8,360)</u>	<u>(\$14,437)</u>	<u>(22,797)</u>

*Fiduciary Funds*

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*Agency Funds*

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**Municipal Court – Traffic and Criminal Funds**

The Municipal Court is considered part of the reporting entity of the City. The Court handles traffic, criminal, civil and small claims cases for the City of Xenia and certain other cities and townships in Greene County. An elected judge appoints the Clerk of Courts who deposits and controls undistributed receipts (principally posted bonds). The City, however, controls the fiscal operations of the Court, reviews and approves budget requests and amendments, provides space and owns all property used by the Court. The general fund includes Court operations which are required by Ohio law to be paid by the City; the agency fund includes undistributed receipts held for entities and individuals outside the City's reporting entity.

**Municipal Court - Civil and Small Claims Funds**

The Municipal Court is considered part of the reporting entity of the City. The Court handles traffic, criminal, civil and small claims cases for the City of Xenia and certain other cities and townships in Greene County. An elected judge appoints the Clerk of Courts who deposits and controls undistributed receipts (principally posted bonds). The City, however, controls the fiscal operations of the Court, reviews and approves budget requests and amendments, provides space and owns all property used by the Court. The general fund includes Court operations which are required by Ohio law to be paid by the City; the agency fund includes undistributed receipts held for entities and individuals outside the City's reporting entity.

**Imprest Cash Fund**

To account for petty cash.

**Insurance Deposit Fund**

This fund is used to account for assets held by the City for citizens to ensure that fire damaged property is cleaned up. The authority for this is found in Section 3929.86(D) of the Ohio Revised Code.

**CITY OF XENIA, OHIO**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	Balance December 31, 2011	Additions	Deductions	Balance December 31, 2012
<b><u>Municipal Court - Traffic and Criminal:</u></b>				
Assets:				
Cash and Cash Equivalents	\$181,760.00	\$1,287,061.00	(\$1,286,862.00)	\$181,959.00
Total Assets	\$181,760.00	\$1,287,061.00	(\$1,286,862.00)	\$181,959.00
Liabilities:				
Accounts Payable	\$59,240.00	\$812,973.00	(\$810,549.00)	\$61,664.00
Restricted Deposits	\$122,520.00	\$474,088.00	(\$476,313.00)	\$120,295.00
Total Liabilities	\$181,760.00	\$1,287,061.00	(\$1,286,862.00)	\$181,959.00
<b><u>Municipal Court - Civil and Small Claims:</u></b>				
Assets:				
Cash and Cash Equivalents	\$12,625.00	\$662,630.00	(\$663,930.00)	\$11,325.00
Total Assets	\$12,625.00	\$662,630.00	(\$663,930.00)	\$11,325.00
Liabilities:				
Accounts Payable	\$6,867.00	\$656,558.00	(\$656,011.00)	\$7,414.00
Restricted Deposits	\$5,758.00	\$6,072.00	(\$7,919.00)	\$3,911.00
Total Liabilities	\$12,625.00	\$662,630.00	(\$663,930.00)	\$11,325.00
<b><u>Imprest Cash:</u></b>				
Assets:				
Cash and Cash Equivalents	\$2,090.00	\$100.00	\$0.00	\$2,190.00
Total Assets	\$2,090.00	\$100.00	\$0.00	\$2,190.00
Liabilities:				
Restricted Deposits	\$2,090.00	\$100.00	\$0.00	\$2,190.00
Total Liabilities	\$2,090.00	\$100.00	\$0.00	\$2,190.00
<b><u>Insurance Deposit:</u></b>				
Assets:				
Cash and Cash Equivalents	\$0.00	\$0.00	\$0.00	\$0.00
Total Assets	\$0.00	\$0.00	\$0.00	\$0.00
Liabilities:				
Restricted Deposits	\$0.00	\$0.00	\$0.00	\$0.00
Total Liabilities	\$0.00	\$0.00	\$0.00	\$0.00
<b><u>Totals - All Agency Funds:</u></b>				
Assets:				
Cash and Cash Equivalents	\$196,475.00	\$1,949,791.00	(\$1,950,792.00)	\$195,474.00
Total Assets	\$196,475.00	\$1,949,791.00	(\$1,950,792.00)	\$195,474.00
Liabilities:				
Accounts Payable	\$66,107.00	\$1,469,531.00	(\$1,466,560.00)	\$69,078.00
Restricted Deposits	\$130,368.00	\$480,260.00	(\$484,232.00)	\$126,396.00
Total Liabilities	\$196,475.00	\$1,949,791.00	(\$1,950,792.00)	\$195,474.00



III

*STATISTICAL SECTION*





**STATISTICAL TABLES**

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**T** HIS PART OF THE CITY'S COMPREHENSIVE ANNUAL FINANCIAL REPORT PRESENTS DETAILED INFORMATION AS A CONTEXT FOR UNDERSTANDING WHAT THE INFORMATION IN THE FINANCIAL STATEMENTS, NOTE DISCLOSURES, AND REQUIRED SUPPLEMENTARY INFORMATION SAYS ABOUT THE CITY'S OVERALL FINANCIAL HEALTH.

**Contents**

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<b>Financial Trends</b>	S 2 – S 11
These schedules contain trend information to help the reader understand how the City's financial position has changed over time.	
<b>Revenue Capacity</b>	S 12 – S 15
These schedules contain information to help the reader understand and assess the factors affecting the City's ability to generate its most significant local revenue sources, the income tax.	
<b>Debt Capacity</b>	S 16 – S 23
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<b>Economic and Demographic Information</b>	S 24 – S 27
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
<b>Operating Information</b>	S 28 – S 37
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	
<b>Sources Note:</b>	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.	

**CITY OF XENIA, OHIO**

*Net Position by Component  
Last Ten Years  
(accrual basis of accounting)*

	2003	2004	2005	2006
<b>Governmental Activities:</b>				
Net Investment in Capital Assets	\$33,083,163	\$33,210,938	\$34,165,799	\$35,169,467
Restricted	3,748,091	7,174,753	4,210,533	4,946,554
Unrestricted	3,694,525	946,718	4,303,901	4,307,135
Total Governmental Activities Net Position	<u>\$40,525,779</u>	<u>\$41,332,409</u>	<u>\$42,680,233</u>	<u>\$44,423,156</u>
<b>Business-type Activities:</b>				
Net Investment in Capital Assets	\$14,518,147	\$14,640,414	\$14,508,761	\$14,955,202
Restricted	0	0	0	0
Unrestricted	4,205,604	4,738,569	5,292,909	5,538,677
Total Business-type Activities Net Position	<u>\$18,723,751</u>	<u>\$19,378,983</u>	<u>\$19,801,670</u>	<u>\$20,493,879</u>
<b>Primary Government:</b>				
Net Investment in Capital Assets	\$47,601,310	\$47,851,352	\$48,674,560	\$50,124,669
Restricted	3,748,091	7,174,753	4,210,533	4,946,554
Unrestricted	7,900,129	5,685,287	9,596,810	9,845,812
Total Primary Government Net Position	<u>\$59,249,530</u>	<u>\$60,711,392</u>	<u>\$62,481,903</u>	<u>\$64,917,035</u>

Source: City Finance Director's Office

**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
\$29,833,471	\$31,133,709	\$32,711,191	\$33,054,119	\$34,113,956	\$34,504,785
5,272,948	5,630,788	4,179,524	6,100,965	8,188,065	5,408,855
3,872,527	3,792,172	3,933,236	2,692,145	2,287,431	6,160,890
<u>\$38,978,946</u>	<u>\$40,556,669</u>	<u>\$40,823,951</u>	<u>\$41,847,229</u>	<u>\$44,589,452</u>	<u>\$46,074,530</u>
\$19,755,819	\$21,529,277	\$21,442,195	\$21,637,865	\$22,250,312	\$22,441,680
0	0	0	178,266	120,288	170,077
6,502,716	7,409,830	7,538,994	9,830,432	9,820,160	10,662,384
<u>\$26,258,535</u>	<u>\$28,939,107</u>	<u>\$28,981,189</u>	<u>\$31,646,563</u>	<u>\$32,190,760</u>	<u>\$33,274,141</u>
\$49,589,290	\$52,662,986	\$54,153,386	\$54,691,984	\$56,364,268	\$56,946,465
5,272,948	5,630,788	4,179,524	6,279,231	8,308,353	5,578,932
10,375,243	11,202,002	11,472,230	12,522,577	12,107,591	16,823,274
<u>\$65,237,481</u>	<u>\$69,495,776</u>	<u>\$69,805,140</u>	<u>\$73,493,792</u>	<u>\$76,780,212</u>	<u>\$79,348,671</u>

**CITY OF XENIA, OHIO**

*Changes in Net Position  
Last Ten Years  
(accrual basis of accounting)*

	2003	2004	2005	2006
<b>Expenses</b>				
Governmental Activities:				
General Government	\$3,454,462	\$3,275,929	\$3,420,815	\$3,591,944
Public Safety	9,937,145	9,902,921	10,011,879	10,948,875
Health	71,091	54,859	99,731	66,181
Highways and Streets	1,892,865	2,065,965	1,392,686	1,854,523
Urban Redevelopment & Housing	319,046	284,235	250,539	305,886
Economic Development & Assistance	0	0	0	0
Recreation	554,594	461,068	350,140	453,440
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	98,125	99,891	100,015	132,606
<i>Total Governmental Activities Expenses</i>	<u>16,327,328</u>	<u>16,144,868</u>	<u>15,625,805</u>	<u>17,353,455</u>
Business-type Activities:				
Water	2,463,686	2,429,236	2,527,636	2,700,478
Sewer	3,543,124	3,375,684	3,626,868	3,769,874
Sanitation	1,448,341	1,428,649	1,451,826	1,555,636
Storm Water	0	0	0	0
Other Enterprise Funds	470,153	167,506	525,029	162,529
<i>Total Business-type Activities Expenses</i>	<u>7,925,304</u>	<u>7,401,075</u>	<u>8,131,359</u>	<u>8,188,517</u>
<i>Total Primary Government Expenses</i>	<u>\$24,252,632</u>	<u>\$23,545,943</u>	<u>\$23,757,164</u>	<u>\$25,541,972</u>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services				
General Government	\$1,382,825	\$1,481,682	\$1,472,029	\$1,386,743
Public Safety	1,604,231	1,539,810	1,383,846	1,874,889
Health	26,160	26,096	0	28,938
Highways and Streets	1,918	50	550	6,030
Urban Redevelopment & Housing	25,445	22,161	32,933	29,769
Recreation	23,287	19,269	36,961	25,613
Operating Grants and Contributions	261,262	272,929	231,267	233,068
Capital Grants and Contributions	422,765	570,813	593,807	1,106,413
<i>Total Governmental Activities Program Revenues</i>	<u>3,747,893</u>	<u>3,932,810</u>	<u>3,751,393</u>	<u>4,691,463</u>

**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
\$3,609,339	\$3,913,536	\$3,474,135	\$3,577,856	\$3,677,014	\$3,567,483
11,119,299	11,372,519	11,984,216	11,311,480	12,065,050	12,526,166
63,718	67,910	54,605	306,963	0	0
2,284,521	2,054,733	1,952,667	1,801,149	2,409,163	2,057,537
345,551	360,443	285,954	247,659	139,753	112,822
0	0	0	0	151,523	468,359
521,131	481,111	406,396	284,934	272,941	527,634
0	0	0	0	0	0
134,336	129,250	126,203	104,977	67,642	69,614
<u>18,077,895</u>	<u>18,379,502</u>	<u>18,284,176</u>	<u>17,635,018</u>	<u>18,783,086</u>	<u>19,329,615</u>
2,688,400	2,845,241	3,110,764	2,980,976	3,075,621	3,907,856
3,968,134	4,187,892	4,191,056	3,883,632	4,346,983	4,030,678
1,711,596	1,643,058	1,644,491	1,577,458	1,642,102	1,674,999
140,479	164,575	187,640	277,359	324,722	339,906
330,293	385,728	596,196	243,485	267,108	288,049
<u>8,838,902</u>	<u>9,226,494</u>	<u>9,730,147</u>	<u>8,962,910</u>	<u>9,656,536</u>	<u>10,241,488</u>
<u>\$26,916,797</u>	<u>\$27,605,996</u>	<u>\$28,014,323</u>	<u>\$26,597,928</u>	<u>\$28,439,622</u>	<u>\$29,571,103</u>
\$1,365,697	\$1,676,228	\$1,359,765	\$1,388,914	\$1,398,435	\$1,520,315
1,654,935	2,130,089	1,866,335	2,307,856	1,851,179	2,022,807
27,585	18,740	8,589	19,302	0	9,548
1,040	9,060	4,282	9,337	2,438	0
29,384	22,098	19,191	30,452	0	10,335
28,957	30,761	20,625	8,914	5,360	5,493
266,159	442,322	253,541	459,403	398,496	865,437
533,226	993,095	744,718	1,098,518	1,634,700	261,306
<u>3,906,983</u>	<u>5,322,393</u>	<u>4,277,046</u>	<u>5,322,696</u>	<u>5,290,608</u>	<u>4,695,241</u>

(continued)

**CITY OF XENIA, OHIO**

*Changes in Net Position  
Last Ten Years  
(accrual basis of accounting)*

	2003	2004	2005	2006
<b>Business-type Activities:</b>				
Charges for Services				
Water	2,247,479	2,477,131	2,652,204	2,789,112
Sewer	2,984,362	3,235,225	3,511,327	3,536,850
Sanitation	1,464,831	1,525,558	1,525,059	1,682,091
Storm Water	0	0	0	0
Other Enterprise Funds	279,651	82,139	68,235	83,130
Operating Grants and Contributions	0	0	1,370	0
Capital Grants and Contributions	200,065	489,541	626,408	846,543
<i>Total Business-type Activities Program Revenues</i>	<u>7,176,388</u>	<u>7,809,594</u>	<u>8,384,603</u>	<u>8,937,726</u>
<i>Total Primary Government Program Revenues</i>	<u>10,924,281</u>	<u>11,742,404</u>	<u>12,135,996</u>	<u>13,629,189</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(12,579,435)	(12,212,058)	(11,874,412)	(12,661,992)
Business-type Activities	(748,916)	408,519	253,244	749,209
<i>Total Primary Government Net (Expense)/Revenue</i>	<u><u>(\$13,328,351)</u></u>	<u><u>(\$11,803,539)</u></u>	<u><u>(\$11,621,168)</u></u>	<u><u>(\$11,912,783)</u></u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities:				
Income Taxes	\$7,965,860	\$7,911,246	\$8,240,773	\$8,604,274
Other Local Taxes	1,923,930	1,788,046	1,351,473	1,814,053
Motor Vehicle and Gas Tax	1,013,936	1,636,792	1,417,159	1,287,033
Shared Revenues	1,826,091	1,295,779	1,878,121	2,185,128
Investment Earnings	113,664	139,560	120,947	261,523
Miscellaneous	333,015	275,952	288,763	302,904
Transfers	(25,000)	0	(75,000)	(50,000)
Loss on Disposal of Capital Assets	0	0	0	0
<i>Total Governmental Activities</i>	<u>13,151,496</u>	<u>13,047,375</u>	<u>13,222,236</u>	<u>14,404,915</u>
Business-type Activities:				
Investment Earnings	0	0	94,443	0
Transfers	25,000	0	0	50,000
Loss on Disposal of Capital Assets	0	0	75,000	0
<i>Total Business-type Activities</i>	<u>25,000</u>	<u>0</u>	<u>169,443</u>	<u>50,000</u>
<i>Total Primary Government</i>	<u><u>\$13,176,496</u></u>	<u><u>\$13,047,375</u></u>	<u><u>\$13,391,679</u></u>	<u><u>\$14,454,915</u></u>
<b>Change in Net Position</b>				
Governmental Activities	\$572,061	\$835,317	\$1,347,824	\$1,742,923
Business-type Activities	(723,916)	408,519	422,687	799,209
<i>Total Primary Government Change in Net Position</i>	<u><u>(\$151,855)</u></u>	<u><u>\$1,243,836</u></u>	<u><u>\$1,770,511</u></u>	<u><u>\$2,542,132</u></u>

Source: City Finance Director's Office

**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
3,219,234	3,145,639	3,425,277	3,455,602	3,227,912	3,321,936
4,114,935	4,100,610	4,090,886	4,958,089	3,563,646	4,250,051
1,763,401	1,850,488	1,774,993	1,917,987	2,012,065	1,982,788
131,161	149,908	144,933	319,870	344,240	340,317
91,956	119,189	87,633	60,528	58,587	60,610
0	36,459	0	422,209	714,903	490,531
353,157	2,494,773	418,589	205,679	383,879	0
<u>9,673,844</u>	<u>11,897,066</u>	<u>9,942,311</u>	<u>11,339,964</u>	<u>10,305,232</u>	<u>10,446,233</u>
<u>13,580,827</u>	<u>17,219,459</u>	<u>14,219,357</u>	<u>16,662,660</u>	<u>15,595,840</u>	<u>15,141,474</u>
(14,170,912)	(13,057,109)	(14,007,130)	(12,312,322)	(13,492,478)	(14,634,374)
834,942	2,670,572	212,164	2,377,054	648,696	204,745
<u>(\$13,335,970)</u>	<u>(\$10,386,537)</u>	<u>(\$13,794,966)</u>	<u>(\$9,935,268)</u>	<u>(\$12,843,782)</u>	<u>(\$14,429,629)</u>
\$8,786,104	\$8,848,826	\$8,318,554	\$8,272,340	\$10,969,297	\$12,276,122
1,619,664	2,106,148	1,899,658	1,621,492	1,398,309	1,845,088
1,369,889	1,445,405	1,163,541	1,459,124	1,418,289	1,225,059
1,994,721	1,608,619	2,048,476	1,755,690	1,895,351	1,283,809
402,797	294,596	264,225	80,055	63,913	38,295
302,915	341,238	409,876	209,174	385,043	329,715
(5,583,398)	(10,000)	170,082	(62,275)	104,499	(878,636)
0	0	0	0	0	0
<u>8,892,692</u>	<u>14,634,832</u>	<u>14,274,412</u>	<u>13,335,600</u>	<u>16,234,701</u>	<u>16,119,452</u>
0	0	0	0	0	0
5,583,398	10,000	(170,082)	62,275	(104,499)	878,636
0	0	0	0	0	0
<u>5,583,398</u>	<u>10,000</u>	<u>(170,082)</u>	<u>62,275</u>	<u>(104,499)</u>	<u>878,636</u>
<u>\$14,476,090</u>	<u>\$14,644,832</u>	<u>\$14,104,330</u>	<u>\$13,397,875</u>	<u>\$16,130,202</u>	<u>\$16,998,088</u>
(\$5,278,220)	\$1,577,723	\$267,282	\$1,023,278	\$2,742,223	\$1,485,078
6,418,340	2,680,572	42,082	2,439,329	544,197	1,083,381
<u>\$1,140,120</u>	<u>\$4,258,295</u>	<u>\$309,364</u>	<u>\$3,462,607</u>	<u>\$3,286,420</u>	<u>\$2,568,459</u>

**CITY OF XENIA, OHIO**

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General Fund				
Nonspendable				
Assigned				
Unassigned				
Restricted	\$236,573	\$192,182	\$222,249	\$181,258
Committed	<u>1,065,095</u>	<u>3,868,062</u>	<u>3,516,994</u>	<u>3,412,434</u>
<i>Total General Fund</i>	<u>1,301,668</u>	<u>4,060,244</u>	<u>3,739,243</u>	<u>3,593,692</u>
All Other Governmental Funds				
NonSpendable				
Restricted				
Committed				
Assigned				
Reserved	203,382	623,976	2,262,308	340,493
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	3,548,627	1,066,824	1,077,043	1,437,656
Capital Projects Funds	<u>1,025,394</u>	<u>1,346,287</u>	<u>207,596</u>	<u>2,544,355</u>
<i>Total All Other Governmental Funds</i>	<u>4,777,403</u>	<u>3,037,087</u>	<u>3,546,947</u>	<u>4,322,504</u>
<i>Total Governmental Funds</i>	<u><u>\$6,079,071</u></u>	<u><u>\$7,097,331</u></u>	<u><u>\$7,286,190</u></u>	<u><u>\$7,916,196</u></u>

Source: City Finance Director's Office



**CITY OF XENIA, OHIO**

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2007	2008	2009	2010	2011	2012
				\$59,044	\$53,487
				\$188,601	\$1,662,830
				\$1,872,104	\$1,096,424
\$255,520	\$294,705	\$213,890	\$167,371	\$0	\$0
3,175,961	3,913,707	4,286,603	1,875,461	0	0
3,431,481	4,208,412	4,500,493	2,042,832	2,119,749	2,812,741
				140,563	209,783
				6,042,733	5,173,704
				117,026	149,778
				1,952,407	2,130,590
588,127	953,204	428,075	1,440,549	0	0
1,951,198	1,744,102	1,731,786	4,578,277	0	0
2,303,063	2,347,725	1,501,554	740,547	0	0
4,842,388	5,045,031	3,661,415	6,759,373	8,252,729	7,663,855
\$8,273,869	\$9,253,443	\$8,161,908	\$8,802,205	\$10,372,478	\$10,476,596

**CITY OF XENIA, OHIO**

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

	2003	2004	2005	2006
<b>Revenues:</b>				
Municipal Income Tax	\$7,856,461	\$8,016,918	\$8,158,020	\$8,396,732
Other Local Taxes	1,923,930	1,788,046	1,235,494	1,762,886
State Shared Taxes and Permits	2,796,154	2,961,220	3,174,305	3,425,030
Special Assessments	12,898	27,037	0	0
Intergovernmental Grants	1,043,078	241,506	816,668	699,375
Charges for Services	817,551	1,508,894	1,463,158	1,620,614
Fines, Costs, Forfeitures, Licenses and Permits	1,309,613	1,359,346	1,357,391	1,260,496
Miscellaneous Receipts and Reimbursements, including Interest	1,194,325	634,984	712,872	1,074,806
<b>Total Revenue</b>	<u>16,954,010</u>	<u>16,537,951</u>	<u>16,917,908</u>	<u>18,239,939</u>
<b>Expenditures:</b>				
Current:				
General Government	2,931,042	3,098,492	3,057,658	3,271,162
Public Safety	9,602,273	9,557,428	9,925,722	10,440,937
Health	70,285	53,237	60,873	62,507
Highways and Streets	1,439,115	1,337,651	1,334,299	1,361,864
Urban Redevelopment & Housing	299,088	265,626	283,489	289,074
Economic Development & Assistance	0	0	0	0
Recreation	470,294	376,688	319,900	361,767
Capital Outlay	2,663,250	798,494	1,482,509	2,556,380
Debt Service:				
Principal Retirement	216,484	190,537	202,149	255,749
Interest and Fiscal Charges	94,497	100,745	99,416	111,844
<b>Total Expenditures</b>	<u>17,786,328</u>	<u>15,778,898</u>	<u>16,766,015</u>	<u>18,711,284</u>
Excess (Deficiency) of Revenues Over Expenditures	(832,318)	759,053	151,893	(471,345)
<b>Other Financing Sources (Uses):</b>				
Other Financing Sources - Capital Leases	902,170	158,579	97,419	1,126,811
General Obligation Bonds Issued	0	0	0	0
Transfers In	4,215,000	1,163,000	1,028,459	975,000
Transfers Out	(4,240,000)	(1,163,000)	(1,103,459)	(1,025,000)
<b>Total Other Financing Sources (Uses)</b>	<u>877,170</u>	<u>158,579</u>	<u>22,419</u>	<u>1,076,811</u>
<b>Net Change in Fund Balance</b>	<u>\$44,852</u>	<u>\$917,632</u>	<u>\$174,312</u>	<u>\$605,466</u>
<b>Debt Service as a Percentage of Noncapital Expenditures</b>	2.05%	2.01%	2.07%	2.32%

Source: City Finance Director's Office

**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
\$8,764,208	\$8,973,379	\$8,418,354	\$8,262,780	\$10,933,675	\$11,599,673
1,786,810	2,106,148	1,899,658	1,619,094	1,400,707	1,293,188
3,552,734	3,479,048	3,296,472	3,097,393	3,109,036	2,707,651
0	0	0	0	0	0
808,075	1,333,417	908,950	1,522,973	2,100,211	1,142,233
1,575,315	1,712,640	1,669,891	1,766,578	1,485,407	1,635,508
1,220,823	1,723,130	1,422,179	1,418,432	1,357,962	1,435,372
1,074,252	1,122,768	909,516	881,195	835,290	808,439
<u>18,782,217</u>	<u>20,450,530</u>	<u>18,525,020</u>	<u>18,568,445</u>	<u>21,222,288</u>	<u>20,622,064</u>
3,307,934	3,702,693	3,119,824	3,136,271	3,383,703	3,490,798
10,638,670	10,853,395	11,456,004	10,721,657	11,502,926	11,927,807
60,524	64,843	51,780	48,257	0	0
1,606,466	1,641,621	1,425,152	1,353,816	1,295,688	1,290,424
331,927	344,549	289,694	248,432	130,324	91,730
0	0	0	0	146,663	153,967
386,229	390,777	319,544	169,228	158,251	166,091
1,651,163	2,420,322	2,498,161	1,739,237	3,443,902	2,829,747
346,055	381,681	433,103	1,315,647	433,131	538,820
134,491	132,540	128,364	112,635	70,461	74,378
<u>18,463,459</u>	<u>19,932,421</u>	<u>19,721,626</u>	<u>18,845,180</u>	<u>20,565,049</u>	<u>20,563,762</u>
318,758	518,109	(1,196,606)	(276,735)	657,239	58,302
105,419	448,251	190,080	0	0	0
0	0	0	927,531	953,712	0
1,119,000	694,000	234,001	7,512,071	5,370,000	4,546,000
(1,200,121)	(704,000)	(247,000)	(7,528,071)	(5,391,500)	(4,569,000)
<u>24,298</u>	<u>438,251</u>	<u>177,081</u>	<u>911,531</u>	<u>932,212</u>	<u>(23,000)</u>
<u>\$343,056</u>	<u>\$956,360</u>	<u>(\$1,019,525)</u>	<u>\$634,796</u>	<u>\$1,589,451</u>	<u>\$35,302</u>
2.72%	2.97%	3.42%	8.08%	2.83%	3.33%

**CITY OF XENIA, OHIO**

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*Income Tax Revenues by Source, Governmental Funds  
Last Ten Years*

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<b>Tax year</b>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Income Tax Rate	1.75%	1.75%	1.75%	1.75%
Total Tax Collected	\$7,775,946	\$7,772,336	\$8,144,456	\$8,574,742
Income Tax Receipts				
Withholding	5,995,199	6,005,868	6,224,137	6,508,901
Percentage	77.10%	77.27%	76.42%	75.91%
Direct (Individual & Business)	1,780,747	1,766,468	1,920,319	2,065,841
Percentage	22.90%	22.73%	23.58%	24.09%

Note: Estimated Personal Income and Income Tax by Business Type is not available for any of these years.

Source: City Income Tax Department

*CITY OF XENIA, OHIO*

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2007	2008	2009	2010	2011	2012
1.75%	1.75%	1.75%	1.75%	2.25%	2.25%
\$7,996,915	\$8,863,480	\$8,263,057	\$8,354,222	\$10,310,172	\$11,595,945
5,917,884	6,870,315	6,425,740	6,377,354	8,075,838	8,533,750
74.00%	77.51%	77.76%	76.34%	78.33%	73.59%
2,079,031	1,993,165	1,837,317	1,976,868	2,234,334	3,062,195
26.00%	22.49%	22.24%	23.66%	21.67%	26.41%



**CITY OF XENIA, OHIO**

*Income Tax Collections*  
*Current Year and Five Years Ago*

Income Level	Calendar Year 2012			
	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$19,999	6,555	53.86%	\$36,119,380	10.30%
20,000 - 49,999	3,119	25.63%	103,255,963	29.45%
50,000 - 74,999	1,293	10.62%	79,019,891	22.54%
75,000 - 99,999	679	5.58%	58,463,346	16.68%
Over 100,000	524	4.31%	73,741,387	21.03%
<b>Total</b>	<b>12,170</b>	<b>100.00%</b>	<b>\$350,599,967</b>	<b>100.00%</b>

Local Taxes Paid by Residents

Taxes Paid to the City of Xenia

Taxes Credited to Other Municipalities

Tax Dollars

\$6,211,827

1,676,672

\$7,888,499

Income Level	Calendar Year 2006			
	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$19,999	5,917	51.04%	\$35,455,795	10.67%
20,000 - 49,999	3,336	28.77%	110,233,208	33.17%
50,000 - 74,999	1,348	11.63%	82,289,203	24.76%
75,000 - 99,999	611	5.27%	52,181,447	15.70%
Over 100,000	382	3.29%	52,216,151	15.70%
<b>Total</b>	<b>11,594</b>	<b>100.00%</b>	<b>\$332,375,804</b>	<b>100.00%</b>

Local Taxes Paid by Residents

Taxes Paid to the City of Xenia

Taxes Credited to Other Municipalities

Tax Dollars

\$5,024,998

1,622,518

\$6,647,516

Source: City Finance Director's Office  
 Data is not available prior to 2006.

**CITY OF XENIA, OHIO**

*Ratio of Outstanding Debt By Type  
Last Ten Years*

	2003	2004	2005	2006
<b>Governmental Activities</b> (1)				
General Obligation Bonds Payable	\$1,270,000	\$1,220,000	\$1,170,000	\$1,120,000
Capital Leases	947,529	965,571	910,841	1,831,903
<b>Business-type Activities</b> (1)				
Ohio Water Development Authority Loans Payable	\$7,890,210	\$7,425,789	\$6,947,955	\$6,456,316
General Obligation Bonds Payable	0	0	0	0
Capital Leases	0	0	0	0
Total Primary Government	<u>\$10,107,739</u>	<u>\$9,611,360</u>	<u>\$9,028,796</u>	<u>\$9,408,219</u>
 <b>Population</b> (2)				
City of Xenia	24,164	24,164	24,164	24,164
Outstanding Debt Per Capita	\$418	\$398	\$374	\$389
 <b>Income</b> (3)				
Personal (in thousands)	398,247	398,247	398,247	398,247
Percentage of Personal Income	2.54%	2.41%	2.27%	2.36%

**Sources:**

- (1) City Finance Director's Office
- (2) US Bureau of Census, Population Division
- (3) US Department of Commerce, Bureau of Economic Analysis information is only available through 2007 for the presentation of 2008 statistics, the City is using the latest information available.
  - (a) Per Capita Income is only available by County, Total Personal Income is a calculation



**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
\$1,065,000	\$1,005,000	\$945,000	\$920,000	\$1,803,712	\$1,642,248
1,646,267	1,772,837	1,589,809	1,219,167	856,036	478,680
\$5,950,478	\$5,430,029	\$4,894,544	\$6,226,960	\$5,509,733	\$6,555,052
0	0	0	0	120,288	109,383
1,782,755	1,697,182	1,607,731	1,514,227	1,416,485	1,314,314
<u>\$10,444,500</u>	<u>\$9,905,048</u>	<u>\$9,037,086</u>	<u>\$9,880,354</u>	<u>\$9,706,254</u>	<u>\$10,099,677</u>
24,164	24,164	27,357	25,719	25,719	25,925
\$432	\$410	\$330	\$384	\$377	\$389.57
476,611	466,800	518,470	493,702	493,702	514,508
2.19%	2.12%	1.74%	2.00%	1.97%	1.96%

**CITY OF XENIA, OHIO**

*Ratios of General Bonded Debt Outstanding  
Last Ten Years*

Year	2003	2004	2005	2006
<b>Population</b> <sup>(1)</sup>	24,164	24,164	24,164	24,164
<b>Assessed Value</b> <sup>(2)</sup>	\$343,118,119	\$349,957,342	\$348,140,994	\$373,253,479
<b>General Bonded Debt</b> <sup>(3)</sup>				
General Obligation Bonds	\$1,270,000	\$1,220,000	\$1,170,000	\$1,120,000
<b>Resources Available to Pay Principal</b> <sup>(4)</sup>	\$36,807	\$24,165	\$17,137	\$16,257
<b>Net General Bonded Debt</b>	\$1,233,193	\$1,195,835	\$1,152,863	\$1,103,743
<b>Ratio of Net Bonded Debt to Estimated Actual Value</b>	0.36%	0.34%	0.33%	0.30%
<b>Net Bonded Debt per Capita</b>	\$51.03	\$49.49	\$47.71	\$45.68

**Source:**

(1) U.S. Bureau of Census of Population

(2) Greene County Auditor

(3) Includes all general obligation bonded debt supported by property taxes.

There were no General Obligation Bonds prior to 1999.

(4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

*CITY OF XENIA, OHIO*

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<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
24,164	24,164	27,357	25,719	25,719	25,925
\$374,629,702	\$380,225,360	\$399,918,650	\$401,707,460	\$376,284,220	\$380,957,080
\$1,065,000	\$1,005,000	\$945,000	\$920,000	\$1,803,712	\$1,642,248
\$18,150	\$22,128	\$31,008	\$37,624	\$58,633	\$74,506
\$1,046,850	\$982,872	\$913,992	\$882,376	\$1,745,079	\$1,567,742
0.28%	0.26%	0.23%	0.22%	0.46%	0.41%
\$43.32	\$40.68	\$33.41	\$34.31	\$67.85	\$60.47



**CITY OF XENIA, OHIO**

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*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2012*

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<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Xenia</u>	<u>Amount Applicable to the City of Xenia</u>
<b>Direct:</b>			
City of Xenia	\$2,230,311.00	100.00%	\$2,230,311
<b>Overlapping:</b>			
Greene County	\$120,929,358.00	9.95%	12,032,471
Xenia Community School District	\$39,830,711.00	57.19%	22,779,184
Greene County Career Center	\$100,000.16	10.00%	10,000
		Subtotal	<u>34,821,655</u>
		Total	<u><u>\$37,051,966</u></u>

**Source:** City of Xenia Finance Office  
Greene County Auditor  
Xenia Community Schools  
Greene County Career Center

The percentage of overlapping debt applicable to the City of Xenia is calculated by the County Auditor and is based on property tax valuations.

**CITY OF XENIA, OHIO**

*Debt Limitations*

*Last Ten Years*

<b>Collection Year</b>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Total Debt</b>				
Net Assessed Valuation	\$343,118,119	\$349,957,342	\$348,140,994	\$373,253,479
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	36,027,402	36,745,521	36,554,804	39,191,615
City Debt Outstanding (2)	1,270,000	1,220,000	1,170,000	1,120,000
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>1,270,000</u>	<u>1,220,000</u>	<u>1,170,000</u>	<u>1,120,000</u>
Overall Legal Debt Margin	<u><u>\$34,757,402</u></u>	<u><u>\$35,525,521</u></u>	<u><u>\$35,384,804</u></u>	<u><u>\$38,071,615</u></u>
<b>Unvoted Debt</b>				
Net Assessed Valuation	\$343,118,119	\$349,957,342	\$348,140,994	\$373,253,479
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	18,871,497	19,247,654	19,147,755	20,528,941
City Debt Outstanding (2)	1,270,000	1,220,000	1,170,000	1,120,000
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>1,270,000</u>	<u>1,220,000</u>	<u>1,170,000</u>	<u>1,120,000</u>
Overall Legal Debt Margin	<u><u>\$17,601,497</u></u>	<u><u>\$18,027,654</u></u>	<u><u>\$17,977,755</u></u>	<u><u>\$19,408,941</u></u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds

Source: City Finance Director's Office

**CITY OF XENIA, OHIO**

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$374,629,702	\$380,225,360	\$399,918,650	\$401,707,460	\$376,284,220	\$380,957,080
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
39,336,119	39,923,663	41,991,458	42,179,283	39,509,843	40,000,493
1,065,000	1,005,000	945,000	920,000	1,803,712	1,642,248
0	0	0	0	0	0
<u>1,065,000</u>	<u>1,005,000</u>	<u>945,000</u>	<u>920,000</u>	<u>1,803,712</u>	<u>1,642,248</u>
<u>\$38,271,119</u>	<u>\$38,918,663</u>	<u>\$41,046,458</u>	<u>\$41,259,283</u>	<u>\$37,706,131</u>	<u>\$38,358,245</u>
\$374,629,702	\$380,225,360	\$399,918,650	\$401,707,460	\$376,284,220	\$380,957,080
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
20,604,634	20,912,395	21,995,526	22,093,910	20,695,632	20,952,639
1,065,000	1,005,000	945,000	920,000	1,803,712	1,642,248
0	0	0	0	0	0
<u>1,065,000</u>	<u>1,005,000</u>	<u>945,000</u>	<u>920,000</u>	<u>1,803,712</u>	<u>1,642,248</u>
<u>\$19,539,634</u>	<u>\$19,907,395</u>	<u>\$21,050,526</u>	<u>\$21,173,910</u>	<u>\$18,891,920</u>	<u>\$19,310,391</u>

**CITY OF XENIA, OHIO**

*Demographic and Economic Statistics  
Last Ten Years*

Calendar Year	2003	2004	2005	2006
<b>Population</b> (1)				
City of Xenia	24,164	24,164	24,164	24,164
Greene County	148,607	148,607	148,607	148,607
<b>Income</b> (2) (a)				
Total Personal (in thousands)	398,247	398,247	398,247	398,247
Per Capita	16,481	16,481	16,481	16,481
<b>Unemployment Rate</b> (3)				
Federal	5.8%	6.0%	5.5%	4.6%
State	5.7%	6.1%	6.0%	5.5%
Greene County	4.4%	4.9%	5.5%	5.1%
<b>Civilian Work Force Estimates</b> (3)				
State	5,915,000	5,875,300	5,900,400	5,934,000
Greene County	73,900	77,200	77,000	77,400
<b>Employment Distribution by Occupation</b> (1)				
Agriculture, forestry, fishing, hunting, and mining	29	29	29	29
Construction	701	701	701	701
Manufacturing	1,952	1,952	1,952	1,952
Wholesale trade	240	240	240	240
Retail trade	1,511	1,511	1,511	1,511
Transportation, warehousing, and utilities info.	448	448	448	448
Information	190	190	190	190
Finance, insurance, real estate, rental and leasing	436	436	436	436
Professional, scientific, management, administrative, and waste management	713	713	713	713
Educational, health, and social services	2,389	2,389	2,389	2,389
Arts, Entertainment, recreation, accomodation and food services	828	828	828	828
Other Services	641	641	641	641
Public Administration	843	843	843	843
<b>Daytime Population</b> (1)	22,424	22,424	22,424	22,424

**Sources:**

- (1) US Bureau of Census of Population
  - (2) US Department of Commerce, Bureau of Economic Analysis information is only available through 2007 for the presentation of 2008 statistics, the City is using the latest information available.
  - (a) Per Capita Income was obtained from the US Census Bureau American Fact Finder Website.
  - (3) State Department of Labor Statistics
- N/A = not available



**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
24,164	24,164	27,357	25,719	25,719	25,925
148,607	148,607	159,823	161,573	161,573	161,573
476,611	466,800	518,470	493,702	493,702	514,508
19,724	19,318	18,952	19,196	19,196	19,846
4.6%	7.1%	9.7%	9.1%	8.3%	7.6%
5.6%	7.7%	10.7%	9.2%	7.6%	6.6%
5.3%	7.0%	10.6%	9.2%	7.3%	6.4%
5,976,500	5,931,600	5,884,900	5,874,200	5,762,000	5,701,000
78,000	78,200	79,700	79,900	79,000	77,600
29	29	29	89	99	66
701	701	701	628	530	566
1,952	1,952	1,952	1,351	1,019	1,185
240	240	240	281	213	174
1,511	1,511	1,511	1,342	1,410	1,341
448	448	448	700	638	568
190	190	190	297	191	206
436	436	436	512	499	509
713	713	713	1,203	925	770
2,389	2,389	2,389	3153	2705	2954
828	828	828	1096	1274	1154
641	641	641	621	669	606
843	843	843	742	836	748
22,424	22,424	22,424	22,424	22,424	22,424



**CITY OF XENIA, OHIO**

*Principal Employers  
Current Year and Four Years Ago*

Employer	Nature of Business	2012		
		Number of Employees	Rank	Percentage of Total Employment
Greene County	Government	1,431	1	6.64%
Kettering Med Center Network	Health Care	1,200	2	5.57%
Xenia Community Schools	Education	943	3	4.38%
Walmart	Retail	504	4	2.34%
Kroger	Grocery	319	5	1.48%
City of Xenia	Government	247	6	1.15%
Express Personnel Services	Other Services	216	7	1.00%
Super Valu	Distribution	196	8	0.91%
Hospice of Dayton	Health Care	188	9	0.87%
Time Warner Cable	Entertainment	182	10	0.85%
Total		<u>5,426</u>		
Total Employment within the City		<u><u>21,538</u></u>		

Employer	Nature of Business	2007		
		Number of Employees	Rank	Percentage of Total Employment
Greene County	Government	1,432	1	5.31%
Greene Memorial Hospital	Health Care	975	2	3.62%
Xenia Community Schools	Education	969	3	3.60%
Super Valu	Distribution	500	4	1.86%
McDonalds Restaurants	Food Services	395	5	1.47%
City of Xenia	Government	290	6	1.08%
Twist	Manufacturing	270	7	1.00%
Walmart	Retail	256	8	0.95%
Kroger	Grocery	250	9	0.93%
Bob Evans Farms	Food Services	248	10	0.92%
Total		<u>5,585</u>		
Total Employment within the City		<u><u>26,950</u></u>		

**Sources:**

City of Xenia Income Tax Department

Data is not available prior to 2007.

**CITY OF XENIA, OHIO**

*Full Time Equivalent Employees by Function  
Last Ten Years*

	2003	2004	2005	2006
<b>Governmental Activities</b>				
General Government				
Finance	17.00	17.50	16.50	18.50
Legal/Court	30.75	30.75	30.50	29.75
Administration	8.00	7.00	6.00	6.00
Information Technology				
Security of Persons and Property				
Police	74.00	69.00	69.00	69.00
Fire	45.00	42.00	42.00	42.00
Transportation				
Street	19.75	18.50	18.50	18.50
Garage				
Leisure Time Activities				
Recreation/Seniors	5.00	4.50	4.50	4.50
Parks				
Community Environment				
Service	11.25	9.00	9.00	9.00
Development/Planning				
Engineering				
<b>Business-Type Activities</b>				
Utilities				
Water	15.00	14.00	13.00	13.00
Sewer	6.00	6.00	6.00	6.00
Solid Waste	10.00	10.00	10.00	10.00
Storm Water	0.00	0.00	0.00	0.00
<i>Total Employees</i>	<u>241.75</u>	<u>228.25</u>	<u>225.00</u>	<u>226.25</u>

**Method:** 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: City Finance Director's Office

*CITY OF XENIA, OHIO*

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
18.50	18.50	15.00	15.00	15.50	15.00
29.00	30.50	32.00	32.00	30.75	30.50
6.00	6.00	5.00	5.00	5.00	4.50
		2.00	2.00	2.00	2.00
70.00	70.00	67.00	65.00	65.00	68.50
43.00	42.00	41.00	41.00	43.00	44.00
16.00	16.50	9.00	6.00	6.00	6.00
		2.00	2.00	2.00	2.00
4.25	4.50	0.00	0.00	0.00	0.00
		1.50	1.50	1.50	1.50
10.00	8.00	0.00	0.00	0.00	0.00
		4.00	4.00	6.00	6.00
		4.00	4.00	3.00	4.00
14.50	15.50	19.00	18.00	18.00	17.00
16.00	16.00	15.00	15.00	15.00	16.00
0.00	0.00	0.00	1.00	1.00	1.00
0.00	0.00	0.00	2.00	2.00	2.00
<u>227.25</u>	<u>227.50</u>	<u>216.50</u>	<u>213.50</u>	<u>215.75</u>	<u>220.00</u>

**CITY OF XENIA, OHIO**

*Operating Indicators by Function  
Last Ten Years*

	2003	2004	2005	2006
<b>Governmental Activities</b>				
General Government				
Court				
Number of Probation Cases	558	639	619	561
Number of Traffic Cases	11,766	11,289	12,095	10,445
Number of Criminal Cases				
Number of Civil Cases				
Licenses and Permits				
Number of Residential Constructions	109	116	104	61
Number of Commercial Constructions	17	13	20	5
Security of Persons and Property				
Police				
Number of Citations Issued	2,377	3,064	2,869	2,430
Number of Arrests	1,837	1,841	1,927	2,022
Number of Accidents	611	621	597	567
Fire				
Number of Fire Calls	851	813	818	889
Number of EMS Runs	3,421	3,532	3,803	3,715
Number of Inspections	69	39	205	135
Transportation				
Street				
Number of Streets Resurfaced	5	7	11	7
Leisure Time Activities				
Recreation/Seniors				
Number of Programs Offered	8	8	9	9
Number of Shelter Rentals	N/A	N/A	N/A	178
<b>Business-Type Activities</b>				
Water				
Number of Metered Accounts***	10,346	10,346	10,380	11,235
Daily Average Consumption (millions of gallons)	3.9	3.9	3.9	4.4
Peak Daily Consumption (millions of gallons)	8.0	8.0	8.0	8.0
Sewer				
Number of Metered Accounts***	10,184	10,184	10,436	11,103
Daily Average Sewage Treatment (millions of gallons)	4.9	4.9	4.9	4.9
Solid Waste *				
Number of Customers Served	N/A	N/A	9,232	9,444
Stormwater **				
Number of Customers Served	N/A	N/A	N/A	N/A

Source: City Finance Director's Office

\* Billing for Solid Waste started in 2005

\*\* Billing for Stormwater started in 2007

\*\*\* Prior to 2012 accounts include those properties which were vacant. Starting in 2012 the statistics reflect active accounts

**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
802	796	795	803	738	850
9,624	12,234	9,579	8,984	9,409	10,172
	4,461	3,906	3,904	3,887	3,890
	2,175	1,645	1,619	1,811	1,402
123	91	26	23	3	151
4	4	2	1	6	123
2,974	4,347	2,078	1,818	3,420	4,174
1,034	2,985	2,240	2,068	2,381	1,879
610	535	609	659	553	876
984	1,210	875	819	957	943
3,437	3,752	3,543	3,470	3,676	3,781
255	141	185	72	345	344
4	9	7	0	28	17
8	8	5	14	14	14
130	132	145	166	68	65
10,720	10,733	10,782	10,800	10,808	10,185
3.6	3.2	3.2	3.1	2.5	2.5
8.0	8.0	8.0	8.0	8.0	9.0
10,692	10,635	10,664	10,680	10,690	10,065
4.8	5.0	4.1	4.0	5.4	3.8
9,760	9,512	9,496	9,543	9,495	9,445
10,038	9,992	10,041	10,024	10,056	9,445

**CITY OF XENIA, OHIO**

*Capital Asset Statistics by Function  
Last Ten Years*

	2003	2004	2005	2006
<b>Governmental Activities</b>				
General Government				
Land (acres)	7,680	7,680	7,680	7,680
Public Safety				
Police				
Stations	1	1	1	1
Vehicles	N/A	N/A	N/A	27
Fire				
Stations	2	2	2	2
Vehicles	N/A	N/A	N/A	11
Highways and Streets				
Streets (lane miles)	115	115	108	135
Street Lights	1,753	1,784	1,784	1,784
Traffic Signals	N/A	37	38	40
Recreation				
Land (acres)	122	122	133	133
Buildings/Shelters	16	16	18	18
Parks	11	11	15	15
Playgrounds	11	11	15	15
Tennis Courts	1	1	1	1
Baseball/Softball Diamonds	6	6	6	6
Soccer Fields	2	2	2	2
<b>Business-Type Activities</b>				
Utilities				
Water				
Waterlines (Miles)	141	141	141	141
Pump Stations	1	1	1	1
Average Daily Consumption	3.9 (mgd)	3.9 (mgd)	3.7 (mgd)	4.4 (mgd)
Storage Capacity (thousands of gallons)	8 (mgd)	8 (mgd)	8 (mgd)	8 (mgd)
Sewer				
Sewerlines (Miles)	146	146	146	146

Source: City Finance Director's Office



**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
7,680	7,680	7,680	7,680	7,680	7,677
1	1	1	1	1	1
24	28	30	22	22	23
2	2	2	2	2	2
11	12	12	11	11	13
135	135	219	219	219	219
1,826	1,961	1,961	2,124	2,134	2,134
32	38	38	40	40	40
122	122	122	120	120	117
17	20	20	12	12	11
15	15	15	14	14	13
12	12	12	13	13	11
1	0	0	0	0	0
7	1	1	3	3	3
2	2	2	0	0	0
140	140	140	140	142	142
1	1	1	1	1	1
3.6 (mgd)	3.2 (mgd)	3.2 (mgd)	3.1 (mgd)	2.5 (mgd)	2.5 (mgd)
8 (mgd)	8 (mgd)	8 (mgd)	8 (mgd)	8 (mgd)	9 (mgd)
145	145	146	146	146	146

**CITY OF XENIA, OHIO**

*Capital Asset Value by Function  
Last Ten Years*

	2003	2004	2005	2006
<b>Governmental Activities</b>				
General Government				
Land and Improvements	\$259,130	\$259,130	\$259,130	\$259,130
Buildings	2,534,605	2,534,605	2,534,605	2,536,475
Equipment	1,348,790	1,376,298	1,391,039	1,596,606
Public Safety				
Land and Improvements	78,238	78,238	76,022	90,537
Buildings	247,983	273,206	273,206	722,216
Equipment	4,707,058	4,901,393	4,868,979	5,705,316
City Wide				
Land and Improvements	15,574,694	15,810,220	16,092,702	16,302,572
Buildings	2,748,335	2,748,335	2,748,335	2,751,955
Equipment	8,693,004	8,932,617	9,206,205	9,699,307
Infrastructure	11,022,587	11,411,839	11,811,580	12,831,760
Construction in Progress	28,500	28,500	854,397	385,027
<b>Business-Type Activities</b>				
Utilities				
Water				
Land and Improvements	133,036	133,036	134,606	134,606
Buildings and Improvements	2,865,365	2,870,415	2,870,415	2,870,415
Equipment	12,477,225	12,655,820	13,016,872	13,687,880
Construction in Progress	0	0	112,538	71,499
Sewer				
Land and Improvements	482,817	483,946	483,946	483,946
Buildings and Improvements	5,276,700	5,276,700	5,282,350	5,282,350
Equipment	21,998,953	22,762,638	23,228,559	23,685,875
Construction in Progress	52,291	226,155	0	28,364
Sanitation				
Land and Improvements	4,741	4,741	2,691	2,691
Buildings and Improvements	40,108	40,108	40,108	40,108
Equipment	741,757	741,757	741,757	744,443
Construction in Progress	0	0	0	14,182
Stormwater				
Land and Improvements	N/A	N/A	N/A	N/A
Buildings and Improvements	N/A	N/A	N/A	N/A
Equipment	N/A	N/A	N/A	N/A
Construction in Progress	N/A	N/A	N/A	N/A

**CITY OF XENIA, OHIO**

2007	2008	2009	2010	2011	2012
\$259,130	\$259,130	\$259,130	\$259,130	\$259,130	\$259,130
2,512,829	2,512,829	2,793,757	2,804,149	2,812,649	2,861,096
1,111,705	1,118,943	1,240,923	1,260,554	1,274,600	1,420,954
77,019	77,019	77,019	77,019	116,875	116,874
701,839	701,839	956,607	1,233,558	1,283,652	1,304,735
4,054,259	4,527,109	5,212,833	4,789,357	4,989,302	5,145,704
16,524,117	16,947,652	17,147,703	17,228,303	18,079,476	18,072,603
2,733,586	2,733,586	2,835,423	2,703,757	2,719,757	3,729,073
2,103,334	2,194,792	2,394,682	2,180,065	2,255,954	2,376,452
13,256,761	13,819,509	15,065,947	15,247,920	15,763,408	16,285,036
120,618	850,778	273,106	685,664	1,625,763	752,822
177,094	177,094	214,794	214,794	214,794	214,794
2,870,415	2,870,415	2,870,415	2,900,634	2,900,633	2,900,633
13,677,245	15,380,109	16,275,077	16,137,407	16,522,904	17,969,700
1,185,632	568,770	10,102	239,542	838,962	522,622
511,522	563,802	563,802	563,802	580,303	580,302
5,265,451	5,265,451	5,294,792	5,353,000	6,857,781	6,857,782
23,764,397	25,290,062	25,469,564	25,477,355	26,566,972	26,683,388
805,505	0	212,444	2,351,012	124,916	1,634,109
0	0	0	0	0	0
40,108	105,703	105,703	93,730	93,730	93,730
761,167	761,167	778,320	778,320	784,865	976,672
6,560	0	0	0	0	152,072
0	0	0	0	0	0
0	0	0	0	0	0
7,767,217	8,740,317	8,740,317	8,801,902	8,801,902	8,932,711
0	0	0	0	0	2,340

(Continued)

*CITY OF XENIA, OHIO*

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*Capital Asset Value by Function  
Last Ten Years*

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	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Other Enterprise				
Land and Improvements	181,352	181,352	181,352	181,352
Buildings and Improvements	101,837	101,837	101,837	101,837
Equipment	45,054	46,784	49,052	74,052
Construction in Progress	0	0	0	348,457

Source: City Finance Director's Office

*CITY OF XENIA, OHIO*

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<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
154,681	154,681	154,681	154,681	263,951	263,951
101,837	101,837	0	0	0	0
54,430	54,430	0	20,081	20,081	20,081
89,285	42,470	0	56,301	0	57,261





# Dave Yost • Auditor of State

CITY OF XENIA

GREENE COUNTY

## CLERK'S CERTIFICATION

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
AUGUST 15, 2013