

# CITY OF HUBER HEIGHTS



Single Audit Report

December 31, 2013

**PLATTENBURG**  
Certified Public Accountants





# Dave Yost • Auditor of State

City Council  
City of Huber Heights  
6131 Taylorsville Road  
Huber Heights, OH 45424

We have reviewed the *Independent Auditors' Report* of the City of Huber Heights, Montgomery County, prepared by Plattenburg & Associates, Inc., for the audit period January 1, 2013 through December 31, 2013. 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 Huber Heights is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost  
Auditor of State

August 15, 2014

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**CITY OF HUBER HEIGHTS, OHIO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

<u>Federal Grantor/Pass - Through Grantor, Program Title</u>	<u>Pass Through Entity Number</u>	<u>CFDA</u>	<u>Disbursements</u>
<u>United States Department of Justice- Office of Justice Program</u>			
Direct Funding			
Bullet Proof Vests Partnership Program		16.607	\$2,872
Equitable Sharing		16.xxx	64,949
Subtotal - Department of Justice			<u>67,821</u>
<u>United States Department of Transportation</u>			
Passed Through Ohio Department of Transportation			
Highway Planning and Construction	PID 86324	20.205	<u>715,297</u>
Subtotal - Department of Transportation			<u>715,297</u>
<u>United States Department of Housing and Urban Development</u>			
Direct Funding			
Neighborhood Stabilization Program I	B-08-UN-39-0006	14.218	666
Community Development Block Grant	B-11-UC-39-0004	14.218	20,000
Community Development Block Grant	B-11-UC-39-0004	14.218	<u>8,840</u>
Subtotal - Department of Housing and Urban Development			<u>29,506</u>
TOTALS			<u><u>\$812,624</u></u>

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES**

The accompanying schedule of federal awards expenditures is a summary of the activity of the City's federal award programs.

The schedule has been prepared on the cash basis of accounting.

## 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 Huber Heights, 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 Huber Heights, Ohio (the City), as of and for the year ended December 31, 2013, 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 27, 2014.

### 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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph 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. However, as described in the accompanying schedule of audit findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses.

*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. We consider the deficiency described in the accompanying schedule of audit findings and questioned costs as Finding 2013-1 to be a material weakness.

### 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 audit 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 27, 2014

## 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 Huber Heights, Ohio

### Report on Compliance for Each Major Federal Program

We have audited the City of Huber Heights' (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, 2013. 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, 2013.

### 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, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 27, 2014, which contained unmodified opinions on those financial statements. 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 27, 2014

**CITY OF HUBER HEIGHTS, OHIO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended December 31, 2013**

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

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?	No
(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	Unmodified
(d)(1)(vi)	Are there any reportable findings under Section .510?	No
(d)(1)(vii)	Major Programs (list): 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**

### **2013–1 Finding Type —Material Weakness—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.

During the year ended December 31, 2013 the City identified misstatements in prior year financial statements requiring adjustment in order to present the current year financial statements in accordance with accounting principles generally accepted in the United States of America.

The City corrected the misstatements prior to the issuance of the current year financial statements, however such misstatements are an indicator that improvements are needed to strengthen existing control procedures related to financial reporting to enable management to prevent and/or detect potential misstatements in the financial statements and footnotes in a timely manner.

A description of the prior year misstatements identified by the City and corrected in the current year follows:

#### *Assets Held for Resale, Fund Balance and Capital Assets*

Assets Held for Resale and Fund Balance were understated by significant amounts for the General and Capital Improvement Funds in the Governmental Funds Balance Sheet. Additionally, Assets Held for Resale were understated and Capital Assets were overstated for Governmental Activities in the Statement of Net Position.

#### *Interfund Loans and Fund Balance*

Interfund Loans and Fund Balance were misstated by significant amounts for the General, Capital Improvement and Other Governmental Funds in the Governmental Funds Balance Sheet.

#### *Special Assessments Receivable and Restricted Net Position*

Special Assessments Receivable and Restricted Net Position were overstated by significant amounts for Governmental Activities in the Statement of Net Position.

#### **Recommendation:**

During the year, the City initiated a systematic, detailed evaluation process related to financial reporting to improve management's ability to prevent and/or detect potential misstatements in the financial statements and footnotes in a timely manner. The City should continue this process.

#### **Management's Response:**

The City holds the position that the current internal control system does not contain any material weaknesses. Management and Council strive to improve the operation and management of the City's services and in doing so, develop a process of internal controls to assure achievement of these objectives with effectiveness and efficiency. The corrections made during 2013 were discovered from our current internal controls as they were not identified in previous years. The development of the internal controls is an ongoing process and the results of these controls are to prevent errors from occurring or to catch errors within a reasonable time. The corrections made are a demonstration of current internal controls working as they should and this report does not reflect a weakness of the current internal controls.

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

None

**CITY OF HUBER HEIGHTS, OHIO**  
**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS**  
**OMB CIRCULAR A-133**  
**DECEMBER 31, 2013**

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

**2012-1 Finding Type — Material Weakness –Controls Related to Financial Reporting**

During the course of our prior audit we identified a control deficiency that related to misstatement of financial statement amounts due to the omission of certain nonexchange transactions.

Status: Corrected



# City of Huber Heights, Ohio

Comprehensive Annual Financial Report  
For the Year Ended December 31, 2013



**HUBER  
HEIGHTS**

*Come Grow With Us!*

# CITY OF HUBER HEIGHTS

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Comprehensive Annual Financial Report

Year Ended December 31, 2013

Issued by:  
Department of Finance  
Division of Accounting



**HUBER  
HEIGHTS**

*Come Grow With Us!*



City of Huber Heights, Ohio  
 Comprehensive Annual Financial Report  
 Year Ended December 31, 2013

Table of Contents

<b>Introductory Section</b>	<b>Page</b>
Letter of Transmittal.....	v
Certificate of Achievement.....	xi
List of Principal Officials.....	xii
Organizational Chart .....	xiii
<b>Financial Section</b>	
Independent Auditor's Report.....	1
Management’s Discussion and Analysis .....	3
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position.....	13
Statement of Activities .....	14
Fund Financial Statements:	
Balance Sheet - Governmental Funds .....	16
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities .....	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds .....	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	23
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual: General Fund .....	24
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual: Police Fund.....	25
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual: Fire Fund .....	26
Statement of Fund Net Position – Proprietary Funds .....	27
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds .....	28
Statement of Cash Flows – Proprietary Funds .....	29
Notes to the Financial Statements .....	30
Combining Statements:	
Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions.....	72
Combining Balance Sheet – Nonmajor Governmental Funds.....	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	77
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	78
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	82

City of Huber Heights, Ohio  
 Comprehensive Annual Financial Report  
 Year Ended December 31, 2013

Table of Contents  
 (Continued)

	<b>Page</b>
Combining Balance Sheet – Nonmajor Capital Projects Funds .....	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds .....	88
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual:	
Fund Descriptions.....	90
Major Funds:	
General Fund .....	92
Park and Recreation Fund .....	96
Police Fund.....	98
Fire Fund .....	99
Special Assessment Bond Retirement Fund.....	100
Capital Improvement Fund.....	101
Carriage Trails Infrastructure Fund .....	102
Nonmajor Funds:	
Street Maintenance and Repair Fund.....	103
Lighting Fund .....	104
Drug Law Enforcement Fund.....	105
Law Enforcement Fund .....	106
State Highway Fund .....	107
County Motor Vehicle Permissive Tax Fund.....	108
City Motor Vehicle Permissive Tax Fund.....	109
Natureworks Grant Fund .....	110
Community Development Block Grant Fund.....	111
Local Street Operating Fund .....	112
Byrne Memorial Grant Fund .....	113
Montgomery County TIF Fund .....	114
Miami County TIF Fund .....	115
Law Enforcement Assistance Fund .....	116
General Obligation Bond Retirement Fund.....	117
Issue II Fund .....	118
Economic Development Government Equity Improvement Fund .....	119
Fire Capital Equipment Fund .....	120
Local Street Capital Improvement Fund .....	121
Federal Equity Sharing Fund.....	122
Assistance to Firefighters Grant Fund.....	123
Energy Conservation Grant Fund.....	124

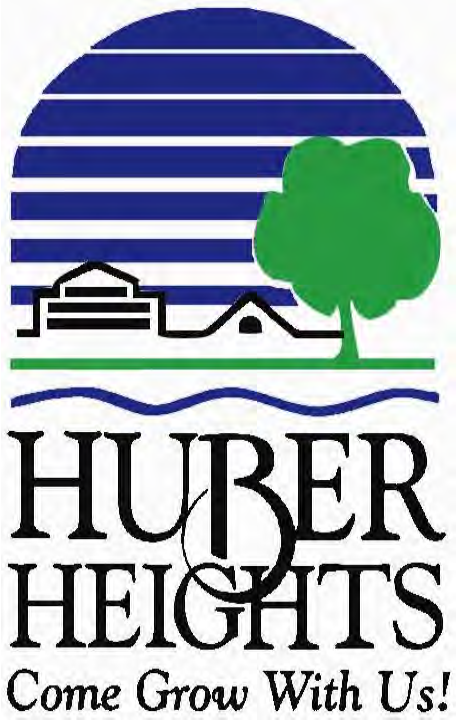
City of Huber Heights, Ohio  
 Comprehensive Annual Financial Report  
 Year Ended December 31, 2013

Table of Contents  
 (Continued)

	<b>Page</b>
Individual Fund Schedules of Revenues, Expenses and Changes in Net Position – Budget (Non-GAAP Basis) and Actual:	
Major Funds:	
Water Fund .....	125
Sewer Fund .....	126
Stormwater Fund .....	127

**Statistical Section**

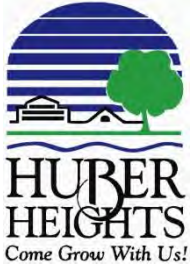
Table of Contents .....	S-1
Net Position by Component - Last Ten Years .....	S-2
Change in Net Position - Last Ten Years .....	S-4
Fund Balances, Governmental Funds - Last Ten Years .....	S-8
Changes in Fund Balance, Governmental Funds - Last Ten Years .....	S-10
Schedule of Assessed Valuation and Estimated True Value - Last Ten Collection Years .....	S-11
Schedule of Property Tax Levies and Collections - Last Ten Years .....	S-12
Schedule of Property Rates - all Direct and Overlapping Governments - Last Ten Years .....	S-13
Schedule of Principal Taxpayers – Real and Public Utility – 2013 and 2004 .....	S-14
Income Tax Rates and Collections - Last Ten Years .....	S-15
Special Assessments Billed and Collected, Bond Coverage - Last Ten Years .....	S-16
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt per Capita – Last Ten Years .....	S-17
Ratios of Outstanding Debt by Type and Legal Debt Margin - Last Ten Years .....	S-18
Direct and Overlapping Governmental Activities Debt - December 31, 2013 .....	S-20
Revenue Bond Coverage – Water Fund - Last Ten Years .....	S-21
OWDA Loan Coverage – Sewer Fund – Last Ten Years .....	S-22
Schedule of Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures - Last Ten Years .....	S-23
Schedule of Principal Employers – 2013 and 2005 .....	S-24
Schedule of Principal Income Taxpayers – 2013 and 2004 .....	S-25
Demographic and Economic Statistics - Last Ten Years .....	S-26
Schedule of Full-Time Equivalent City Government Employees by Function/Program - Last Ten Years .....	S-27
Schedule of Operating Indicators by Function/Program - Last Ten Years .....	S-28
Schedule of Capital Assets Statistics by Function/Program - Last Ten Years .....	S-30



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## INTRODUCTORY SECTION





# City of Huber Heights

6131 Taylorsville Road  
Huber Heights, OH 45424

937.233.1423  
fax: 937.233.1272  
www.hhoh.org

June 27, 2014

Mayor  
Members of the City Council  
Residents of the City of Huber Heights

We are pleased to present our 2013 Comprehensive Annual Financial Report (CAFR) for the City of Huber Heights for your review. This report, for the year ended December 31, 2013, has been prepared using generally accepted accounting principles for governments, and contains the financial statements and other financial and statistical data that provide complete and full disclosure of all material financial aspects of the City of Huber Heights ("the City"). This report represents the commitment of the City to adhere to nationally recognized standards of excellence in financial reporting. Ohio law requires that every general purpose local government prepare and publish their financial statements in accordance with generally accepted accounting principles (GAAP) and have an annual audit. This report is published to fulfill that requirement for the year ended December 31, 2013. The City is required to provide certain continuing disclosure information in conjunction with various debt offerings. Updated data is provided in the Statistical Section of this report.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation rests with the management of the City, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The firm of Plattenburg & Associates, Incorporated, has issued an unqualified ("clean") opinion on the City's financial statements for the year ended December 31, 2013. The Independent Accountants' Report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Accountants' Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

## **Profile of the City**

The City of Huber Heights is located in southwestern Ohio, within Montgomery, Miami and Greene Counties; and encompasses approximately 22 square miles. The area that currently includes the incorporated limits of the City of Huber Heights was originally formed in 1810 as Wayne Township, named after Major General Anthony Wayne of the United States Army. The City occupies the northeast corner of Montgomery County, adjoins Miami County on the north, and Clark and Greene Counties on the east, with Greene County also being a part of the southern border. In 1981, Wayne Township incorporated; and in 1983 the citizens of Huber Heights adopted a City Charter, which took effect on January 1, 1984, providing for a Council/Manager form of government.

The legislative powers of the City are vested in a nine-member Council. Two Council members are elected at large, while six Council members are elected by ward. The Mayor is elected separately. The Council members appoint the City Manager who is the Chief Executive and Administrative Officer of the City. The City Manager appoints all Department/Division Heads and employees, except the City Attorney and the Clerk of Council, who are appointed by City Council.

The City is empowered to levy a property tax on real property located within its boundaries. It also is empowered by Ohio statute to extend its corporate limits by annexation, which it has done from time to time.

A reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government consists of all funds and departments which comprise the legal entity of the City, and which provide various services including police and fire protection, emergency medical services, parks and recreation, planning, zoning, court facilities, street maintenance and repair, economic development, public health and welfare, sewer, water and wastewater. Council and the City Manager have ultimate responsibility for these services.

The City does not have any component units included in its reporting entity. However, the City has representation on the boards of eight entities. The Tri-Cities North Regional Wastewater Authority (Tri-Cities) and the Joint Economic Development District (JEDD) are joint ventures, while the Miami Valley Regional Planning Commission (the Commission), Miami Valley Fire/EMS Alliance (the Alliance), the Economic Development/Government Equity Program (ED/GE), the Regional Emergency Response Team (RERT), First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium), and the Community Improvement Corporation of Huber Heights (CIC) are jointly governed organizations. Information regarding these entities may be found in the notes to the basic financial statements.

The City normally adopts an annual budget before December 31st for the upcoming year. This annual budget serves as the foundation for the City's financial planning and control. The budget is adopted at the object level for all funds of the City. Any modifications to appropriations at or above this level require approval of City Council.



## **Local Economy**

Situated along an extensive network of interstate and state highways, including Interstates 70 and 75, as well as U.S. Route 40 and State Routes 4, 201, 202 and 235, the City continued to experience growth and development during 2013. Historically, the City's population growth erupted in the late 1950's when Charles Huber recognized the enormous potential for residential development in the area and began building what is now the largest community of brick homes in the United States. With an estimated population of 38,101 in 2013, Huber Heights placed third among all cities within Montgomery County, with nearly 15,000 housing units.

The City is the 29th largest city in the State of Ohio, and is situated primarily in Montgomery County. The City's boundaries expand into Miami County as well. The City, located 10 minutes from downtown Dayton, Wright Patterson Air Force Base and Dayton International Airport, is primarily residential, providing housing for those who work in the surrounding metropolitan area. Huber Heights City government continued to take active steps toward diversifying its tax base, with strong residential growth generating greater commercial and industrial development. At the end of 2010, there were over 1,270 acres of industrially-zoned and 2,840 acres of commercially zoned land in the City, of which approximately 1,177 acres are available for development. In 2008, the citizens voted to reduce the City's income tax rate by 0.25% to 2.00%, effective January 1, 2009.

Based upon a 2009 survey of Huber Heights residents, it is estimated that the United States government and affiliated contractors at nearby Wright Patterson Air Force Base (WPAFB) employ approximately 14 percent of the residents. An additional 6.2% of the residents have retired from WPAFB. Despite the continuing trend toward military downsizing and base closures, WPAFB has gained operations through realignment from other bases around the country in the past several years. It is estimated that, as a result of the U.S. House Armed Services Committee Base Realignment and Closure (BRAC) proceedings, approximately 3,000 new government and contractor jobs came to the Base by 2011. The strategic location of the City of Huber Heights within the area, combined with our proximity to WPAFB, 5 to 10 minutes' access to primary Base gates, evidences anticipated growth from BRAC.

Economic development in the City has been a top priority of City Council and City Staff. Since 1994, commercial, industrial, and residential developments, such as the Northpark Center, Center Point 70 Commerce Park, and The Oaks, Callamere Farms, and Carriage Trails, have created many diverse jobs, including fuel cell research, logistics, light industrial, high-tech and laser applications. The expansion of Interstate 70 to six lanes through the City, and the accompanying upgrades of the three major interchanges in the City, is expected to engender economic growth. There are over 780 businesses within the City.

The City's major source of operating revenue is the local income tax. During 2013, the rate was 2.00%.

## **Commercial and Industrial Development**

The 54,000 square foot Lane Park assisted living facility was completed in 2013 which includes 20 full time and 10 part time jobs. There are 84 units available at this site. The estimated cost of the project is \$17,000,000.

Trimble Navigation completed a major expansion with a 130,000 square foot warehouse and office facility. The estimated cost was around \$12,000,000 and houses around 100 employees.

Marketing materials have been created to help with the recruitment of new businesses. Maps showing redevelopment opportunities, available properties, and incentive districts were made by the Economic Development staff. These materials will be used for site selectors and business recruiters. A subscription for demographic data was obtained to help site selectors determine population, traffic counts and buying power within a radius around the City.

## **Residential Development**

Huber Heights' residential development market continues to outperform other areas in the region. The residential market in the City, which did not experience as severe a market correction as in other areas of the country or the region, continued to show steady progress. The City issued 137 permits in 2013, evidence that Huber Heights continues to improve in spite of the current housing slump.

In 2008 the City approved the Basic Development Plan submitted by DEC Land Co. I LLC for the Carriage Trails project within the City's northern quadrant. In 2011 an additional 10 acres was added to the original 625 acre project. The 635 acres includes plans for 1,440 single family homes and 800 attached residential units, as well as 35 acres for commercial use. There will be in excess of 120 acres of green space with extensive landscape buffering, three ponds, bike and natural trails providing connectivity to the new Huber Heights Aquatic & Recreation Complex next to the YMCA and Carriage Hills Metro Park just across SR201.

From 2009 to 2012, 359 lots were developed. In 2013, an additional 109 lots were developed. The Public-Private Partnership between Carriage Trails and the City of Huber Heights has allowed development to move forward and lot sales to exceed everyone's expectations: as of the end of April 2014 there are 365 home sales.

## **Major Initiatives**

During 2013, expenditures included the repair and rebuilding of neighborhood streets, curbing improvements, and miscellaneous roadway sealing and patching throughout the City. The City was able to utilize funds from the water fund for replacement of water lines, fire hydrants and appurtenances and the reconstruction of streets, concrete work and related underground utilities, roadway earthwork and miscellaneous base and drainage work.

The U.S. Environmental Protection Agency mandated that governmental agencies with populations over 10,000 be in compliance with the Clean Water Act of 1972, including the development and implementation of a Stormwater Management Plan no later than March, 2003. During 2013, the City entered the eleventh year of operation of its Stormwater Management Program. The monies generated fully supported the operating costs, as well as stormwater related capital improvements.

Construction began in 2013 for an \$18 million music center, which is a 4500 fixed seat, covered facility, including all related parking, landscaping and utilities. This facility is being built to spark development in the area and because of this a \$22 million hotel/field house project proposed by GoodSports was approved in 2013 for construction in 2014.

### **For the Future**

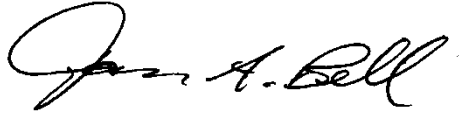
With the successful negotiation of a new development agreement for the 660-acre residential development Carriage Trails, the City is poised to experience significant new residential and commercial growth in the City's northern quadrant for the next decade. With the Music Center and the GoodSports Facility beginning, the Heights development is projected to continue to grow and prosper throughout the next several years. Additionally, numerous commercial projects are in the planning stages. These will transform I-70 and State Route 201/202 corridors into a thriving regional commercial center. Along with these projects, the City will continue to promote the steady growth of other residential developments, which continue to outperform other areas in the region.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Huber Heights, Ohio, for its comprehensive financial report (CAFR) for the year ended December 31, 2012. This was the nineteenth consecutive year that the City of Huber Heights has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Preparation of this report is a major and time-consuming task that cannot be accomplished without the professional, efficient and dedicated services of those individuals who assist and contribute to its production. All members of the City's finance department staff, and many of the City's other employees, contributed to this effort. We wish to thank City Council, Department and Division Heads, and all employees who supported this effort to achieve excellence in financial reporting.

A handwritten signature in black ink, appearing to read "James A. Bell". The signature is fluid and cursive, with a large initial "J" and "A".

James A. Bell  
Finance Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Huber Heights  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2012**

Executive Director/CEO

City of Huber Heights  
List of Principal Officials  
December 31, 2013

**Elected Officials**

*Mayor*

Ron Fisher

*Vice Mayor*

Mark Campbell, At Large

*Council Members*

Lu Dale, Ward 1

Karen Kaleps, Ward 2

Tyler Starline, Ward 3

Judy Blankenship, Ward 4

Tracy Dudley, Ward 5

Ed Lyons, Ward 6

Jan Vargo, At Large

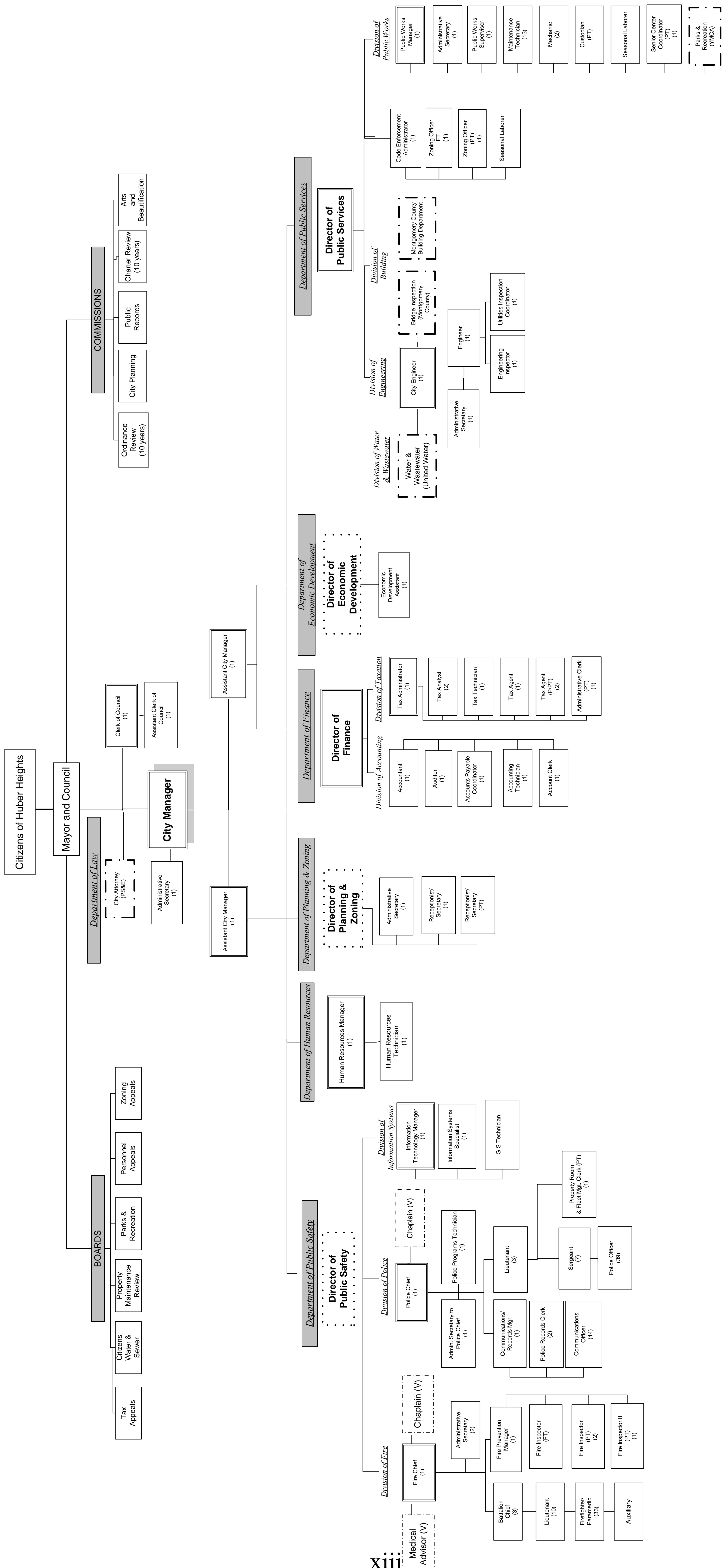
**Appointed Officials**

*Interim City Manager*

Robert B. Schommer

*Director of Finance*

James A. Bell

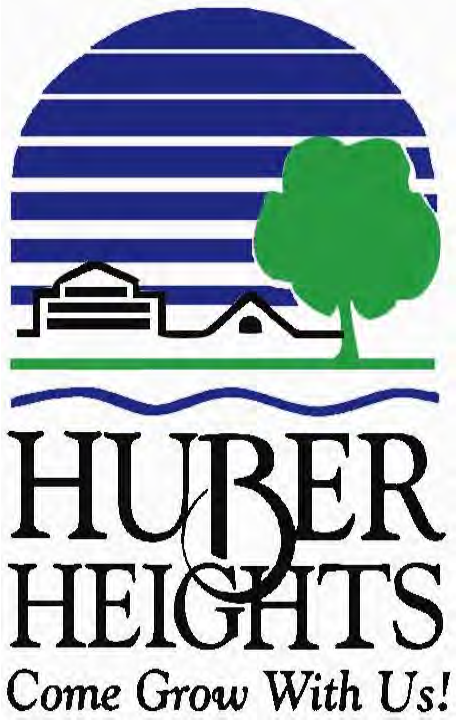


City of Huber Heights  
Revised December 9, 2013

- All employees are permanent / full time unless specified otherwise.  
 - (PT) = Part Time, (H) = Hourly Seasonal, (T) = Temporary, (V) = Volunteer  
 Contractor Relationship  
 Vacant Position

Authorized Staffing Levels

City Council (FT):	2	Division of Accounting (FT):	5	Department of Human Resources (FT):	2
City Manager (FT):	2	Division of Taxation (FT):	3	Department of Economic Development (FT):	2
Fire Division (FT):	54	Division of Public Works (PT):	8	Department of Planning and Zoning (FT):	3
Police Division (PT):	3	Division of Public Works (Seasonal):	4	Department of Planning and Zoning (PT):	1
Police Division (FT):	73	Director of Public Safety (FT):	1	Assistant City Manager (FT):	2
Police Division (PT):	1	Department of Finance (FT):	1	Division of Engineering (FT):	6





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## FINANCIAL SECTION

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## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager  
City of Huber Heights, 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 Huber Heights (the City) as of and for the year ended December 31, 2013, 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, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Police Fund and Fire Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **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 3–12 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 27, 2014, 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.*

Dayton, Ohio

June 27, 2014

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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The City of Huber Heights's discussion and analysis of the annual financial reports provides a review of the financial performance for the fiscal year ending December 31, 2013. 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 performance.

**Financial Highlights**

- The City's total net position increased \$1,791,006 during 2013. Net position of the governmental activities increased \$543,887, while net position of business-type activities increased by \$1,247,119.
- General revenues, for governmental activities, accounted for \$19,989,982, or 68.9% of total governmental activities revenue. Program specific revenues accounted for \$9,009,796 or 31.1% of total governmental activities revenue.
- Governmental activities net capital assets increased \$3,948,316, due a large number of current year additions and these additions exceeding current year depreciation expense.
- The City had \$27,537,093 in expenses related to governmental activities; \$9,009,796 of these expenses was offset by program specific charges for services, grants, contributions, or interest. General revenues (primarily taxes) of \$19,989,982, were sufficient to offset these program expenses.
- The general fund, the City's largest major governmental fund, had revenues of \$10,673,531 in 2013, or 38.8% of total governmental funds. Expenditures of the general fund were \$4,744,467, or 13.9% of total governmental funds. The general fund balance decreased \$1,100,821, or 13.4% in 2013.
- Business-type operations reflected an operating income of \$2,199,001 during 2013, and business-type unrestricted net position was \$35,482,735 at December 31, 2013.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

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

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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## **Reporting the City as a Whole**

### ***Statement of Net Position and Statement of Activities***

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

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

In the statement of net position and the statement of activities, the City is divided into two kinds of activities.

- **Governmental Activities** - Most of the City's services are reported here including police, fire, leisure time activities, community development, transportation, and general administration. Income taxes, property taxes, intergovernmental revenue, charges for services, and interest finance most of these activities.
  
- **Business-Type Activities** - These services include water, sewer, and stormwater management. Service fees for water and sewer are charged based upon the amount of usage; and a service fees for the stormwater utility are assessed by property (parcel) based upon impervious area. The intent is that these activities be financially self-sufficient.

## **Reporting the City's Most Significant Funds**

### ***Fund Financial Statements***

Information about the City's major funds is presented in the fund financial statements (see table of contents). Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the City, with approval of council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for use of grants. The City's major funds are general, police, fire, special assessment bond retirement, capital improvement, carriage trails infrastructure, water, sewer, and stormwater funds.

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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***Governmental Funds***

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

***Proprietary Funds***

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

**Government-Wide Financial Analysis**

The statement of net position provides the perspective of the City as a whole.

Table 1 below provides a summary of the City's net position for 2013 compared to 2012:

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

**Table 1**  
**Net Position**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2013</u>	<u>Restated 2012</u>	<u>2013</u>	<u>Restated 2012</u>	<u>2013</u>	<u>Restated 2012</u>
<u>Assets</u>						
Current and other assets	\$ 53,477,143	\$ 44,244,451	\$ 24,542,278	\$ 19,093,324	\$ 78,019,421	\$ 63,337,775
Capital assets	103,735,101	102,148,513	61,797,573	59,876,350	165,532,674	162,024,863
Investment in joint venture	-	-	15,973,114	16,808,656	15,973,114	16,808,656
Total assets	<u>157,212,244</u>	<u>146,392,964</u>	<u>102,312,965</u>	<u>95,778,330</u>	<u>259,525,209</u>	<u>242,171,294</u>
<u>Deferred outflows of resources</u>						
Deferred charge on refunding	42,109	46,532	-	-	42,109	46,532
<u>Liabilities</u>						
Other liabilities	18,563,802	14,921,548	1,166,056	643,899	19,729,858	15,565,447
Long-term liabilities outstanding	33,816,662	27,188,976	25,785,462	21,020,103	59,602,124	48,209,079
Total liabilities	<u>52,380,464</u>	<u>42,110,524</u>	<u>26,951,518</u>	<u>21,664,002</u>	<u>79,331,982</u>	<u>63,774,526</u>
<u>Deferred inflows of resources</u>						
Property taxes	2,452,149	2,442,961	-	-	2,452,149	2,442,961
Payments in lieu of taxes	1,269,365	1,277,523	-	-	1,269,365	1,277,523
Total deferred inflows of resources	<u>3,721,514</u>	<u>3,720,484</u>	<u>-</u>	<u>-</u>	<u>3,721,514</u>	<u>3,720,484</u>
<u>Net position</u>						
Net investment in capital assets	63,563,165	65,015,575	39,878,712	45,437,148	103,441,877	110,452,723
Restricted	28,703,889	28,482,986	-	-	28,703,889	28,482,986
Unrestricted	8,885,321	7,109,927	35,482,735	28,677,180	44,368,056	35,787,107
Total net position	<u>\$ 101,152,375</u>	<u>\$ 100,608,488</u>	<u>\$ 75,361,447</u>	<u>\$ 74,114,328</u>	<u>\$ 176,513,822</u>	<u>\$ 174,722,816</u>

As displayed in Table 1, total net position of the City as a whole, increased \$1,791,006 from 2012 to 2013. This was due to an increase in capital assets. Total net position of the City's governmental activities increased by \$543,887, and unrestricted net position increased from 2012 to 2013. The increase in governmental net position can be attributed to a decrease in program expenses.

The net position of the City's business type activities increased by \$1,247,119. Two of the three enterprise funds reported an operating income during 2013. Overall, operating expenses decreased \$184,791 from the prior year. The City strives to control operation expenses for business-type activities in order to maintain stability in charges for services rates.



City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

Table 2 shows the changes in net position for the year ended December 31, 2013, and revenue and expense comparisons to 2012.

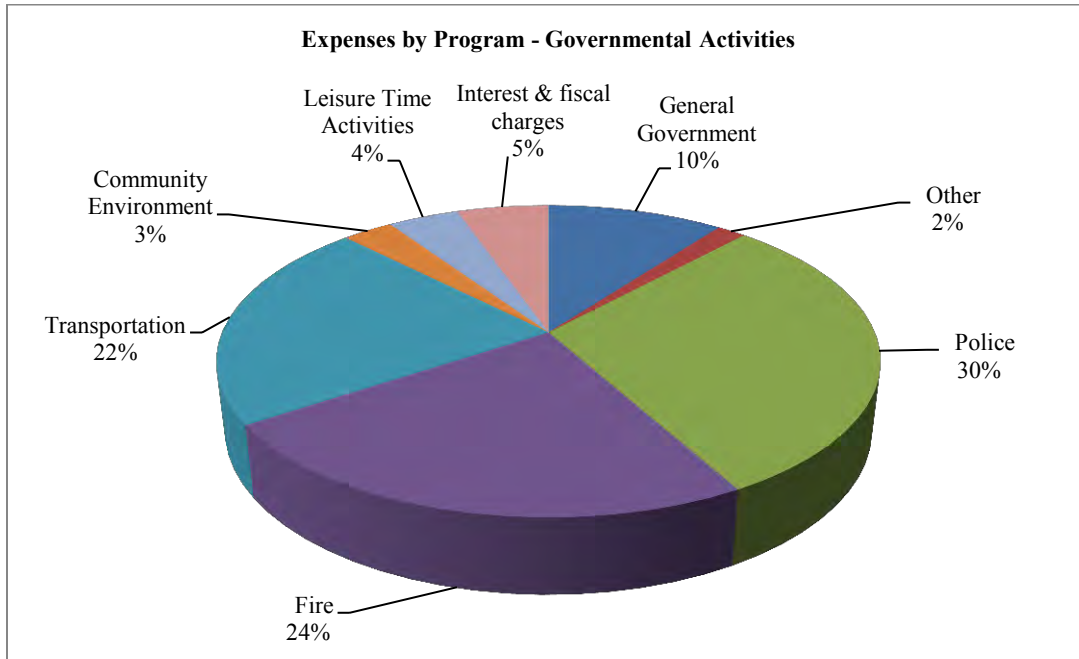
	<b>Table 2</b>					
	<b>Changes in Net Position</b>					
	Governmental Activities		Business-Type Activities		Total	Total
	Restated		Restated		Restated	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 3,062,973	\$ 4,645,176	\$ 8,616,265	\$ 9,065,601	\$ 11,679,238	\$ 13,710,777
Operating grants, contributions, and interest	3,839,307	3,170,679	-	-	3,839,307	3,170,679
Capital grants and contributions	2,107,516	2,255,697	563,390	173,387	2,670,906	2,429,084
General revenues:						
Property taxes	2,691,144	2,946,595	-	-	2,691,144	2,946,595
Income taxes	13,755,829	13,125,830	-	-	13,755,829	13,125,830
Grants and entitlements	1,676,237	749,715	-	-	1,676,237	749,715
Payment in lieu of taxes	1,373,452	1,189,612	-	-	1,373,452	1,189,612
Gain on sale of capital assets	73,726	-	-	-	73,726	-
Investment earnings	149,629	225,032	48,462	92,499	198,091	317,531
Other	269,965	190,622	-	149,891	269,965	340,513
Total revenues	<u>28,999,778</u>	<u>28,498,958</u>	<u>9,228,117</u>	<u>9,481,378</u>	<u>38,227,895</u>	<u>37,980,336</u>
<b>Program Expenses</b>						
Governmental Activities:						
General government	2,820,024	2,941,232	-	-	2,820,024	2,941,232
Security of persons and property						
Police	8,259,426	8,471,690	-	-	8,259,426	8,471,690
Fire	6,535,933	7,345,036	-	-	6,535,933	7,345,036
Other	465,057	484,726	-	-	465,057	484,726
Leisure time activities	1,137,949	951,015	-	-	1,137,949	951,015
Community environment	810,649	961,657	-	-	810,649	961,657
Transportation	6,037,443	6,651,490	-	-	6,037,443	6,651,490
Interest and fiscal charges	1,470,612	1,262,926	-	-	1,470,612	1,262,926
Business-Type Activities:						
Water	-	-	4,817,207	4,495,230	4,817,207	4,495,230
Sewer	-	-	3,429,108	3,454,819	3,429,108	3,454,819
Stormwater	-	-	653,481	693,140	653,481	693,140
Total program expenses	<u>27,537,093</u>	<u>29,069,772</u>	<u>8,899,796</u>	<u>8,643,189</u>	<u>36,436,889</u>	<u>37,712,961</u>
Increase in net assets before transfers	1,462,685	(570,814)	328,321	838,189	1,791,006	267,375
Transfers	(918,798)	(2,100,634)	918,798	2,100,634	-	-
Change in net position	543,887	(2,671,448)	1,247,119	2,938,823	1,791,006	267,375
Net position beginning of year	100,608,488	109,488,657	74,114,328	71,194,967	174,722,816	180,683,624
Restatement	-	(6,208,721)	-	(19,462)	-	(6,228,183)
Net position end of year	<u>\$ 101,152,375</u>	<u>\$ 100,608,488</u>	<u>\$ 75,361,447</u>	<u>\$ 74,114,328</u>	<u>\$ 176,513,822</u>	<u>\$ 174,722,816</u>

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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***Governmental Activities***

Huber Heights has made continued efforts to attract large-scale employers to the City for the year 2013, thereby injecting the local economy with jobs and increasing the City's commercial tax base. The 2.00% income tax is the largest source of revenue for the City. Revenues generated by the earnings tax represent approximately 68.8% of the City's governmental activities general revenues.



General government includes legislative and executive expenses. Leaf and brush pickup, stormwater projects, aggressive street resurfacing program, amenities in the parks, and police and fire services all culminate into a full service City.

Total revenues increased mainly due to an increase in income taxes revenue, which was mainly due to an increase in income tax collections in 2013 as compared to 2012. There was an overall decrease in expenditures in 2013 as compared to 2012 due to the close monitoring of expenditures.

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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***Business-Type Activities***

The City's business-type activities include water, sewer, and stormwater.

Water and Sewer and Operations – In January of 1994, the citizens of Huber Heights voted overwhelmingly to endorse the City's acquisition of the Ohio Suburban water and wastewater systems from American Water Works of Voorhees, New Jersey. On September 29, 1995, the City completed this acquisition enabling the City to more effectively attract new development to the community particularly through new annexations and service extensions while at the same time keeping water and sewer rates low. During 2001, the City began an operations study to identify the short and long range plans for the utility and to identify funding sources for the targeted projects. In late 2002, the City Council authorized increases in the rates for water and sewer, over a five year period, to fund various projects identified in the Plan. Currently, there are no plans for any rate increases, however, the City has completed a rate study and model to ensure that it can maintain operations, planned capital improvements and required debt service.

Sewer Treatment – Prior to 1996, the City wastewater treatment services were contracted with the Miami Conservancy District. In 1996, the Conservancy District decided they no longer wanted to furnish this service. A joint venture was formed among the Cities of Huber Heights, Vandalia and Tipp City to take over the Conservancy District operation. This joint venture now furnishes wastewater treatment services to each city. Each city owns and maintains the infrastructure necessary to furnish services to their citizens. All capital repairs and upkeep of the treatment plant are the responsibility of the joint venture. The joint venture in turn sets costs of service for the Cities, based on flow, to maintain the plant. The City of Huber Heights charges its residents accordingly. At this time, any capital outlay needed to maintain Huber Heights sewer infrastructure is provided from resident charges. The City's investment in the joint venture at December 31, 2013 was \$15,973,114.

Stormwater – In February 2002, City Council established the citywide stormwater management program. The fees charged are based upon a formula of impervious area and is applied based upon an equivalent residential unit (3,431 sq. ft.). The revenues generated are used to fund operating and capital costs associated with this program.

Business-type activities include water, sewer, and stormwater services. These programs had operating revenues of \$9,451,807 and operating expenses of \$7,252,806 for fiscal year 2013. Business activities receive no support from tax revenues. The business activities net position at the end of the year was \$75,361,447 which increased \$1,247,119 from 2012.

**Financial Analysis of the Government's Funds**

The City has six major governmental funds: the general, police, fire, special assessment bond retirement, capital improvement and carriage trails infrastructure funds. Assets of these major funds comprised \$39,043,066 (66.7%) of the total \$58,557,499 governmental funds assets.

The general fund balance at December 31, 2013 was \$7,097,445, which was a decrease in fund balance of \$1,100,821 from 2012. The decrease is mainly due to transfers out to other funds.

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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The police fund balance at December 31, 2013 was \$644,200, which was an increase in fund balance of \$197,784 from 2012. The increase is mainly due to an increase in income taxes received over the prior year.

The fire fund balance at December 31, 2013 was \$222,602, which was an increase in fund balance of \$794,481 from 2012. This increase is also mainly due to an increase in income taxes received over the prior year.

The special assessment bond retirement fund balance at December 31, 2013 was \$345,388, which was an increase in fund balance of \$90,278 from 2012. This increase is mainly due to an increase in special assessment revenues and transfers in for 2013 as compared to 2012.

The capital improvements fund balance at December 31, 2013 was (\$2,162,997), which was an increase in fund balance of \$4,935,320 from 2012. This increase is mainly due to an increase in intergovernmental revenues from the prior year and the issuance of bonds.

The carriage trails infrastructure fund balance at December 31, 2013 was (\$5,024,788), which was a decrease in fund balance of \$2,332,532 from 2012. This decrease is due to capital outlay expenditures for the carriage trail project.

### ***General Fund Budgeting Highlights***

The City's budget is formally adopted at the object level for each fund. Financial reports, which compare actual performance with the budget, are prepared quarterly and presented to the Council so the Council is able to review the financial status and measure the effectiveness of the budgetary controls.

For the general fund, the final budgeted revenue was \$10,856,726 and the original budgeted revenue was \$10,508,288. The difference was \$348,438. Of this difference, most was due to differences in intergovernmental revenues.

Original general fund expenditures increased \$44,319, from \$5,340,066 to the final budgeted amount of \$5,384,385. This increase was not due to any one line item. Actual expenditures were \$552,169 below final budget expenditures for 2013 due to the close monitoring of expenditures.

### **Capital Assets and Debt Administration**

#### ***Capital Assets***

At year end, the City had \$165,532,674 invested in land, easements, construction in progress, buildings and improvements, equipment, furniture, fixtures and improvements, vehicles and infrastructure. Table 3 shows 2013 balances compared to 2012:

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

**Table 3**  
**Capital Assets, at Fiscal Year End**  
**(Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	Restated		Restated		Restated	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Land	\$ 6,148,935	\$ 4,649,002	\$ 605,784	\$ 605,784	\$ 6,754,719	\$ 5,254,786
Easements	20,071,986	20,062,960	223,785	210,666	20,295,771	20,273,626
Construction in progress	7,023,233	3,280,492	6,905,316	4,043,087	13,928,549	7,323,579
Buildings and improvements	9,755,072	10,014,274	12,471,661	12,868,953	22,226,733	22,883,227
Equipment	2,108,343	2,630,230	2,464,746	2,795,252	4,573,089	5,425,482
Furniture, fixtures and improvements	3,338,328	3,563,189	-	-	3,338,328	3,563,189
Vehicles	2,288,548	2,226,612	28,778	35,310	2,317,326	2,261,922
Infrastructure	53,000,656	53,360,026	39,097,503	39,013,112	92,098,159	92,373,138
<b>Total</b>	<b>\$ 103,735,101</b>	<b>\$ 99,786,785</b>	<b>\$ 61,797,573</b>	<b>\$ 59,572,164</b>	<b>\$ 165,532,674</b>	<b>\$ 159,358,949</b>

The increase in capital assets was mainly due to the start and completion of various construction projects throughout the City plus an increase in land. The prior year land was restated for land held for resale.

See Note 8 to the basic financial statements for further details on the City's capital assets.

**Debt**

The City had \$57,839,011 in bonds, loans, capital leases, and state infrastructure.

**Table 4**  
**Outstanding Debt, at Year End**

	Governmental Activities		Business-Type Activities		Total	
	Restated		Restated		Restated	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
General obligation bonds	\$ 18,841,481	\$ 11,184,154	\$ -	\$ -	\$ 18,841,481	\$ 11,184,154
Special assessment bonds	10,925,000	11,800,000	-	-	10,925,000	11,800,000
Revenue bonds	-	-	24,479,150	19,259,960	24,479,150	19,259,960
OWDA loans	-	-	1,194,529	1,657,450	1,194,529	1,657,450
Capital lease	263,950	348,052	-	-	263,950	348,052
State infrastructure	2,134,901	2,266,264	-	-	2,134,901	2,266,264
<b>Total</b>	<b>\$ 32,165,332</b>	<b>\$ 25,598,470</b>	<b>\$ 25,673,679</b>	<b>\$ 20,917,410</b>	<b>\$ 57,839,011</b>	<b>\$ 46,515,880</b>

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

City of Huber Heights, Ohio  
Management's Discussion and Analysis  
For The Year Ended December 31, 2013  
(Unaudited)

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The City also has short term obligations being reported in the capital improvement and carriage trails infrastructure capital projects funds in the amount of \$15,242,200. Revenues for payment of interest and principal on the bond anticipation notes will result from proceeds from a new note to be issued in 2014. The general obligation debt service fund will retire the debt.

The City's overall legal debt margin was \$33,016,086 at December 31, 2013. See Note 13 and 14 of the notes to the basic financial statements for more detailed information on debt of the City.

**Economic Factors**

The City of Huber Heights is currently in a strong financial position, but it must be stated that the City is not immune to economic conditions that have negatively affected many public and private entities. The City of Huber Heights's systems of budgeting and internal controls are well regarded, and the City is well prepared to meet the challenges of the future. In addition, management has been committed to providing its residents with full disclosure of the financial position of the City.

**Contacting the City's Finance Department**

This financial report is designed to provide our citizens, taxpayers, customers and investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Finance Director, City of Huber Heights, 6131 Taylorsville Road, Huber Heights, Ohio 45424.

City of Huber Heights, Ohio  
Statement of Net Position  
December 31, 2013

	Governmental Activities	Business-Type Activities	Total
<u>Assets:</u>			
Equity in pooled cash and investments	\$ 28,896,158	\$ 20,493,339	\$ 49,389,497
Receivables:			
Income tax	3,279,982	-	3,279,982
Property and other taxes	2,607,875	-	2,607,875
Accounts	883,986	1,006,043	1,890,029
Revenue in lieu of taxes receivable	1,269,365	-	1,269,365
Special assessments	11,579,829	4,645	11,584,474
Accrued interest	81,447	42,181	123,628
Due from other governments	1,709,228	154	1,709,382
Materials and supplies inventory	270,039	123,665	393,704
Assets held for resale	3,451,728	304,186	3,755,914
Prepaid items	53,357	-	53,357
Restricted assets:			
Equity in pooled cash and cash equivalents	-	1,962,214	1,962,214
Investment in joint venture	-	15,973,114	15,973,114
Internal balances	(605,851)	605,851	-
Nondepreciable capital assets	33,244,154	7,734,885	40,979,039
Depreciable capital assets, net	70,490,947	54,062,688	124,553,635
Total assets	<u>157,212,244</u>	<u>102,312,965</u>	<u>259,525,209</u>
<u>Deferred outflows of resources:</u>			
Deferred charge on refunding	42,109	-	42,109
<u>Liabilities:</u>			
Accounts payable	413,039	243,805	656,844
Contracts payable	888,587	496,108	1,384,695
Accrued wages and benefits	516,077	29,915	545,992
Matured compensated absences payable	316,853	2,034	318,887
Retainage payable	18,349	-	18,349
Due to other governments	535,071	314,432	849,503
Income tax refunds payable	405,958	-	405,958
Bond anticipation notes payable	15,242,200	-	15,242,200
Accrued interest payable	177,668	79,762	257,430
Deposits held and due to others	50,000	-	50,000
Long-term liabilities:			
Due within one year	2,745,244	1,919,131	4,664,375
Due in more than one year	31,071,418	23,866,331	54,937,749
Total liabilities	<u>52,380,464</u>	<u>26,951,518</u>	<u>79,331,982</u>
<u>Deferred inflows of resources:</u>			
Property taxes	2,452,149	-	2,452,149
Payments in lieu of taxes	1,269,365	-	1,269,365
Total deferred inflows of resources	<u>3,721,514</u>	<u>-</u>	<u>3,721,514</u>
<u>Net position:</u>			
Net investment in capital assets	63,563,165	39,878,712	103,441,877
Restricted for:			
Debt service	11,316,545	-	11,316,545
Capital projects	4,532,691	-	4,532,691
Transportation	7,750,491	-	7,750,491
Police services	883,934	-	883,934
Street Lighting	559,854	-	559,854
TIF agreements	3,633,895	-	3,633,895
Other purposes	26,479	-	26,479
Unrestricted	8,885,321	35,482,735	44,368,056
Total net position	<u>\$ 101,152,375</u>	<u>\$ 75,361,447</u>	<u>\$ 176,513,822</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Activities  
For the Year Ended December 31, 2013

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants, Contributions and Interest
<u>Governmental Activities:</u>				
General government	\$ 2,820,024	\$ 1,167,973	\$ 1,142,695	\$ 1,589,276
Security of persons and property				
Police	8,259,426	483,080	175,047	-
Fire	6,535,933	1,253,057	132,842	23,677
Other	465,057	8		304,410
Leisure time activities	1,137,949	67,732	74,062	-
Community environment	810,649	19,934	46,696	
Transportation	6,037,443	71,189	2,267,965	190,153
Interest and fiscal charges	1,470,612	-	-	-
Total governmental activities	<u>27,537,093</u>	<u>3,062,973</u>	<u>3,839,307</u>	<u>2,107,516</u>
<u>Business-Type Activities:</u>				
Water	4,817,207	4,566,222	-	185,541
Sewer	3,429,108	3,445,303	-	207,731
Stormwater	653,481	604,740	-	170,118
Total business-type activities	<u>8,899,796</u>	<u>8,616,265</u>	<u>-</u>	<u>563,390</u>
Total primary government	<u>\$ 36,436,889</u>	<u>\$ 11,679,238</u>	<u>\$ 3,839,307</u>	<u>\$ 2,670,906</u>

General revenues:

- Property taxes levied for:
  - General purposes
  - Police
  - Fire
- Income tax levied for:
  - General purposes
  - Police operation
  - Fire operation
  - Local street operating
  - Local street capital improvements
  - Fire capital equipment
- Grants and entitlements not restricted to specific programs
- Gain on sale of capital assets
- Payment in lieu of taxes
- Investment earnings
- Other
- Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year, restated

Net position, end of year

See accompanying notes to the basic financial statements.



Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ 1,079,920	\$ -	\$ 1,079,920
(7,601,299)	-	(7,601,299)
(5,126,357)	-	(5,126,357)
(160,639)	-	(160,639)
(996,155)	-	(996,155)
(744,019)	-	(744,019)
(3,508,136)	-	(3,508,136)
(1,470,612)	-	(1,470,612)
<u>(18,527,297)</u>	<u>-</u>	<u>(18,527,297)</u>
-	(65,444)	(65,444)
-	223,926	223,926
-	121,377	121,377
<u>-</u>	<u>279,859</u>	<u>279,859</u>
\$ (18,527,297)	\$ 279,859	\$ (18,247,438)
868,066	-	868,066
986,391	-	986,391
836,687	-	836,687
5,557,714	-	5,557,714
3,858,666	-	3,858,666
487,306	-	487,306
1,718,800	-	1,718,800
1,374,739	-	1,374,739
758,604	-	758,604
1,676,237	-	1,676,237
73,726	-	73,726
1,373,452	-	1,373,452
149,629	48,462	198,091
269,965	-	269,965
(918,798)	918,798	-
<u>19,071,184</u>	<u>967,260</u>	<u>20,038,444</u>
543,887	1,247,119	1,791,006
<u>100,608,488</u>	<u>74,114,328</u>	<u>174,722,816</u>
\$ 101,152,375	\$ 75,361,447	\$ 176,513,822

City of Huber Heights, Ohio  
Balance Sheet  
Governmental Funds  
December 31, 2013

	General	Police	Fire	Special Assessment Bond Retirement
Assets:				
Equity in pooled cash and investments	\$ 4,739,276	\$ 861,581	\$ 883,385	\$ 345,388
Receivables:				
Income tax	1,323,473	920,855	117,259	-
Property and other taxes	807,573	974,548	825,754	-
Accounts	876,577	558	20	-
Revenue in lieu of taxes	-	-	-	-
Special assessments	-	-	-	11,010,189
Accrued interest	72,054	-	-	-
Due from other governments	289,397	80,740	64,394	-
Materials and supplies inventory	33,024	48,230	23,764	-
Assets held for resale	1,800,000	-	-	-
Interfund loan receivable	378,654	-	-	-
Prepaid items	26,094	2,587	9,561	-
Total assets	<u>\$ 10,346,122</u>	<u>\$ 2,889,099</u>	<u>\$ 1,924,137</u>	<u>\$ 11,355,577</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 174,991	\$ 30,376	\$ 56,215	\$ -
Contracts payable	-	-	-	-
Accrued wages and benefits	84,901	192,607	187,824	-
Matured compensated absences payable	1,699	39,995	271,647	-
Retainage payable	-	-	-	-
Interfund payable	-	-	-	-
Due to other governments	74,435	198,255	213,298	-
Deposits held and due to others	50,000	-	-	-
Income tax refunds payable	163,804	113,972	14,513	-
Accrued interest payable	-	-	-	-
Bond anticipation notes payable	-	-	-	-
Total liabilities	<u>549,830</u>	<u>575,205</u>	<u>743,497</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	752,429	920,112	779,608	-
Payments in lieu of taxes	-	-	-	-
Unavailable revenue - delinquent property taxes	33,682	43,109	36,450	-
Unavailable revenue - other	1,912,736	706,473	141,980	11,010,189
Total deferred inflows of resources	<u>2,698,847</u>	<u>1,669,694</u>	<u>958,038</u>	<u>11,010,189</u>
Fund balances:				
Nonspendable	1,859,118	50,817	33,325	-
Restricted	-	593,383	189,277	345,388
Assigned	2,585,986	-	-	-
Unassigned (deficit)	2,652,341	-	-	-
Total fund balances	<u>7,097,445</u>	<u>644,200</u>	<u>222,602</u>	<u>345,388</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 10,346,122</u>	<u>\$ 2,889,099</u>	<u>\$ 1,924,137</u>	<u>\$ 11,355,577</u>

See accompanying notes to the basic financial statements.

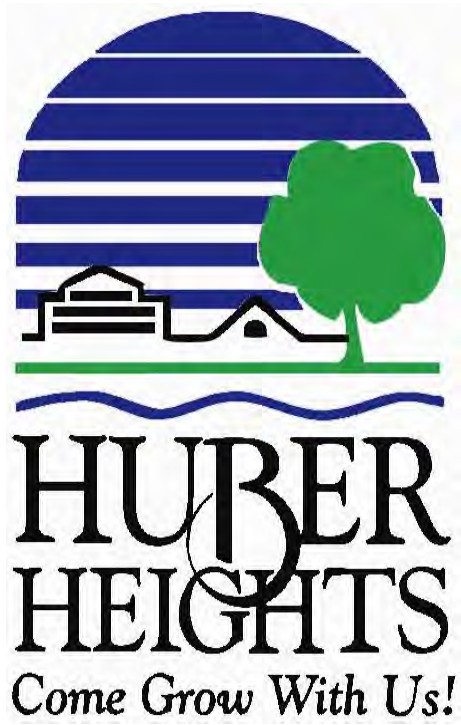
Capital Improvement	Carriage Trails Infrastructure	Other Governmental Funds	Total Governmental Funds
\$ 9,285,195	\$ 836,485	\$ 11,944,848	\$ 28,896,158
-	-	918,395	3,279,982
-	-	-	2,607,875
6,831	-	-	883,986
-	-	1,269,365	1,269,365
389,635	-	180,005	11,579,829
-	-	9,393	81,447
345,543	-	929,154	1,709,228
-	-	165,021	270,039
1,651,728	-	-	3,451,728
-	-	4,095,851	4,474,505
12,714	-	2,401	53,357
<u>\$ 11,691,646</u>	<u>\$ 836,485</u>	<u>\$ 19,514,433</u>	<u>\$ 58,557,499</u>

\$ 29,378	\$ 4,500	\$ 117,579	\$ 413,039
724,629	152,279	11,679	888,587
788	-	49,957	516,077
-	-	3,512	316,853
2,656	-	15,693	18,349
3,050,000	-	2,030,356	5,080,356
654	-	48,429	535,071
-	-	-	50,000
-	-	113,669	405,958
17,280	9,294	-	26,574
9,547,000	5,695,200	-	15,242,200
<u>13,372,385</u>	<u>5,861,273</u>	<u>2,390,874</u>	<u>23,493,064</u>

-	-	-	2,452,149
-	-	1,269,365	1,269,365
-	-	-	113,241
482,258	-	1,587,044	15,840,680
<u>482,258</u>	<u>-</u>	<u>2,856,409</u>	<u>19,675,435</u>

12,714	-	167,422	2,123,396
-	-	14,898,449	16,026,497
-	-	118,904	2,704,890
<u>(2,175,711)</u>	<u>(5,024,788)</u>	<u>(917,625)</u>	<u>(5,465,783)</u>
<u>(2,162,997)</u>	<u>(5,024,788)</u>	<u>14,267,150</u>	<u>15,389,000</u>

<u>\$ 11,691,646</u>	<u>\$ 836,485</u>	<u>\$ 19,514,433</u>	<u>\$ 58,557,499</u>
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City of Huber Heights, Ohio  
Reconciliation of Total Governmental Fund Balances to  
Net Position of Governmental Activities  
December 31, 2013

Total governmental fund balances \$ 15,389,000

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

Capital assets used in governmental activities are not financial  
resources and therefore are not reported in funds. 103,735,101

Other long-term assets are not available to pay for current-period expenditures  
and therefore are offset by deferred inflows of resources in the funds:

Property and other taxes	\$	114,677	
Income taxes		2,248,098	
Licenses and permits		115,192	
Intergovernmental		1,238,571	
Special assessments		11,579,829	
Charges for services		641,020	
Other		16,534	
Total			15,953,921

Accrued interest payable is not due and payable in the current  
period and therefore is not reported in the funds. (151,094)

Long-term liabilities are not due and payable in the current  
period and therefore are not reported in the funds:

Special assessment bonds	\$	(10,925,000)	
General obligation bonds		(18,835,000)	
Unamortized premium		(6,481)	
State infrastructure loans		(2,134,901)	
Deferral of refunding accounting loss		42,109	
Capital lease payable		(263,950)	
Compensated absences		(1,651,330)	
Total			<u>(33,774,553)</u>

Net position of governmental activities \$ 101,152,375

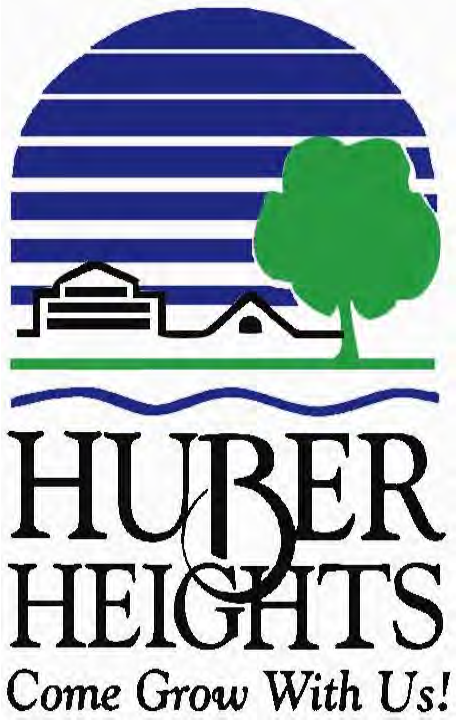
See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2013

	General	Police	Fire	Special Assessment Bond Retirement
Revenues:				
Municipal income tax	\$ 5,505,190	\$ 3,822,120	\$ 705,843	\$ -
Property and other taxes	891,640	986,452	836,575	-
Charges for services	1,406,524	-	-	-
Fines, licenses and permits	606,072	-	-	-
Intergovernmental	1,707,927	145,274	126,025	-
Special assessments	-	-	-	289,136
Interest	149,629	-	-	-
Payments in lieu of taxes	-	-	-	-
Rentals	39,535	-	3,288	-
Other	367,014	185,581	277,213	322,111
Total revenue	<u>10,673,531</u>	<u>5,139,427</u>	<u>1,948,944</u>	<u>611,247</u>
Expenditures:				
Current:				
General government	2,213,037	-	-	14,429
Security of persons and property				
Police	1,121,627	6,856,575	-	-
Fire	-	-	6,154,463	-
Other	56,734	-	-	-
Leisure time activities	621,356	-	-	-
Community environment	644,321	-	-	-
Transportation	-	-	-	-
Capital outlay	87,392	115,890	-	-
Debt service:				
Principal retirement	-	-	-	875,000
Interest and fiscal charges	-	-	-	501,638
Issuance costs	-	-	-	-
Total expenditures	<u>4,744,467</u>	<u>6,972,465</u>	<u>6,154,463</u>	<u>1,391,067</u>
Excess of revenues over (under) expenditures	<u>5,929,064</u>	<u>(1,833,038)</u>	<u>(4,205,519)</u>	<u>(779,820)</u>
Other financing sources (uses):				
Proceeds of bonds	-	-	-	-
Sale of capital assets	-	30,822	-	-
Transfers - in	-	2,000,000	5,000,000	870,098
Transfers - out	(7,029,885)	-	-	-
Total other financing sources (uses)	<u>(7,029,885)</u>	<u>2,030,822</u>	<u>5,000,000</u>	<u>870,098</u>
Net change in fund balance	(1,100,821)	197,784	794,481	90,278
Fund balances (deficits) at beginning of year, restated	<u>8,198,266</u>	<u>446,416</u>	<u>(571,879)</u>	<u>255,110</u>
Fund balances (deficits) at end of year	<u>\$ 7,097,445</u>	<u>\$ 644,200</u>	<u>\$ 222,602</u>	<u>\$ 345,388</u>

See accompanying notes to the basic financial statements.

<u>Capital Improvement</u>	<u>Carriage Trails Infrastructure</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ 3,592,506	\$ 13,625,659
-	-	-	2,714,667
-	-	2,479	1,409,003
-	-	103,241	709,313
1,028,245	-	2,322,732	5,330,203
145,624	-	310,616	745,376
-	90	2,970	152,689
-	-	1,373,452	1,373,452
-	-	135,936	178,759
5,087	-	104,082	1,261,088
<u>1,178,956</u>	<u>90</u>	<u>7,948,014</u>	<u>27,500,209</u>
56,592	-	261,801	2,545,859
-	-	23,850	8,002,052
-	-	66,688	6,221,151
-	-	303,504	360,238
-	-	-	621,356
-	-	46,906	691,227
153,866	1	2,170,069	2,323,936
5,854,204	2,278,578	2,027,479	10,363,543
131,363	-	659,102	1,665,465
127,747	54,043	560,191	1,243,619
-	-	178,671	178,671
<u>6,323,772</u>	<u>2,332,622</u>	<u>6,298,261</u>	<u>34,217,117</u>
<u>(5,144,816)</u>	<u>(2,332,532)</u>	<u>1,649,753</u>	<u>(6,716,908)</u>
8,235,000	-	-	8,235,000
-	-	-	30,822
1,887,411	-	1,113,489	10,870,998
(42,275)	-	(3,244,714)	(10,316,874)
<u>10,080,136</u>	<u>-</u>	<u>(2,131,225)</u>	<u>8,819,946</u>
4,935,320	(2,332,532)	(481,472)	2,103,038
<u>(7,098,317)</u>	<u>(2,692,256)</u>	<u>14,748,622</u>	<u>13,285,962</u>
<u>\$ (2,162,997)</u>	<u>\$ (5,024,788)</u>	<u>\$ 14,267,150</u>	<u>\$ 15,389,000</u>





City of Huber Heights, Ohio  
 Reconciliation of the Statement of Revenues, Expenditures and Changes  
 in Fund Balances of Governmental Funds to the Statement of Activities  
 For the Year Ended December 31, 2013

Net change in fund balances - Total governmental funds \$ 2,103,038

*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 capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital outlay	\$	10,363,543	
Capital contributions		213,830	
Capital assets transferred in		3,500	
Capital assets transferred out		(1,476,422)	
Depreciation expense		(5,098,580)	
Excess of capital asset additions and contributions over depreciation expense and transfers			4,005,871

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (57,555)

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

Property and other taxes	\$	(23,523)	
Income taxes		130,170	
Intergovernmental		94,274	
Special assessments		1,148,310	
Charges for services		(59,279)	
Licenses and permits		(58,416)	
Other		(19,523)	
Net change in deferred inflows of resources during the year			1,212,013

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

Increase in compensated absences	\$	(60,824)	
Special assessment waivers granted		(40,799)	
Increase in accrued interest		(46,572)	
Total additional expenditures			(148,195)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 1,450,000

Payment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 215,465

The issuance of bonds results in other financing sources in the governmental funds, but these transactions are reflected in the statement of net assets as long-term liabilities. Proceeds of bonds (8,235,000)

The amortization of loss on refunding and bond premium is reflected as an expense in the statement of activities.

Accounting loss	\$	(4,423)	
Premium		2,673	
Total additional expenses			(1,750)

Change in net position of governmental activities \$ 543,887

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 5,610,000	\$ 5,610,000	\$ 5,493,193	\$ (116,807)
Property and other taxes	981,000	972,137	966,129	(6,008)
Charges for services	1,567,067	1,492,294	1,487,350	(4,944)
Fines, licenses and permits	620,000	620,000	605,103	(14,897)
Intergovernmental	917,221	1,681,428	1,683,958	2,530
Interest	150,000	150,000	203,260	53,260
Rentals	10,000	10,000	19,297	9,297
Other	653,000	320,867	267,192	(53,675)
Total revenues	<u>10,508,288</u>	<u>10,856,726</u>	<u>10,725,482</u>	<u>(131,244)</u>
<u>Expenditures:</u>				
Current:				
General government	3,136,496	3,190,582	2,815,301	375,281
Security of persons and property				
Police	1,262,310	1,250,228	1,162,459	87,769
Other	58,697	58,697	58,676	21
Community development	881,325	883,640	794,555	89,085
Debt service:				
Principal retirement	879	879	875	4
Interest and fiscal charges	359	359	350	9
Total debt service	<u>1,238</u>	<u>1,238</u>	<u>1,225</u>	<u>13</u>
Total expenditures	<u>5,340,066</u>	<u>5,384,385</u>	<u>4,832,216</u>	<u>552,169</u>
Excess of revenues over expenditures	<u>5,168,222</u>	<u>5,472,341</u>	<u>5,893,266</u>	<u>420,925</u>
Other financing sources (uses):				
Sale of capital assets	1,500	1,500	50,603	49,103
Advances - in	49,279	1,965,234	1,838,579	(126,655)
Advances - out	(515,000)	(865,000)	(841,659)	23,341
Transfers - in	52,000	1,248,935	1,221,859	(27,076)
Transfers - out	(7,491,000)	(7,477,000)	(7,477,000)	-
Total other financing sources (uses)	<u>(7,903,221)</u>	<u>(5,126,331)</u>	<u>(5,207,618)</u>	<u>(81,287)</u>
Net change in fund balance	(2,734,999)	346,010	685,648	339,638
Fund balance at beginning of year	2,606,413	2,606,413	2,606,413	-
Prior year encumbrances appropriated	530,528	530,528	530,528	-
Fund balance at end of year	<u>\$ 401,942</u>	<u>\$ 3,482,951</u>	<u>\$ 3,822,589</u>	<u>\$ 339,638</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 3,968,800	\$ 3,968,800	\$ 3,813,772	\$ (155,028)
Property and other taxes	988,000	988,000	988,465	465
Intergovernmental	140,000	140,000	143,161	3,161
Other	137,600	201,498	182,175	(19,323)
Total revenues	<u>5,234,400</u>	<u>5,298,298</u>	<u>5,127,573</u>	<u>(170,725)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property	7,763,932	7,730,722	7,527,934	202,788
Debt service:				
Principal retirement	879	879	875	4
Interest and fiscal charges	359	359	350	9
Total debt service	<u>1,238</u>	<u>1,238</u>	<u>1,225</u>	<u>13</u>
Total expenditures	<u>7,765,170</u>	<u>7,731,960</u>	<u>7,529,159</u>	<u>202,801</u>
Excess of revenues under expenditures	<u>(2,530,770)</u>	<u>(2,433,662)</u>	<u>(2,401,586)</u>	<u>32,076</u>
Other financing sources:				
Sale of capital assets	15,000	30,185	30,822	637
Transfers - in	2,000,000	2,000,000	2,000,000	-
Total other financing sources	<u>2,015,000</u>	<u>2,030,185</u>	<u>2,030,822</u>	<u>637</u>
Net change in fund balance	(515,770)	(403,477)	(370,764)	32,713
Fund balance at beginning of year	461,359	461,359	461,359	-
Prior year encumbrances appropriated	410,470	410,470	410,470	-
Fund balance at end of year	<u>\$ 356,059</u>	<u>\$ 468,352</u>	<u>\$ 501,065</u>	<u>\$ 32,713</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Fire Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 496,100	\$ 496,100	\$ 484,780	\$ (11,320)
Property and other taxes	841,169	841,169	838,341	(2,828)
Intergovernmental	123,000	124,000	126,025	2,025
Rentals	1,644	1,644	3,288	1,644
Other	12,000	272,037	274,409	2,372
Total revenues	<u>1,473,913</u>	<u>1,734,950</u>	<u>1,726,843</u>	<u>(8,107)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Fire	7,116,211	7,106,157	6,866,261	239,896
Debt service:				
Principal retirement	440	440	438	2
Interest and fiscal charges	179	179	175	4
Total debt service	<u>619</u>	<u>619</u>	<u>613</u>	<u>6</u>
Total expenditures	<u>7,116,830</u>	<u>7,106,776</u>	<u>6,866,874</u>	<u>239,902</u>
Excess of revenues under expenditures	<u>(5,642,917)</u>	<u>(5,371,826)</u>	<u>(5,140,031)</u>	<u>231,795</u>
Other financing sources:				
Sale of capital assets	1,000	1,000	104	(896)
Transfers - in	5,223,190	5,223,190	5,220,000	(3,190)
Total other financing sources	<u>5,224,190</u>	<u>5,224,190</u>	<u>5,220,104</u>	<u>(4,086)</u>
Net change in fund balance	(418,727)	(147,636)	80,073	227,709
Fund balance at beginning of year	76,685	76,685	76,685	-
Prior year encumbrances appropriated	418,077	418,077	418,077	-
Fund balance at end of year	<u>\$ 76,035</u>	<u>\$ 347,126</u>	<u>\$ 574,835</u>	<u>\$ 227,709</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Fund Net Position  
Proprietary Funds  
December 31, 2013

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
<u>Assets:</u>				
Current assets:				
Equity in pooled cash and investments	\$ 11,662,224	\$ 7,433,356	\$ 1,397,759	\$ 20,493,339
Receivables:				
Accounts	495,534	440,495	70,014	1,006,043
Interfund	-	605,851	-	605,851
Special assessments	4,645	-	-	4,645
Accrued interest	25,498	16,683	-	42,181
Due from other governments	137	17	-	154
Materials and supplies inventory	121,360	-	2,305	123,665
Total current assets	<u>12,309,398</u>	<u>8,496,402</u>	<u>1,470,078</u>	<u>22,275,878</u>
Noncurrent assets:				
Restricted assets:				
Equity in pooled cash and cash equivalents	1,962,214	-	-	1,962,214
Investment in joint venture	-	15,973,114	-	15,973,114
Capital assets:				
Land and construction in progress	3,643,202	2,715,200	1,376,483	7,734,885
Depreciable capital assets, net	27,194,609	16,321,178	10,546,901	54,062,688
Assets held for resale	304,186	-	-	304,186
Total noncurrent assets	<u>33,104,211</u>	<u>35,009,492</u>	<u>11,923,384</u>	<u>80,037,087</u>
Total assets	<u>\$ 45,413,609</u>	<u>\$ 43,505,894</u>	<u>\$ 13,393,462</u>	<u>\$ 102,312,965</u>
<u>Liabilities:</u>				
Current liabilities:				
Accounts payable	\$ 159,690	\$ 78,619	\$ 5,496	\$ 243,805
Contracts payable	193,686	300,000	2,422	496,108
Accrued wages and benefits	11,241	10,843	7,831	29,915
Matured compensated absences payable	939	939	156	2,034
Due to other governments	9,253	298,267	6,912	314,432
Accrued interest payable	-	22,288	-	22,288
Compensated absences payable	19,579	18,225	20,474	58,278
OWDA loans payable	-	480,853	-	480,853
Current liabilities payable from restricted assets:				
Revenue bonds payable	1,380,000	-	-	1,380,000
Accrued interest payable	57,474	-	-	57,474
Total current liabilities	<u>1,831,862</u>	<u>1,210,034</u>	<u>43,291</u>	<u>3,085,187</u>
Long-term liabilities:				
Compensated absences payable	19,579	17,952	15,974	53,505
OWDA loans payable, net of current portion	-	713,676	-	713,676
Revenue bonds payable, net of current portion	23,099,150	-	-	23,099,150
Total long-term liabilities	<u>23,118,729</u>	<u>731,628</u>	<u>15,974</u>	<u>23,866,331</u>
Total liabilities	<u>24,950,591</u>	<u>1,941,662</u>	<u>59,265</u>	<u>26,951,518</u>
<u>Net position:</u>				
Net investment in capital assets	10,113,479	17,841,849	11,923,384	39,878,712
Unrestricted	10,349,539	23,722,383	1,410,813	35,482,735
Total net position	<u>\$ 20,463,018</u>	<u>\$ 41,564,232</u>	<u>\$ 13,334,197</u>	<u>75,361,447</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Revenues, Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
<u>Operating revenues:</u>				
Charges for services	\$ 4,446,937	\$ 3,862,127	\$ 600,640	\$ 8,909,704
Tap-in fees	113,600	63,450	-	177,050
Other	5,685	355,268	4,100	365,053
Total operating revenue	<u>4,566,222</u>	<u>4,280,845</u>	<u>604,740</u>	<u>9,451,807</u>
<u>Operating expenses:</u>				
Personal services	338,879	335,317	263,757	937,953
Operations and maintenance	1,873,992	2,173,349	57,094	4,104,435
Supplies and materials	46,299	7,685	32,432	86,416
Depreciation	914,125	730,941	299,793	1,944,859
Other	47,480	131,258	405	179,143
Total operating expenses	<u>3,220,775</u>	<u>3,378,550</u>	<u>653,481</u>	<u>7,252,806</u>
Operating income (loss)	<u>1,345,447</u>	<u>902,295</u>	<u>(48,741)</u>	<u>2,199,001</u>
<u>Nonoperating revenues (expenses):</u>				
Interest	25,082	23,380	-	48,462
Investment in joint venture	-	(835,542)	-	(835,542)
Loss on sale of capital assets	(2,000)	(1,500)	-	(3,500)
Other nonoperating expense	(174,018)	-	-	(174,018)
Interest and fiscal charges	(1,110,349)	(49,058)	-	(1,159,407)
Bond issuance costs	(313,565)	-	-	(313,565)
Total nonoperating revenues (expenses)	<u>(1,574,850)</u>	<u>(862,720)</u>	<u>-</u>	<u>(2,437,570)</u>
Income (loss) before contributions and transfers	<u>(229,403)</u>	<u>39,575</u>	<u>(48,741)</u>	<u>(238,569)</u>
Capital contributions	687,576	680,937	671,299	2,039,812
Transfers in	83,000	-	90,000	173,000
Transfers - out	(194,625)	(403,812)	(128,687)	(727,124)
Total capital contributions and transfers	<u>575,951</u>	<u>277,125</u>	<u>632,612</u>	<u>1,485,688</u>
Change in net position	346,548	316,700	583,871	1,247,119
Net position at beginning of year, restated	<u>20,116,470</u>	<u>41,247,532</u>	<u>12,750,326</u>	<u>74,114,328</u>
Net position at end of year	<u>\$ 20,463,018</u>	<u>\$ 41,564,232</u>	<u>\$ 13,334,197</u>	<u>\$ 75,361,447</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
Cash flows from operating activities:				
Cash received from customers	\$ 4,529,372	\$ 4,264,278	\$ 603,614	\$ 9,397,264
Cash payments for employee services and benefits	(338,501)	(338,333)	(258,818)	(935,652)
Cash payments to suppliers for goods and services	(1,972,516)	(1,816,018)	(163,018)	(3,951,552)
Net cash provided by operating activities	<u>2,218,355</u>	<u>2,109,927</u>	<u>181,778</u>	<u>4,510,060</u>
Cash flows from noncapital financing activities:				
Transfers to other funds	(194,625)	(230,812)	(128,687)	(554,124)
Advances from other funds	6,000,000	-	-	6,000,000
Advances to other funds	(6,000,000)	(605,851)	-	(6,605,851)
Cash payments for subsidy	(174,018)	-	-	(174,018)
Net cash provided by (used for) noncapital financing activities	<u>(368,643)</u>	<u>(836,663)</u>	<u>(128,687)</u>	<u>(1,333,993)</u>
Cash flows from capital and related financing activities:				
Interest paid on debt	(1,169,304)	(57,938)	-	(1,227,242)
Principal payment on bonds and loans	(731,993)	(462,921)	-	(1,194,914)
Bond issuance costs	(313,565)	-	-	(313,565)
Issuance of bonds	6,030,000	-	-	6,030,000
Acquisition of capital assets	(1,625,540)	(333,015)	(175,401)	(2,133,956)
Net cash provided by (used for) capital and related financing activities	<u>2,189,598</u>	<u>(853,874)</u>	<u>(175,401)</u>	<u>1,160,323</u>
Cash flows from investing activities:				
Investment income	21,118	27,253	-	48,371
Net increase (decrease) in cash and cash equivalents	4,060,428	446,643	(122,310)	4,384,761
Cash and cash equivalents at beginning of year	9,564,010	6,986,713	1,520,069	18,070,792
Cash and cash equivalents at end of year	<u>\$ 13,624,438</u>	<u>\$ 7,433,356</u>	<u>\$ 1,397,759</u>	<u>\$ 22,455,553</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 1,345,447	\$ 902,295	\$ (48,741)	\$ 2,199,001
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	914,125	730,941	299,793	1,944,859
Change in assets and liabilities:				
(Increase) decrease in assets:				
Accounts receivable	(39,035)	(16,550)	(1,126)	(56,711)
Special assessments receivable	2,322	-	-	2,322
Materials and supplies inventory	(121,360)	-	549	(120,811)
Prepaid items	8,357	7,992	4,940	21,289
Due from other governments	(137)	(17)	-	(154)
Increase (decrease) in liabilities:				
Accounts payable	(77,778)	45,672	(6,310)	(38,416)
Contracts payable	186,036	300,000	(72,266)	413,770
Accrued wages and benefits	383	(16)	550	917
Compensated absences	3,204	223	6,316	9,743
Due to other governments	(3,209)	139,387	(1,927)	134,251
Net cash provided by operating activities	<u>\$ 2,218,355</u>	<u>\$ 2,109,927</u>	<u>\$ 181,778</u>	<u>\$ 4,510,060</u>
Noncash capital and related financing activities:				
Capital contributions	\$ 687,576	\$ 680,937	\$ 671,299	\$ 2,039,812

See accompanying notes to the basic financial statements.

**NOTE 1 – DESCRIPTION OF THE CITY AND REPORTING ENTITY**

The City of Huber Heights ("the City") is a charter municipal corporation operating under the laws of the State of Ohio. The community was established in 1810 as Wayne Township and was granted City status on November 29, 1979. It was incorporated on January 23, 1981. The charter was adopted on November 8, 1983, and became effective January 1, 1984. The municipal government provided by the charter is known as a Council/Manager form of government. Legislative power is vested in a nine-member Council, six members elected by wards and two elected at large, and a Mayor who is elected separately. The Council appoints a City Manager. The City Manager is the Chief Executive and Administrative Officer and the head of the administrative agencies of the City. The City Manager appoints all Department/Division heads and employees, except the City Attorney and Clerk of Council and staff, who are appointed by City Council.

**Reporting Entity**

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds and departments that are not legally separate from the City. The primary government provides various services including police and fire protection, emergency medical services, parks and recreation, planning, zoning, building inspection, court facilities, street maintenance and repair, community development, public health and welfare, water, sewer, and stormwater. Council and the City Manager have direct responsibility for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City does not have any component units included in its reporting entity.

The City participates in the Tri-Cities North Regional Wastewater Authority (Tri-Cities) and the Joint Economic Development District (JEDD), which are defined as joint ventures. A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. These organizations are presented in Note 17.

The City also participates in the Miami Valley Regional Planning Commission (the Commission), the Miami Valley Fire/EMS Alliance (the Alliance), the Economic Development/Government Equity Program (ED/GE), the Regional Emergency Response Team (RERT), the First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium), and the Community Improvement Corporation of Huber Heights (CIC), which are defined as jointly governed organizations. A jointly governed organization is governed by representatives from each of the governments that create the organization, but there is no ongoing financial interest or responsibility on the part of the participating governments. These organizations are presented in Note 18.



**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Huber Heights have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The most significant of the City's accounting policies are described below.

**Basis of Presentation**

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

**Government-Wide Financial Statements**

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

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

**Fund Financial Statements**

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

**Fund Accounting**

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

### **Governmental Funds**

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

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

Police fund – This fund is used to account for voted tax millage to finance the police department operation and for a portion of City income tax which is to be used for police department operation.

Fire fund – This fund is used to account for voted tax millage, City income tax and miscellaneous revenue to finance the fire department operation.

Special assessment bond retirement fund – This fund is used to account for special assessments collected for the payment of special assessment bonded debt with governmental commitment.

Capital improvement fund – This fund is used to account for various capital improvement projects, including streets, sidewalks, building construction and major building improvements.

Carriage trails infrastructure fund – This fund is used to account for the issuance of bond anticipation notes for the construction of infrastructure in the Carriage Trails development.

The other governmental funds of the City account for grants and other resources whose use is restricted for a particular purpose.

### **Proprietary Funds**

Proprietary funds focus on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are enterprise funds.

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

Water fund – This fund is used to account for the provision of water service to the residents and businesses within the City.

Sewer fund - This fund is used to account for the provision of sanitary sewer service to the residents and businesses of the City.

Stormwater fund – This fund is used to account for funds used for improvements to the City's green space, structures and natural watercourses, thereby maintaining the City's creeks.

## **Measurement Focus**

### **Government-wide Financial Statements**

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, all liabilities, deferred outflows of resources and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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

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

### **Basis of Accounting**

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

### **Revenues - Exchange and Nonexchange Transaction**

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

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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

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

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statements of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statements of net position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes and unavailable revenues. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance year 2014 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, franchise taxes, intergovernmental grants, special assessments, and charges for services. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

**Expenses/Expenditures**

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

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

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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**Equity in Pooled Cash and Investments**

To improve cash management, cash received by the City is pooled. Monies for all funds, except cash held by fiscal agents, are maintained in this pool. Individual fund integrity is maintained through City records. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During 2013, the City invested in the State Treasury Asset Reserve of Ohio (STAR Ohio), Bank of New York Trust Cash Reserve Fund, PNC Commercial Money Market, Ohio political subdivision securities, and securities issued by the Federal Home Loan Mortgage Corporation, Federal National Mortgage Association and the Federal Home Loan Bank.

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

The City has invested funds in STAR Ohio during 2013. 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, 2013.

Interest income is distributed to the funds according to charter and statutory requirements. Interest revenue of \$149,629 was credited to the general fund during 2013, which includes \$131,094 assigned from other City funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are reported as cash equivalents on the financial statements.

**Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2013, are recorded as prepaid items using the consumption method. A current asset is recorded for the prepaid amount at the time of purchase and reflects the expenditure/expense in the year in which services are consumed.

**Inventory of Supplies**

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

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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**Restricted Assets**

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation. Restricted assets in the enterprise funds represent cash for the repayment of current debt service on revenue bonds that are required by the bond indenture to be held by a financial services corporation.

**Interfund Balances**

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “Interfund Loan Receivables/Payables.” Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts, not services provided and used, are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as “Internal Balances”.

**Capital Assets**

General capital assets are capital assets that are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets used by the enterprise funds 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 capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values on the date donated. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are expensed.

All capital assets except for land, easements, and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacements. Depreciation is computed using the straight-line method over the following useful lives:

<u>Asset Class</u>	<u>Estimated Useful Life</u>
Buildings and improvements	10-50 years
Equipment	3-20 years
Furniture, fixtures and improvements	7-30 years
Vehicles	5-20 years
Infrastructure	10-60 years

The City’s infrastructure consists of streets, bridges, sidewalks, curbs, gutters, lighting systems, storm and sanitary sewer lines, and water lines.

### **Compensated Absences**

Vacation, personal leave and compensatory time benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation, personal leave and compensatory time when earned for all employees with more than six months of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year-end, taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for all OPERS employees after 13 years of current service, while the City records a liability for all Police and Fire employees after 15 years of current service.

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

### **Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the enterprise funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However compensated absences that will be paid from governmental funds are reported as a liability on the fund financial statements only to the extent that it is due for payment during the current year. Long-term loans, notes, and bonds are recognized as liabilities on the governmental fund financial statements when due.

### **Capital Contributions**

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets; from grants or outside contributions of resources restricted to capital acquisition and construction; or from transfers of governmental activities capital assets to proprietary funds.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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**Net Position**

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment of 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. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The government-wide statement of net position reports \$28,703,889 of restricted net position, none of which is restricted by enabling legislation.

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

**Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the City, these revenues are charges for services for water, sewer, and stormwater utility services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as nonoperating.

**Fund Balance**

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

**Nonspendable** The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or 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. It also includes the long-term amount of interfund loans, as well as property acquired for resale, unless the proceeds from the collection of these loans or from the sale of these properties is restricted, committed, or assigned.



City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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**Restricted** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party-such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

**Committed** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance or resolution) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

**Assigned** Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council. In addition, the Director of Finance is authorized to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

**Unassigned** Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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**Bond Premiums/Deferred amounts on Refundings/Compounded Interest on Capital Appreciation Bonds**

Bond premiums and deferred amounts on refundings are deferred and amortized over the term of the bonds using the effective interest method. Capital appreciation bonds are accreted each year for the compounded interest accrued during the year.

Bond premiums and the compounded interest on the capital appreciation bonds are presented as an addition of the face amount of the bonds payable whereas issuance costs are expensed when incurred.

**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.

**Budgetary Process**

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

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

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

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

**NOTE 3 – RESTATEMENT OF FUND BALANCE AND NET POSITION**

Following the close of the previous year errors were discovered with the reporting of land held for resale. As part of this correction, the fund balance of two funds required a restatement. Also, the City determined that certain interfund loans were recorded incorrectly therefore requiring a restatement of several funds.

These adjustments require a restatement of governmental fund balances as follows:

<u>Fund</u>	Fund Balance <u>12/31/2012</u>	<u>Restatements of:</u>		Fund Balance <u>1/1/2013</u>
		Land held <u>for resale</u>	Interfund <u>loans</u>	
General	\$ 5,239,957	\$ 1,800,000	\$ 1,158,309	\$ 8,198,266
Police	446,416	-	-	446,416
Fire	(571,879)	-	-	(571,879)
Special Assessment Bond Retirement	255,110	-	-	255,110
Capital Improvements	(7,504,605)	561,728	(155,440)	(7,098,317)
Carriage Trail Infrastructure	(2,692,256)	-	-	(2,692,256)
Other Governmental Funds	<u>15,751,491</u>	<u>-</u>	<u>(1,002,869)</u>	<u>14,748,622</u>
Totals	<u>\$ 10,924,234</u>	<u>\$ 2,361,728</u>	<u>\$ -</u>	<u>\$ 13,285,962</u>

In addition to the restated fund balances, net position was restated pursuant to an analysis of the City's special assessment receivable which demonstrated that these receivables were overstated in prior years. This adjustment required a restatement of net position as follows:

	Governmental <u>Activities</u>	Buisness-Type <u>Activities</u>	<u>Total</u>
Net position, December 31, 2012	\$ 106,817,209	\$ 74,133,790	\$ 180,950,999
Prior period adjustments:			
Special assessments	<u>(6,208,721)</u>	<u>(19,462)</u>	<u>(6,228,183)</u>
Restated net position, January 1, 2013	<u>\$ 100,608,488</u>	<u>\$ 74,114,328</u>	<u>\$ 174,722,816</u>

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

**NOTE 4 – FUND BALANCE**

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

<u>Fund Balances</u>	<u>General</u>	<u>Police</u>	<u>Fire</u>	<u>Special Assessment Bond Retirement</u>	<u>Capital Improvements</u>	<u>Carriage Trails Infrastructure</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>Nonspendable</u></b>								
Materials and supplies inventory	\$ 33,024	\$ 48,230	\$ 23,764	\$ -	\$ -	\$ -	\$ 165,021	\$ 270,039
Prepays	26,094	2,587	9,561	-	12,714	-	2,401	53,357
Land held for resale	<u>1,800,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,800,000</u>
Total nonspendable	<u>1,859,118</u>	<u>50,817</u>	<u>33,325</u>	<u>-</u>	<u>12,714</u>	<u>-</u>	<u>167,422</u>	<u>2,123,396</u>
<b><u>Restricted for</u></b>								
Streets and highways	-	-	-	-	-	-	6,522,175	6,522,175
Street lighting	-	-	-	-	-	-	561,052	561,052
Fire and EMS services	-	-	189,277	-	-	-	-	189,277
Police services	-	593,383	-	-	-	-	18,815	612,198
Leisure time activities	-	-	-	-	-	-	6,440	6,440
TIF agreements	-	-	-	-	-	-	3,633,895	3,633,895
Capital improvements	-	-	-	-	-	-	4,156,072	4,156,072
Debt service payments	-	-	-	345,388	-	-	-	345,388
Total restricted	<u>-</u>	<u>593,383</u>	<u>189,277</u>	<u>345,388</u>	<u>-</u>	<u>-</u>	<u>14,898,449</u>	<u>16,026,497</u>
<b><u>Assigned</u></b>								
General government	411,080	-	-	-	-	-	-	411,080
Security of persons and property:								
Police services	31,097	-	-	-	-	-	-	31,097
Other	1,216	-	-	-	-	-	-	1,216
Community environment	86,049	-	-	-	-	-	-	86,049
Leisure time activities	74,545	-	-	-	-	-	-	74,545
Debt service	4	-	-	-	-	-	118,904	118,908
Next year's budget	<u>1,981,995</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,981,995</u>
Total assigned	<u>2,585,986</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,904</u>	<u>2,704,890</u>
Unassigned (deficit)	<u>2,652,341</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,175,711)</u>	<u>(5,024,788)</u>	<u>(917,625)</u>	<u>(5,465,783)</u>
Total fund balances	<u>\$ 7,097,445</u>	<u>\$ 644,200</u>	<u>\$ 222,602</u>	<u>\$ 345,388</u>	<u>\$ (2,162,997)</u>	<u>\$ (5,024,788)</u>	<u>\$ 14,267,150</u>	<u>\$ 15,389,000</u>

**NOTE 5 – BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, presented for the general, fire, and police Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than an assigned fund balance for governmental fund types (GAAP basis).
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statements.
5. The change in fair value of investments is not included on the budget basis operating statement. This amount is included as revenue on the GAAP basis operating statement.
6. Advances in and advances out (“repayment of advances”) are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
7. The revenues, expenditures and other financing sources and uses of the general fund include activity that is budgeted within special revenue funds (GAAP basis). However, on the budgetary basis, the activity of the special revenue funds is excluded resulting in perspective differences.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general, police and fire funds.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

Net Change in Fund Balance			
	General	Police	Fire
GAAP Basis	\$ (1,100,821)	\$ 197,784	\$ 794,481
Revenue accruals	5,143,835	(11,854)	(1,997)
Expenditure accruals	(2,296,166)	(196,182)	(403,862)
Advances in	(1,838,579)	-	-
Advances out	841,659	-	-
Perspective differences from funds budgeted as special revenue funds:			
Revenues	(142,264)	-	-
Expenditures	672,788	-	-
Encumbrances (Budget Basis) outstanding at year end	(594,804)	(360,512)	(308,549)
Budget Basis	\$ 685,648	\$ (370,764)	\$ 80,073

**NOTE 6 - DEPOSITS AND INVESTMENTS**

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

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

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

Inactive deposits are public deposits that Council has identified as not required for use within the current 2-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Bonds and other obligations of the State of Ohio and political subdivisions;
4. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
5. The State Treasurer's investment pool (STAR Ohio)
6. Certain banker's acceptances and commercial paper notes in an amount not to exceed 25 percent of the interim monies available for investment at any one time; and,
7. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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

An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified deals and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipts of confirmation of transfer from the custodian.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

*Custodial Credit Risk* is the risk that in the event of bank failure, the government's deposits may not be returned to it. Protection of the City's cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held in the City's name by trustees including the Federal Reserve Bank and designated third parties of the financial institution. The City's policy states that in order to anticipate market changes and provide a level of security for all funds, the collateralization level shall be at least 102 percent of market value of principal and accrued interest.

Deposits: At year-end, the carrying amount of the City's deposits was \$17,783,504 and the bank balance was \$17,928,744. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", none of the City's bank balance was exposed to custodial risk as described above.

Investments: At year-end, the City had the following investments.

Investment Type	Fair Value	<u>Investment Maturities (in Years)</u>		Percentage of Investments
		Less Than 1	1-5	
Federal Home Loan Bank Bonds	\$ 1,185,651	\$ -	\$ 1,185,651	3.78%
Federal National Mortgage Association Bonds	2,977,925	-	2,977,925	9.50%
STAR Ohio	255,443	255,443	-	0.81%
Ohio Municipal Bonds	15,050,099	8,446,553	6,603,546	47.99%
Investments recorded in utility fund:				
Federal Home Loan Bank Bonds	1,687,286	-	1,687,286	5.38%
Federal Home Loan Mortgage Corporation Bonds	1,489,820	-	1,489,820	4.75%
Federal National Mortgage Association Bonds	3,475,730	-	3,475,730	11.08%
Ohio Municipal Bonds	5,240,067	4,843,575	396,492	16.71%
Total investments recorded in utility fund:	<u>11,892,903</u>	<u>4,843,575</u>	<u>7,049,328</u>	
Total investments	<u>\$ 31,362,021</u>	<u>\$ 13,545,571</u>	<u>\$ 17,816,450</u>	

Investment Type	Fair Value	<u>Maturity</u>		
		< 1 year	< 2 years	3-5 years
Negotiable certificates of deposit	\$ 1,960,191	\$ 490,610	\$ 489,986	\$ 979,595
Investments reported in utility fund:				
Negotiable certificates of deposit	245,995	-	245,995	-
Total negotiable certificates of deposit	<u>\$ 2,206,186</u>	<u>\$ 490,610</u>	<u>\$ 735,981</u>	<u>\$ 979,595</u>

All of the City's negotiable CD's were covered in full by FDIC insurance.



City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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*Custodial Credit Risk* for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the City must meet a set of prescribed standards and be periodically reviewed. The investments in the Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), and Federal National Mortgage Association (FNMA) are held by the counterparty's trust department or agent and not in the City's name. All of the City's negotiable certificates of deposit are registered securities.

*Interest Rate Risk* – In accordance with the investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio in years, unless matched to a specific obligation of debt of the City.

*Credit Risk* – The City's investment policy limits its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations. The City's investments in Federal Home Loan Bank, Federal National Mortgage Corporation and Federal Home Loan Mortgage Corporation have an AA+ credit rating. The City's investment in STAR Ohio has an AAAM credit rating. The City's investment in Ohio municipal bonds of \$20,290,166; \$11,817,870 have various credit ratings, the remaining \$8,472,296 were not rated.

*Concentration of Credit Risk* is the possibility of loss attributed to the magnitude of the City's investment in a single issuer. More than five percent of the City's investments are in FNMA, FHLB and Municipal bonds. The City places no limit on the amount the City may invest in any one issuer. The table above is the City's allocation as of December 31, 2013.

#### **NOTE 7 – RECEIVABLES**

Receivables at December 31, 2013, consisted primarily of municipal income taxes, property and other taxes, accounts (including emergency medical services and billings for utility service), special assessments, accrued interest, and intergovernmental receivables arising from entitlements, grants, and shared revenues.

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

Special assessments expected to be collected in the special assessment bond retirement fund, capital improvement fund, other governmental funds and the water fund amount to \$11,010,189, \$389,635, \$180,005 and \$4,645, respectively. At December 31, 2013, the amount of delinquent special assessments was \$1,240,051.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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**Income Taxes**

For 2013, the City levies a municipal income tax of 2.00 percent on substantially all income earned within the City. In addition, the residents of the City are required to pay income tax on income earned outside of the City; however, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City's current tax rate. Changes in the income tax rate require voter approval.

Employers within the City are required to withhold income tax on employee compensation and remit the tax at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are to be used to pay the cost of administering the tax and for general, public safety operations, which include police and fire operations, fire capital equipment and a new fire house facility, local street improvements and local street capital improvements.

**Property Taxes**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2013 for real and public utility property taxes represents collections of the 2012 taxes. Property tax payments received during 2013 for tangible personal property (other than public utility property) is for 2013 taxes. 2013 real property taxes are levied after October 1, 2013, on the assessed value as of January 1, 2013, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2013 real property taxes are collected in and intended to finance 2014.

Public utility property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2013 public utility property taxes became a lien December 31, 2012, are levied after October 1, 2013, and are collected in 2014 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2013, was \$11.29 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2012 property tax receipts were based are as follows:

<u>Property Category</u>	<u>Assessed Value</u>
<u>Real Property</u>	
Residential and agricultural	\$ 503,525,700
Commercial and industrial	122,976,760
<u>Personal Property</u>	
Public utilities	<u>11,410,520</u>
Total	<u>\$ 637,912,980</u>

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Real property taxes are payable annually or semi-annually. If paid annually, the payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

The City receives property taxes from Montgomery, Miami and Greene Counties. The County Treasurers collect property taxes on behalf of all taxing districts in the counties, including the City of Huber Heights. The County Auditors periodically remit to the City its portion of the taxes collected. Property taxes receivable represents real, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2013, and for which there is an enforceable legal claim. In the funds, the entire receivable has been offset by deferred inflow of resources since the current taxes were not levied to finance 2013 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the accrual basis, collectible delinquent property taxes have been recorded as receivable and revenue, while on a modified accrual basis the revenue has been recorded as a deferred inflow of resources.

Due from Other Governments

A summary of due from other governments follows:

	<u>Amounts</u>
<b><u>Governmental Activities</u></b>	
Local Government and Local Government	
Revenue Assistance	\$ 217,153
Homestead and Rollback	197,493
Gasoline and Excise Tax	639,968
Motor Vehicle License Fees	126,415
Permissive Motor Vehicle License Tax	134,324
Grants	349,673
Other	<u>44,202</u>
Total	<u>\$ 1,709,228</u>

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

**NOTE 8 - CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2013, was as follows:

	Restated Balance <u>12/31/2012</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>12/31/2013</u>
<b>Governmental activities</b>				
Capital assets, not being depreciated				
Land	\$ 4,649,002	\$ 1,499,933	\$ -	\$ 6,148,935
Easements	20,062,960	9,114	(88)	20,071,986
Construction in progress	<u>3,280,492</u>	<u>6,776,418</u>	<u>(3,033,677)</u>	<u>7,023,233</u>
Total capital assets, not being depreciated	<u>27,992,454</u>	<u>8,285,465</u>	<u>(3,033,765)</u>	<u>33,244,154</u>
Capital assets, being depreciated				
Buildings and improvements	13,869,729	54,122	-	13,923,851
Equipment	6,161,293	90,312	(440,029)	5,811,576
Furniture, fixtures and improvements	4,453,001	62,312	-	4,515,313
Vehicles	5,334,368	442,660	(284,810)	5,492,218
Infrastructure				
Bridges and culverts	652,966	-	-	652,966
Streets, sidewalks and curbs	190,111,715	3,203,810	-	193,315,525
Other	<u>5,508,472</u>	<u>282,823</u>	<u>(216,269)</u>	<u>5,575,026</u>
Total capital assets, being depreciated	<u>226,091,544</u>	<u>4,136,039</u>	<u>(941,108)</u>	<u>229,286,475</u>
Less: accumulated depreciation				
Buildings and improvements	(3,855,455)	(313,324)	-	(4,168,779)
Equipment	(3,531,063)	(503,221)	331,051	(3,703,233)
Furniture, fixtures and improvements	(889,812)	(287,173)	-	(1,176,985)
Vehicles	(3,107,756)	(365,128)	269,214	(3,203,670)
Infrastructure				
Bridges and culverts	(374,109)	(10,849)	-	(384,958)
Streets, sidewalks and curbs	(140,438,358)	(3,361,339)	-	(143,799,697)
Other	<u>(2,100,660)</u>	<u>(257,546)</u>	<u>-</u>	<u>(2,358,206)</u>
Total accumulated depreciation	<u>(154,297,213)</u>	<u>(5,098,580)</u>	<u>600,265</u>	<u>(158,795,528)</u>
Total capital assets, being depreciated, net	<u>71,794,331</u>	<u>(962,541)</u>	<u>(340,843)</u>	<u>70,490,947</u>
Governmental activities capital assets, net	<u>\$ 99,786,785</u>	<u>\$ 7,322,924</u>	<u>\$ (3,374,608)</u>	<u>\$ 103,735,101</u>

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

Depreciation expense was charged to governmental functions as follows:

General government	\$ 179,436
Security of persons and property	
Police	235,004
Fire	275,938
Other	104,728
Leisure time activities	503,871
Community environment	156,726
Transportation	<u>3,642,877</u>
Total depreciation expense	<u>\$ 5,098,580</u>

	Restated Balance <u>12/31/2012</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>12/31/2013</u>
<b>Business-type activities</b>				
Capital assets, not being depreciated				
Land	\$ 605,784	\$ -	\$ -	\$ 605,784
Easements	210,666	13,119	-	223,785
Construction in progress	<u>4,043,087</u>	<u>2,990,126</u>	<u>(127,897)</u>	<u>6,905,316</u>
Total capital assets, not being depreciated	<u>4,859,537</u>	<u>3,003,245</u>	<u>(127,897)</u>	<u>7,734,885</u>
Capital assets, being depreciated				
Buildings and improvements	16,289,499	-	-	16,289,499
Equipment	4,007,078	71,560	(10,432)	4,068,206
Vehicles	70,244	-	-	70,244
Infrastructure				
Water lines	19,412,130	394,686	-	19,806,816
Sewer lines	18,816,033	507,731	(173,000)	19,150,764
Stormwater	<u>13,709,081</u>	<u>497,443</u>	<u>-</u>	<u>14,206,524</u>
Total capital assets, being depreciated	<u>72,304,065</u>	<u>1,471,420</u>	<u>(183,432)</u>	<u>73,592,053</u>
Less: accumulated depreciation				
Buildings and improvements	(3,420,546)	(397,292)	-	(3,817,838)
Equipment	(1,211,826)	(398,566)	6,932	(1,603,460)
Vehicles	(34,934)	(6,532)	-	(41,466)
Infrastructure				
Water lines	(4,277,201)	(358,470)	-	(4,635,671)
Sewer lines	(4,961,431)	(516,689)	-	(5,478,120)
Stormwater	<u>(3,685,500)</u>	<u>(267,310)</u>	<u>-</u>	<u>(3,952,810)</u>
Total accumulated depreciation	<u>(17,591,438)</u>	<u>(1,944,859)</u>	<u>6,932</u>	<u>(19,529,365)</u>
Total capital assets, being depreciated, net	<u>54,712,627</u>	<u>(473,439)</u>	<u>(176,500)</u>	<u>54,062,688</u>
Business-type activities capital assets, net	<u>\$ 59,572,164</u>	<u>\$ 2,529,806</u>	<u>\$ (304,397)</u>	<u>\$ 61,797,573</u>

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Depreciation expense was charged to business-type activities as follows:

Water	\$ 914,125
Sewer	730,941
Stormwater	<u>299,793</u>
Total depreciation expense	<u>\$ 1,944,859</u>

**NOTE 9 - DEFINED BENEFIT PENSION PLANS**

**Ohio Public Employees Retirement System**

The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. 1.) The Traditional Pension 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 percent per year). Members accumulate retirement assets equal to the value of the member and (vested) employer contributions, plus any investment earnings thereon. 3.) The Combined Plan (CP) - a cost-sharing, multiple-employer defined benefit pension plan. Employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the MD.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or 800-222-7377, or by visiting the OPERS website at <https://www.opers.org/investments/cafr.shtml>.

Member and employer contributions rates were consistent across all three plans (TP, MD and CP). For the year ended December 31, 2013, City employees were required to contribute 10 percent of their annual covered salary. The City's contribution rate for 2013 was 14 percent. The Ohio Revised Code provides statutory authority for member and employer contributions. The City's required contributions for pension obligations to the traditional plan for the years ended December 31, 2013, 2012 and 2011 were \$567,625, \$336,403 and \$591,066 respectively; 88.49 percent has been contributed for 2013 and 100 percent for 2012 and 2011. \$63,331 representing the unpaid contribution for fiscal year 2013 is recorded as an intergovernmental payable.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Ohio Police and Fire Pension Fund

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

From January 1, 2013 through July 1, 2013, plan members are required to contribute 10 percent of their annual covered salary. From July 2, 2013 through December 31, 2013, plan members are required to contribute 10.75 percent of their annual covered salary. Throughout 2013, the City is required to contribute 19.5 percent for police officers and 24 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for the years ended December 31, 2013, 2012 and 2011 were \$1,437,763, \$1,274,678 and \$1,705,763 respectively, equal to the required contributions for each year. The full amount has been contributed for 2012 and 2011. 86.99 percent has been contributed for 2013 with the remainder being reported as a liability. \$187,037 representing the unpaid contribution for fiscal year 2013 is recorded as an intergovernmental payable.

**NOTE 10 - POSTEMPLOYMENT BENEFITS**

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage, commonly referred to OPEB (other postemployment benefits). OPERS administers three separate pension plans, the Traditional Pension Plan (TP), the Member-Directed Plan (MD) and the Combined Plan (CP), all of which are described in Note 9.

OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the traditional pension and the combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including post-employment health care coverage.

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

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained in writing to OPERS, 227 E. Town St., Columbus, OH, 43215-4642, or by calling (614) 222-5601 or (800) 222-7377 or by visiting <https://www.opers.org/investments/cafr.shtml>.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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The Ohio Revised Code provides statutory authority requiring employers to fund post-retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, the City contributed at a rate of 14.0 percent of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units. Active members do not make contributions to the OPEB plan.

OPERS' Post Employment Health Care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 1 percent during calendar year 2013. The portion of employer contributions allocated to health care for members in the Combined Plan was 1 percent during calendar year 2013. Effective January 1, 2014, the portion of employer contributions allocated to healthcare was raised to 2 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for 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.

Actual employer contributions which were used to fund postemployment benefits for the years ended December 31, 2013, 2012 and 2011 were \$43,663, \$256,005 and \$168,868 respectively; 88.49 percent has been contributed for 2013 and 100 percent for 2012 and 2011. \$5,025 representing the unpaid contribution for fiscal year 2013 is recorded as an intergovernmental payable. The actual contribution and the actuarially required contribution amounts are the same.

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.

#### Ohio Police and Firemen's Disability and Pension Fund

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

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

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



City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5 percent and 24 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent 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 one for Medicare Part B reimbursements administrated as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 4.69 percent of covered payroll from January 1, 2013 thru May 31, 2013 and 2.85 percent of covered payroll from June 1, 2013 thru December 31, 2013. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's total contributions to OP&F for police and fire healthcare for the years ending December 31, 2013, 2012 and 2011 were \$259,191, \$579,949 and \$532,235 respectively, 85.42 percent has been contributed, for 2013 with the remainder being reported as a liability. \$37,788 representing the unpaid contribution for fiscal year 2013 is recorded as an intergovernmental payable.

#### **NOTE 11 – OTHER EMPLOYEE BENEFITS**

##### **Deferred Compensation Plans**

City employees and elected officials may participate in three statewide deferred compensation plans, the Aetna deferred compensation plan, the Ohio Public Employees Deferred Compensation Plan or the ICMA Retirement Corporation. These plans were created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service and union contract, employment contract or personnel policy manual. All employees may carry over a maximum of total hours accrued in the past calendar year. For all employees excess vacation automatically carries over until March 31<sup>st</sup>. For the firefighters, vacation can carry over into the next calendar year at a maximum of 264 hours. In the event of resignation with two weeks notice, death, or retirement, employees (or their estates) are paid for unused vacation leave. All full-time and part-time employees can convert vacation leave to pay if the employee has at least five years of service with any Ohio political subdivision. If the employee has at least five years of service, up to six days of accrued vacation can be converted each calendar year, except for firefighters, who can convert up to 72 hours.

If the employee has at least ten years of service, up to twelve days of accrued vacation can be converted each calendar year, except for firefighters, who can convert up to 120 hours.

Accumulated Unpaid Personal Leave

City employees are entitled to personal leave at varying rates based upon union contract, employment contract or personnel policy manual. Requests for leave are to be submitted with at least 24 hours notice if possible. If the hours are not used within the calendar year, the City Manager is allowed to grant requests for the carry over of personal leave, but the carry over must be used within 90 days. In addition, the City agrees to either grant one day of personal leave or pay a \$75 bonus, at the employee's option, to any nonunion full-time employee that does not exceed eight hours of sick leave usage during the previous calendar year, to be credited in January of the following year.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of 5.0 hours per eighty hours of service. The maximum balance for all employees except firefighters is 1,285 hours. The maximum balance for firefighters is 1,900 hours. If at the end of each calendar year or contract year an employee has a balance greater than their allowed maximum, the excess hours are paid in a 1:3 ratio at the employee's rate of pay at the calendar or contract year end depending on the department for which they are employed.

Upon retirement, employees are paid for their accumulated leave according to the following schedules. For all employees except firefighters, accumulated hours between 1 and 357 is paid at a 1:4 ratio, accumulated leave from 358 to 714 is paid at a 1:3 ratio, accumulated leave from 715 to 1,071 is paid at a 1:2 ratio, and accumulated leave in excess of 1,071 is paid at a 1:1 ratio. For the firefighters, balances between 1 and 525 hours is paid at a 1:4 ratio, accumulated leave from 501 to 1,050 is paid at a 1:3 ratio, accumulated leave from 1,051 to 1,575 is paid at a 1:2 ratio, and accumulated leave in excess of 1,575 is paid at a 1:1 ratio.

In the case of death, employees (or their estates) are paid out 100 percent of their sick leave balances.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Accumulated Unpaid Compensatory Time

From time to time, employees may need to work overtime with prior approval from their supervisors. These overtime hours will usually be paid at the appropriate overtime rate; however, certain union employees by contract and nonexempt nonunion employees have the choice to take overtime pay or accrue compensatory time at one and one half times the amount of hours worked. For Street Division employees, any overtime hours worked in excess of 8 overtime hours in one day or 24 hours in a two week pay period are compensated at two times the regular hourly rate. Per the agreements, different unions and nonunion employees can accumulate compensatory time to different levels. The maximum hours allowed are as follows: Street Division - 80 hours, Police Clerks – 48 hours, Patrol Officers – 72 hours, Command Officers – 80 hours, Dispatch Officers – 48 hours and Nonunion – 48 hours. In addition, dispatchers can be paid for up to 40 hours of compensatory time once per contract year. In the event of a termination of employment, death, or retirement, employees (or their estates) are paid for unused compensatory time.

Insurance and Other Benefits

The City provides healthcare benefits to full-time employees through a qualified High Deductible Health Plan (HDHP) in conjunction with a Health Savings Account (HSA) offered through United Healthcare. Those ineligible to contribute to the HSA and choose to remain enrolled with the HDHP shall be enrolled in a health reimbursement arrangement (HRA). In addition to healthcare, the City also offers dental and optical insurance benefits. The dental plan insurance is carried through Superior Dental Care, Inc. and the vision insurance is carried by Superior Vision.

The City provides life insurance in the amount of \$30,000 for all full-time employees through MetLife. Employees have the option of taking out additional life insurance themselves through either MetLife or Reliance Standard Life. The City picks up one percent of the employees' share of retirement for all employees except Council members and seasonal employees.

**NOTE 12 - RISK MANAGEMENT**

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

The City pays an annual premium to Brower Insurance Services for coverage through U.S. Specialty/Travelers. The types of coverage and the deductibles per occurrence are as follows:

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

<u>Coverage</u>	<u>Limit</u>	<u>Deductible</u>
Property		
Blanket building/contents/boiler and machinery	\$ 29,894,585	\$ 2,500
Water/sewer property/boiler	19,237,294	2,500
Flood - certain areas	5,000,000	50,000
Earthquake	5,000,000	25,000
Communications tower	100,000	-
Inland marine	2,225,862	1,000
Contractors equipment	100,000	1,000
General liability:		
Aggregate	3,000,000	none
Products and completed work total limit	included	none
Personal injury each person limit	included	none
Fire damage - any one fire	100,000	none
Emergency medical technicians	included	none
Excess liability:		
Umbrella liability - each event	10,000,000	10,000
Automobile:		
Automobile liability - any auto	1,000,000	none
Automobile liability - any auto - medical payments	5,000	none
Automobile physical damage - collision	*	2,000
* - actual cash value on all vehicles or cost of repair minus deductible		
Law enforcement liability - each wrongful act limit	1,000,000	10,000
Public entity management liability - each wrongful act	1,000,000	10,000
Employment practice - each wrongful employment practice limit	included	included

Buildings and personal property are written/insured on a replacement cost basis. Flood coverage is valid on certain locations only. Physical damage on other property is insured by the City up to actual cash value of the scheduled property less the deductible listed for the class of property for each accident and location. All property risks, including physical damage coverage on specialized-use vehicles (fire trucks and emergency vehicles), are fully insured through the City's private insurance carrier.

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

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

**NOTE 13 - LONG-TERM OBLIGATIONS**

A schedule of changes in bonds and other long-term obligations of the governmental activities of the City during 2013 follows:

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

	Amount Outstanding <u>12/31/2012</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2013</u>	Amount Due in <u>One Year</u>
<b>Governmental activities</b>					
<b>General obligation bonds</b>					
1993 Fire station renovation, 5.35%	\$ 870,000	\$ -	\$ (125,000)	\$ 745,000	\$ 135,000
2007 Sewer construction, 4%	880,000	-	(45,000)	835,000	45,000
2008 Public easement acquisition, 2.50%	1,795,000	-	(85,000)	1,710,000	85,000
2010 Street improvement, 5.10%	335,000	-	(165,000)	170,000	170,000
2010 Court facility, 4.15%	635,000	-	(110,000)	525,000	115,000
2010 Splash pad, 1.50%	245,000	-	(35,000)	210,000	35,000
2010 Carriage Trails infrastructure, 1.50%	45,000	-	(5,000)	40,000	5,000
2010 Carriage Trails infrastructure, 2.90%	635,000	-	-	635,000	-
2010 Carriage Trails infrastructure, 2.90%	1,030,000	-	(5,000)	1,025,000	5,000
2010 Carriage Trails infrastructure, 2.90%	1,878,810	-	-	1,878,810	-
2010 Carriage Trails infrastructure, 2.90%	2,826,190	-	-	2,826,190	-
Premium on bonds	9,154	-	(2,673)	6,481	-
2013 Income tax revenue bonds, 1.5 - 4.75%	-	8,235,000	-	8,235,000	200,000
Total general obligation bonds	<u>11,184,154</u>	<u>8,235,000</u>	<u>(577,673)</u>	<u>18,841,481</u>	<u>795,000</u>
Special assessments:					
1995 Brandt Pike phase IV, 5.75%	295,000	-	(90,000)	205,000	100,000
1995 Shull Road phase IV, 5.80%	240,000	-	(75,000)	165,000	80,000
1996 Troy III, 5.70%	83,525	-	(17,898)	65,627	20,881
1996 Brandt Pike phase V, 5.70%	56,475	-	(12,102)	44,373	14,119
1997 Brandt Pike phase V, 5.45%	165,000	-	(30,000)	135,000	30,000
1998 Old Troy Pike phase IV, 4.88%	270,000	-	(40,000)	230,000	40,000
1999 Old Troy Pike phase V, 5.30%	134,667	-	(16,574)	118,093	16,574
1999 Executive Blvd phase I, 5.30%	190,333	-	(23,426)	166,907	23,426
2000 Executive Blvd phase I, 5.63%	400,000	-	(40,000)	360,000	45,000
2001 Huber East water main, 3.50%	36,508	-	(3,913)	32,595	4,167
2001 Executive Blvd phase III, 3.50%	247,345	-	(21,522)	225,823	25,000
2001 Troy VI, 3.50%	156,082	-	(13,696)	142,386	14,583
2001 Aaron Lane, 3.50%	48,696	-	(3,913)	44,783	4,167
2001 Stoney Creek, 3.50%	11,767	-	(783)	10,984	833
2001 Lexington Place, 3.50%	14,601	-	(1,174)	13,427	1,250
2007 Brandt Pike phase VI, 4.00%	1,050,000	-	(50,000)	1,000,000	55,000
2008 Carriage Trails Parkway, 2.50%	7,615,000	-	(355,000)	7,260,000	365,000
2010 Huber East water main refunding, 3.00%	56,095	-	(6,956)	49,139	6,667
2010 Executive Blvd phase III, 3.00%	377,004	-	(38,261)	338,743	40,000
2010 Troy IV, 3.00%	238,057	-	(24,348)	213,709	23,333
2010 Aaron Lane, 3.00%	73,804	-	(6,956)	66,848	6,667
2010 Stoney Creek, 3.00%	17,831	-	(1,391)	16,440	1,333
2010 Lexington Place, 3.00%	22,210	-	(2,087)	20,123	2,000
Total special assessments	<u>11,800,000</u>	<u>-</u>	<u>(875,000)</u>	<u>10,925,000</u>	<u>920,000</u>

(Continued)

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

	Amount Outstanding <u>12/31/2012</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2013</u>	Amount Due in <u>One Year</u>
Other long-term obligations:					
Capital leases:					
2006 Sutpehn pump engine, 4.60%	64,610	-	(64,610)	-	-
2006 Pierce ladder truck, 5.24%	<u>283,442</u>	-	<u>(19,492)</u>	<u>263,950</u>	<u>35,331</u>
Total capital leases	<u>348,052</u>	-	<u>(84,102)</u>	<u>263,950</u>	<u>35,331</u>
Loans:					
2004 State infrastructure, 4.60%	1,506,921	-	(101,186)	1,405,735	53,973
2006 State infrastructure, 5.24%	<u>759,343</u>	-	<u>(30,177)</u>	<u>729,166</u>	<u>27,996</u>
Total loans	<u>2,266,264</u>	-	<u>(131,363)</u>	<u>2,134,901</u>	<u>81,969</u>
Compensated absences	<u>1,590,506</u>	<u>1,216,135</u>	<u>(1,155,311)</u>	<u>1,651,330</u>	<u>912,944</u>
Total governmental activities long-term liabilities	<u>\$ 27,188,976</u>	<u>\$ 9,451,135</u>	<u>\$ (2,823,449)</u>	<u>\$ 33,816,662</u>	<u>\$ 2,745,244</u>

The equipment/vehicle loans are paid from the fire capital equipment fund.

The special assessment bond issues will be paid through the special assessment bond retirement debt service fund. The bond issues will be paid with special assessment revenue. They are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

All voted and unvoted general obligation bond issues will be paid through the general obligation bond retirement debt service fund with property tax revenues and transfers from the general fund and other governmental funds (special revenue funds - local street operating, state highway, and street maintenance and repair; and fire capital equipment capital projects funds). These transfers are funded at least in part by municipal income and property tax revenues.

The compensated absences payable will be paid from the fund, which the person is paid. Historically this is the general fund, street maintenance and repair, lighting, police, fire, local street operating special revenue funds, the capital improvement capital projects fund and water, sewer and stormwater enterprise funds.

Changes in the long-term obligations reported in business-type activities of the City during 2013 were as follows:

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

	Amount Outstanding <u>12/31/2012</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2013</u>	Amount Due in <u>One Year</u>
<b>Business-type activities</b>					
<u>Revenue bonds:</u>					
1995 Water acquisition/upgrade, 5.90%	\$ 3,476,752	\$ -	\$ (346,993)	\$ 3,129,759	\$ 330,210
Accretion on bonds	6,478,208	599,190	(678,007)	6,399,391	714,790
2005 Water system improvement, 3.50% (serial)	1,465,000	-	(225,000)	1,240,000	215,000
2005 Water system improvement, 3.50% (term)	7,840,000	-	-	7,840,000	-
2013A Water system improvement, 4.625 - 4.75% (term)	-	4,260,000	-	4,260,000	-
2013B Water system improvement, 4.0 - 4.40% (term)	-	600,000	-	600,000	-
2013A Water system improvement, .04 - 3.60% (serial)	-	1,170,000	(160,000)	1,010,000	120,000
Total general obligation bonds	<u>19,259,960</u>	<u>6,629,190</u>	<u>(1,410,000)</u>	<u>24,479,150</u>	<u>1,380,000</u>
<u>OWDA Loans:</u>					
1995 Sewer loan, 3.85%	1,411,534	-	(452,678)	958,856	470,274
2010 Sewer lining loan, 3.25%	245,916	-	(10,243)	235,673	10,579
Total OWDA loans	<u>1,657,450</u>	<u>-</u>	<u>(462,921)</u>	<u>1,194,529</u>	<u>480,853</u>
Other long-term obligations:					
Compensated absences	102,693	62,577	(53,487)	111,783	58,278
Total business-type activities long-term liabilities	<u>\$ 21,020,103</u>	<u>\$ 6,691,767</u>	<u>\$ (1,926,408)</u>	<u>\$ 25,785,462</u>	<u>\$ 1,919,131</u>

The water fund's revenue bonds are paid from operating revenues of the water fund. The original issue amount for the 1995 Revenue Bonds was \$12,495,517. Of the original issue amount, \$8,270,000 were serial bonds, and \$4,225,517 were capital appreciation bonds. The capital appreciation bonds mature in the years 2011 through 2025, and the amounts due on these dates will include interest compounded semiannually on June 1 and December 1 of each year beginning in 1996, at the compounding rates per year. The maturity amount of the capital appreciation bonds is \$16,875,000.

During 2013, the City issued \$6,030,000 in revenue bonds for the purpose of constructing a new water tower and the construction and expansion of a water line. Of the issue amount, \$1,170,000 were serial bonds, and \$4,860,000 were term bonds. The serial bonds mature in the years 2013 through 2025. The revenue bonds will be paid from the water fund.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

The OWDA loans payables represent amounts borrowed from the Ohio Water Development Authority. The loans will be paid from sewer fund revenue.

Principal and interest requirements to retire the City's long-term obligations outstanding at December 31, 2013, are as follows:

Year ending December 31,	<u>Governmental activities</u>			
	<u>General obligation bonds</u>		<u>Special assessment bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 795,000	\$ 837,896	\$ 920,000	\$ 465,685
2015	645,000	794,081	970,000	426,740
2016	1,030,000	774,689	805,000	383,713
2017	1,045,000	743,290	795,000	345,319
2018	1,010,000	704,724	785,000	307,726
2019-2023	4,200,000	2,997,787	3,375,000	1,060,306
2024-2028	4,815,000	2,003,928	3,275,000	393,071
2029-2033	2,910,000	929,101	-	-
2034-2038	2,385,000	350,075	-	-
Total	<u>\$ 18,835,000</u>	<u>\$ 10,135,571</u>	<u>\$ 10,925,000</u>	<u>\$ 3,382,560</u>

Year ending December 31,	<u>Governmental activities</u>	
	<u>State infrastructure bank loans</u>	
	<u>Principal</u>	<u>Interest</u>
2014	\$ 81,970	\$ 63,437
2015	84,447	60,959
2016	87,000	58,407
2017	89,629	55,777
2018	92,338	53,068
2019-2023	505,281	221,752
2024-2028	586,399	140,633
2029-2033	607,837	46,492
Total	<u>\$ 2,134,901</u>	<u>\$ 700,525</u>



City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Year ending December 31,	<u>Business-type Activities</u>			
	<u>Revenue bonds</u>		<u>OWDA loans</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 665,210	\$ 1,404,479	\$ 480,853	\$ 40,007
2015	636,901	1,428,527	499,507	21,353
2016	610,925	1,455,484	11,284	6,870
2017	593,449	1,478,680	11,654	6,500
2018	566,412	1,501,079	12,035	6,118
2019-2023	2,511,727	7,827,425	66,356	24,410
2024-2028	5,070,135	4,770,890	77,962	12,804
2029-2033	4,825,000	1,166,394	34,878	1,428
2034-2037	2,600,000	315,875	-	-
Total	<u>\$ 18,079,759</u>	<u>\$ 21,348,833</u>	<u>\$ 1,194,529</u>	<u>\$ 119,490</u>

The City issued an economic development revenue bond (EDRB) on February 1, 2006, in the principal amount of \$2,423,000. The EDRB financed the purchase of land and the construction and equipping of a 15,315 square foot addition to the existing YMCA family social service center on Shull Road in the City, including parking facilities. The building addition was necessary to house a satellite campus for Sinclair Community College, which leases the building addition from the YMCA. Concurrently with the issuance of the EDRB, the City and the YMCA entered into a loan agreement whereby the YMCA unconditionally agreed to make loan payments to the bond trustee in amounts sufficient to pay the principal and interest on the EDRB. The EDRB is a special obligation of the City, payable solely from the loan payments. Concurrently with the issuance of the EDRB and the execution of the loan agreement, the City assigned all of its rights under the loan agreement to the original purchaser of the EDRB. The EDRB is not a general obligation of the City, and does not constitute a debt or pledge of the faith and credit or the taxing power of the city. The EDRB had a principal amount of \$1,412,500 outstanding at December 31, 2013.

The City issued bonds on October 31, 2012, in the principal amount of \$12,810,000. The bonds are financing the 78 unit senior living facility known as Alcore. The bonds are a special obligation of the City and are not a general obligation of the City and does not constitute a debt or pledge of the faith and credit or the taxing power of the City. The bonds have a principal amount of \$12,810,000 outstanding at December 31, 2013. The first principal payment on these bonds will be due November 1, 2016.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

**NOTE 14 - SHORT-TERM OBLIGATIONS**

A summary of the short-term note transactions for the year ended December 31, 2013, follows:

	Amount Outstanding <u>12/31/2012</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2013</u>	Amount Due in <u>One Year</u>
<u>Notes payable:</u>					
2012 Capital facilities, 1.15%	\$ 8,020,000	\$ -	\$ (8,020,000)	\$ -	\$ -
2012 Capital facilities, 1.15%	356,000	-	(356,000)	-	-
2012 Capital facilities, 1.15%	705,000	-	(705,000)	-	-
2012 Series 2012A, 1.75%	1,900,000	-	(1,900,000)	-	-
2012 Series 2012 B, 2.75%	600,000	-	(600,000)	-	-
2013 Capital facilities Series 2013A, 0.78%	-	333,500	(333,500)	-	-
2013 Capital facilities Series 2013C, 0.40%	-	880,500	(880,500)	-	-
2013 Series 2013 VP BAN, 1.125%	-	8,020,000	(8,020,000)	-	-
2013 Series 2013 VP BAN, 1.125%	-	4,500,000	(4,500,000)	-	-
2013 Series 2013 VP BAN, 1.125%	-	335,000	(335,000)	-	-
2013 Series 2013 VP BAN, 1.125%	-	107,000	(107,000)	-	-
2013 Series 2013 VP BAN, 1.125%	-	967,000	(967,000)	-	-
2013 Series 2013 Capital facilities, 1.75%	-	865,000	(865,000)	-	-
2013 Capital facilities Series 2013D, 0.46%	-	887,200	-	887,200	887,200
2013 Series 2013B BAN:					
Various Purpose, 1.25%	-	9,547,000	-	9,547,000	9,547,000
Various Purpose, 1.25%	-	581,000	-	581,000	581,000
Various Purpose, 1.25%	-	875,000	-	875,000	875,000
Various Purpose, 1.25%	-	1,417,000	-	1,417,000	1,417,000
Various Purpose, 1.25%	-	1,935,000	-	1,935,000	1,935,000
Total notes payable	<u>\$ 11,581,000</u>	<u>\$ 31,250,200</u>	<u>\$ (27,589,000)</u>	<u>\$ 15,242,200</u>	<u>\$ 15,242,200</u>

In February 2013, the City issued bond anticipation notes in the amount of \$333,500 for infrastructure in a new housing development. The notes had an interest rate of 0.78 percent and were due on June 6, 2013. In April, 2013 the City issued bond anticipation notes in the amount of \$865,000 for infrastructure in a new housing development. The notes had an interest rate of 1.75 percent and matured on November 8, 2013. In June 2013, the City issued bond anticipation notes in the amount of \$13,929,000 to pay off a previous bond anticipation note for the Aquatic Center in the amount of \$8,020,000, to provide funds for a Music Center in the amount of \$4,500,000, and for infrastructure for a housing development for a total of \$1,409,000. These notes had an interest rate of 1.125 percent and matured November 8, 2013. In July 2013, the City issued bond anticipation notes in the amount of \$880,500 with an interest rate of 0.4 percent and matured on November 8, 2013. In November 2013, the City issued bond anticipation notes in the amount of \$887,200 with an interest rate of 0.46 percent and matures on November 7, 2014. Lastly, the City issued \$14,355,000 in bond anticipation notes in November 2013 with an interest rate of 1.25 percent and matures on November 7, 2014. These notes were used to pay off a previous note, for the new Music Center and for infrastructure for a housing development.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

**NOTE 15 - CAPITAL LEASES**

In 2006, the City entered into lease agreement as lessee for the purchase of a ladder truck for the fire division. The final acquisition cost of the ladder truck was \$695,484. During 2013, the City refinanced the ladder truck for the amount due at the December 31, 2012. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future lease payments as of the inception date.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2013, are as follows:

Year ending <u>December 31,</u>	Capital <u>Leases</u>
2014	\$ 35,869
2015	35,869
2016	35,869
2017	35,869
2018	35,869
2019-2021	<u>107,607</u>
Total minimum lease payments	286,952
Less: amount representing interest	<u>(23,002)</u>
Present value of minimum lease payments	<u>\$ 263,950</u>

**NOTE 16 - INTERFUND TRANSACTIONS**

Transfers

Interfund transfers and due to/from other funds for the year ended December 31, 2013, consisted of the following:

<u>Fund</u>	Transfers <u>In</u>	Transfers <u>Out</u>
General	\$ -	\$ 7,029,885
Police	2,000,000	-
Fire	5,000,000	-
Special assessment bond retirement	870,098	-
Capital improvement	1,887,411	42,275
Other governmental	<u>1,113,489</u>	<u>3,244,714</u>
Total governmental funds	<u>10,870,998</u>	<u>10,316,874</u>
Water	83,000	194,625
Sewer	-	403,812
Stormwater	<u>90,000</u>	<u>128,687</u>
Total buisness-type funds	<u>173,000</u>	<u>727,124</u>
Total transfers	<u>\$ 11,043,998</u>	<u>\$ 11,043,998</u>

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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

Interfund receivables/payables

Interfund balances at December 31, 2013 consisted of the following:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 378,654	\$ -
Capital improvement	-	3,050,000
Other governmental funds	<u>4,095,851</u>	<u>2,030,356</u>
Total governmental funds	<u>4,474,505</u>	<u>5,080,356</u>
Sewer	<u>605,851</u>	-
Total enterprise fund	<u>605,851</u>	-
Totals	<u>\$ 5,080,356</u>	<u>\$ 5,080,356</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of December 31, 2013, all interfund loans outstanding are anticipated to be repaid by 2014.

**NOTE 17 - JOINT VENTURES**

Prior to June of 1996, the Miami Conservancy District provided the Cities of Huber Heights, Vandalia, and Tipp City with wastewater treatment services. The Miami Conservancy District expressed the intent to no longer provide these services to the cities and gave them the option to acquire and operate the facility. In order to do so, the three cities established the Tri-Cities North Regional Wastewater Authority (Tri-Cities). In June of 1996, the Miami Conservancy District deeded the wastewater facility and all of the assets associated with the facility to the joint venture at no cost to the joint venture.

Tri-Cities is a joint venture among the Cities of Huber Heights, Vandalia, and Tipp City. Tri-Cities is governed by a management board consisting of the city managers of the three cities. The board has complete authority over all aspects of the operation. Tri-Cities supplies all participating residents of the member cities with sewer services. Each City owns the sewage lines located in its City and bills its residents for usage. Continued existence of Tri-Cities is dependent on the City's continued participation. The percentage of equity interest in the joint venture for each City is based on annual usage and is adjusted each year accordingly. The City's equity interest is \$15,973,114 which represents 51.88 percent of the total equity in Tri-Cities. Tri-Cities is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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The City of Huber Heights was party to several transactions during 2013 involving Tri-Cities for services provided to the City by Tri-Cities. The amount for services provided to the City was \$1,693,089.

Complete financial statements can be obtained from the fiscal agent by writing to Tri-Cities North Regional Wastewater Authority, c/o The City of Vandalia, 333 J. E. Bohanan Drive, Vandalia, Ohio 45377.

On January 22, 2001, the City entered into a contract for the creation of a Joint Economic Development District (JEDD) with the Township of Bethel and Clark County, Ohio. The contract was entered into under the authority of Ohio Revised Code Section 715.72. The JEDD was established for the purpose of cooperative regional development and job creation, along with growth in commercial and industrial development. The JEDD will permit the three jurisdictions to share tax revenues from the development of property without the need of annexation. The City will provide fire, police, rescue, zoning and building services, and marketing for the site. Clark County will provide water and sewer services. The 41 acres located in Bethel Township, along with a contiguous 17 acre parcel located within the City along State Route 235 are available for use. The contract will terminate on December 31, 2104, and can be renewed for three additional 25-year periods. Upon contract termination, all assets and liabilities of the JEDD will be divided equally between the three parties. The Board of Directors is made up of six individuals: one from each of the three participants; a representative of business existing within the JEDD; a representative of employees of businesses within the JEDD; and a representative appointed by the other five representatives whose term will rotate between a City resident and a township resident. Several international companies have expressed interest in the site. The JEDD results from a contractual arrangement and is governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain an ongoing financial responsibility. The City has an equity interest since the contract stipulates the City will have claim to the net resources of JEDD, as set forth in the contract. Since the JEDD has had no financial activity since its inception in 2003, the City's equity interest at December 31, 2013, is \$0. Additional information can be obtained from the City of Huber Heights, Planning and Development Department, 6131 Taylorsville Road, Huber Heights, Ohio 45424-2951.

**NOTE 18 - JOINTLY GOVERNED ORGANIZATIONS**

The Miami Valley Regional Planning Commission (the Commission) is a jointly governed organization between Preble, Clark, Clinton, Darke, Greene, Miami, and Montgomery counties, and various cities residing within these counties, including the City of Huber Heights. The Commission prepares plans, including studies, maps, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the region.

These reports show recommendations for systems of transportation, highways, parks and recreational facilities, water supply, sewage disposal, garbage disposal, civic centers, and other public improvements and land uses which affect the development of the region. The degree of control exercised by any participating government is limited to its representation on the Board. Members of the Board are as follows: the officers of the Commission (elected by member representatives), the immediate past Chair of the Commission, the Commission member representing the City of Dayton, the Commission member representing each of the respective member counties, the representatives selected by each county caucus, a nongovernmental member, and two at-large representatives.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Payments to the Commission are made from the general fund. The City contributed \$17,526 during 2013. Financial information can be obtained from Brian O. Martin, Executive Director, at One Dayton Centre, Suite 260, One South Main Street, Dayton, Ohio 45402.

The Miami Valley Fire/EMS Alliance (the Alliance) is a jointly governed organization between municipal corporations and townships in Montgomery, Greene and Warren counties. The purpose of the Alliance is to foster cooperation among the political subdivisions by promoting programs and recommending matters which will result in more efficient methods of delivering fire and emergency medical services in the region. The Board of the Alliance is made up of a representative appointed by the City of Dayton, a representative appointed by the members who are provided Fire/EMS Services by volunteers, two representatives appointed by the members who are provided Fire/EMS Services by a combination of full Fire/EMS Services by full time employees. Payments to the Alliance are made from the fire fund. The City contributed \$8,914 for the operation of the Alliance during 2013. Financial information can be obtained from David Kimbler, Executive Director, at 444 West Third Street, Suite 20-231, Dayton, Ohio 45402-1460.

The Economic Development/Government Equity Program (ED/GE) was established pursuant to Ohio Revised Code Chapter 307 for the purpose of developing and promoting plans and programs designed to assure that county resources are efficiently used, economic growth is properly balanced, and that county economic development is coordinated with that of the State of Ohio and other local governments. Members include villages, townships, and cities within Montgomery County, and Montgomery County itself. Cooperation and coordination between the members is intended to promote economic health and improve the economic opportunities of the people in Montgomery County by assisting in the establishment or expansion within the County of industrial, commercial or research facilities and by creating and preserving job and employment opportunities for the people of the county.

The ED/GE Advisory Committee, made up of alternating member entities' representatives, decides which proposed projects will be granted each year. Sales tax revenues, set aside by Montgomery County, are used to fund the projects. Members annually contribute to or receive benefits based on an elaborate zero-based formula designed to distribute growth in contributing communities to those communities experiencing less economic growth. The City has agreed to be a member for ten years, ending December 31, 2019. Any member in default of paying its contributions will be liable for the amount of the contribution, any interest accrued, and penalties. During this time, the member will not be entitled to any allocations from ED/GE. Payments to ED/GE are made from the general fund. The City was not required to make a contribution during 2013. Financial information can be obtained from Linda Gum, ED/GE Coordinator, at 451 West Third Street, Dayton, Ohio 45422-1110.

The Regional Emergency Response Team (RERT) is a jointly governed organization between the following cities: Huber Heights, Vandalia, Fairborn, and Beavercreek. The organization was created through an agreement by the Cities to establish a regional council of governments for the RERT. The regional council of governments collects and expends resources to assist the RERT in fighting crime and for other related activities. The purpose of the RERT is to foster cooperation among municipalities through sharing of equipment/facilities/collective team expenses, team consultant expenses and grant sharing costs, for their common benefit. This includes the mutual interchange and sharing of police equipment, as well as police equipment to be jointly acquired and owned, to be utilized by all participating members. The Board of the RERT is made up of one representative from each municipality. Payments to the RERT are made from the police fund. The City contributed \$5,000 for the operation of the RERT for 2013.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Financial information can be obtained from the fiscal agent by writing to the RERT, c/o The City of Beavercreek, Bill Kucera, Financial Administrative Services Director, at 1368 Research Park Drive, Beavercreek, Ohio 45432 or by e-mail: Kucera@ci.beavercreek.oh.us.

The First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium) is a jointly governed organization between the following members: Centerville, Clayton, Jefferson Township, Harrison Township, Huber Heights, Kettering, Miamisburg, Moraine, Oakwood, Riverside, Trotwood, Vandalia, and West Carrollton. The organization was created through an agreement by the governments to establish a regional council of governments. The purpose of the First Suburbs Consortium is to provide organizational status through cooperative efforts between member communities in matters of mutual concern, including but not limited to initiation and support of policies and practices which protect, maintain and redevelop mature communities and other matters which affect health, safety, welfare, education, economic conditions and regional development. The mission is to initiate and promote public policies and practices that maintain the vitality of communities, protects and redevelops mature communities, and fosters regional cooperation. The First Suburbs Consortium advocates: public policies that do not create disposable communities; balanced investments in new and existing infrastructure; maintenance and enhancement of the tax base; and creation of redevelopment opportunities. The Board of the First Suburbs Consortium is made up of two representatives from each government. Payments to the First Suburbs Consortium are made from the general fund. The City paid \$250 for the 2013 annual membership fee. Financial information can be obtained from the fiscal agent by writing to the First Suburbs Consortium of Dayton Ohio, c/o Jack Jensen, Executive Director, P.O. Box 49552, Dayton, Ohio 45449-0552.

The Community Improvement Corporation of Huber Heights (CIC), also known as the Economic Development Corporation, is a jointly governed organization created as a not for profit corporation under Chapter 1724 of the Ohio Revised Code. The CIC is governed by a nine-member Board of Trustees, four of which are appointed by City Council among Council members. The other five members are volunteer citizens. The organization is designated by the City as its agency for the purpose of industrial, commercial, distribution and research development. The City entered into an agreement with the CIC to further development, which will create or preserve jobs and improve the economic welfare of citizens. No payments are made to the CIC by the City. Financial information can be obtained by writing to the CIC, c/o Gary Swords, Treasurer, at 7801 North Dixie Drive, Dayton, Ohio 45414.

## **NOTE 19 - CONTINGENT LIABILITIES**

### Litigation

The City is party to legal proceedings. The City is of the opinion that ultimate disposition of claims will not have a material effect, if any, on the financial condition of the City.

### Grants

For the period January 1, 2013, to December 31, 2013, the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

City of Huber Heights, Ohio  
Notes to the Basic Financial Statements  
For The Year Ended December 31, 2013

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Lease Agreement

The City's utility contractor, United Water NACO, LLC, leases office space from Columbia Building Company. As part of the lease agreement, the City guarantees payment of the lease if United Water NACO, LLC defaults. Also, if the City discontinues using United Water NACO, LLC, the City is liable for the lease payments. The lease agreement began January 1, 2005, for a nine-year period through December 31, 2013. Lease payments are due in monthly installments. There is a renewal option of two renewal terms of five years each at the end of 2013. The City is currently in negotiations with Columbia Building Company to renew the office space lease. The space is being leased by making monthly payments until negotiations are complete. The total lease payment is made up of a fixed minimum rent, common area maintenance, taxes, and insurance. The lease payments for 2013 were \$44,405.

**NOTE 20 – ACCOUNTABILITY**

The following funds had a deficit fund balance as of December 31, 2013:

<u>Fund</u>	Deficit <u>fund balance</u>
Capital improvement	\$ 2,162,997
Carriage Trails Infrastructure	5,024,788
<u>Other governmental funds:</u>	
Community Development Block Grant	300
Miami County TIF	917,325

The fund balance deficits is largely the result of the recognition of liabilities in accordance with general accepted accounting principles. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**NOTE 21 – SUBSEQUENT EVENT**

In March 2014, the City entered into a State Infrastructure Bank (SIB) direct loan with the Ohio Department of Transportation (ODOT) in the amount of \$4,008,000 for the purpose of constructing a parking lot for the music center. The loan carries a 0 percent interest rate during the first twelve months thereafter the interest rate is 3 percent. The SIB loan will be payable semiannually.

In June 2014, the City issued \$3,500,000 capital facilities bond anticipation notes for the new Music Center. The notes have an interest rate of 1.5% and are due on November 7, 2014.



**Combining Statements for Nonmajor Governmental Funds**

## Combining Statements and Individual Fund Schedules

### NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. A description of the City's special revenue funds follows:

#### Street Maintenance and Repair

To account for the state gasoline tax and motor vehicle license fees designated for routine maintenance and repair of City streets.

#### Lighting

To account for special assessments used to provide street lighting within the City neighborhoods.

#### Drug Law Enforcement

To account for fines and costs collected for felonious drug trafficking convictions. This money is restricted for drug law enforcement activity.

#### Law Enforcement

To account for the fines generated from the prosecution of those in possession of contraband and the proceeds gained from the sale of confiscated contraband. This money may be spent for any law enforcement activity.

#### State Highway

To account for gasoline tax and motor vehicle license fees received from the County and State for routine maintenance of state highways within the City.

#### County Motor Vehicle Permissive Tax

To account for permissive license tax levied by Montgomery County. Expenditures include planning, constructing, improving, maintaining, and repairing roads, streets, and bridges.

#### City Motor Vehicle Permissive Tax

To account for permissive license tax received from the State to finance various street repair projects.

#### Natureworks Grant

To account for state grants used to renovate the restrooms at Tom Cloud Park.

#### Community Development Block Grant

To account for monies received from the federal government under the Community Development Block Grant programs.

#### Local Street Operating

To account for miscellaneous revenue and for a portion of City income tax which, beginning in 1994 is to be used for public works activities.

#### Byrne Memorial Grant

To account for monies used to purchase bullet-proof vests.

Combining Statements – Nonmajor Governmental Funds (Continued)

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Montgomery County TIF

To account for payments in lieu of taxes collected for commercial tax increment financing district. The monies will be used to repay the State Infrastructure Bank Loan and for future capital projects that benefit the district.

Miami County TIF

To account for payments in lieu of taxes collected for the three residential tax increment financing districts. The monies will be used to repay the State Infrastructure Bank Loan and for future capital projects that benefit the district.

Law Enforcement Assistance

To account for a grant from the State of Ohio Attorney General's Office for the continuing of professional training for police officers.

NONMAJOR DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of resources that are restricted, committed or assigned for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the government is obligated in some manner for the payment.

General Obligation Bond Retirement

To account for various revenues collected for the payment of general obligation bonded debt.

## NONMAJOR CAPITAL PROJECTS FUNDS

Capital projects funds are established to account for financial resources that are restricted, committed or assigned to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds or trust funds.

### Issue II

To account for Ohio Public Works Commission grant funds received from the State of Ohio for each project awarded through this program and local matching funds.

### Economic Development Government Equity Improvement

To account for grant revenues received from the County and used to develop and promote economic development through capital expenditures.

### Fire Capital Equipment

To account for City income tax revenues specifically dedicated for fire station building renovations and the equipment purchases of the fire division.

### Local Street Capital Improvement

To account for income tax revenues collected for reconstruction and maintenance of the City's interior streets.

### Federal Equity Sharing

To account for the City's share of federal forfeitures used by the law enforcement department for informant payments, travel and training, communication and computers, firearms, weapons, body armor, electronic surveillance equipment, building and improvements, and other law enforcement expenses.

### Assistance to Firefighters Grant

To account for federal monies received to assist with a specific capital project.

### Energy Conservation Grant

To account for federal monies received to improve the energy efficiency of lightning and equipment.



**HUBER  
HEIGHTS**

*Come Grow With Us!*

City of Huber Heights, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 6,985,547	\$ 118,904	\$ 4,840,397	\$ 11,944,848
Receivables:				
Income tax	409,998	-	508,397	918,395
Revenue in lieu of taxes	1,269,365	-	-	1,269,365
Special assessments	180,005	-	-	180,005
Accrued interest	9,393	-	-	9,393
Due from other governments	902,145	-	27,009	929,154
Materials and supplies inventory	163,866	-	1,155	165,021
Interfund loan receivable	4,095,851	-	-	4,095,851
Prepaid items	2,401	-	-	2,401
Total assets	\$ 14,018,571	\$ 118,904	\$ 5,376,958	\$ 19,514,433
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 105,608	\$ -	\$ 11,971	\$ 117,579
Contracts payable	-	-	11,679	11,679
Accrued wages and benefits	49,957	-	-	49,957
Matured compensated absences payable	3,512	-	-	3,512
Retainage payable	-	-	15,693	15,693
Interfund payable	1,288,356	-	742,000	2,030,356
Due to other governments	48,429	-	-	48,429
Income tax refunds payable	50,745	-	62,924	113,669
Total liabilities	1,546,607	-	844,267	2,390,874
Deferred inflows of resources:				
Payments in lieu of taxes	1,269,365	-	-	1,269,365
Unavailable revenue - other	1,211,580	-	375,464	1,587,044
Total deferred inflows of resources	2,480,945	-	375,464	2,856,409
Fund balances:				
Nonspendable	166,267	-	1,155	167,422
Restricted	10,742,377	-	4,156,072	14,898,449
Assigned	-	118,904	-	118,904
Unassigned	(917,625)	-	-	(917,625)
Total fund balances	9,991,019	118,904	4,157,227	14,267,150
Total liabilities, deferred inflows of resources and fund balances	\$ 14,018,571	\$ 118,904	\$ 5,376,958	\$ 19,514,433

City of Huber Heights, Ohio  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Municipal income tax	\$ 1,702,529	\$ -	\$ 1,889,977	\$ 3,592,506
Charges for services	2,479	-	-	2,479
Fines, licenses and permits	16,116	-	87,125	103,241
Intergovernmental	1,938,124	-	384,608	2,322,732
Special assessments	310,616	-	-	310,616
Interest	2,070	-	900	2,970
Payments in lieu of taxes	1,373,452	-	-	1,373,452
Rentals	-	135,936	-	135,936
Other	31,214	72,868	-	104,082
Total revenue	<u>5,376,600</u>	<u>208,804</u>	<u>2,362,610</u>	<u>7,948,014</u>
Expenditures:				
Current:				
General government	157,118	72,866	31,817	261,801
Security of persons and property				
Police	10,520	-	13,330	23,850
Fire	-	-	66,688	66,688
Other	303,504	-	-	303,504
Community environment	46,906	-	-	46,906
Transportation	2,124,362	-	45,707	2,170,069
Capital outlay	339,664	-	1,687,815	2,027,479
Debt service:			-	
Principal retirement	-	575,000	84,102	659,102
Interest and fiscal charges	-	540,842	19,349	560,191
Issuance costs	-	178,671	-	178,671
Total expenditures	<u>2,982,074</u>	<u>1,367,379</u>	<u>1,948,808</u>	<u>6,298,261</u>
Excess of revenues over (under) expenditures	<u>2,394,526</u>	<u>(1,158,575)</u>	<u>413,802</u>	<u>1,649,753</u>
Other financing sources (uses):				
Transfers - in	2,885	1,082,604	28,000	1,113,489
Transfers - out	<u>(2,888,363)</u>	<u>-</u>	<u>(356,351)</u>	<u>(3,244,714)</u>
Total other financing sources (uses)	<u>(2,885,478)</u>	<u>1,082,604</u>	<u>(328,351)</u>	<u>(2,131,225)</u>
Net change in fund balance	(490,952)	(75,971)	85,451	(481,472)
Fund balances at beginning of year, restated	<u>10,481,971</u>	<u>194,875</u>	<u>4,071,776</u>	<u>14,748,622</u>
Fund balances at end of year	<u>\$ 9,991,019</u>	<u>\$ 118,904</u>	<u>\$ 4,157,227</u>	<u>\$ 14,267,150</u>

City of Huber Heights, Ohio  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2013

	Street Maintenance and Repair Fund	Lighting Fund	Drug Law Enforcement Fund	Law Enforcement Fund
<b>Assets:</b>				
Equity in pooled cash and investments	\$ 852,069	\$ 586,859	\$ 9,142	\$ 8,634
<b>Receivables:</b>				
Income tax	-	-	-	-
Revenue in lieu of taxes	-	-	-	-
Special assessments	31,456	-	-	-
Accrued interest	7,721	-	-	-
Due from other governments	709,611	-	85	238
Materials and supplies inventory	74,680	-	-	-
Interfund loan receivable	2,345,851	-	-	-
Prepaid items	-	-	-	1,224
<b>Total assets</b>	<b>\$ 4,021,388</b>	<b>\$ 586,859</b>	<b>\$ 9,227</b>	<b>\$ 10,096</b>
<b>Liabilities, deferred inflows of resources and fund balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 4,437	\$ 25,086	\$ -	\$ -
Accrued wages and benefits	11,939	394	-	-
Matured compensated absences payable	-	-	-	-
Interfund payable	-	-	-	-
Due to other governments	14,761	327	-	-
Income tax refunds payable	-	-	-	-
<b>Total liabilities</b>	<b>31,137</b>	<b>25,807</b>	<b>-</b>	<b>-</b>
<b>Deferred inflows of resources:</b>				
Payments in lieu of taxes	-	-	-	-
Unavailable revenue - other	619,904	-	-	-
<b>Total deferred inflows of resources</b>	<b>619,904</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances:</b>				
Nonspendable	74,680	-	-	1,224
Restricted	3,295,667	561,052	9,227	8,872
Unassigned	-	-	-	-
<b>Total fund balances</b>	<b>3,370,347</b>	<b>561,052</b>	<b>9,227</b>	<b>10,096</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,021,388</b>	<b>\$ 586,859</b>	<b>\$ 9,227</b>	<b>\$ 10,096</b>

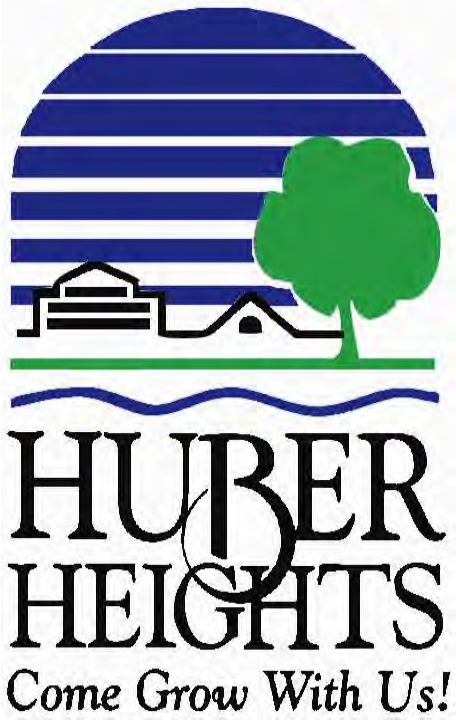


State Highway Fund	County Motor Vehicle Permissive Tax Fund	City Motor Vehicle Permissive Tax Fund	Natureworks Grant Fund	Community Development Block Grant Fund	Local Street Operating Fund	Byrne Memorial Grant Fund
\$ 84,588	\$ 110,510	\$ 170,561	\$ 25,760	\$ 74,134	\$ 2,834,302	\$ 696
-	-	-	-	-	409,998	-
-	-	-	-	-	-	-
148,549	-	-	-	-	-	-
1,672	-	-	-	-	-	-
57,448	42,827	91,497	-	-	439	-
26,992	-	-	-	-	62,194	-
50,000	-	-	-	-	-	-
-	-	-	-	-	1,177	-
<u>\$ 369,249</u>	<u>\$ 153,337</u>	<u>\$ 262,058</u>	<u>\$ 25,760</u>	<u>\$ 74,134</u>	<u>\$ 3,308,110</u>	<u>\$ 696</u>
\$ 3,332	\$ -	\$ -	\$ -	\$ 17,100	\$ 55,653	\$ -
-	-	-	-	-	37,624	-
-	-	-	-	-	3,512	-
-	-	-	19,320	57,334	-	-
-	-	-	-	-	33,341	-
-	-	-	-	-	50,745	-
<u>3,332</u>	<u>-</u>	<u>-</u>	<u>19,320</u>	<u>74,434</u>	<u>180,875</u>	<u>-</u>
-	-	-	-	-	-	-
196,229	36,374	77,877	-	-	281,196	-
<u>196,229</u>	<u>36,374</u>	<u>77,877</u>	<u>-</u>	<u>-</u>	<u>281,196</u>	<u>-</u>
26,992	-	-	-	-	63,371	-
142,696	116,963	184,181	6,440	-	2,782,668	696
-	-	-	-	(300)	-	-
<u>169,688</u>	<u>116,963</u>	<u>184,181</u>	<u>6,440</u>	<u>(300)</u>	<u>2,846,039</u>	<u>696</u>
<u>\$ 369,249</u>	<u>\$ 153,337</u>	<u>\$ 262,058</u>	<u>\$ 25,760</u>	<u>\$ 74,134</u>	<u>\$ 3,308,110</u>	<u>\$ 696</u>

(Continued)

City of Huber Heights, Ohio  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2013

	Montgomery County TIF Fund	Miami County TIF Fund	Law Enforcement Assistance Fund	Total Nonmajor Special Revenue Funds
Assets:				
Equity in pooled cash and investments	\$ 1,933,895	\$ 294,377	\$ 20	\$ 6,985,547
Receivables:				
Income tax	-	-	-	409,998
Revenue in lieu of taxes	1,006,344	263,021	-	1,269,365
Special assessments	-	-	-	180,005
Accrued interest	-	-	-	9,393
Due from other governments	-	-	-	902,145
Materials and supplies inventory	-	-	-	163,866
Interfund loan receivable	1,700,000	-	-	4,095,851
Prepaid items	-	-	-	2,401
Total assets	<u>\$ 4,640,239</u>	<u>\$ 557,398</u>	<u>\$ 20</u>	<u>\$ 14,018,571</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 105,608
Accrued wages and benefits	-	-	-	49,957
Matured compensated absences payable	-	-	-	3,512
Interfund payable	-	1,211,702	-	1,288,356
Due to other governments	-	-	-	48,429
Income tax refunds payable	-	-	-	50,745
Total liabilities	<u>-</u>	<u>1,211,702</u>	<u>-</u>	<u>1,546,607</u>
Deferred inflows of resources:				
Payments in lieu of taxes	1,006,344	263,021	-	1,269,365
Unavailable revenue - other	-	-	-	1,211,580
Total deferred inflows of resources	<u>1,006,344</u>	<u>263,021</u>	<u>-</u>	<u>2,480,945</u>
Fund balances:				
Nonspendable	-	-	-	166,267
Restricted	3,633,895	-	20	10,742,377
Unassigned	-	(917,325)	-	(917,625)
Total fund balances	<u>3,633,895</u>	<u>(917,325)</u>	<u>20</u>	<u>9,991,019</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,640,239</u>	<u>\$ 557,398</u>	<u>\$ 20</u>	<u>\$ 14,018,571</u>



City of Huber Heights, Ohio  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2013

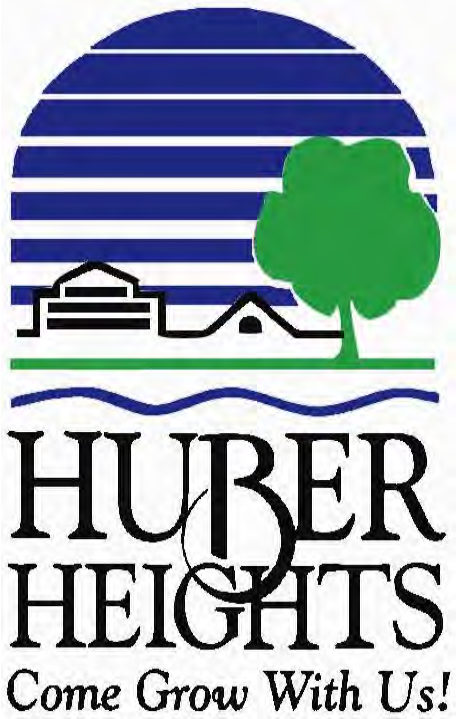
	Street Maintenance and Repair Fund	Lighting Fund	Drug Law Enforcement Fund	Law Enforcement Fund
Revenues:				
Municipal income tax	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines, licenses and permits	-	-	1,701	14,415
Intergovernmental	1,454,291	-	-	-
Special assessments	2,622	304,410	-	-
Interest	2,064	-	-	-
Payments in lieu of taxes	-	-	-	-
Other	5,589	8	-	1,060
Total revenue	<u>1,464,566</u>	<u>304,418</u>	<u>1,701</u>	<u>15,475</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property				
Police	-	-	-	10,025
Other	-	303,504	-	-
Community environment	-	-	-	-
Transportation	586,089	-	-	-
Capital outlay	74,345	-	-	12,000
Total expenditures	<u>660,434</u>	<u>303,504</u>	<u>-</u>	<u>22,025</u>
Excess of revenues over (under) expenditures	<u>804,132</u>	<u>914</u>	<u>1,701</u>	<u>(6,550)</u>
Other financing sources (uses):				
Transfers - in	-	-	-	-
Transfers - out	<u>(588,614)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(588,614)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	215,518	914	1,701	(6,550)
Fund balances (deficits) at beginning of year, restated	<u>3,154,829</u>	<u>560,138</u>	<u>7,526</u>	<u>16,646</u>
Fund balances (deficits) at end of year	<u>\$ 3,370,347</u>	<u>\$ 561,052</u>	<u>\$ 9,227</u>	<u>\$ 10,096</u>

State Highway Fund	County Motor Vehicle Permissive Tax Fund	City Motor Vehicle Permissive Tax Fund	Natureworks Grant Fund	Development Block Grant Fund	Local Street Operating Fund	Byrne Memorial Grant Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,702,529	\$ -
-	-	-	-	-	2,479	-
-	-	-	-	-	-	-
117,915	88,075	177,813	-	72,272	-	-
3,584	-	-	-	-	-	-
-	-	-	-	-	-	6
-	-	-	-	-	-	-
-	-	-	-	-	24,557	-
<u>121,499</u>	<u>88,075</u>	<u>177,813</u>	<u>-</u>	<u>72,272</u>	<u>1,729,565</u>	<u>6</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	46,906	-	-
53,974	-	-	-	-	1,484,299	-
-	-	-	-	-	175,143	-
<u>53,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,906</u>	<u>1,659,442</u>	<u>-</u>
<u>67,525</u>	<u>88,075</u>	<u>177,813</u>	<u>-</u>	<u>25,366</u>	<u>70,123</u>	<u>6</u>
-	-	-	-	2,885	-	-
<u>(8,292)</u>	<u>(78,000)</u>	<u>(317,500)</u>	<u>-</u>	<u>-</u>	<u>(209,436)</u>	<u>-</u>
<u>(8,292)</u>	<u>(78,000)</u>	<u>(317,500)</u>	<u>-</u>	<u>2,885</u>	<u>(209,436)</u>	<u>-</u>
59,233	10,075	(139,687)	-	28,251	(139,313)	6
<u>110,455</u>	<u>106,888</u>	<u>323,868</u>	<u>6,440</u>	<u>(28,551)</u>	<u>2,985,352</u>	<u>690</u>
<u>\$ 169,688</u>	<u>\$ 116,963</u>	<u>\$ 184,181</u>	<u>\$ 6,440</u>	<u>\$ (300)</u>	<u>\$ 2,846,039</u>	<u>\$ 696</u>

(Continued)

City of Huber Heights, Ohio  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2013

	Montgomery County TIF Fund	Miami County TIF Fund	Law Enforcement Assistance Fund	Total Nonmajor Special Revenue Funds
Revenues:				
Municipal income tax	\$ -	\$ -	\$ -	\$ 1,702,529
Charges for services	-	-	-	2,479
Fines, licenses and permits	-	-	-	16,116
Intergovernmental	-	27,758	-	1,938,124
Special assessments	-	-	-	310,616
Interest	-	-	-	2,070
Payments in lieu of taxes	1,143,186	230,266	-	1,373,452
Other	-	-	-	31,214
Total revenue	<u>1,143,186</u>	<u>258,024</u>	<u>-</u>	<u>5,376,600</u>
Expenditures:				
Current:				
General government	149,484	7,634	-	157,118
Security of persons and property				
Police	-	-	495	10,520
Other	-	-	-	303,504
Community environment	-	-	-	46,906
Transportation	-	-	-	2,124,362
Capital outlay	78,176	-	-	339,664
Total expenditures	<u>227,660</u>	<u>7,634</u>	<u>495</u>	<u>2,982,074</u>
Excess of revenues over (under) expenditures	<u>915,526</u>	<u>250,390</u>	<u>(495)</u>	<u>2,394,526</u>
Other financing sources (uses):				
Transfers - in	-	-	-	2,885
Transfers - out	(1,194,962)	(491,559)	-	(2,888,363)
Total other financing sources (uses)	<u>(1,194,962)</u>	<u>(491,559)</u>	<u>-</u>	<u>(2,885,478)</u>
Net change in fund balance	(279,436)	(241,169)	(495)	(490,952)
Fund balances (deficits) at beginning of year, restated	<u>3,913,331</u>	<u>(676,156)</u>	<u>515</u>	<u>10,481,971</u>
Fund balances (deficits) at end of year	<u>\$ 3,633,895</u>	<u>\$ (917,325)</u>	<u>\$ 20</u>	<u>\$ 9,991,019</u>



City of Huber Heights, Ohio  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2013

	Issue II Fund	Economic Development Government Equity Improvement Fund	Fire Capital Equipment Fund	Local Street Capital Improvement Fund	Federal Equity Sharing Fund
Assets:					
Equity in pooled cash and investments	\$ 442,081	\$ 50,000	\$ 1,839,732	\$ 2,120,322	\$ 106,606
Receivables:					
Income tax	-	-	180,399	327,998	-
Due from other governments	26,650	-	-	-	-
Materials and supplies inventory	-	-	-	1,155	-
Total assets	<u>\$ 468,731</u>	<u>\$ 50,000</u>	<u>\$ 2,020,131</u>	<u>\$ 2,449,475</u>	<u>\$ 106,606</u>
Liabilities, deferred inflows of resources and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 9,809	\$ 2,162	\$ -
Contracts payable	-	-	-	11,679	-
Retainage payable	-	-	-	15,693	-
Interfund payable	440,000	50,000	-	-	-
Income tax refunds payable	-	-	22,328	40,596	-
Total liabilities	<u>440,000</u>	<u>50,000</u>	<u>32,137</u>	<u>70,130</u>	<u>-</u>
Deferred inflows of resources:					
Unavailable revenue - other	<u>26,650</u>	<u>-</u>	<u>123,645</u>	<u>224,810</u>	<u>-</u>
Fund balances:					
Nonspendable	-	-	-	1,155	-
Restricted	<u>2,081</u>	<u>-</u>	<u>1,864,349</u>	<u>2,153,380</u>	<u>106,606</u>
Total fund balances	<u>2,081</u>	<u>-</u>	<u>1,864,349</u>	<u>2,154,535</u>	<u>106,606</u>
Total liabilities, deferred inflows of resources and fund balances					
	<u>\$ 468,731</u>	<u>\$ 50,000</u>	<u>\$ 2,020,131</u>	<u>\$ 2,449,475</u>	<u>\$ 106,606</u>



Assistance to Firefighters Grant Fund	Energy Conservation Grant Fund	Total Nonmajor Capital Projects Funds
\$ 280,000	\$ 1,656	\$ 4,840,397
-	-	508,397
359	-	27,009
-	-	1,155
<u>\$ 280,359</u>	<u>\$ 1,656</u>	<u>\$ 5,376,958</u>

\$ -	\$ -	\$ 11,971
-	-	11,679
-	-	15,693
252,000	-	742,000
-	-	62,924
<u>252,000</u>	<u>-</u>	<u>844,267</u>

<u>359</u>	<u>-</u>	<u>375,464</u>
------------	----------	----------------

-	-	1,155
<u>28,000</u>	<u>1,656</u>	<u>4,156,072</u>
<u>28,000</u>	<u>1,656</u>	<u>4,157,227</u>

<u>\$ 280,359</u>	<u>\$ 1,656</u>	<u>\$ 5,376,958</u>
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City of Huber Heights, Ohio  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2013

	Issue II Fund	Economic Development Government Equity Improvement Fund	Fire Capital Equipment Fund	Local Street Capital Improvement Fund	Federal Equity Sharing Fund
Revenues:					
Municipal income tax	\$ -	\$ -	\$ 528,255	\$ 1,361,722	\$ -
Fines, licenses and permits	-	-	-	-	87,125
Intergovernmental	384,608	-	-	-	-
Interest	-	-	-	-	897
Total revenue	<u>384,608</u>	<u>-</u>	<u>528,255</u>	<u>1,361,722</u>	<u>88,022</u>
Expenditures:					
Current:					
General government	-	-	11,290	20,527	-
Security of persons and property					
Police	-	-	-	-	13,330
Fire	-	-	66,688	-	-
Transportation	-	-	-	45,707	-
Capital outlay	375,875	-	1,000	1,264,200	46,740
Debt service:					
Principal retirement	-	-	84,102	-	-
Interest and fiscal charges	-	-	19,349	-	-
Total expenditures	<u>375,875</u>	<u>-</u>	<u>182,429</u>	<u>1,330,434</u>	<u>60,070</u>
Excess of revenues over expenditures	<u>8,733</u>	<u>-</u>	<u>345,826</u>	<u>31,288</u>	<u>27,952</u>
Other financing sources (uses):					
Transfers - in	-	-	-	-	-
Transfers - out	<u>(184,351)</u>	<u>-</u>	<u>(172,000)</u>	<u>-</u>	<u>-</u>
Total other financing uses	<u>(184,351)</u>	<u>-</u>	<u>(172,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(175,618)	-	173,826	31,288	27,952
Fund balances at beginning of year, restated	<u>177,699</u>	<u>-</u>	<u>1,690,523</u>	<u>2,123,247</u>	<u>78,654</u>
Fund balances at end of year	<u>\$ 2,081</u>	<u>\$ -</u>	<u>\$ 1,864,349</u>	<u>\$ 2,154,535</u>	<u>\$ 106,606</u>

Assistance to Firefighters Grant Fund	Energy Conservation Grant Fund	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ 1,889,977
-	-	87,125
-	-	384,608
-	3	900
-	3	2,362,610
-	-	31,817
-	-	13,330
-	-	66,688
-	-	45,707
-	-	1,687,815
-	-	84,102
-	-	19,349
-	-	1,948,808
-	3	413,802
28,000	-	28,000
-	-	(356,351)
28,000	-	(328,351)
28,000	3	85,451
-	1,653	4,071,776
<u>\$ 28,000</u>	<u>\$ 1,656</u>	<u>\$ 4,157,227</u>

**Individual Fund Schedules of Revenue, Expenditures/Expenses and Changes in  
Fund Balance/Net Position – Budget (Non-GAAP Basis) and Actual  
Major and Nonmajor**

## MAJOR GENERAL FUND

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

### Funds being reported as part of the general fund

The following fund is legally budgeted as a separate special revenue fund but is being reported as part of the general fund for GAAP reporting purposes.

#### Park and Recreation

To account for fees and other charges paid by the participants of recreation programs to cover the cost of the various programs.

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 5,610,000	\$ 5,610,000	\$ 5,493,193	\$ (116,807)
Property and other taxes	981,000	972,137	966,129	(6,008)
Charges for services	1,567,067	1,492,294	1,487,350	(4,944)
Fines, licenses and permits	620,000	620,000	605,103	(14,897)
Intergovernmental	917,221	1,681,428	1,683,958	2,530
Interest	150,000	150,000	203,260	53,260
Rentals	10,000	10,000	9,297	9,297
Other	653,000	320,867	267,192	(53,675)
Total revenues	<u>10,508,288</u>	<u>10,856,726</u>	<u>10,725,482</u>	<u>(131,244)</u>
<u>Expenditures:</u>				
Current:				
General government				
Mayor				
Personal services	14,189	13,805	10,451	3,354
Operations and maintenance	7,115	5,315	4,494	821
Materials and supplies	2,372	1,872	1,855	17
Capital outlay	1,650	3,250	3,172	78
Other	3,160	4,360	3,880	480
Total mayor	<u>28,486</u>	<u>28,602</u>	<u>23,852</u>	<u>4,750</u>
Council				
Personal services	177,885	186,483	181,983	4,500
Operations and maintenance	43,978	38,676	36,671	2,005
Materials and supplies	6,130	6,330	6,072	258
Capital outlay	6,055	10,505	10,176	329
Other	10,493	11,044	10,449	595
Total council	<u>244,541</u>	<u>253,038</u>	<u>245,351</u>	<u>7,687</u>
Central services				
Operations and maintenance	296,275	300,623	276,177	24,446
Materials and supplies	17,533	19,033	17,817	1,216
Capital outlay	3,500	3,500	-	3,500
Other	299,409	242,649	229,790	12,859
Total central services	<u>616,717</u>	<u>565,805</u>	<u>523,784</u>	<u>42,021</u>
Management				
Personal services	164,790	163,234	155,839	7,395
Operations and maintenance	73,187	76,187	75,615	572
Materials and supplies	500	500	500	-
Capital outlay	-	-	-	-
Other	500	500	479	21
Total management	<u>238,977</u>	<u>240,421</u>	<u>232,433</u>	<u>7,988</u>

(Continued)

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2013  
(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Finance and accounting				
Personal services	250,302	248,040	236,287	11,753
Operations and maintenance	152,086	153,436	126,744	26,692
Materials and supplies	16,768	16,141	10,457	5,684
Capital outlay	22,850	22,910	18,710	4,200
Other	60,107	162,814	115,028	47,786
Total finance and accounting	502,113	603,341	507,226	96,115
Taxation				
Personal services	337,574	333,806	307,060	26,746
Operations and maintenance	160,234	158,004	114,356	43,648
Materials and supplies	26,017	27,392	18,447	8,945
Capital outlay	2,500	4,730	4,651	79
Other	3,500	2,125	303	1,822
Total taxation	529,825	526,057	444,817	81,240
Legal				
Operations and maintenance	459,803	459,803	429,590	30,213
Information services				
Personal services	140,743	139,531	107,355	32,176
Operations and maintenance	61,673	62,736	44,657	18,079
Materials and supplies	19,506	18,306	9,567	8,739
Capital outlay	18,000	17,900	10,444	7,456
Total information services	239,922	238,473	172,023	66,450
Human resources				
Personal services	129,094	128,646	123,835	4,811
Operations and maintenance	50,087	50,450	35,727	14,723
Materials and supplies	558	1,058	606	452
Other	4,100	3,100	1,651	1,449
Total human resources	183,839	183,254	161,819	21,435
Court facility				
Personal services	33,751	33,266	33,239	27
Operations and maintenance	53,721	53,721	41,166	12,555
Materials and supplies	4,800	4,800	-	4,800
Other	1	1	1	-
Total court facility	92,273	91,788	74,406	17,382
Total general government	3,136,496	3,190,582	2,815,301	375,281

(Continued)

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2013  
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Security of persons and property				
Police				
Dispatch				
Personal services	1,113,337	1,101,255	1,036,426	64,829
Operations and maintenance	127,156	128,156	111,050	17,106
Materials and supplies	10,107	7,107	3,642	3,465
Capital outlay	11,310	13,310	10,950	2,360
Other	400	400	391	9
Total police	<u>1,262,310</u>	<u>1,250,228</u>	<u>1,162,459</u>	<u>87,769</u>
Other				
General lighting				
Operations and maintenance	58,697	58,697	58,676	21
Total security of persons and property	<u>1,321,007</u>	<u>1,308,925</u>	<u>1,221,135</u>	<u>87,790</u>
Community development				
Planning and zoning				
Personal services	352,941	350,450	313,896	36,554
Operations and maintenance	43,733	41,809	35,784	6,025
Materials and supplies	19,622	20,222	12,313	7,909
Capital outlay	1,000	1,950	1,950	-
Other	1,500	1,500	1,248	252
Total planning and zoning	<u>418,796</u>	<u>415,931</u>	<u>365,191</u>	<u>50,740</u>
Engineering				
Personal services	99,516	99,037	92,584	6,453
Operations and maintenance	31,795	27,336	25,050	2,286
Materials and supplies	19,069	21,363	19,616	1,747
Capital outlay	1,300	3,360	3,010	350
Other	250	150	28	122
Total engineering	<u>151,930</u>	<u>151,246</u>	<u>140,288</u>	<u>10,958</u>
Community services				
Personal services	4,225	4,225	-	4,225
Operations and maintenance	2,600	2,550	-	2,550
Materials and supplies	16,485	16,485	14,162	2,323
Other	-	50	50	-
Total community services	<u>23,310</u>	<u>23,310</u>	<u>14,212</u>	<u>9,098</u>

(Continued)



City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2013  
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Economic development				
Personal services	97,922	97,286	92,499	4,787
Operations and maintenance	176,436	190,986	177,992	12,994
Materials and supplies	3,931	2,231	1,795	436
Capital outlay	8,500	2,000	2,000	-
Other	500	650	578	72
Total economic development	<u>287,289</u>	<u>293,153</u>	<u>274,864</u>	<u>18,289</u>
Total community development	<u>881,325</u>	<u>883,640</u>	<u>794,555</u>	<u>89,085</u>
Debt service:				
Principal retirement	879	879	875	4
Interest and fiscal charges	359	359	350	9
Total debt service	<u>1,238</u>	<u>1,238</u>	<u>1,225</u>	<u>13</u>
Total expenditures	<u>5,340,066</u>	<u>5,384,385</u>	<u>4,832,216</u>	<u>552,169</u>
Excess of revenues over expenditures	<u>5,168,222</u>	<u>5,472,341</u>	<u>5,893,266</u>	<u>420,925</u>
Other financing sources (uses):				
Sale of capital assets	1,500	1,500	50,603	49,103
Advances - in	49,279	1,965,234	1,838,579	(126,655)
Advances - out	(515,000)	(865,000)	(841,659)	23,341
Transfers - in	52,000	1,248,935	1,221,859	(27,076)
Transfers - out	(7,491,000)	(7,477,000)	(7,477,000)	-
Total other financing sources (uses)	<u>(7,903,221)</u>	<u>(5,126,331)</u>	<u>(5,207,618)</u>	<u>(81,287)</u>
Net change in fund balance	(2,734,999)	346,010	685,648	339,638
Fund balance at beginning of year	2,606,413	2,606,413	2,606,413	-
Prior year encumbrances appropriated	<u>530,528</u>	<u>530,528</u>	<u>530,528</u>	<u>-</u>
Fund balance at end of year	<u>\$ 401,942</u>	<u>\$ 3,482,951</u>	<u>\$ 3,822,589</u>	<u>\$ 339,638</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Parks and Recreation Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 24,062	\$ 24,062	\$ -
Rentals	22,750	22,750	20,238	(2,512)
Other	153,000	53,470	97,964	44,494
Total revenues	<u>175,750</u>	<u>100,282</u>	<u>142,264</u>	<u>41,982</u>
<u>Expenditures:</u>				
Current:				
Leisure time activities				
Tom Cloud park				
Personal services	105,190	103,979	95,351	8,628
Operations and maintenance	227,841	99,841	77,318	22,523
Materials and supplies	6,604	6,604	6,591	13
Capital outlay	23,239	23,239	20,757	2,482
Other	11,000	1,000	-	1,000
Total Tom Cloud park	<u>373,874</u>	<u>234,663</u>	<u>200,017</u>	<u>34,646</u>
Senior citizens center				
Personal services	23,644	23,644	22,191	1,453
Operations and maintenance	35,783	35,782	30,689	5,093
Materials and supplies	781	781	400	381
Total senior citizens center	<u>60,208</u>	<u>60,207</u>	<u>53,280</u>	<u>6,927</u>
Parks and recreation				
Operations and maintenance	192,295	206,757	204,964	1,793
Capital outlay	25,000	34,600	34,374	226
Total parks and recreation	<u>217,295</u>	<u>241,357</u>	<u>239,338</u>	<u>2,019</u>
Recreation facility				
Operations and maintenance	300	179,627	175,581	4,046
Other	-	96,488	-	96,488
Total recreation facility	<u>300</u>	<u>276,115</u>	<u>175,581</u>	<u>100,534</u>
Total expenditures	<u>651,677</u>	<u>812,342</u>	<u>668,216</u>	<u>144,126</u>
Excess of revenues under expenditures	<u>(475,927)</u>	<u>(712,060)</u>	<u>(525,952)</u>	<u>186,108</u>

(Continued)

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Parks and Recreation Fund  
For the Year Ended December 31, 2013  
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Other financing sources (uses):				
Sale of capital assets	6,255	6,255	-	(6,255)
Transfers - in	450,000	581,814	581,814	-
Transfers - out	-	(131,814)	(131,814)	-
Total other financing sources (uses)	<u>456,255</u>	<u>456,255</u>	<u>450,000</u>	<u>(6,255)</u>
Net change in fund balance	(19,672)	(255,805)	(75,952)	179,853
Fund balance at beginning of year	238,372	238,372	238,372	-
Prior year encumbrances appropriated	<u>42,831</u>	<u>42,831</u>	<u>42,831</u>	<u>-</u>
Fund balance at end of year	<u>\$ 261,531</u>	<u>\$ 25,398</u>	<u>\$ 205,251</u>	<u>\$ 179,853</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 3,968,800	\$ 3,968,800	\$ 3,813,772	\$ (155,028)
Property and other taxes	988,000	988,000	988,465	465
Intergovernmental	140,000	140,000	143,161	3,161
Other	137,600	201,498	182,175	(19,323)
Total revenues	<u>5,234,400</u>	<u>5,298,298</u>	<u>5,127,573</u>	<u>(170,725)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Personal services	6,741,607	6,680,947	6,561,360	119,587
Operations and maintenance	418,455	439,231	416,399	22,832
Material and supplies	400,160	380,961	339,885	41,076
Capital outlay	195,556	212,156	201,495	10,661
Other	8,154	17,427	8,795	8,632
Total security of persons and property	<u>7,763,932</u>	<u>7,730,722</u>	<u>7,527,934</u>	<u>202,788</u>
Debt service:				
Principal retirement	879	879	875	4
Interest and fiscal charges	359	359	350	9
Total debt service	<u>1,238</u>	<u>1,238</u>	<u>1,225</u>	<u>13</u>
Total expenditures	<u>7,765,170</u>	<u>7,731,960</u>	<u>7,529,159</u>	<u>202,801</u>
Excess of revenues under expenditures	<u>(2,530,770)</u>	<u>(2,433,662)</u>	<u>(2,401,586)</u>	<u>32,076</u>
Other financing sources:				
Sale of capital assets	15,000	30,185	30,822	637
Transfers - in	2,000,000	2,000,000	2,000,000	-
Total other financing sources	<u>2,015,000</u>	<u>2,030,185</u>	<u>2,030,822</u>	<u>637</u>
Net change in fund balance	(515,770)	(403,477)	(370,764)	32,713
Fund balance at beginning of year	461,359	461,359	461,359	-
Prior year encumbrances appropriated	410,470	410,470	410,470	-
Fund balance at end of year	<u>\$ 356,059</u>	<u>\$ 468,352</u>	<u>\$ 501,065</u>	<u>\$ 32,713</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Fire Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 496,100	\$ 496,100	\$ 484,780	\$ (11,320)
Property and other taxes	841,169	841,169	838,341	(2,828)
Intergovernmental	123,000	124,000	126,025	2,025
Rentals	1,644	1,644	3,288	1,644
Other	12,000	272,037	274,409	2,372
Total revenues	<u>1,473,913</u>	<u>1,734,950</u>	<u>1,726,843</u>	<u>(8,107)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Personal services	6,409,770	6,393,716	6,279,580	114,136
Operations and maintenance	431,785	417,520	347,863	69,657
Material and supplies	196,194	224,509	190,710	33,799
Capital outlay	52,504	43,854	29,003	14,851
Other	25,958	26,558	19,105	7,453
Total security of persons and property	<u>7,116,211</u>	<u>7,106,157</u>	<u>6,866,261</u>	<u>239,896</u>
Debt service:				
Principal retirement	440	440	438	2
Interest and fiscal charges	179	179	175	4
Total debt service	<u>619</u>	<u>619</u>	<u>613</u>	<u>6</u>
Total expenditures	<u>7,116,830</u>	<u>7,106,776</u>	<u>6,866,874</u>	<u>239,902</u>
Excess of revenues under expenditures	<u>(5,642,917)</u>	<u>(5,371,826)</u>	<u>(5,140,031)</u>	<u>231,795</u>
Other financing sources:				
Sale of capital assets	1,000	1,000	104	(896)
Transfers - in	5,223,190	5,223,190	5,220,000	(3,190)
Total other financing sources	<u>5,224,190</u>	<u>5,224,190</u>	<u>5,220,104</u>	<u>(4,086)</u>
Net change in fund balance	(418,727)	(147,636)	80,073	227,709
Fund balance at beginning of year	76,685	76,685	76,685	-
Prior year encumbrances appropriated	418,077	418,077	418,077	-
Fund balance at end of year	<u>\$ 76,035</u>	<u>\$ 347,126</u>	<u>\$ 574,835</u>	<u>\$ 227,709</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Special Assessment Bond Retirement Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Special assessments	\$ 267,100	\$ 289,116	\$ 289,136	\$ 20
Other	340,000	340,000	322,111	(17,889)
Total revenues	<u>607,100</u>	<u>629,116</u>	<u>611,247</u>	<u>(17,869)</u>
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	16,000	16,000	14,427	1,573
Debt service:				
Principal retirement	875,000	875,000	875,000	-
Interest and fiscal charges	501,638	501,638	501,638	-
Total debt service	<u>1,376,638</u>	<u>1,376,638</u>	<u>1,376,638</u>	<u>-</u>
Total expenditures	<u>1,392,638</u>	<u>1,392,638</u>	<u>1,391,065</u>	<u>1,573</u>
Excess of revenues under expenditures	<u>(785,538)</u>	<u>(763,522)</u>	<u>(779,818)</u>	<u>(16,296)</u>
Other financing sources (uses):				
Transfers - in	724,400	1,101,951	870,098	(231,853)
Transfers - out	-	(81,784)	-	81,784
Total other financing sources (uses)	<u>724,400</u>	<u>1,020,167</u>	<u>870,098</u>	<u>(150,069)</u>
Net change in fund balance	(61,138)	256,645	90,280	(166,365)
Fund balance at beginning of year	<u>255,108</u>	<u>255,108</u>	<u>255,108</u>	<u>-</u>
Fund balance at end of year	<u>\$ 193,970</u>	<u>\$ 511,753</u>	<u>\$ 345,388</u>	<u>\$ (166,365)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Capital Improvement Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 1,582,000	\$ 1,730,484	\$ 768,494	\$ (961,990)
Special assessments	128,600	145,306	145,624	318
Interest	150	150	47	(103)
Other	-	5,073	5,088	15
Total revenues	<u>1,710,750</u>	<u>1,881,013</u>	<u>919,253</u>	<u>(961,760)</u>
<u>Expenditures:</u>				
Current:				
General government				
Personal services	24,546	24,349	24,026	323
Capital outlay	<u>2,704,765</u>	<u>22,662,542</u>	<u>20,336,839</u>	<u>2,325,703</u>
Debt service:				
Principal retirement	800,000	5,300,000	5,235,249	64,751
Interest and fiscal charges	85,000	106,375	104,506	1,869
Bond issuance costs	-	48,080	44,825	3,255
Total debt service	<u>885,000</u>	<u>5,454,455</u>	<u>5,384,580</u>	<u>69,875</u>
Total expenditures	<u>3,614,311</u>	<u>28,141,346</u>	<u>25,745,445</u>	<u>2,395,901</u>
Excess of revenues under expenditures	<u>(1,903,561)</u>	<u>(26,260,333)</u>	<u>(24,826,192)</u>	<u>1,434,141</u>
Other financing sources (uses):				
Notes issued	-	22,521,375	14,047,000	(8,474,375)
Advances - in	1,300,000	2,950,000	3,050,000	100,000
Advances - out	(1,300,000)	(1,840,000)	(40,000)	1,800,000
Premium on debt issued	-	98,725	80,077	(18,648)
Transfers - in	258,500	1,221,432	1,088,831	(132,601)
Transfers - out	-	(460,365)	(460,365)	-
Total other financing sources (uses)	<u>258,500</u>	<u>24,491,167</u>	<u>17,765,543</u>	<u>(6,725,624)</u>
Net change in fund balance	(1,645,061)	(1,769,166)	(7,060,649)	(5,291,483)
Fund balance at beginning of year	1,554,605	1,554,605	1,554,605	-
Prior year encumbrances appropriated	<u>990,211</u>	<u>990,211</u>	<u>990,211</u>	<u>-</u>
Fund balance at end of year	<u>\$ 899,755</u>	<u>\$ 775,650</u>	<u>\$ (4,515,833)</u>	<u>\$ (5,291,483)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Carriage Trails Infrastructure Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Interest	\$ 100	\$ 100	\$ 93	\$ (7)
<u>Expenditures:</u>				
Capital outlay	288,745	2,338,745	2,337,534	1,211
Debt service:				
Principal retirement	2,961,000	6,449,007	6,449,000	7
Interest and fiscal charges	45,000	61,930	61,927	3
Bond issuance costs	3,500	56,140	46,626	9,514
Total expenditures	3,298,245	8,905,822	8,895,087	10,735
Excess of revenues under expenditures	(3,298,145)	(8,905,722)	(8,894,994)	10,728
Other financing sources:				
Bond anticipation notes issued	3,011,000	9,223,000	9,183,200	(39,800)
Sale of capital assets	-	37,500	-	(37,500)
Premium on debt issued	-	55,000	44,659	(10,341)
Total other financing sources	3,011,000	9,315,500	9,227,859	(87,641)
Net change in fund balance	(287,145)	409,778	332,865	(76,913)
Fund balance at beginning of year	118,696	118,696	118,696	-
Prior year encumbrances appropriated	292,245	292,245	292,245	-
Fund balance at end of year	\$ 123,796	\$ 820,719	\$ 743,806	\$ (76,913)



City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Maintenance and Repair Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 1,427,000	\$ 1,427,000	\$ 1,516,489	\$ 89,489
Special assessments	-	-	2,622	2,622
Interest	23,500	23,500	21,191	(2,309)
Other	3,550	3,550	4,928	1,378
Total revenues	<u>1,454,050</u>	<u>1,454,050</u>	<u>1,545,230</u>	<u>91,180</u>
<u>Expenditures:</u>				
Current:				
Transportation				
Personal services	394,643	391,663	388,172	3,491
Operations and maintenance	171,151	197,414	186,643	10,771
Materials and supplies	185,127	186,964	181,442	5,522
Capital outlay	1,500	2,081	2,080	1
Other	500	331	46	285
Total expenditures	<u>752,921</u>	<u>778,453</u>	<u>758,383</u>	<u>20,070</u>
Excess of revenues over expenditures	<u>701,129</u>	<u>675,597</u>	<u>786,847</u>	<u>111,250</u>
Other financing uses:				
Advances - out	-	(2,345,851)	(2,345,851)	-
Transfers - out	(333,700)	(2,111,806)	(1,859,996)	251,810
Total other financing uses	<u>(333,700)</u>	<u>(4,457,657)</u>	<u>(4,205,847)</u>	<u>251,810</u>
Net change in fund balance	367,429	(3,782,060)	(3,419,000)	363,060
Fund balance at beginning of year	4,056,479	4,056,479	4,056,479	-
Prior year encumbrances appropriated	92,896	92,896	92,896	-
Fund balance at end of year	<u>\$ 4,516,804</u>	<u>\$ 367,315</u>	<u>\$ 730,375</u>	<u>\$ 363,060</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Lighting Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Special assessments	\$ 325,000	\$ 325,000	\$ 304,410	\$ (20,590)
Other	-	-	8	8
Total revenues	<u>325,000</u>	<u>325,000</u>	<u>304,418</u>	<u>(20,582)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Personal services	12,473	12,375	12,074	301
Operations and maintenance	<u>316,582</u>	<u>316,582</u>	<u>315,428</u>	<u>1,154</u>
Total expenditures	<u>329,055</u>	<u>328,957</u>	<u>327,502</u>	<u>1,455</u>
Net change in fund balance	(4,055)	(3,957)	(23,084)	(19,127)
Fund balance at beginning of year	559,509	559,509	559,509	-
Prior year encumbrances appropriated	<u>24,855</u>	<u>24,855</u>	<u>24,855</u>	<u>-</u>
Fund balance at end of year	<u>\$ 580,309</u>	<u>\$ 580,407</u>	<u>\$ 561,280</u>	<u>\$ (19,127)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Drug Law Enforcement Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 1,000	\$ 1,000	\$ 1,651	\$ 651
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Capital outlay	7,241	7,491	3,720	3,771
Net change in fund balance	(6,241)	(6,491)	(2,069)	4,422
Fund balance at beginning of year	7,491	7,491	7,491	-
Fund balance at end of year	<u>\$ 1,250</u>	<u>\$ 1,000</u>	<u>\$ 5,422</u>	<u>\$ 4,422</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Law Enforcement Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 13,000	\$ 15,543	\$ 14,602	\$ (941)
Other	4	144	175	31
Total revenues	<u>13,004</u>	<u>15,687</u>	<u>14,777</u>	<u>(910)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Operations and maintenance	1,000	3,700	3,700	-
Capital outlay	32,831	30,271	30,122	149
Total expenditures	<u>33,831</u>	<u>33,971</u>	<u>33,822</u>	<u>149</u>
Excess of revenues under expenditures	<u>(20,827)</u>	<u>(18,284)</u>	<u>(19,045)</u>	<u>(761)</u>
Other financing sources:				
Sale of capital assets	<u>3,000</u>	<u>3,000</u>	<u>885</u>	<u>(2,115)</u>
Net change in fund balance	(17,827)	(15,284)	(18,160)	(2,876)
Fund balance at beginning of year	16,221	16,221	16,221	-
Prior year encumbrances appropriated	<u>9,750</u>	<u>9,750</u>	<u>9,750</u>	<u>-</u>
Fund balance at end of year	<u>\$ 8,144</u>	<u>\$ 10,687</u>	<u>\$ 7,811</u>	<u>\$ (2,876)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
State Highway Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 116,935	\$ 116,935	\$ 122,959	\$ 6,024
Special assessments	-	3,584	3,584	-
Interest	2,700	2,700	1,615	(1,085)
Other	100	100	-	(100)
Total revenues	<u>119,735</u>	<u>123,319</u>	<u>128,158</u>	<u>4,839</u>
<u>Expenditures:</u>				
Current:				
Transportation				
Operations and maintenance	37,155	37,315	37,176	139
Materials and supplies	27,350	25,524	22,350	3,174
Capital outlay	-	3,332	3,332	-
Total expenditures	<u>64,505</u>	<u>66,171</u>	<u>62,858</u>	<u>3,313</u>
Excess of revenues over expenditures	<u>55,230</u>	<u>57,148</u>	<u>65,300</u>	<u>8,152</u>
Other financing uses:				
Advances - out	-	(50,000)	(50,000)	-
Transfers - out	-	(437,139)	(437,140)	(1)
Total other financing uses	<u>-</u>	<u>(487,139)</u>	<u>(487,140)</u>	<u>(1)</u>
Net change in fund balance	55,230	(429,991)	(421,840)	8,151
Fund balance at beginning of year	469,551	469,551	469,551	-
Prior year encumbrances appropriated	<u>28,655</u>	<u>28,655</u>	<u>28,655</u>	<u>-</u>
Fund balance at end of year	<u>\$ 553,436</u>	<u>\$ 68,215</u>	<u>\$ 76,366</u>	<u>\$ 8,151</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
County Motor Vehicle Permissive Tax Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 86,858	\$ 86,858	\$ 87,662	\$ 804
<u>Expenditures:</u>				
Current:				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	86,858	86,858	87,662	804
Other financing uses:				
Transfers - out	(78,000)	(78,000)	(78,000)	-
Net change in fund balance	8,858	8,858	9,662	804
Fund balance at beginning of year	100,848	100,848	100,848	-
Fund balance at end of year	<u>\$ 109,706</u>	<u>\$ 109,706</u>	<u>\$ 110,510</u>	<u>\$ 804</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
City Motor Vehicle Permissive Tax Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 173,000	\$ 173,000	\$ 176,430	\$ 3,430
<u>Expenditures:</u>				
Current:				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	173,000	173,000	176,430	3,430
Other financing uses:				
Transfers - out	(137,000)	(317,500)	(317,500)	-
Net change in fund balance	36,000	(144,500)	(141,070)	3,430
Fund balance at beginning of year	311,631	311,631	311,631	-
Fund balance at end of year	<u>\$ 347,631</u>	<u>\$ 167,131</u>	<u>\$ 170,561</u>	<u>\$ 3,430</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Natureworks Grant Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 19,320	\$ 19,320	\$ -	\$ (19,320)
<u>Expenditures:</u>				
Current:				
Recreation				
Capital outlay	25,760	25,760	-	25,760
Excess of revenues under expenditures	(6,440)	(6,440)	-	6,440
Other financing uses:				
Advances - out	(19,320)	(19,320)	-	19,320
Net change in fund balance	(25,760)	(25,760)	-	25,760
Fund balance at beginning of year	25,760	25,760	25,760	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,760</u>	<u>\$ 25,760</u>



City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Community Development Block Grant Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 29,959	\$ 123,625	\$ 72,272	\$ (51,353)
<u>Expenditures:</u>				
Current:				
Community development				
Capital outlay	29,334	79,128	47,140	31,988
Excess of revenues over expenditures	625.00	44,497	25,132	(19,365)
Other financing sources (uses):				
Advances - in	-	48,000	48,000	-
Advances - out	(29,959)	(103,000)	(45,666)	57,334
Total other financing sources (uses)	(29,959)	(55,000)	2,334	57,334
Net change in fund balance	(29,334)	(10,503)	27,466	37,969
Fund balance at beginning of year	-	-	-	-
Prior year encumbrances appropriated	29,334	29,334	29,334	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 18,831</u>	<u>\$ 56,800</u>	<u>\$ 37,969</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Local Street Operating Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 1,740,200	\$ 1,740,200	\$ 1,698,812	\$ (41,388)
Charges for services	3,000	3,000	2,757	(243)
Other	3,100	14,840	15,350	510
Total revenues	<u>1,746,300</u>	<u>1,758,040</u>	<u>1,716,919</u>	<u>(41,121)</u>
<u>Expenditures:</u>				
Current:				
Transportation				
Personal services	1,293,299	1,293,894	1,264,967	28,927
Operations and maintenance	70,631	142,594	120,935	21,659
Materials and supplies	291,121	284,489	263,468	21,021
Capital outlay	338,152	276,688	271,766	4,922
Other	661	26,320	26,320	-
Total transportation	<u>1,993,864</u>	<u>2,023,985</u>	<u>1,947,456</u>	<u>76,529</u>
Debt service:				
Principal retirement	2,199	2,199	2,188	11
Interest and fiscal charges	897	897	875	22
Total debt service	<u>3,096</u>	<u>3,096</u>	<u>3,063</u>	<u>33</u>
Total expenditures	<u>1,996,960</u>	<u>2,027,081</u>	<u>1,950,519</u>	<u>76,562</u>
Excess of revenues under expenditures	<u>(250,660)</u>	<u>(269,041)</u>	<u>(233,600)</u>	<u>35,441</u>
Other financing sources (uses):				
Sale of capital assets	500	9,250	9,250	-
Transfers - out	(209,500)	(442,046)	(441,982)	64
Total other financing sources (uses)	<u>(209,000)</u>	<u>(432,796)</u>	<u>(432,732)</u>	<u>64</u>
Net change in fund balance	(459,660)	(701,837)	(666,332)	35,505
Fund balance at beginning of year	2,950,840	2,950,840	2,950,840	-
Prior year encumbrances appropriated	272,748	272,748	272,748	-
Fund balance at end of year	<u>\$ 2,763,928</u>	<u>\$ 2,521,751</u>	<u>\$ 2,557,256</u>	<u>\$ 35,505</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Byrne Memorial Grant Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Interest	\$ 50	\$ 50	\$ 6	\$ (44)
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Capital outlay	687	687	-	687
Net change in fund balance	(637)	(637)	6	643
Fund balance at beginning of year	688	688	688	-
Fund balance at end of year	<u>\$ 51</u>	<u>\$ 51</u>	<u>\$ 694</u>	<u>\$ 643</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Montgomery County TIF Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 1,034,074	\$ 1,143,186	\$ 1,143,186	\$ -
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	183,250	183,250	135,990	47,260
Other	130,000	130,000	130,000	-
Total general government	313,250	313,250	265,990	47,260
Debt service:				
Interest and fiscal charges	80,000	80,000	-	80,000
Total expenditures	393,250	393,250	265,990	127,260
Excess of revenues over expenditures	640,824	749,936	877,196	127,260
Other financing sources (uses):				
Advances - in	-	540,000	40,000	(500,000)
Advances - out	-	(1,700,000)	(1,700,000)	-
Transfers - in	-	1,371,657	993,962	(377,695)
Transfers - out	(258,500)	(10,962)	(10,962)	-
Total other financing sources (uses)	(258,500)	200,695	(677,000)	(877,695)
Net change in fund balance	382,324	950,631	200,196	(750,435)
Fund balance at beginning of year	1,589,993	1,589,993	1,589,993	-
Prior year encumbrances appropriated	128,250	128,250	128,250	-
Fund balance at end of year	\$ 2,100,567	\$ 2,668,874	\$ 1,918,439	\$ (750,435)

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Miami County TIF Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$ 31,340	\$ 27,759	\$ 27,758	\$ (1)
Payments in lieu of taxes	186,190	230,862	230,266	(596)
Total revenues	217,530	258,621	258,024	(597)
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	35,533	50,533	19,688	30,845
Excess of revenues over expenditures	181,997	208,088	238,336	30,248
Other financing sources (uses):				
Advances - in	515,000	1,710,293	1,703,361	(6,932)
Advances - out	-	(1,457,914)	(1,457,913)	1
Transfers - out	(515,000)	(492,000)	(491,559)	441
Total other financing sources (uses)	-	(239,621)	(246,111)	(6,490)
Net change in fund balance	181,997	(31,533)	(7,775)	23,758
Fund balance at beginning of year	286,619	286,619	286,619	-
Prior year encumbrances appropriated	15,533	15,533	15,533	-
Fund balance at end of year	\$ 484,149	\$ 270,619	\$ 294,377	\$ 23,758

City of Huber Heights, Ohio  
 Schedule of Revenues, Expenditures and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Law Enforcement Assistance Fund  
 For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Operations and maintenance	515	515	495	20
Net change in fund balance	(515)	(515)	(495)	20
Fund balance at beginning of year	515	515	515	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Obligation Bond Retirement Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Rentals	\$ 138,020	\$ 138,020	\$ 135,936	\$ (2,084)
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	3,500	76,366	72,866	3,500
Debt service:				
Principal retirement	8,595,000	16,615,000	16,615,000	-
Interest and fiscal charges	597,892	635,987	635,987	-
Bond issuance costs	5,000	218,312	201,983	16,329
Total debt service	9,197,892	17,469,299	17,452,970	16,329
Total expenditures	9,201,392	17,545,665	17,525,836	19,829
Excess of revenues under expenditures	(9,063,372)	(17,407,645)	(17,389,900)	17,745
Other financing sources:				
General obligation bonds issued	-	8,242,000	8,235,000	(7,000)
Bond anticipation notes issued	8,020,000	8,020,000	8,020,000	-
Premium on bonds issued	-	32,461	26,227	(6,234)
Transfers - in	958,500	1,060,618	959,834	(100,784)
Total other financing sources	8,978,500	17,355,079	17,241,061	(114,018)
Net change in fund balance	(84,872)	(52,566)	(148,839)	(96,273)
Fund balance at beginning of year	262,743	262,743	262,743	-
Prior year encumbrances appropriated	5,000	5,000	5,000	-
Fund balance at end of year	<u>\$ 182,871</u>	<u>\$ 215,177</u>	<u>\$ 118,904</u>	<u>\$ (96,273)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Issue II Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 440,000	\$ 440,000	\$ 384,608	\$ (55,392)
Special assessments	6,350	6,350	-	(6,350)
Total revenues	<u>446,350</u>	<u>446,350</u>	<u>384,608</u>	<u>(61,742)</u>
<u>Expenditures:</u>				
Capital outlay	<u>452,888</u>	<u>437,098</u>	<u>387,053</u>	<u>50,045</u>
Excess of revenues over (under) expenditures	<u>(6,538)</u>	<u>9,252</u>	<u>(2,445)</u>	<u>(11,697)</u>
Other financing sources (uses):				
Advances - in	440,000	-	440,000	440,000
Advances - out	(440,000)	(775,000)	(335,000)	440,000
Transfers - in	-	443,618	443,618	-
Transfers - out	-	(423,351)	(423,351)	-
Total other financing sources (uses)	<u>-</u>	<u>(754,733)</u>	<u>125,267</u>	<u>880,000</u>
Net change in fund balance	(6,538)	(745,481)	122,822	868,303
Fund balance at beginning of year	298,942	298,942	298,942	-
Prior year encumbrances appropriated	<u>12,888</u>	<u>12,888</u>	<u>12,888</u>	<u>-</u>
Fund balance at end of year	<u>\$ 305,292</u>	<u>\$ (433,651)</u>	<u>\$ 434,652</u>	<u>\$ 868,303</u>



City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Economic Development Government Equity Improvement Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
<u>Expenditures:</u>				
Capital outlay	50,000	50,000	50,000	-
Excess of revenues under expenditures	-	-	(50,000)	(50,000)
Other financing sources (uses):				
Advances - in	50,000	50,000	50,000	-
Advances - out	(50,000)	(50,000)	-	50,000
Total other financing sources (uses)	-	-	50,000	50,000
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Fire Capital Equipment Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 742,919	\$ 742,919	\$ 746,620	\$ 3,701
Other	65	65	-	(65)
Total revenues	<u>742,984</u>	<u>742,984</u>	<u>746,620</u>	<u>3,636</u>
<u>Expenditures:</u>				
Current:				
General government				
Other	-	11,290	11,290	-
Capital outlay	<u>81,709</u>	<u>81,709</u>	<u>80,005</u>	<u>1,704</u>
Debt service:				
Principal retirement	361,000	361,000	99,889	261,111
Interest and fiscal charges	<u>19,000</u>	<u>19,000</u>	<u>3,562</u>	<u>15,438</u>
Total expenditures	<u>461,709</u>	<u>472,999</u>	<u>194,746</u>	<u>278,253</u>
Excess of revenues over expenditures	<u>281,275</u>	<u>269,985</u>	<u>551,874</u>	<u>281,889</u>
Other financing uses:				
Transfers - out	<u>(398,190)</u>	<u>(478,899)</u>	<u>(475,709)</u>	<u>3,190</u>
Net change in fund balance	(116,915)	(208,914)	76,165	285,079
Fund balance at beginning of year	1,737,287	1,737,287	1,737,287	-
Prior year encumbrances appropriated	<u>11,709</u>	<u>11,709</u>	<u>11,709</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,632,081</u>	<u>\$ 1,540,082</u>	<u>\$ 1,825,161</u>	<u>\$ 285,079</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Local Street Capital Improvement Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Municipal income tax	\$ 1,391,500	\$ 1,391,500	\$ 1,358,749	\$ (32,751)
<u>Expenditures:</u>				
Current:				
General government				
Other	-	20,527	20,527	-
Capital outlay	1,565,918	1,565,918	1,436,957	128,961
Total expenditures	1,565,918	1,586,445	1,457,484	128,961
Excess of revenues under expenditures	(174,418)	(194,945)	(98,735)	96,210
Other financing sources (uses):				
Advances - in	1,740,000	1,740,000	-	(1,740,000)
Advances - out	(1,740,000)	-	-	-
Transfers - out	-	(184,964)	(184,964)	-
Total other financing sources (uses)	-	1,555,036	(184,964)	(1,740,000)
Net change in fund balance	(174,418)	1,360,091	(283,699)	(1,643,790)
Fund balance at beginning of year	2,238,533	2,238,533	2,238,533	-
Prior year encumbrances appropriated	10,918	10,918	10,918	-
Fund balance at end of year	<u>\$ 2,075,033</u>	<u>\$ 3,609,542</u>	<u>\$ 1,965,752</u>	<u>\$ (1,643,790)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Federal Equity Sharing Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 30,000	\$ 86,682	\$ 87,125	443
Interest	650	650	1,151	501
Total revenues	<u>30,650</u>	<u>87,332</u>	<u>88,276</u>	<u>944</u>
<u>Expenditures:</u>				
Capital outlay	<u>71,659</u>	<u>139,623</u>	<u>75,693</u>	<u>63,930</u>
Net change in fund balance	(41,009)	(52,291)	12,583	64,874
Fund balance at beginning of year	78,061	78,061	78,061	-
Prior year encumbrances appropriated	<u>4,879</u>	<u>4,879</u>	<u>4,879</u>	<u>-</u>
Fund balance at end of year	<u>\$ 41,931</u>	<u>\$ 30,649</u>	<u>\$ 95,523</u>	<u>\$ 64,874</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Assistance to Firefighters Grant  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ 252,000	\$ 252,000	\$ -	\$ (252,000)
<u>Expenditures:</u>				
Capital outlay	280,000	280,000	280,000	-
Excess of revenues under expenditures	(28,000)	(28,000)	(280,000)	(252,000)
Other financing sources:				
Advances - in	252,000	252,000	252,000	-
Transfers - in	28,000	28,000	28,000	-
Total other financing sources	280,000	280,000	280,000	-
Net change in fund balance	252,000	252,000	-	(252,000)
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ 252,000</u>	<u>\$ 252,000</u>	<u>\$ -</u>	<u>\$ (252,000)</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Energy Conservation Grant Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Interest	\$ 20	\$ 20	\$ 14	\$ (6)
<u>Expenditures:</u>				
Capital outlay	1,634	1,634	-	1,634
Net change in fund balance	(1,614)	(1,614)	14	1,628
Fund balance at beginning of year	1,637	1,637	1,637	-
Fund balance at end of year	<u>\$ 23</u>	<u>\$ 23</u>	<u>\$ 1,651</u>	<u>\$ 1,628</u>

City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Net Position - Budget (Non-GAAP Basis) and Actual  
Water Fund  
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Charges for services	\$ 4,523,167	\$ 4,523,167	\$ 4,427,358	\$ (95,809)
Tap-in fees	85,000	103,000	113,600	10,600
Other	8,700	8,700	5,579	(3,121)
Total revenues	<u>4,616,867</u>	<u>4,634,867</u>	<u>4,546,537</u>	<u>(88,330)</u>
<u>Expenses:</u>				
Current:				
Personal services	371,794	369,949	345,796	24,153
Operations and maintenance	2,140,413	2,182,244	2,091,917	90,327
Capital outlay	326,026	3,495,324	3,066,584	428,740
Other	162,939	207,314	198,237	9,077
Total expenses	<u>3,001,172</u>	<u>6,254,831</u>	<u>5,702,534</u>	<u>552,297</u>
Operating income (loss)	<u>1,615,695</u>	<u>(1,619,964)</u>	<u>(1,155,997)</u>	<u>463,967</u>
Non-operating revenues (expenses):				
Interest	44,486	53,486	53,139	(347)
Bonds issued	-	6,030,000	6,030,000	-
Advances - in	-	6,000,000	6,000,000	-
Advances - out	-	(6,000,000)	(6,000,000)	-
Principal retirement	(574,199)	(734,192)	(734,181)	11
Interest and fiscal charges	(1,130,397)	(1,170,205)	(1,170,179)	26
Bond issuance costs	-	(331,375)	(331,375)	-
Total non-operating revenues (expenses)	<u>(1,660,110)</u>	<u>3,847,714</u>	<u>3,847,404</u>	<u>(310)</u>
Income (loss) before transfers	<u>(44,415)</u>	<u>2,227,750</u>	<u>2,691,407</u>	<u>463,657</u>
Other financing sources (uses):				
Transfers - in	2,151,018	8,157,018	7,659,663	(497,355)
Transfers - out	<u>(2,215,018)</u>	<u>(8,408,406)</u>	<u>(7,893,689)</u>	<u>514,717</u>
Total other financing sources (uses)	<u>(64,000)</u>	<u>(251,388)</u>	<u>(234,026)</u>	<u>17,362</u>
Change in net position	(108,415)	1,976,362	2,457,381	481,019
Net position at beginning of year	9,177,807	9,177,807	9,177,807	-
Prior year encumbrances appropriated	<u>359,381</u>	<u>359,381</u>	<u>359,381</u>	<u>-</u>
Net position at end of year	<u>\$ 9,428,773</u>	<u>\$ 11,513,550</u>	<u>\$ 11,994,569</u>	<u>\$ 481,019</u>

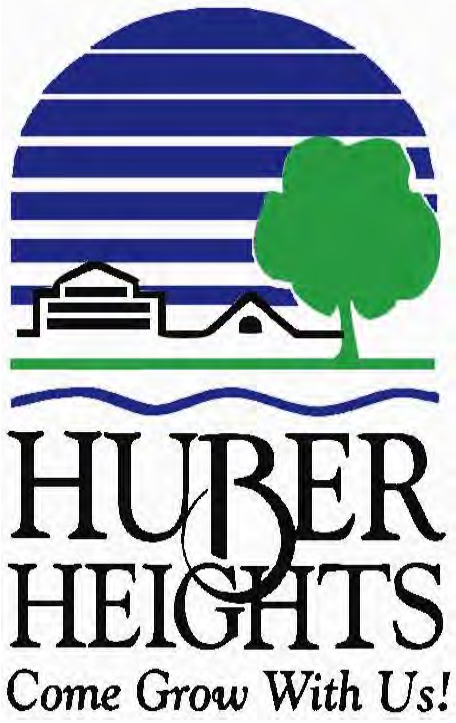
City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Net Position - Budget (Non-GAAP Basis) and Actual  
Sewer Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Charges for services	\$ 3,906,500	\$ 3,906,500	\$ 3,846,029	\$ (60,471)
Tap-in fees	50,000	57,500	63,450	5,950
Other	300	561,669	354,237	(207,432)
Total revenues	<u>3,956,800</u>	<u>4,525,669</u>	<u>4,263,716</u>	<u>(261,953)</u>
<u>Expenses:</u>				
Current:				
Personal services	371,794	369,950	345,828	24,122
Operations and maintenance	2,449,143	2,456,022	2,352,573	103,449
Capital outlay	258,832	397,512	220,310	177,202
Other	99,687	129,187	119,493	9,694
Total expenses	<u>3,179,456</u>	<u>3,352,671</u>	<u>3,038,204</u>	<u>314,467</u>
Operating income	<u>777,344</u>	<u>1,172,998</u>	<u>1,225,512</u>	<u>52,514</u>
Non-operating revenues (expenses):				
Interest	42,500	46,500	49,631	3,131
Advances - out	-	(605,851)	(605,851)	-
Principal retirement	(465,199)	(465,199)	(465,110)	89
Interest and fiscal charges	(58,897)	(58,897)	(58,813)	84
Total non-operating revenues (expenses)	<u>(481,596)</u>	<u>(1,083,447)</u>	<u>(1,080,143)</u>	<u>3,304</u>
Income before transfers	<u>295,748</u>	<u>89,551</u>	<u>145,369</u>	<u>55,818</u>
Transfers - out	(153,000)	(266,938)	(254,961)	11,977
Change in net position	142,748	(177,387)	(109,592)	67,795
Net position at beginning of year	6,696,648	6,696,648	6,696,648	-
Prior year encumbrances appropriated	<u>266,900</u>	<u>266,900</u>	<u>266,900</u>	<u>-</u>
Net position at end of year	<u>\$ 7,106,296</u>	<u>\$ 6,786,161</u>	<u>\$ 6,853,956</u>	<u>\$ 67,795</u>



City of Huber Heights, Ohio  
Schedule of Revenues, Expenditures and Changes  
In Net Position - Budget (Non-GAAP Basis) and Actual  
Stormwater Fund  
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Charges for services	\$ 574,200	\$ 574,200	\$ 599,064	\$ 24,864
Other	-	-	4,107	4,107
Total revenues	<u>574,200</u>	<u>574,200</u>	<u>603,171</u>	<u>28,971</u>
<u>Expenses:</u>				
Current:				
Personal services	267,067	264,952	262,593	2,359
Operations and maintenance	65,039	71,673	63,950	7,723
Materials and supplies	36,876	37,875	35,881	1,994
Capital outlay	525,000	525,000	266,272	258,728
Other	1,757	1,757	701	1,056
Total expenses	<u>895,739</u>	<u>901,257</u>	<u>629,397</u>	<u>271,860</u>
Operating loss before transfers	<u>(321,539)</u>	<u>(327,057)</u>	<u>(26,226)</u>	<u>300,831</u>
Other financing uses:				
Transfers - out	<u>(28,700)</u>	<u>(128,700)</u>	<u>(128,687)</u>	<u>13</u>
Change in net position	(350,239)	(455,757)	(154,913)	300,844
Net position at beginning of year	1,305,324	1,305,324	1,305,324	-
Prior year encumbrances appropriated	<u>212,753</u>	<u>212,753</u>	<u>212,753</u>	<u>-</u>
Net position at end of year	<u>\$ 1,167,838</u>	<u>\$ 1,062,320</u>	<u>\$ 1,363,164</u>	<u>\$ 300,844</u>



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## STATISTICAL SECTION



## Statistical Section

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

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial position has changed over time.	<b>S2 - S10</b>
<b>Revenue Capacity</b> 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 source(s), the property tax (and the income tax).	<b>S11 - S16</b>
<b>Debt Capacity</b> 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>S17 - S23</b>
<b>Economic and Demographic Information</b> 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>S24 - S26</b>
<b>Operating Information</b> 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>S27 - S30</b>

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CITY OF HUBER HEIGHTS, OHIO  
 Net Position by Component  
 Last Ten Years

	<u>2004</u>	<u>2005</u>	<u>2006 (1)</u>	<u>2007</u>	<u>2008</u>
<b><u>Governmental Activities</u></b>					
Net investment in capital assets	\$ 77,964,205	\$ 78,346,206	\$ 74,639,351	\$ 72,199,773	\$ 71,404,045
Restricted for:					
Debt service	14,263,041	12,673,044	13,209,353	16,445,526	19,749,781
Capital improvements	2,042,658	1,940,327	3,236,059	8,505,820	9,615,839
Transportation	-	-	3,677,405	4,735,229	5,855,071
Security of persons and property (2)	-	-	5,045,978	5,817,840	4,540,097
Police services	-	-	-	-	-
Street lighting	-	-	-	-	-
TIF agreements	-	-	-	-	-
Leisure time activities	-	-	83,811	76,994	95,075
Other purposes	3,161,672	3,903,073	-	-	-
Unrestricted	6,097,773	6,038,189	8,755,584	10,651,869	11,662,088
Total governmental activities net position	<u>\$ 107,462,320</u>	<u>\$ 106,377,759</u>	<u>\$ 108,647,541</u>	<u>\$ 118,433,051</u>	<u>\$ 122,921,996</u>
<b><u>Business-Type Activities</u></b>					
Net investment in capital assets	\$ 20,409,795	\$ 23,536,526	\$ 25,740,874	\$ 29,669,495	\$ 31,058,024
Restricted for:					
Revenue bonds improvement and replacement	60,000	60,000	60,000	60,000	60,000
Revenue bonds current debt service	1,140,000	1,140,000	1,140,000	1,140,000	1,140,000
Unrestricted	16,739,783	20,067,560	23,415,841	25,050,436	27,336,416
Total business-type activities net position	<u>\$ 38,349,578</u>	<u>\$ 44,804,086</u>	<u>\$ 50,356,715</u>	<u>\$ 55,919,931</u>	<u>\$ 59,594,440</u>
<b><u>Total</u></b>					
Net investment in capital assets	\$ 98,374,000	\$ 101,882,732	\$ 100,380,225	\$ 101,869,268	\$ 102,462,069
Restricted for:					
Debt service	14,263,041	12,673,044	13,209,353	16,445,526	19,749,781
Capital improvements	2,042,658	1,940,327	3,236,059	8,505,820	9,615,839
Transportation	-	-	3,677,405	4,735,229	5,855,071
Security of persons and property (2)	-	-	5,045,978	5,817,840	4,540,097
Police services	-	-	-	-	-
Street lighting	-	-	-	-	-
TIF agreements	-	-	-	-	-
Leisure time activities	-	-	83,811	76,994	95,075
Other purposes	3,161,672	3,903,073	-	-	-
Revenue bonds improvement and replacement	60,000	60,000	60,000	60,000	60,000
Revenue bonds current debt service	1,140,000	1,140,000	1,140,000	1,140,000	1,140,000
Unrestricted	22,837,556	26,105,749	32,171,425	35,702,305	38,998,504
Total primary government net position	<u>\$ 145,811,898</u>	<u>\$ 151,181,845</u>	<u>\$ 159,004,256</u>	<u>\$ 174,352,982</u>	<u>\$ 182,516,436</u>

Source: City records

- (1) Starting in 2006, other purposes has been further defined to better report program expenditures.  
 (2) Starting in 2012, security of persons and property is now being reported as police services and fire and EMS services.

<u>2009</u>	<u>2010</u>	Restated <u>2011</u>	Restated <u>2012</u>	<u>2013</u>
\$ 70,020,847	\$ 68,594,710	\$ 66,173,495	\$ 65,015,575	\$ 63,563,165
18,740,980	16,871,758	16,096,576	10,103,091	11,316,545
4,143,157	4,198,838	636,146	4,520,793	4,532,691
7,161,885	7,713,636	9,353,181	9,659,920	7,750,491
3,668,064	3,900,741	1,208,203	-	-
-	-	-	689,564	883,934
-	-	-	559,031	559,854
-	-	648,747	2,919,369	3,633,895
138,140	151,688	-	-	-
-	-	14,497	31,218	26,479
11,773,536	12,559,614	15,357,812	7,109,927	8,885,321
<u>\$ 115,646,609</u>	<u>\$ 113,990,985</u>	<u>\$ 109,488,657</u>	<u>\$ 100,608,488</u>	<u>\$ 101,152,375</u>

\$ 34,588,393	\$ 39,089,126	\$ 41,805,192	\$ 45,437,148	\$ 39,878,712
60,000	60,000	60,000	-	-
1,140,000	1,140,000	1,140,000	-	-
27,743,085	28,697,934	28,189,775	28,677,180	35,482,735
<u>\$ 63,531,478</u>	<u>\$ 68,987,060</u>	<u>\$ 71,194,967</u>	<u>\$ 74,114,328</u>	<u>\$ 75,361,447</u>

\$ 104,609,240	\$ 107,683,836	\$ 107,978,687	\$ 110,452,723	\$ 103,441,877
18,740,980	16,871,758	16,096,576	10,103,091	11,316,545
4,143,157	4,198,838	636,146	4,520,793	4,532,691
7,161,885	7,713,636	9,353,181	9,659,920	7,750,491
3,668,064	3,900,741	1,208,203	-	-
-	-	-	689,564	883,934
-	-	-	559,031	559,854
-	-	648,747	2,919,369	3,633,895
138,140	151,688	-	-	-
-	-	14,497	31,218	26,479
60,000	60,000	60,000	-	-
1,140,000	1,140,000	1,140,000	-	-
39,516,621	41,257,548	43,547,587	35,787,107	44,368,056
<u>\$ 179,178,087</u>	<u>\$ 182,978,045</u>	<u>\$ 180,683,624</u>	<u>\$ 174,722,816</u>	<u>\$ 176,513,822</u>

CITY OF HUBER HEIGHTS, OHIO  
 Changes in Net Position  
 Last Ten Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>Expenses</b>					
Governmental Activities:					
General government	\$ 3,072,859	\$ 3,138,228	\$ 3,243,868	\$ 3,224,162	\$ 5,817,955
Security of persons and property					
Police	5,947,297	6,003,211	6,149,214	6,457,403	6,439,583
Fire	5,230,564	5,315,835	5,471,252	5,972,106	6,030,286
Other	1,156,715	1,548,125	1,248,539	1,328,469	1,325,128
Transportation	7,253,184	6,317,991	6,195,345	6,708,347	5,285,196
Community environment	973,583	806,281	773,937	964,372	904,767
Leisure time activities	206,014	360,125	288,143	301,582	281,663
Interest and fiscal charges	935,657	1,008,724	1,165,096	1,210,321	1,225,990
Total governmental activities expenses	<u>24,775,873</u>	<u>24,498,520</u>	<u>24,535,394</u>	<u>26,166,762</u>	<u>27,310,568</u>
Business-Type Activities:					
Water	2,918,082	2,946,993	3,285,584	3,706,749	3,780,651
Sewer	2,608,912	2,724,278	2,788,546	2,998,164	2,847,828
Stormwater	329,689	525,792	416,140	446,866	575,345
Total business-type activities	<u>5,856,683</u>	<u>6,197,063</u>	<u>6,490,270</u>	<u>7,151,779</u>	<u>7,203,824</u>
Total primary government expenses	<u>\$ 30,632,556</u>	<u>\$ 30,695,583</u>	<u>\$ 31,025,664</u>	<u>\$ 33,318,541</u>	<u>\$ 34,514,392</u>
<b>Program Revenues</b>					
Governmental Activities:					
Charges for services:					
General government	\$ 241,407	\$ 236,476	\$ 206,214	\$ 159,177	\$ 5,373,742
Security of persons and property					
Police	208,370	130,129	138,383	116,690	119,759
Fire	66,328	11,001	1,005,362	897,903	967,998
Other	1,292,233	1,327,579	377,849	441,911	376,637
Transportation	279,077	480,537	142,212	217,508	155,350
Community environment	194,278	167,297	180,027	230,834	45,627
Leisure time activities	68,997	9,205	298,255	2,516	-
Operating grants, contributions and interest	1,640,456	2,007,051	1,856,400	2,436,414	2,248,676
Capital grants and contributions	9,398,793	1,381,583	1,400,487	3,084,457	634,125
Total governmental activities program revenues	<u>13,389,939</u>	<u>5,750,858</u>	<u>5,605,189</u>	<u>7,587,410</u>	<u>9,921,914</u>
Business-Type Activities:					
Charges for services:					
Water	3,691,848	4,247,856	4,579,328	4,679,429	4,491,441
Sewer	3,863,808	4,154,008	4,582,008	3,876,270	3,891,543
Stormwater	623,339	544,584	545,561	550,208	557,733
Capital grants and contributions	95,151	2,215,636	1,714,450	2,908,631	858,887
Total business-type activities program revenues	<u>8,274,146</u>	<u>11,162,084</u>	<u>11,421,347</u>	<u>12,014,538</u>	<u>9,799,604</u>
Total primary government program revenues	<u>\$ 21,664,085</u>	<u>\$ 16,912,942</u>	<u>\$ 17,026,536</u>	<u>\$ 19,601,948</u>	<u>\$ 19,721,518</u>
<b>Net (expense)/revenue</b>					
Governmental activities	\$ (11,385,934)	\$ (18,747,662)	\$ (18,930,205)	\$ (18,579,352)	\$ (17,388,654)
Business-type activities	2,417,463	4,965,021	4,931,077	4,862,759	2,595,780
Total primary government net expense	<u>\$ (8,968,471)</u>	<u>\$ (13,782,641)</u>	<u>\$ (13,999,128)</u>	<u>\$ (13,716,593)</u>	<u>\$ (14,792,874)</u>



	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$	3,723,292	\$ 3,422,259	\$ 3,333,985	\$ 2,941,232	\$ 2,820,024
			15,041,541		
	6,900,682	6,726,997	-	8,471,690	8,259,426
	6,157,894	6,362,321	-	7,345,036	6,535,933
	1,344,250	1,421,356	-	484,726	465,057
	7,267,279	7,355,768	7,339,714	6,651,490	6,037,443
	915,412	1,090,885	1,081,722	961,657	810,649
	491,037	703,096	965,499	951,015	1,137,949
	1,076,028	1,229,166	1,200,328	1,262,926	1,470,612
	<u>27,875,874</u>	<u>28,311,848</u>	<u>28,962,789</u>	<u>29,069,772</u>	<u>27,537,093</u>
	3,786,767	3,968,055	4,054,058	4,495,230	4,817,207
	2,894,897	3,123,435	2,872,239	3,454,819	3,429,108
	503,871	498,409	524,050	693,140	653,481
	<u>7,185,535</u>	<u>7,589,899</u>	<u>7,450,347</u>	<u>8,643,189</u>	<u>8,899,796</u>
\$	<u>35,061,409</u>	<u>\$ 35,901,747</u>	<u>\$ 36,413,136</u>	<u>\$ 37,712,961</u>	<u>\$ 36,436,889</u>
\$	346,902	\$ 392,888	\$ 950,148	\$ 3,664,238	\$ 1,167,973
			1,412,157		
	110,387	7,751	-	468,185	483,080
	1,188,746	1,100,635	-	8,037	1,253,057
	442,359	466,552	-	300,696	8
	110,433	107,890	3,587	15,423	71,189
	63,102	55,793	115,292	-	19,934
	520	35,365	10,131	188,597	67,732
	2,024,950	2,180,126	2,731,871	3,170,679	3,839,307
	<u>2,678,762</u>	<u>1,631,697</u>	<u>1,134,284</u>	<u>2,255,697</u>	<u>2,107,516</u>
	<u>6,966,161</u>	<u>5,978,697</u>	<u>6,357,470</u>	<u>10,071,552</u>	<u>9,009,796</u>
	4,440,398	4,640,142	4,460,189	4,570,527	4,566,222
	3,807,237	3,953,453	3,842,813	3,893,214	3,445,303
	554,521	573,921	564,293	601,860	604,740
	792,692	505,918	480,183	173,387	563,390
	<u>9,594,848</u>	<u>9,673,434</u>	<u>9,347,478</u>	<u>9,238,988</u>	<u>9,179,655</u>
\$	<u>16,561,009</u>	<u>\$ 15,652,131</u>	<u>\$ 15,704,948</u>	<u>\$ 19,310,540</u>	<u>\$ 18,189,451</u>
\$	(20,909,713)	\$ (22,333,151)	\$ (22,605,319)	\$ (18,998,220)	\$ (18,527,297)
	2,409,313	2,083,535	1,897,131	595,799	279,859
\$	<u>(18,500,400)</u>	<u>\$ (20,249,616)</u>	<u>\$ (20,708,188)</u>	<u>\$ (18,402,421)</u>	<u>\$ (18,247,438)</u>

(Continued)

CITY OF HUBER HEIGHTS, OHIO  
 Changes in Net Position  
 Last Ten Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>General Revenues and Other Changes in Net Position</b>					
Governmental Activities:					
Property taxes levied for:					
General purposes	\$ 1,184,169	\$ 1,265,517	\$ 1,393,195	\$ 1,415,264	\$ 1,380,249
Special revenue purposes	-	-	-	-	-
Police	1,198,875	1,172,794	1,277,889	1,311,813	1,222,133
Fire operating	992,635	981,949	1,067,074	1,093,238	1,021,259
Debt service	162,230	163,224	158,755	242,845	228,203
City permissive tax levied for:					
Transportation	167,207	161,575	173,545	170,548	171,752
Income tax levied for:					
General purposes	5,411,453	6,104,671	6,842,970	6,883,155	6,860,166
Police	2,363,127	2,720,037	3,545,945	3,701,293	3,300,433
Fire operating	-	-	392,186	468,577	462,035
Local street operating	1,359,776	1,545,793	1,636,399	1,637,475	1,609,466
Local street capital improvement	1,131,166	1,314,396	1,301,952	1,308,244	1,295,021
Fire capital equipment	356,421	366,543	672,609	697,512	1,031,539
Payment in lieu of taxes	-	-	-	1,436,504	-
Grants and entitlements not restricted to specific programs	1,662,720	1,791,527	1,435,321	1,100,180	1,641,449
Investment earnings	260,121	507,575	1,001,068	1,437,877	1,317,748
Gain on the sale of capital assets	-	-	-	-	-
Other	28,772	-	202,671	378,754	148,950
Transfers	(1,444,803)	(432,500)	98,410	224,585	187,196
Total governmental activities	<u>14,833,869</u>	<u>17,663,101</u>	<u>21,199,989</u>	<u>23,507,864</u>	<u>21,877,599</u>
					(Continued)
Business-Type Activities:					
Gain on the sale of capital assets	-	-	873	-	-
Investment in joint venture	332,354	603,516	-	-	-
Investment earnings	72,953	453,471	702,823	919,217	746,208
Other	-	-	16,266	5,825	519,717
Transfers	1,444,803	432,500	(98,410)	(224,585)	(187,196)
Total business-type activities	<u>1,850,110</u>	<u>1,489,487</u>	<u>621,552</u>	<u>700,457</u>	<u>1,078,729</u>
Total primary government	<u>\$ 16,683,979</u>	<u>\$ 19,152,588</u>	<u>\$ 21,821,541</u>	<u>\$ 24,208,321</u>	<u>\$ 22,956,328</u>
<b>Change in net position</b>					
Governmental activities	\$ 3,447,935	\$ (1,084,561)	\$ 2,269,784	\$ 4,928,512	\$ 4,488,945
Business-type activities	<u>4,267,573</u>	<u>6,454,508</u>	<u>5,552,629</u>	<u>5,563,216</u>	<u>3,674,509</u>
Total primary government	<u>\$ 7,715,508</u>	<u>\$ 5,369,947</u>	<u>\$ 7,822,413</u>	<u>\$ 10,491,728</u>	<u>\$ 8,163,454</u>

Source: City records

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$	1,403,928	\$ 1,502,480	\$ 1,204,222	\$ 1,086,775	\$ 868,066
	-	-	2,222,165	-	-
	1,205,346	1,228,282	-	1,006,833	986,391
	1,007,494	1,026,031	-	852,987	836,687
	222,420	-	-	-	-
	173,457	174,184	386,981	-	-
	5,317,935	5,075,051	10,574,643	5,304,609	5,557,714
	3,930,334	3,536,027	-	3,681,063	3,858,666
	465,416	443,519	-	467,826	487,306
	1,638,240	1,567,194	-	1,639,848	1,718,800
	1,310,556	1,248,374	-	1,311,807	1,374,739
	457,510	699,160	-	720,677	758,604
	551,963	750,491	1,315,715	1,189,612	1,373,452
	1,090,178	1,621,312	1,900,356	749,715	1,676,237
	290,205	254,864	163,750	225,032	149,629
	-	-	-	-	73,726
	435,484	655,120	899,022	190,622	269,965
	(1,013,329)	(1,104,562)	(326,782)	(2,100,634)	(918,798)
	<u>18,487,137</u>	<u>18,677,527</u>	<u>18,340,072</u>	<u>16,326,772</u>	<u>19,071,184</u>
	790	-	-	-	-
	340,037	-	-	-	-
	153,466	120,324	91,506	92,499	48,462
	20,103	2,144,766	29,335	149,891	-
	<u>1,013,329</u>	<u>1,106,957</u>	<u>326,782</u>	<u>2,100,634</u>	<u>918,798</u>
	<u>1,527,725</u>	<u>3,372,047</u>	<u>447,623</u>	<u>2,343,024</u>	<u>967,260</u>
\$	<u>20,014,862</u>	<u>22,049,574</u>	<u>18,787,695</u>	<u>18,669,796</u>	<u>20,038,444</u>
\$	(2,422,576)	(3,655,624)	(4,265,247)	(2,671,448)	543,887
	<u>3,937,038</u>	<u>5,455,582</u>	<u>2,344,754</u>	<u>2,938,823</u>	<u>1,247,119</u>
\$	<u>1,514,462</u>	<u>1,799,958</u>	<u>(1,920,493)</u>	<u>267,375</u>	<u>1,791,006</u>

CITY OF HUBER HEIGHTS, OHIO  
Fund Balances, Governmental Funds  
Last Ten Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund						
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Reserved	775,096	1,632,674	931,430	808,268	810,347	717,964
Unreserved	<u>4,734,737</u>	<u>3,989,157</u>	<u>5,885,503</u>	<u>7,475,911</u>	<u>9,357,832</u>	<u>8,491,763</u>
Total general fund	<u>\$ 5,509,833</u>	<u>\$ 5,621,831</u>	<u>\$ 6,816,933</u>	<u>\$ 8,284,179</u>	<u>\$ 10,168,179</u>	<u>\$ 9,209,727</u>
All Other Governmental Funds						
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Reserved	1,538,507	1,238,332	2,515,159	1,106,514	1,926,607	1,243,109
Unreserved, reported in:						
Special revenue funds	5,453,228	5,892,439	6,719,602	9,599,144	9,879,414	10,203,968
Capital projects funds	744,215	79,346	(2,197,385)	2,792,105	3,811,925	2,305,176
Debt service funds	<u>2,300,338</u>	<u>1,342,517</u>	<u>1,432,551</u>	<u>1,440,382</u>	<u>1,548,114</u>	<u>1,176,998</u>
Total all other governmental funds	<u>\$ 10,036,288</u>	<u>\$ 8,552,634</u>	<u>\$ 8,469,927</u>	<u>\$ 14,938,145</u>	<u>\$ 17,166,060</u>	<u>\$ 14,929,251</u>
Total governmental funds	<u>\$ 15,546,121</u>	<u>\$ 14,174,465</u>	<u>\$ 15,286,860</u>	<u>\$ 23,222,324</u>	<u>\$ 27,334,239</u>	<u>\$ 24,138,978</u>

Source: City records

(1) Prior year amounts have not been restated for the implementation of GASB Statement 54.

	<u>2010</u>	<u>2011 (1)</u>	<u>Restated</u> <u>2012</u>	<u>2013</u>
\$	-	\$ 37,016	\$ 1,877,489	\$ 1,859,118
	-	456,459	2,632,371	2,585,986
	-	5,940,051	3,688,406	2,652,341
	635,004	-	-	-
	6,385,113	-	-	-
	<u>\$ 7,020,117</u>	<u>\$ 6,433,526</u>	<u>\$ 8,198,266</u>	<u>\$ 7,097,445</u>
\$	-	\$ 308,771	\$ 341,047	\$ 264,278
	-	16,849,409	15,659,076	16,026,497
	-	230,437	194,875	118,904
	-	(3,004,971)	(11,107,302)	(8,118,124)
	2,094,575	-	-	-
	12,115,704	-	-	-
	6,040,401	-	-	-
	1,145,726	-	-	-
	<u>\$ 21,396,406</u>	<u>\$ 14,383,646</u>	<u>\$ 5,087,696</u>	<u>\$ 8,291,555</u>
	<u>\$ 28,416,523</u>	<u>\$ 20,817,172</u>	<u>\$ 13,285,962</u>	<u>\$ 15,389,000</u>

CITY OF HUBER HEIGHTS, OHIO  
 Changes in Fund Balance, Governmental Funds (1)  
 Last Ten Years

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b><u>REVENUES</u></b>										
Municipal income taxes	\$ 11,127,693	\$ 11,760,071	\$ 13,977,428	\$ 15,119,538	\$ 14,608,888	\$ 11,989,079	\$ 12,957,248	\$ 12,026,912	\$ 12,377,766	\$ 13,625,659
Property and other taxes	3,722,157	3,843,387	4,033,096	4,200,124	4,098,225	3,990,387	3,956,343	3,364,386	2,944,598	2,714,667
Payments in lieu of taxes	-	-	-	774,914	665,747	550,833	751,621	1,313,072	1,192,255	1,373,452
Charges for services	990,286	1,002,493	1,061,357	1,041,625	1,240,683	1,405,223	1,238,250	1,566,884	1,489,629	1,409,003
Fines, licenses and permits	180,379	178,315	147,675	187,608	153,161	143,934	206,919	717,250	569,105	709,313
Intergovernmental revenues	5,267,573	4,036,451	3,726,467	3,821,179	4,545,771	4,060,811	4,636,687	4,674,491	3,975,067	5,330,203
Special assessments	824,394	897,559	761,844	835,013	742,708	822,373	815,286	858,502	734,557	745,376
Investment income	327,605	560,228	930,736	1,406,104	1,349,948	311,586	281,408	142,772	331,968	152,689
Rentals	207,990	217,301	514,483	169,244	202,599	203,073	236,641	-	167,602	178,759
Other	286,498	188,355	207,812	211,800	149,116	428,231	645,081	1,106,416	1,109,497	1,261,088
Total revenues	<u>22,934,575</u>	<u>22,684,160</u>	<u>25,360,898</u>	<u>27,767,149</u>	<u>27,756,846</u>	<u>23,905,530</u>	<u>25,725,484</u>	<u>25,770,685</u>	<u>24,892,044</u>	<u>27,500,209</u>
<b><u>EXPENDITURES</u></b>										
General government	3,011,530	3,026,588	2,969,671	2,982,202	5,318,309	3,487,351	3,246,433	3,046,448	2,821,669	2,545,859
Security of persons and property										
Police	5,815,324	5,793,797	5,922,786	6,115,969	6,234,399	6,235,791	6,394,398	6,631,626	8,163,066	8,002,052
Fire	5,238,124	5,095,123	5,326,131	5,632,420	5,785,062	5,759,171	5,930,867	6,259,052	7,074,257	6,221,151
Other	1,131,283	1,480,623	1,161,733	1,211,381	1,239,463	1,255,813	1,330,418	1,399,170	373,973	360,238
Leisure time activities	156,038	310,169	239,893	244,627	231,133	329,729	460,043	400,655	583,637	621,356
Transportation	1,493,925	1,481,196	1,363,889	1,416,004	1,519,898	1,495,545	1,578,536	1,580,484	2,103,231	2,323,936
Community environment	1,003,393	769,706	723,380	884,252	844,496	830,356	963,506	1,097,060	830,014	691,227
Capital outlay	6,778,164	3,122,285	4,794,386	3,990,252	3,479,216	5,276,107	6,127,838	9,871,165	10,525,258	10,363,543
Debt service:										
Principal retirement	10,625,090	12,174,365	1,460,691	1,505,209	12,033,068	1,768,084	1,894,449	2,019,615	1,720,930	1,665,465
Interest and fiscal charges	1,003,594	984,879	1,136,067	1,187,360	1,456,988	1,074,931	1,072,760	1,309,499	1,257,693	1,243,619
Bond issuance costs	3,771	2,549	-	32,803	86,531	-	153,136	-	15,000	178,671
Total expenditures	<u>36,260,236</u>	<u>34,241,280</u>	<u>25,098,627</u>	<u>25,202,479</u>	<u>38,228,563</u>	<u>27,512,878</u>	<u>29,152,384</u>	<u>33,614,774</u>	<u>35,468,728</u>	<u>34,217,117</u>
Excess of revenues over (under) expenditures	<u>(13,325,661)</u>	<u>(11,557,120)</u>	<u>262,271</u>	<u>2,564,670</u>	<u>(10,471,717)</u>	<u>(3,607,348)</u>	<u>(3,426,900)</u>	<u>(7,844,089)</u>	<u>(10,576,684)</u>	<u>(6,716,908)</u>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>										
Proceeds of loans	-	-	-	-	-	-	657,441	-	-	-
Special assessment bonds issued	-	-	-	1,270,000	8,940,000	-	-	-	-	-
General obligations bonds issued	-	-	-	1,065,000	2,105,000	-	305,000	-	-	8,235,000
Refunding bonds issued	-	-	-	-	-	-	9,045,000	-	-	-
Long term loans issued	-	-	-	-	-	-	-	-	-	-
Special assessment notes issued	8,951,289	8,652,000	9,322,916	-	-	-	-	-	-	-
General obligations notes issued	1,835,711	1,248,000	-	-	-	-	-	-	-	-
Bond anticipation notes issued	-	-	-	10,742,648	504,000	-	-	-	-	-
Inception of capital lease	-	-	1,112,498	-	109,250	-	-	-	-	-
Premium on special assessment bonds i	72,089	60,042	-	-	-	-	-	-	-	-
Premium on general obligation bonds is	29,933	10,188	-	-	-	-	26,402	-	-	-
Current refunding	-	-	(9,900,000)	(7,999,000)	-	-	(1,665,000)	-	-	-
Sale of capital assets	21,472	18,429	7,412	127,139	2,744,940	-	36,356	1,839	-	30,822
Payment to refunded bond escrow agent	-	-	-	-	-	-	(882,369)	-	-	-
Transfers in	9,670,289	7,440,740	7,997,038	9,847,932	11,654,469	6,498,223	9,136,383	8,263,028	8,815,339	10,870,998
Transfer out	(8,980,764)	(7,253,203)	(7,794,864)	(9,726,215)	(11,456,983)	(6,179,988)	(8,844,239)	(8,020,129)	(8,131,593)	(10,316,874)
Total other financing sources (uses)	<u>11,600,019</u>	<u>10,176,196</u>	<u>745,000</u>	<u>5,327,504</u>	<u>14,600,676</u>	<u>318,235</u>	<u>7,814,974</u>	<u>244,738</u>	<u>683,746</u>	<u>8,819,946</u>
Net change in fund balance	<u>\$ (1,725,642)</u>	<u>\$ (1,380,924)</u>	<u>\$ 1,007,271</u>	<u>\$ 7,892,174</u>	<u>\$ 4,128,959</u>	<u>\$ (3,289,113)</u>	<u>\$ 4,388,074</u>	<u>\$ (7,599,351)</u>	<u>\$ (9,892,938)</u>	<u>\$ 2,103,038</u>
Debt service as a percentage of noncapital expenditures	39.5%	42.3%	12.8%	12.8%	39.1%	12.8%	13.6%	14.0%	12.0%	12.9%

S-10

Source: City records  
 (1) Modified accrual basis of accounting.

CITY OF HUBER HEIGHTS, OHIO  
 Assessed and Estimated Actual Value of Taxable Property  
 Last Ten Collection Years

Collection Year	Real Property (1)		Public Utility (2)		Tangible Personal Property (3)		Total		Weighted Average Tax Rate	Total City Direct Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2013	\$ 626,502,460	\$ 1,790,007,029	\$ 11,410,520	\$ 29,304,290	\$ -	\$ -	\$ 637,912,980	\$ 1,819,311,319	35.85%	\$ 11.29
2012	634,589,440	1,813,112,686	10,711,810	27,509,876	-	-	645,301,250	1,840,622,561	35.79%	\$ 11.29
2011	649,154,480	1,854,727,086	10,408,800	26,731,691	-	-	659,563,280	1,881,458,777	35.75%	\$ 11.29
2010	674,472,730	1,927,064,943	10,046,430	25,801,059	297,900	5,958,000	684,817,060	1,958,824,002	35.74%	\$ 11.29
2009	668,072,700	1,908,779,143	10,160,590	26,094,243	1,930,790	19,307,900	680,164,080	1,954,181,285	35.46%	\$ 11.67
2008	660,084,200	1,885,954,857	9,999,740	25,681,150	18,227,697	29,164,315	688,311,637	1,940,800,323	36.11%	\$ 11.67
2007	661,829,890	1,890,942,543	13,085,090	33,604,890	26,502,893	212,023,144	701,417,873	2,136,570,577	33.60%	\$ 11.67
2006	646,417,910	1,846,908,314	13,699,870	17,829,320	31,695,189	169,041,008	691,812,969	2,033,778,642	34.11%	\$ 11.54
2005	580,002,870	1,657,151,057	14,627,920	16,622,636	41,237,625	171,823,438	635,868,415	1,845,597,131	34.45%	\$ 11.58
2004	572,399,170	1,635,426,200	15,213,440	17,288,000	44,549,069	178,196,276	632,161,679	1,830,910,476	34.53%	\$ 11.59

Source: County Auditor; Montgomery County and Miami County, Ohio

(1) Real estate value is assessed at 35% of appraised market value.

(2) Public utility personal property is assessed at 88% of true value for 2004 - 2005, for 2006-2013 half at 88% the other half at 25% of true value.

(3) Tangible personal property is assessed at 25% for 2004, 24% for 2005, 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and 0% for 2009-2013.

CITY OF HUBER HEIGHTS, OHIO  
Property Tax Levies and Collections  
Last Ten Calendar Years

<u>Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections (1)</u>	<u>Deliquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes to Current Tax Levy</u>	<u>Total Direct Tax Rate</u>
2013	\$ 3,060,262	\$ 2,976,799	\$ 54,746	\$ 3,031,545	99.06%	\$ 107,965	3.53%	\$ 104.86
2012	2,978,487	2,830,016	109,759	2,939,775	98.70%	95,063	3.19%	103.30
2011	3,111,525	3,012,774	35,729	3,048,503	96.83%	133,528	4.29%	103.23
2010	3,136,661	2,260,524	77,705	2,338,229	72.07%	184,365	5.88%	103.23
2009	3,378,762	2,691,314	99,139	2,790,453	79.65%	189,030	5.59%	102.41
2008	3,637,320	2,973,760	164,283	3,138,043	81.76%	135,785	3.73%	96.18
2007	3,734,698	3,479,307	163,456	3,642,763	93.16%	199,224	5.33%	94.18
2006	3,603,704	3,471,825	135,723	3,607,548	96.34%	174,822	4.85%	94.09
2005	3,563,629	3,488,066	132,379	3,620,445	97.88%	149,548	4.20%	87.67
2004	3,600,236	3,523,147	111,849	3,634,996	97.86%	274,856	7.63%	86.69

Source: County Auditor; Montgomery County and Miami County, Ohio

(1) Represents amounts collected by the County for the City during the year indicated.



CITY OF HUBER HEIGHTS, OHIO  
 Property Tax Rates - Direct and Overlapping Governments  
 (Per \$1,000 of Assessed Valuation)  
 Last Ten Calendar Years

Collection Year	City Direct Rates					Overlapping Rates					Total Levy
	General Fund	Police Fund	Fire Fund	G.O. Bond Fund	Total City	Montgomery County Levy	Huber Heights School District	Miami Valley Career Technology Center	Montgomery County Public Library		
2013	\$ 1.50	\$ 5.50	\$ 4.29	\$ -	\$11.29	\$ 20.94	\$ 66.74	\$ 2.58	\$ 3.31	\$ 104.86	
2012	1.50	5.50	4.29	-	11.29	20.94	66.74	2.58	1.75	\$ 103.30	
2011	1.50	5.50	4.29	-	11.29	20.94	66.67	2.58	1.75	103.23	
2010	1.50	5.50	4.29	-	11.29	20.94	66.67	2.58	1.75	103.23	
2009	1.50	5.50	4.29	0.38	11.67	20.24	66.67	2.58	1.25	102.41	
2008	1.50	5.50	4.29	0.38	11.67	20.24	60.44	2.58	1.25	96.18	
2007	1.50	5.50	4.29	0.38	11.67	18.24	60.44	2.58	1.25	94.18	
2006	1.50	5.50	4.29	0.25	11.54	18.24	60.48	2.58	1.25	94.09	
2005	1.50	5.50	4.29	0.29	11.58	18.24	54.02	2.58	1.25	87.67	
2004	1.50	5.50	4.29	0.30	11.59	18.24	54.02	2.58	0.26	86.69	

Source: County Auditor; Montgomery County and Miami County, Ohio

CITY OF HUBER HEIGHTS, OHIO  
 Schedules of Principal Taxpayers - Real and Public Utility  
 2013 and 2004

	2004			2013		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
<b>Taxpayer</b>						
Huber Investment Corporation	\$ -		0.00%	\$ 21,284,350	1	3.34%
Dayton Power & Light Co.	7,863,380	2	1.34%	11,377,520	2	1.78%
Kir Huber Heights LP	8,788,660	1	1.50%	7,411,590	3	1.16%
Huber Properties Inc.	-		0.00%	4,560,290	4	0.71%
TJH LLC	-		0.00%	4,316,280	5	0.68%
ABF Freight System, Inc.	-		0.00%	3,366,670	6	0.53%
DDR Ohio Opportunity II LLC	-		0.00%	3,273,980	7	0.51%
EPT Neneteen Inc.	-		0.00%	2,800,000	8	0.44%
Waynetowne Associates LTD	-		0.00%	2,792,930	9	0.44%
Lowe's Home Center Incorporated	3,108,170	4	0.53%	2,555,000	10	0.40%
Ohio Bell Telephone	4,081,730	3	0.69%	-		0.00%
National Amusement Incorporated	2,883,660	5	0.49%	-		0.00%
Target Corporation	2,296,550	6	0.39%	-		0.00%
CH Huber Enterprise Incorporated	2,065,460	7	0.35%	-		0.00%
Walmart Stores Incorporated	1,970,630	8	0.34%	-		0.00%
Trimble Navigation Limit	1,585,050	9	0.27%	-		0.00%
Developers Diversified	1,377,620	10	0.23%	-		0.00%
Total of above	<u>\$ 36,020,910</u>		<u>6.14%</u>	<u>\$ 63,738,610</u>		<u>10.00%</u>
Total City	<u>\$ 587,612,610</u>			<u>\$ 637,912,980</u>		

Source: County Auditor; Montgomery County and Miami County, Ohio

CITY OF HUBER HEIGHTS, OHIO  
Income Tax Rates and Collections  
Last Ten Calendar Years

Tax Year	Tax Rate	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Withholding	Total Tax Collections
2013	2.00%	\$ 10,634,927	75.99%	\$ 1,586,268	11.33%	\$ 1,773,701	12.67%	\$ 13,994,896
2012	2.00	10,584,718	78.41%	1,116,536	8.27%	1,797,663	13.32%	13,498,917
2011	2.00	9,832,362	79.85%	925,788	7.52%	1,555,765	12.63%	12,313,915
2010 (1)	2.00	9,522,684	76.83%	n/a	n/a	n/a	n/a	12,394,098
2009	2.00	9,094,128	75.38%	998,945	8.28%	1,970,958	16.34%	12,064,031
2008	2.25	11,349,030	73.36%	1,908,748	12.34%	2,212,199	14.30%	15,469,977
2007	2.25	11,208,882	71.77%	2,069,367	13.25%	2,340,611	14.99%	15,618,860
2006	2.25	10,573,877	76.30%	1,398,295	10.09%	1,886,487	13.61%	13,858,659
2005	1.95	9,330,120	74.51%	1,282,037	10.24%	1,910,262	15.25%	12,522,419
2004	1.95	8,674,525	78.50%	656,577	5.94%	1,719,659	15.56%	11,050,761

Source: City income tax records.

(1) The percentages breaking down the different types of tax were not available due to insufficient information received from RITA when the City resumed collection of income taxes in October 2010.

CITY OF HUBER HEIGHTS, OHIO  
 Special Assessments Billed and Collected, Bond Coverage  
 Last Ten Calendar Years

Collection Year	Billed	Amount Collected (1)	Percent Collected	Debt Service		Coverage
				Principal	Interest	
2013	\$ 2,097,180	\$ 796,191	37.96%	\$ 875,000	\$ 501,638	57.84%
2012	642,865	608,622	94.67%	855,000	536,070	43.75%
2011	1,570,872	833,650	53.07%	855,000	573,290	58.37%
2010	1,343,889	837,392	62.31%	1,635,000	667,121	36.37%
2009	1,068,483	810,832	75.89%	770,000	660,088	56.70%
2008	764,742	744,602	97.37%	485,000	611,021	67.94%
2007	847,290	816,999	96.42%	435,000	300,787	111.04%
2006	781,636	751,019	96.08%	405,000	321,518	103.37%
2005	777,446	765,031	98.40%	380,000	340,736	106.15%
2004	914,822	783,597	85.66%	380,000	360,045	105.89%

Source: County Auditor; Miami County and Montgomery County, Ohio

(1) This table reflects only those special assessments collected through the County Auditor's office. It does not reflect lump sum payments received by the City.

CITY OF HUBER HEIGHTS, OHIO  
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt per Capita  
Last Ten Calendar Years

Collection Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Monies Available (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
2013	38,101	\$ 637,912,980	\$ 18,841,481	\$ 118,904	\$ 18,722,577	2.93%	\$ 491.39
2012	38,101	645,301,250	11,184,154	194,875	10,989,279	1.70%	288.42
2011	38,101	659,563,280	11,753,638	230,437	11,523,201	1.75%	302.44
2010	38,101	684,817,060	12,595,000	586,675	12,008,325	1.75%	315.17
2009	38,212	680,164,080	6,585,000	980,968	5,604,032	0.82%	146.66
2008	38,212	688,311,637	7,310,000	1,307,081	6,002,919	0.87%	157.10
2007	38,212	701,417,873	6,150,000	1,061,793	5,088,207	0.73%	133.16
2006	38,212	691,812,969	5,965,000	1,000,355	4,964,645	0.72%	129.92
2005	38,212	635,868,415	6,830,000	893,089	5,936,911	0.93%	155.37
2004	38,212	632,161,679	7,670,000	1,361,031	6,308,969	1.00%	165.10

Source: (1) U.S. Census Reports, provided by the Miami Valley Regional Planning Commission.  
(2) Miami County, Ohio information added.  
(3) Includes only general obligation bonded debt payable from property taxes.  
(4) Excludes debt service money available to pay special assessment bonded debt.

CITY OF HUBER HEIGHTS, OHIO  
Ratios of Outstanding Debt by Type and Legal Debt Margin  
Last Ten Calendar Years

	2004	2005	2006	2007	2008
<b>Total debt outstanding:</b>					
<b>Governmental Activities:</b>					
Short-term general obligation notes	\$ 1,885,000	\$ 1,905,000	\$ 3,058,200	\$ 2,052,000	\$ -
Long-term general obligation notes	1,838,000	1,248,000	-	2,008,300	-
Short-term special assessment notes	360,000	-	1,225,100	-	-
Long-term special assessment notes	8,949,000	8,652,000	7,999,000	8,298,230	-
<b>Total notes</b>	<b>13,032,000</b>	<b>11,805,000</b>	<b>12,282,300</b>	<b>12,358,530</b>	<b>-</b>
General obligation bonds - voted	1,195,000	1,040,000	880,000	715,000	545,000
General obligation bonds - unvoted	6,475,000	5,790,000	5,085,000	5,435,000	6,765,000
<b>Total general obligation bonds</b>	<b>7,670,000</b>	<b>6,830,000</b>	<b>5,965,000</b>	<b>6,150,000</b>	<b>7,310,000</b>
Special assessment bonds - unvoted	6,515,000	6,135,000	5,730,000	6,565,000	15,020,000
Equipment/vehicle loans	503,973	336,607	215,916	127,361	65,963
Capital leases	-	-	1,042,498	940,845	926,339
State infrastructure bank loans	-	-	1,323,916	1,760,034	2,152,649
<b>Total governmental activities</b>	<b>27,720,973</b>	<b>25,106,607</b>	<b>26,559,630</b>	<b>27,901,770</b>	<b>25,474,951</b>
<b>Business-Type Activities:</b>					
Short-term general obligation notes	1,705,000	-	-	-	-
Revenue bonds payable - unvoted (1)	12,125,846	23,480,786	22,966,479	22,365,695	21,750,138
OWDA loan - unvoted	4,473,566	4,139,911	3,793,286	3,433,188	3,059,091
Equipment/vehicle loans	71,491	44,127	19,902	5,740	3,503
<b>Total business-type activities</b>	<b>18,375,903</b>	<b>27,664,824</b>	<b>26,779,667</b>	<b>25,804,623</b>	<b>24,812,732</b>
<b>Total</b>	<b>46,096,876</b>	<b>52,771,431</b>	<b>53,339,297</b>	<b>53,706,393</b>	<b>50,287,683</b>
Total debt per capita	1,206.35	1,381.02	1,395.88	1,405.49	1,316.02
Percentage of personal income	5.77%	6.61%	6.68%	6.73%	6.30%
<b>Less: exempt debt</b>					
<b>Governmental Activities:</b>					
Short-term special assessment notes	(360,000)	-	(1,225,100)	-	-
Long-term special assessment notes	(8,949,000)	(8,652,000)	(7,999,000)	(8,298,230)	-
Special assessment bonds - unvoted	(6,515,000)	(6,135,000)	(5,730,000)	(6,565,000)	(15,020,000)
State infrastructure bank loans	-	-	(1,323,916)	(1,760,034)	(2,152,649)
<b>Total governmental activities</b>	<b>(15,824,000)</b>	<b>(14,787,000)</b>	<b>(16,278,016)</b>	<b>(16,623,264)</b>	<b>(17,172,649)</b>
<b>Business-Type Activities:</b>					
Short-term general obligation notes	(1,705,000)	-	-	-	-
Revenue bonds payable - unvoted (1)	(12,125,846)	(23,480,786)	(22,966,479)	(22,365,695)	(21,750,138)
OWDA loan - unvoted	(4,473,566)	(4,139,911)	(3,793,286)	(3,433,188)	(3,059,091)
Equipment/vehicle loans	(71,491)	(44,127)	(19,902)	(5,740)	(3,503)
<b>Total business-type activities</b>	<b>(18,375,903)</b>	<b>(27,664,824)</b>	<b>(26,779,667)</b>	<b>(25,804,623)</b>	<b>(24,812,732)</b>
<b>Total</b>	<b>(34,199,903)</b>	<b>(42,451,824)</b>	<b>(43,057,683)</b>	<b>(42,427,887)</b>	<b>(41,985,381)</b>
Debt within 10 1/2 percent limitation	11,896,973	10,319,607	9,239,116	10,337,661	7,375,963
Less: bond retirement fund balance	(1,361,031)	(893,089)	(1,000,355)	(1,061,793)	(1,307,081)
<b>Net debt subject to 10 1/2 percent limitation</b>	<b>10,535,942</b>	<b>9,426,518</b>	<b>8,238,761</b>	<b>9,275,868</b>	<b>6,068,882</b>
<b>Overall debt limitation</b>					
10 1/2 percent of assessed valuation	66,376,976	66,766,184	72,640,362	73,648,877	72,272,722
<b>Legal debt margin within 10 1/2 percent limitation</b>	<b>\$ 55,841,034</b>	<b>\$ 57,339,666</b>	<b>\$ 64,401,601</b>	<b>\$ 64,373,009</b>	<b>\$ 66,203,840</b>
<b>Net debt subject to 10 1/2 percent limitation</b>					
as a percentage of debt limit	15.87%	14.12%	11.34%	12.59%	8.40%
Legal debt margin as a percentage of the debt limit	84.13%	85.88%	88.66%	87.41%	91.60%
<b>Debt within 5 1/2 percent limitation</b>					
\$ 10,701,973	\$ 9,279,607	\$ 8,359,116	\$ 9,622,661	\$ 6,830,963	
Less: bond retirement fund balance	(1,361,031)	(893,089)	(1,000,355)	(1,061,793)	(1,307,081)
<b>Net debt within 5 1/2 percent limitation</b>	<b>9,340,942</b>	<b>8,386,518</b>	<b>7,358,761</b>	<b>8,560,868</b>	<b>5,523,882</b>
<b>Unvoted debt limitation</b>					
5 1/2 percent of assessed valuation	34,768,892	34,972,763	38,049,713	38,577,983	37,857,140
<b>Legal debt margin within 5 1/2 percent limitation</b>	<b>\$ 25,427,950</b>	<b>\$ 26,586,245</b>	<b>\$ 30,690,952</b>	<b>\$ 30,017,115</b>	<b>\$ 32,333,258</b>
<b>Net debt within 5 1/2 percent limitation as a</b>					
percentage of debt limit	26.87%	23.98%	19.34%	22.19%	14.59%
<b>Unvoted legal debt margin as a percentage of the</b>					
unvoted debt limitation	73.13%	76.02%	80.66%	77.81%	85.41%
<b>Net general bonded debt</b>					
\$ 6,308,969	\$ 5,936,911	\$ 4,964,645	\$ 5,088,207	\$ 6,002,919	
Ratio of net bonded debt to assessed valuation	1.00%	0.93%	0.72%	0.73%	0.87%
Net bonded debt per capita	\$ 165.10	\$ 155.37	\$ 129.92	\$ 133.16	\$ 157.10

Source: Department of Finance, City of Huber Heights

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

	2009	2010	2011	2012	2013
\$	1,850,000	\$ -	\$ 8,000,000	\$ 11,581,000	\$ 15,242,200
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	<u>1,850,000</u>	<u>-</u>	<u>8,000,000</u>	<u>11,581,000</u>	<u>15,242,200</u>
	370,000	190,000	-	-	-
	<u>6,215,000</u>	<u>12,405,000</u>	<u>11,753,638</u>	<u>11,184,154</u>	<u>18,841,481</u>
	<u>6,585,000</u>	<u>12,595,000</u>	<u>11,753,638</u>	<u>11,184,154</u>	<u>18,841,481</u>
	14,250,000	13,510,000	12,655,000	11,800,000	10,925,000
	17,320	-	-	-	-
	760,964	591,772	472,839	348,052	263,950
	<u>2,093,585</u>	<u>2,633,089</u>	<u>2,452,407</u>	<u>2,266,264</u>	<u>2,134,901</u>
	<u>25,556,869</u>	<u>29,329,861</u>	<u>35,333,884</u>	<u>37,179,470</u>	<u>47,407,532</u>
	-	-	-	-	-
	21,116,615	20,476,506	19,879,680	19,259,960	24,479,150
	2,670,454	2,532,149	2,102,731	1,657,450	1,194,529
	1,187	-	-	-	-
	<u>23,788,256</u>	<u>23,008,655</u>	<u>21,982,411</u>	<u>20,917,410</u>	<u>25,673,679</u>
	<u>49,345,125</u>	<u>52,338,516</u>	<u>57,316,295</u>	<u>58,096,880</u>	<u>73,081,211</u>
	1,291.35	1,373.68	1,504.33	1,524.81	1,918.09
	6.18%	6.56%	7.18%	7.28%	9.16%
	-	-	-	-	-
	-	-	-	-	-
	(14,250,000)	(13,510,000)	(12,655,000)	(11,800,000)	(10,925,000)
	(2,093,585)	(2,633,089)	(2,452,407)	(2,266,264)	(2,134,901)
	<u>(16,343,585)</u>	<u>(16,143,089)</u>	<u>(15,107,407)</u>	<u>(14,066,264)</u>	<u>(13,059,901)</u>
	-	-	-	-	-
	(21,116,615)	(20,476,506)	(19,879,680)	(19,259,960)	(24,479,150)
	(2,670,454)	(2,532,149)	(2,102,731)	(1,657,450)	(1,194,529)
	(1,187)	-	-	-	-
	<u>(23,788,256)</u>	<u>(23,008,655)</u>	<u>(21,982,411)</u>	<u>(20,917,410)</u>	<u>(25,673,679)</u>
	<u>(40,131,841)</u>	<u>(39,151,744)</u>	<u>(37,089,818)</u>	<u>(34,983,674)</u>	<u>(38,733,580)</u>
	8,452,320	12,595,000	19,730,000	22,765,154	34,083,681
	(980,968)	(586,675)	(230,437)	(194,875)	(118,904)
	<u>7,471,352</u>	<u>12,008,325</u>	<u>19,499,563</u>	<u>22,570,279</u>	<u>33,964,777</u>
	71,417,228	71,905,791	69,254,144	67,756,631	66,980,863
\$	<u>63,945,876</u>	<u>\$ 59,897,466</u>	<u>\$ 49,754,581</u>	<u>\$ 45,186,352</u>	<u>\$ 33,016,086</u>
	10.46%	16.70%	28.16%	33.31%	50.71%
	89.54%	83.30%	71.84%	66.69%	49.29%
\$	8,082,320	\$ 12,405,000	\$ 19,730,000	\$ 22,765,154	\$ 34,083,681
	(980,968)	(586,675)	(230,437)	(194,875)	(118,904)
	<u>7,101,352</u>	<u>11,818,325</u>	<u>19,499,563</u>	<u>22,570,279</u>	<u>33,964,777</u>
	37,409,024	37,664,938	36,275,980	35,491,569	35,085,214
\$	<u>30,307,672</u>	<u>\$ 25,846,613</u>	<u>\$ 16,776,417</u>	<u>\$ 12,921,290</u>	<u>\$ 1,120,437</u>
	18.98%	31.38%	53.75%	63.59%	96.81%
	81.02%	68.62%	46.25%	36.41%	3.19%
\$	5,604,032	\$ 12,008,325	\$ 11,523,201	\$ 10,989,279	\$ 18,722,577
	0.82%	1.75%	1.75%	1.70%	2.93%
\$	146.66	\$ 315.17	\$ 302.44	\$ 288.42	\$ 491.39

CITY OF HUBER HEIGHTS, OHIO  
 Direct and Overlapping Governmental Activities Debt  
 December 31, 2013

<b>Governmental Unit</b>	<u>Debt Outstanding (2)</u>	<u>Percentage applicable to City (1)</u>	<u>Amount applicable to City</u>
Miami County	\$ 17,920,000	0.84%	\$ 150,528
Montgomery County	48,340,049	6.59%	3,185,609
Fairborn City School District	15,431,473	0.01%	1,543
Huber Heights City School District	78,800,730	87.93%	69,289,482
Vandalia-Butler City School District	58,690,835	0.01%	5,869
Mad River Local School District	9,935,000	0.03%	2,981
Greene County Career Center Joint Vocational School District	83,336	0.00%	-
Miami Valley Career Center Joint Vocational School District	<u>6,615,000</u>	9.63%	<u>637,025</u>
Subtotal, overlapping debt			110,443,352
<b>City of Huber Heights governmental activities direct debt</b>			<u>32,165,332</u>
<b>Total direct and overlapping debt</b>			<u><u>\$ 142,608,684</u></u>

(1) Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

(2) All debt reported as of December 31, 2013, except for the School District's which are reported as of June 30, 2013.



CITY OF HUBER HEIGHTS, OHIO  
Revenue Bond Coverage - Water Fund  
Last Ten Years

Year	Revenues (1)	Operating expenses (2)	Net revenue available debt service	Debt service requirements			Coverage (3)
				Principal	Interest	Total	
2013	\$ 5,361,880	\$ 2,306,650	\$ 3,055,230	\$ 1,410,000	\$ 491,297	\$ 1,901,297	1.61
2012	5,432,279	2,510,979	2,921,300	1,240,000	460,744	1,700,744	1.72
2011	4,477,229	2,044,892	2,432,337	1,235,000	470,744	1,705,744	1.43
2010	5,210,090	2,118,316	3,091,774	1,170,000	529,244	1,699,244	1.82
2009	5,260,916	2,077,090	3,183,826	1,115,000	584,994	1,699,994	1.87
2008	5,289,667	1,948,790	3,340,877	1,065,000	638,244	1,703,244	1.96
2007	6,278,971	1,943,224	4,335,747	1,020,000	679,044	1,699,044	2.55
2006	5,715,183	1,742,865	3,972,318	905,000	801,533	1,706,533	2.33
2005	5,579,036	1,765,613	3,813,423	625,000	242,792	867,792	4.39
2004	4,316,193	1,902,642	2,413,551	575,000	270,393	845,393	2.85

Source: Department of Finance, City of Huber Heights

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

(1) - Total revenues including non-operating revenues, capital contributions and transfers.

(2) - Total operating expenses exclusive of depreciation.

(3) - The City's bond covenant states that coverage must be at least 1.15 of the aggregate amount of principal and interest requirements on the bonds.

CITY OF HUBER HEIGHTS, OHIO  
OWDA Loan Coverage - Sewer Fund  
Last Ten Years

Year	Revenues (1)	Operating expenses (2)	Net revenue available debt service	Debt service requirements			Coverage
				Principal	Interest	Total	
2013	\$ 4,280,845	\$ 2,647,609	\$ 1,633,236	\$ 462,921	\$ 57,938	\$ 520,859	3.14
2012	3,893,214	2,665,978	1,333,700	445,658	75,201	520,859	2.56
2011	3,849,758	2,507,758	1,342,000	429,418	91,443	520,861	2.58
2010	3,953,466	2,477,929	1,475,537	403,743	98,963	502,706	2.94
2009	3,807,243	2,376,320	1,430,923	338,637	114,070	452,707	3.16
2008	3,891,610	2,283,913	1,607,697	374,097	128,609	502,706	3.20
2007	3,876,270	2,189,398	1,686,872	360,098	142,609	502,707	3.36
2006	4,004,640	2,283,770	1,720,870	346,625	156,082	502,707	3.42
2005	4,154,008	2,294,923	1,859,085	333,656	169,051	502,707	3.70
2004	3,863,808	2,220,490	1,643,318	321,172	181,536	502,708	3.27

Source: Department of Finance, City of Huber Heights

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

(1) - Revenues includes operating revenues only.

(2) - Total operating expenses exclusive of depreciation.

CITY OF HUBER HEIGHTS, OHIO  
 Schedule of Ratio of Annual Debt Service Expenditures for General Bonded Debt  
 to Total General Governmental Expenditures  
 Last Ten Years

<u>Year</u>	<u>Debt principal and interest (1)</u>	<u>General fund expenditures</u>	<u>Ratio</u>
2013	\$ 1,080,662	\$4,744,467	22.78%
2012	1,076,252	5,111,117	21.06%
2011	1,445,508	5,621,229	25.72%
2010	2,755,087	5,278,398	52.20%
2009	1,065,348	5,221,929	20.40%
2008	1,321,092	5,230,037	25.26%
2007	1,172,003	4,881,217	24.01%
2006	1,192,929	4,888,545	24.40%
2005	1,202,661	4,677,447	25.71%
2004	1,195,804	4,755,350	25.15%

Source: Department of Finance, City of Huber Heights

(1) Includes only general obligation debt payable from property taxes.

CITY OF HUBER HEIGHTS, OHIO  
 Schedule of Principal Employers  
 2013 and 2005

Employer	Industry	2013			2005 (2)		
		Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Huber Heights City Schools <sup>(1)</sup>	Education	854	1	4.54%	-		0.00%
ABF Freight Systems	Truck Terminal	670	2	3.56%	735	1	3.71%
Trimble Engineering & Const. Div.	Laser Manufacturing	400	3	2.13%	456	2	2.30%
Wal-Mart Store Incorporated	General Merchandise	358	4	1.90%	295	4	1.49%
FedEx Freight	Package Delivery	324	5	1.72%	300	3	1.52%
Lowe's Home Center, Inc.	Home Improvement Sales	224	6	1.19%	200	7	1.01%
Montgomery Development Center	Handicapped Home	214	7	1.14%	214	5	1.08%
City of Huber Heights	City Government	188	8	1.00%	198	8	1.00%
Spring Creek Nursing Center/5440	Rehabilitation Nursing Center	180	9	0.96%	180	9	0.91%
Kroger Limited	Grocery Store	174	10	0.93%	100	23	0.51%
Huber Health Center/Kettering Medical	Health Care	165	11	0.88%	-		0.00%
Meijer	General Merchandise	156	12	0.83%	-		0.00%
Coca-Cola Enterprises	Warehouser and Distributer	142	13	0.76%	210	6	1.06%
4Over, Inc.	Digital Printing	140	14	0.74%	-		0.00%
Dayton Freight Lines	Truck Terminal	126	15	0.67%	87	27	0.44%
Kohl's Department Stores, Inc.	General Merchandise	122	16	0.65%	180	9	0.91%
Veolia	Environmental Services	119	17	0.63%	-		0.00%
Target Corporation	General Merchandise	110	18	0.59%	150	16	0.76%
Enginetics Corporation	Aerospace Parts	110	18	0.59%	-		0.00%
Bon-Ton Elder Beerman	General Merchandise	104	20	0.55%	140	18	0.71%
Bowser Morner	Testing Laboratory	90	21	0.48%	160	11	0.81%
Gander Mountain	Outdoor Merchandise	75	22	0.40%	-		0.00%
U.S. Postal Service	Postal Service	74	23	0.00%	74	30	0.37%
Trimble Navigation	Laser Manufacturing	73	24	0.00%	-		0.00%
Dicks Sporting Goods	Sports Equipment & Merchandise	72	25	0.38%	-		0.00%
LaserMike, Inc.	Laser Gauging	72	25	0.38%	155	15	0.78%
Steak 'N Shake	Restaurant	71	27	0.38%	71	31	0.36%
Catlow, Inc.	Commercial Pump Manufacturing	68	28	0.36%	-		0.00%
YMCA	Recreation	66	29	0.35%	-		0.00%
Huber Heights School Bus Garage	Education/Transportation	66	29	0.00%	-		0.00%
TGI Friday's	Restaurant	65	31	0.35%	160	11	0.81%
Metokote Corp.	Powder-coated Metals	63	32	0.34%	130	20	0.66%
Applebee's	Restaurant	62	33	0.33%	-		0.00%
Huber Investment Corp.	Rental Properties	60	34	0.32%	-		0.00%
Millat Industries	Powder Coating	57	35	0.30%	-		0.00%
Fukuvi USA, Inc.	Plastic Building Materials Manufacturing	56	36	0.30%	95	26	0.48%
Hughes Peters	Light Manufacturing/Assembly	56	36	0.30%	-		0.00%
Stoops Freightliner	Trucking Terminal	56	36	0.30%	-		0.00%
Cub Foods	Grocery Store	-		0.00%	160	11	0.81%
Paxar Corporation	Paper Products Manufacturing	-		0.00%	158	14	0.80%
Southdown, Inc.	Cement Company	-		0.00%	150	16	0.76%
Aida America	Press Manufacturing	-		0.00%	132	19	0.67%
Wayne High School	Education	-		0.00%	122	21	0.62%
Onyx Industrial Services, Inc.	Trucking Company	-		0.00%	110	22	0.56%
Pizzeria Uno	Restaurant	-		0.00%	100	23	0.51%
K-Mart Corp.	General Merchandise	-		0.00%	100	23	0.51%
Studebaker Jr. High School	Education	-		0.00%	84	28	0.42%
Weisenborn Jr. High School	Education	-		0.00%	84	28	0.42%
		<u>6,082</u>		<u>31.22%</u>	<u>5,490</u>		<u>27.73%</u>

Source: City of Huber Heights, Planning and Development Department - telephone survey conducted December 2012, and 2003 CAFR.

(1) In 2012, the number of employees for Huber Heights City Schools was reported in total for all schools. In 2003, information was gathered separately for each school and only Wayne High School, Studebaker Jr. High, and Weisenborn Jr. High was listed as a principal employer.

(2) Latest information available.

CITY OF HUBER HEIGHTS, OHIO  
 Schedule of Principal Income Taxpayers  
 2013 and 2004

<u>Employer</u>	<u>Industry</u>	<u>2013 Rank</u>	<u>2004 Rank</u>
Wright Patterson Air Force Base	Military Base	1	1
Huber Heights City Schools	Education	2	2
Trimble Navigation Ltd	Laser Manufacturing	3	3
A B F Freight Systems	Truck Terminal	4	4
Fedex Freight	Package Delivery	5	5
City of Huber Heights	City Government	6	6
State of Ohio - Payroll Services	State Government	7	7
AIDA-Dayton Technologies Corp	Press Manufacturing	8	8
Wal-Mart Stores Incorporated	General Merchandise	9	9
Dayton Freight Lines, Inc.	Truck Terminal	10	13
Enginetics Aerospace	Aerospace Parts	11	12
Coca Cola Enterprises, Inc.	Warehouser and Distributor	12	10
Beta LaserMike Inc	Laser Gauging	13	14
Meijer Stores	General Merchandise	14	-
Kroger Limited	Grocery Store	15	18
Dayton Osteopathic Hospital	Hospital	16	-
Estes Express Lines	Freight Terminal	17	-
Lowe's Home Center Incorporated	Home Improvement Sales	18	17
4Over Inc.	Digital Printing	19	-
Providence Medical Group	Family Medical/Dental Services	20	29
Veeder Root LLC (Catlow)	Petroleum Dispensing Equip. Manufacturing	21	-
Stoops of Ohio, Inc.	Freightliner Sales	22	-
Bowser Morner	Testing Laboratory	23	16
Tridec Technologies	Information Technology Services	24	-
Metokote Corp	Powder-coated Metals	25	28
5440 Charlesgate Rd. Operating	Rehabilitation Nursing Center	26	-
Samaritan Family Care, Inc.	Healthcare	27	-
MJO Industries, Inc.	Light Manufacturing Assembly	28	-
PNC Bank NA (formerly National City Bank)	Banking	29	24
Emergency Medicine Specialists	Healthcare	30	-
Paxar Corporation	Paper Products Manufacturing	-	11
Huber Investment Corporation	Residential Rental	-	15
Tristate Healthcare	Healthcare	-	19
Reed Elsevier, Inc.	Data Storage	-	20
Dayton Regional Dialysis Inc	Healthcare	-	21
Fukuvi USA Inc.	Plastic Building Materials Manufacturing	-	22
CBS Personnel Services Inc.	Employment Agency	-	23
Yellow Transportation, Inc.	Truck Terminal	-	25
Spherion of Lima, Inc.	Temporary Employment Agency	-	26
Dayton Foods LTD	Grocery Store	-	27
Montgomery County Auditor	County Government	-	30

Source: Regional Income Tax Agency (RITA), City of Huber Heights, Division of Taxation

Due to legal restrictions and confidentiality requirements, the City cannot disclose the amount of withholdings by taxpayer. The City chose not to disclose percentages and number of filers by income level because the City does not require all taxpayers to file a return, therefore, the City does not have, nor can it obtain, this type of information.

CITY OF HUBER HEIGHTS, OHIO  
 Demographic and Economic Statistics  
 Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income (5)</u>	<u>Personal Income Per Capita (1)</u>	<u>Median Household Income (1)</u>	<u>Median Age (1)</u>	<u>Educational Attainment: Bachelor's Degree or Higher (1)</u>	<u>School Enrollment (2)</u>	<u>City of Huber Heights Unemployment Rate (3)</u>	<u>Average Sales Price of Residential Property (4)</u>	<u>Total Assessed Property Value (4)</u>
2013	38,101	\$ 983,882,123	\$ 25,823	\$ 54,897	38.4	21.70%	6,257	7.7%	\$ 92,998	\$ 637,912,980
2012	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,463	7.6%	81,872	645,301,250
2011	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,684	10.1%	103,540	659,563,280
2010	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,541	10.5%	100,868	684,817,060
2009	38,212	800,579,612	20,951	49,073	36.8	18.90%	6,546	11.0%	99,362	680,164,080
2008	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,532	6.9%	110,390	688,311,637
2007	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,651	5.7%	116,197	701,417,873
2006	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,542	5.5%	121,638	691,812,969
2005	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,861	5.6%	117,122	635,868,415
2004	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,761	5.7%	112,410	632,161,679

- (1) Source: U. S. Census
  - (a) Years 2004 through 2009 - 2000 Federal Census
  - (b) Years 2010 through 2013 - 2010 Federal Census
- (2) Source: Ohio Department of Education
- (3) Source: Ohio Department of Job and Family Services
- (4) Source: County Auditor; Montgomery County and Miami County, Ohio
- (5) Computation of per capita personal income multiplied by population

CITY OF HUBER HEIGHTS, OHIO  
 Full-Time Equivalent City Government Employees by Function/Program  
 Last Ten Years

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>Function/Program</b>										
Security of persons and property:										
Fire	57	55	55	56	55	56	57	56	56	56
Police	60	60	59	59	59	59	61	61	61	61
Other	14	14	15	12	12	11	11	11	11	11
Leisure time activities:										
Parks and recreation	-	-	-	-	-	-	-	-	-	1
Pool	-	-	-	-	-	-	-	-	-	24
Community environment:										
Economic development	2	2	2	2	-	-	-	-	-	-
Planning and zoning	12	9	9	10	11	11	11	9	9	9
Engineering	6	6	6	6	6	7	7	7	7	7
Community services	-	1	1	2	2	-	-	-	-	-
Senior citizens center	1	1	1	1	1	1	1	1	1	1
Transportation	28	22	20	20	19	18	18	18	18	18
General government:										
Mayor	1	1	1	1	1	1	1	1	1	1
Council	10	10	10	10	11	11	10	10	10	10
Management	5	3	3	3	3	3	3	2	2	2
Finance-accounting	6	8	8	7	7	7	7	7	7	7
Finance-income tax	11	10	10	11	6	8	9	9	9	9
Management information systems	4	4	4	4	4	3	3	3	3	3
Human resources	2	2	2	2	2	2	3	3	3	3
Buildings and grounds	-	-	-	-	2	2	2	2	2	2
Volunteers:										
Police	-	-	9	12	-	-	-	-	-	-
Fire	-	-	-	3	1	1	1	1	1	1
Non-security of persons and property	-	-	-	1	-	-	-	-	-	-
Totals	219	208	215	222	202	201	205	201	201	226

Source: Department of Finance, City of Huber Heights. The number of employees represents the number of allowed positions and not necessarily the number of filled positions.

CITY OF HUBER HEIGHTS, OHIO  
 Operating Indicators by Function/program  
 Last Ten Years

Function/Program	2004	2005	2006	2007	2008
Security of persons and property:					
Fire					
Number of fire calls	1,091	1,105	963	997	1,018
Number of EMS calls	3,879	3,878	4,021	4,018	4,274
Number of fire reports	2,037	1,105	1,871	1,773	1,840
Number of EMS reports	3,923	3,981	4,064	4,128	4,358
Police					
Calls for service	55,754	56,209	56,121	56,060	65,558
Total police incident reports taken and other activity	15,044	14,481	15,817	14,573	14,680
Offenses	5,382	5,339	5,008	4,607	5,167
Arrests	1,617	2,100	2,109	2,025	1,897
Field intervention	290	112	715	527	695
Juvenile	589	530	513	528	564
Stolen property	692	-	-	-	-
Citations	4,381	5,534	5,188	5,071	4,694
Warrants	590	854	715	681	535
Accidents	1,502	12	1,187	1,131	1,128
Intelligence	1	-	5	3	-
Pawn	-	-	377	-	-
Written warning	-	-	-	-	-
Parking ticket	-	-	-	-	-
Community environment:					
Planning and development					
Residential construction permits issued	142	123	89	107	37
Estimated value of residential construction	\$ 25,239,642	\$ 19,187,975	\$ 12,866,903	\$ 13,264,683	\$ 5,770,020
Commercial construction permits issued (2)	8	9	4	9	10
Estimated value of commercial construction	\$ 8,254,991	\$ 3,158,000	\$ 450,000	\$ 18,350,000	\$ 8,705,000
Industrial construction permits issued	5	9	1	9	3
Estimated value of industrial construction	\$ 1,256,600	\$ 2,234,500	\$ 1,400,000	\$ 31,614,683	\$ 5,600,000
General government:					
Finance-income tax (1)					
Number of income tax returns processed	19,081	22,578	22,578	20,879	22,749
Number of incoming phone calls processed	8,385	7,543	7,543	5,873	6,158
Number of letters sent out	12,798	14,382	14,382	15,633	19,360
Number of walk-in customers helped	5,326	5,967	5,967	5,868	6,929
Water:					
Water main breaks repaired	52	29	15	55	67
Hydrants flushed	1,722	343	1,850	300	1,888
Drinking water produced (gallons)	1,426,608,000	1,402,850,000	1,359,220,000	1,428,343,000	1,426,960,000

Sources: Various City Divisions/Departments.

- (1) The Regional Income Tax Agency (RITA) took over income tax collections for the City on January 1, 2009. Operating indicators are not available from them. The numbers presented are for the City's tax department and the customer service that they provided. In October 2010, the City resumed income tax collection and no longer used RITA.
- (2) In addition to the commercial construction in 2010, there was also construction of 7 new schools. The schools have varying completion dates ranging from 2012 through 2014.



2009 (1)	2010 (2)	2011	2012	2013
889	982	1,061	765	2,268
4,278	4,321	4,495	3,371	4,563
1,595	1,923	2,223	2,248	2,268
4,348	4,309	4,541	4,354	4,563
66,087	68,200	78,152	43,734	38,755
15,147	15,520	14,141	13,371	17,789
4,925	4,477	5,018	3,130	3,934
1,859	1,776	1,763	2,684	4,292
702	707	467	586	883
477	413	422	-	-
-	-	-	-	-
5,737	6,428	7,689	3,380	3,646
557	555	631	117	-
888	1,096	1,022	711	920
2	68	129	96	-
-	-	-	-	-
-	-	-	2,587	3,969
-	-	-	80	145
50	88	171	104	145
\$ 8,255,177	\$ 11,389,936	\$ 13,975,930	\$ 13,386,994	\$ 20,939,307
4	6	9	5	5
\$ 1,130,000	\$ 3,723,744	\$ 825,000	\$ 15,000,000	\$ 15,159,000
-	-	1	-	1
\$ -	\$ -	\$ 400,000	\$ -	\$ 12,000,000
-	108	12,976	14,814	14,359
3,181	3,000	4,943	4,876	4,375
2,130	1,078	6,285	10,076	8,209
3,784	3,748	5,261	5,877	5,281
34	45	48	41	46
415	1,977	412	2,063	401
1,329,616,000	1,364,426,000	1,334,103,000	1,329,987,000	1,257,565,000

CITY OF HUBER HEIGHTS, OHIO  
 Capital asset statistics by Function/Program  
 Last Ten Years

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Security of persons and property:										
Fire										
Stations	2	2	2	2	2	2	2	2	2	2
Staff cars	7	6	6	7	7	6	7	7	7	8
Emergency vehicles	9	8	8	8	8	8	8	8	8	8
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Staff cars	17	16	14	14	14	15	16	16	18	16
Police cruisers	29	28	33	37	31	26	29	29	31	25
Leisure time activities:										
Senior center										
Buildings	2	2	2	2	2	2	2	2	2	2
Parks and recreation										
Number of parks	13	13	15	15	15	16	16	16	17	17
Buildings	0	0	0	0	0	0	0	0	4	4
Pool (1)	1	1	1	1	1	1	0	0	1	1
Community environment:										
Planning and development										
Vehicles	4	4	5	5	5	5	5	5	5	5
Engineering										
City area (square miles)	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06
Streets (miles)	173.5	180.0	181.1	181.1	181.1	181.8	181.8	181.8	183.2	183.6
Streetlights	2,348	2,395	2,466	2,475	2,475	2,475	2,475	2,475	2,475	2,476
Vehicles	5	5	6	5	6	7	5	5	5	5
Transportation										
Buildings	7	7	7	7	6	8	8	8	8	8
Vehicles	22	22	21	22	25	25	27	27	25	25
General government:										
Central services										
Building	1	1	1	1	1	1	1	1	1	1
Automobiles	1	1	0	0	0	0	1	1	1	1
Management										
Automobiles	1	1	3	2	3	1	2	2	1	1
Finance-accounting										
Automobiles	2	2	1	1	1	1	1	1	1	1
Finance-income tax										
Total square footage occupied in leased income tax office	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262
Automobiles	2	2	1	1	1	1	1	1	1	1
Management information systems										
Automobiles	1	1	3	4	3	3	1	1	1	2
Courts										
Building	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	146.12	152.90	154.43	159.57	146.31	162.51	165.30	165.30	165.98	167.30
Sewer:										
Sanitary sewers (miles)	138.66	145.24	147.39	145.67	161.31	146.49	147.32	147.32	148.03	150.07
Stormwater:										
Storm sewers (miles)	131.49	138.02	139.59	139.59	139.59	140.74	140.74	140.74	142.70	143.19

Sources: Various City Divisions/Departments.

(1) - The City pool was demolished in 2010 due to the need of extensive repairs.



# Dave Yost • Auditor of State

**CITY OF HUBER HEIGHTS**

**MONTGOMERY COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 28, 2014**