

**Deloitte &  
Touche**

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***CITY OF HAMILTON!***  
***OHIO***

*Office of Management and Budget Circular A-133  
Reports for the Year Ended December 31, 1999*

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**Deloitte Touche  
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# CITY OF HAMILTON! OHIO

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

35 North Fourth Street, 1<sup>st</sup> Floor  
Columbus, Ohio 43215

Telephone 614-466-4514  
800-282-0370

Facsimile 614-728-7398

Mayor and Members of Council  
City of Hamilton

We have reviewed the Independent Auditor's Report of the City of Hamilton, Butler County, prepared by Deloitte & Touche LLP for the audit period January 1, 1999 through December 31, 1999. 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 Hamilton is responsible for compliance with these laws and regulations.

A handwritten signature in black ink, appearing to read "Jim Petro", written over a printed name and title.

JIM PETRO  
Auditor of State

July 11, 2000



## INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and  
Members of City Council  
City of Hamilton! Ohio and  
Jim Petro, Auditor of State of Ohio

We have audited the accompanying general purpose financial statements of the City of Hamilton! Ohio as of December 31, 1999, and for the year then ended, listed in the foregoing table of contents. These general purpose financial statements are the responsibility of the management of the City of Hamilton! Ohio. Our responsibility is to express an opinion on these general purpose 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, such general purpose financial statements present fairly, in all material respects, the financial position of the City of Hamilton! Ohio as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 3, the Proprietary Funds changed their method of accounting for fixed assets in 1999.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements the City of Hamilton!, taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. This schedule is the responsibility of the management of the City of Hamilton! Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the general purpose financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2000, on our consideration of the City of Hamilton!'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

*Deloitte & Touche LLP*

June 2, 2000

## *GENERAL PURPOSE FINANCIAL STATEMENTS*

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*THE FOLLOWING GENERAL PURPOSE FINANCIAL STATEMENTS, ALONG WITH THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS, PRESENT AN OVERVIEW OF THE CITY'S FINANCIAL POSITION AT DECEMBER 31, 1999 AND THE RESULTS OF OPERATIONS AND CASH FLOWS OF ITS PROPRIETARY AND NONEXPENDABLE TRUST FUNDS FOR THE YEAR THEN ENDED.*

**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

	<i>Governmental</i>			
	<i>Fund Types</i>			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
<b><u>Assets and Other Debits:</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$390,412	\$1,440,951	\$173,318	\$493,605
Investments	5,404,563	2,180,292	281,947	6,863,827
Receivables (net of allowance for doubtful accounts):				
Taxes	4,235,558	796,109	377,700	305,074
Accounts	27,045	467,036	0	0
Interest	225,204	11,351	5,010	0
Notes	0	856,930	0	0
Due from Other Funds	216,273	5,310	0	0
Interfund Receivable	187,680	0	0	0
Intergovernmental Receivable	0	0	0	0
Inventory of Supplies at Cost	7,825	40,911	0	0
Prepaid Items	239,703	26,386	0	0
<b>Restricted Assets:</b>				
Cash and Cash Equivalents	0	0	0	405,119
Investments	0	0	0	0
Bond Issuance Costs	0	0	0	0
Fixed Assets (net of accumulated depreciation)	0	0	0	0
Construction in Progress	0	0	0	0
Other Real Estate Owned for Investment	0	0	0	0
<b>Other Debits:</b>				
Amount Available in Debt Service Fund	0	0	0	0
Amount to be Provided for General Long-Term Obligations	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$10,934,263</b>	<b>\$5,825,276</b>	<b>\$837,975</b>	<b>\$8,067,625</b>

**THE CITY OF HAMILTON, OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

<i>Proprietary Fund Types</i>		<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		Totals (Memorandum Only)
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	
\$2,128,264	\$5,115	\$354,625	\$0	\$0	\$4,986,290
34,364,584	71,121	656,360	0	0	49,822,694
0	0	0	0	0	5,714,441
12,296,192	15	3,634	0	0	12,793,922
972,639	0	349	0	0	1,214,553
0	0	0	0	0	856,930
20,493	2,032,638	175,141	0	0	2,449,855
0	0	0	0	0	187,680
0	0	33,000	0	0	33,000
1,477,702	43,324	0	0	0	1,569,762
733,101	0	0	0	0	999,190
1,354,508	0	0	0	0	1,759,627
43,627,762	0	0	0	0	43,627,762
3,457,375	0	0	0	0	3,457,375
315,745,801	110,062	0	34,912,885	0	350,768,748
18,459,891	0	0	2,651,991	0	21,111,882
0	0	0	3,366,226	0	3,366,226
0	0	0	0	460,275	460,275
0	0	0	0	9,278,277	9,278,277
<u>\$434,638,312</u>	<u>\$2,262,275</u>	<u>\$1,223,109</u>	<u>\$40,931,102</u>	<u>\$9,738,552</u>	<u>\$514,458,489</u>

(Continued)

**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

	<i>Governmental</i>			
	<i>Fund Types</i>			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
<b><u>Liabilities, Equity and Other Credits:</u></b>				
<b>Liabilities:</b>				
Accounts Payable	\$2,307,505	\$867,563	\$0	\$456,327
Accrued Wages and Benefits	772,536	67,081	0	0
Accrued Liabilities	42,035	0	0	151
Due to Other Funds	306,925	121,603	0	0
Intergovernmental Payables	0	0	0	0
Interfund Payable	0	59,220	0	128,460
Due to Others	0	0	0	0
Accrued Interest Payable	0	0	0	288,867
Customer Deposits Payable	0	0	0	0
Deferred Revenue	2,817,132	1,355,858	377,700	398,236
General Obligation Notes Payable	0	0	0	10,290,000
Special Assessment Notes Payable	0	0	0	2,672,000
Compensated Absences Payable	1,186,854	73,014	0	0
General Obligation Bonds Payable	0	0	0	0
Special Assessment Bonds Payable (with governmental commitment)	0	0	0	0
Ohio Water Development Authority Loans Payable	0	0	0	0
Mortgage Revenue Bonds Payable	0	0	0	0
<b>Total Liabilities</b>	<b><u>7,432,987</u></b>	<b><u>2,544,339</u></b>	<b><u>377,700</u></b>	<b><u>14,234,041</u></b>
<b>Equity and Other Credits:</b>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
<b>Retained Earnings:</b>				
Unreserved:	0	0	0	0
<b>Fund Balances:</b>				
Reserved for Encumbrances	0	96,798	0	4,591,537
Reserved for Supplies Inventory	7,825	40,911	0	0
Reserved for Prepaid Items	239,703	26,386	0	0
Reserved for Debt Service	0	0	460,275	0
Reserved for Notes Receivable	0	856,930	0	0
Reserved for Endowments	0	0	0	0
<b>Unreserved:</b>				
Undesignated	3,253,748	2,259,912	0	(10,757,953)
<b>Total Equity and Other Credits</b>	<b><u>3,501,276</u></b>	<b><u>3,280,937</u></b>	<b><u>460,275</u></b>	<b><u>(6,166,416)</u></b>
<b>Total Liabilities, Equity and Other Credits</b>	<b><u>\$10,934,263</u></b>	<b><u>\$5,825,276</u></b>	<b><u>\$837,975</u></b>	<b><u>\$8,067,625</u></b>

The notes to the general purpose financial statements are an integral part of this statement.



**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

<i>Proprietary Fund Types</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		Totals (Memorandum Only)	
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	Totals (Memorandum Only)
\$6,212,505	\$529,400	\$0	\$0	\$0	\$10,373,300
448,862	169,717	0	0	0	1,458,196
0	0	0	0	0	42,186
1,902,775	0	118,552	0	0	2,449,855
0	0	707,479	0	0	707,479
0	0	0	0	0	187,680
3,030	0	320,948	0	0	323,978
4,499,487	0	0	0	0	4,788,354
728,633	0	0	0	0	728,633
13,049	0	0	0	0	4,961,975
6,400,000	0	0	0	0	16,690,000
0	0	0	0	0	2,672,000
3,667,720	796,935	0	0	4,122,506	9,847,029
2,928,130	0	0	0	3,905,000	6,833,130
0	0	0	0	1,711,046	1,711,046
9,090,695	0	0	0	0	9,090,695
306,729,253	0	0	0	0	306,729,253
<u>342,624,139</u>	<u>1,496,052</u>	<u>1,146,979</u>	<u>0</u>	<u>9,738,552</u>	<u>379,594,789</u>
0	0	0	40,931,102	0	40,931,102
37,138,422	0	0	0	0	37,138,422
54,875,751	766,223	0	0	0	55,641,974
0	0	0	0	0	4,688,335
0	0	0	0	0	48,736
0	0	0	0	0	266,089
0	0	0	0	0	460,275
0	0	0	0	0	856,930
0	0	76,130	0	0	76,130
0	0	0	0	0	(5,244,293)
<u>92,014,173</u>	<u>766,223</u>	<u>76,130</u>	<u>40,931,102</u>	<u>0</u>	<u>134,863,700</u>
<u>\$434,638,312</u>	<u>\$2,262,275</u>	<u>\$1,223,109</u>	<u>\$40,931,102</u>	<u>\$9,738,552</u>	<u>\$514,458,489</u>



**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Governmental</i>				Totals (Memorandum Only)
	<i>Fund Types</i>				
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	
<b>Revenues:</b>					
Taxes	\$18,610,521	\$2,638,169	\$0	\$2,114,565	\$23,363,255
Intergovernmental Revenues	4,959,426	4,846,942	0	271,855	10,078,223
Charges for Services	6,025,130	2,149,815	0	10,451	8,185,396
Licenses and Permits	925,472	368,287	0	0	1,293,759
Investment Earnings	928,290	21,648	39,998	(89,727)	900,209
Special Assessments	0	0	171,865	391,348	563,213
Fines and Forfeitures	849,082	168,525	0	0	1,017,607
All Other Revenues	450,430	453,153	2,185	186,441	1,092,209
<b>Total Revenues</b>	<b>32,748,351</b>	<b>10,646,539</b>	<b>214,048</b>	<b>2,884,933</b>	<b>46,493,871</b>
<b>Expenditures:</b>					
<b>Current:</b>					
Security of Persons and Property	18,435,961	3,643,518	0	0	22,079,479
Public Health and Welfare Services	1,075,081	79,281	0	0	1,154,362
Leisure Time Activities	1,500,132	0	0	0	1,500,132
Community Environment	892,602	2,986,595	0	0	3,879,197
Basic Utility Services	1,264,441	1,894,238	0	0	3,158,679
Transportation	432,315	3,485,729	0	0	3,918,044
General Government	3,533,137	0	0	0	3,533,137
Other Expenditures	3,614,661	0	0	0	3,614,661
Capital Outlay	0	0	0	9,259,503	9,259,503
<b>Debt Service:</b>					
Principal Retirement	0	0	4,251,068	0	4,251,068
Interest and Fiscal Charges	0	1,759	255,615	484,668	742,042
<b>Total Expenditures</b>	<b>30,748,330</b>	<b>12,091,120</b>	<b>4,506,683</b>	<b>9,744,171</b>	<b>57,090,304</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>2,000,021</b>	<b>(1,444,581)</b>	<b>(4,292,635)</b>	<b>(6,859,238)</b>	<b>(10,596,433)</b>
<b>Other Financing Sources (Uses):</b>					
Proceeds from Sale of Fixed Assets	14,472	0	0	298,686	313,158
Proceeds from Sale of General Obligation Bonds	0	0	3,500,000	0	3,500,000
Operating Transfers In	160,192	1,063,846	793,016	551,918	2,568,972
Operating Transfers Out	(1,063,846)	(66,665)	0	(1,388,461)	(2,518,972)
<b>Total Other Financing Sources (Uses)</b>	<b>(889,182)</b>	<b>997,181</b>	<b>4,293,016</b>	<b>(537,857)</b>	<b>3,863,158</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>1,110,839</b>	<b>(447,400)</b>	<b>381</b>	<b>(7,397,095)</b>	<b>(6,733,275)</b>
Fund Balance Beginning of Year	2,390,437	3,728,337	459,894	5,260,679	11,839,347
Residual Equity Transfer	0	0	0	(4,030,000)	(4,030,000)
<b>Fund Balance (Deficit) End of Year</b>	<b>\$3,501,276</b>	<b>\$3,280,937</b>	<b>\$460,275</b>	<b>(\$6,166,416)</b>	<b>\$1,076,072</b>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>General Fund</i>			<i>Special Revenue Funds</i>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$17,060,841	\$18,322,189	\$1,261,348	\$2,465,000	\$2,636,830	\$171,830
Intergovernmental Revenues	5,078,580	4,959,426	(119,154)	5,560,844	5,786,585	225,741
Charges for Services	6,353,508	6,079,556	(273,952)	2,050,206	2,069,956	19,750
Licenses and Permits	653,758	915,140	261,382	383,500	369,986	(13,514)
Investment Earnings	1,014,000	1,011,684	(2,316)	51,500	56,585	5,085
Special Assessments	0	0	0	0	0	0
Fines and Forfeitures	913,000	845,139	(67,861)	178,940	168,525	(10,415)
All Other Revenues	84,000	404,090	320,090	35,455	513,963	478,508
Total Revenues	<u>31,157,687</u>	<u>32,537,224</u>	<u>1,379,537</u>	<u>10,725,445</u>	<u>11,602,430</u>	<u>876,985</u>
<b>Expenditures:</b>						
<b>Current:</b>						
Security of Persons and Property	17,708,601	17,651,055	57,546	4,026,505	3,775,823	250,682
Public Health and Welfare	1,133,403	1,049,411	83,992	163,535	77,363	86,172
Leisure Time Activities	1,814,939	1,556,241	258,698	0	0	0
Community Environment	1,011,888	909,753	102,135	6,568,551	3,007,374	3,561,177
Basic Utility Services	1,484,017	1,274,146	209,871	2,298,513	2,193,129	105,384
Transportation	443,773	436,830	6,943	5,235,263	3,806,969	1,428,294
General Government	3,771,670	3,510,636	261,034	0	0	0
Other Expenditures	4,335,944	4,227,965	107,979	0	0	0
Capital Outlay	0	0	0	0	0	0
<b>Debt Service:</b>						
Principal Retirement	0	0	0	265,200	265,200	0
Interest and Fiscal Charges	0	0	0	12,569	12,569	0
Total Expenditures	<u>31,704,235</u>	<u>30,616,037</u>	<u>1,088,198</u>	<u>18,570,136</u>	<u>13,138,427</u>	<u>5,431,709</u>
Excess (Deficiency) of						
Revenues Over (Under) Expenditures	(546,548)	1,921,187	2,467,735	(7,844,691)	(1,535,997)	6,308,694
<b>Other Financing Sources (Uses):</b>						
Proceeds from Sale of Fixed Assets	10,000	14,472	4,472	0	0	0
Proceeds from General Obligation Notes	0	0	0	0	0	0
Proceeds from General Obligation Bonds	0	0	0	0	0	0
Proceeds from Special Assessment Notes	0	0	0	0	0	0
Proceeds from Special Assessment Bonds	0	0	0	0	0	0
Operating Transfers In	128,080	160,192	32,112	1,296,190	1,211,196	(84,994)
Operating Transfers Out	(1,425,933)	(1,063,846)	362,087	(57,500)	(66,665)	(9,165)
Advances In	191,307	191,307	0	59,220	59,220	0
Advances Out	(187,680)	(187,680)	0	(191,307)	(191,307)	0
Total Other Financing Sources (Uses)	<u>(1,284,226)</u>	<u>(885,555)</u>	<u>398,671</u>	<u>1,106,603</u>	<u>1,012,444</u>	<u>(94,159)</u>
Excess (Deficiency) of Revenues						
and Other Financing Sources Over (Under)						
Expenditures and Other Financing Uses	(1,830,774)	1,035,632	2,866,406	(6,738,088)	(523,553)	6,214,535
Fund Balance at Beginning of Year	2,668,003	2,668,003	0	1,671,416	1,671,416	0
Prior Year Encumbrances	1,126,410	1,126,410	0	1,759,706	1,759,706	0
Fund Balance at End of Year	<u>\$1,963,639</u>	<u>\$4,830,045</u>	<u>\$2,866,406</u>	<u>(\$3,306,966)</u>	<u>\$2,907,569</u>	<u>\$6,214,535</u>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

<i>Debt Service Fund</i>			<i>Capital Projects Funds</i>			<i>Totals (Memorandum Only)</i>		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$0	\$0	\$0	\$2,022,100	\$2,113,449	\$91,349	\$21,547,941	\$23,072,468	\$1,524,527
0	0	0	2,794,836	548,191	(2,246,645)	13,434,260	11,294,202	(2,140,058)
0	0	0	0	10,451	10,451	8,403,714	8,159,963	(243,751)
0	0	0	0	0	0	1,037,258	1,285,126	247,868
33,753	44,208	10,455	0	15,871	15,871	1,099,253	1,128,348	29,095
2,761	171,865	169,104	500,000	391,348	(108,652)	502,761	563,213	60,452
0	0	0	0	0	0	1,091,940	1,013,664	(78,276)
2,186	2,185	(1)	75,000	186,441	111,441	196,641	1,106,679	910,038
38,700	218,258	179,558	5,391,936	3,265,751	(2,126,185)	47,313,768	47,623,663	309,895
0	0	0	0	0	0	21,735,106	21,426,878	308,228
0	0	0	0	0	0	1,296,938	1,126,774	170,164
0	0	0	0	0	0	1,814,939	1,556,241	258,698
0	0	0	0	0	0	7,580,439	3,917,127	3,663,312
0	0	0	0	0	0	3,782,530	3,467,275	315,255
0	0	0	0	0	0	5,679,036	4,243,799	1,435,237
0	0	0	0	0	0	3,771,670	3,510,636	261,034
0	0	0	0	0	0	4,335,944	4,227,965	107,979
0	0	0	16,961,489	14,917,900	2,043,589	16,961,489	14,917,900	2,043,589
3,987,644	4,251,068	(263,424)	13,717,000	13,345,000	372,000	17,969,844	17,861,268	108,576
220,021	255,615	(35,594)	488,856	454,362	34,494	721,446	722,546	(1,100)
4,207,665	4,506,683	(299,018)	31,167,345	28,717,262	2,450,083	85,649,381	76,978,409	8,670,972
(4,168,965)	(4,288,425)	(119,460)	(25,775,409)	(25,451,511)	323,898	(38,335,613)	(29,354,746)	8,980,867
0	0	0	0	298,686	298,686	10,000	313,158	303,158
0	0	0	14,190,000	14,190,000	0	14,190,000	14,190,000	0
3,500,000	3,500,000	0	0	0	0	3,500,000	3,500,000	0
0	0	0	2,972,000	2,972,000	0	2,972,000	2,972,000	0
0	0	0	1,325,000	0	(1,325,000)	1,325,000	0	(1,325,000)
900,605	793,016	(107,589)	738,400	551,918	(186,482)	3,063,275	2,716,322	(346,953)
0	0	0	(935,734)	(935,734)	0	(2,419,167)	(2,066,245)	352,922
0	0	0	128,460	128,460	0	378,987	378,987	0
0	0	0	0	0	0	(378,987)	(378,987)	0
4,400,605	4,293,016	(107,589)	18,418,126	17,205,330	(1,212,796)	22,641,108	21,625,235	(1,015,873)
231,640	4,591	(227,049)	(7,357,283)	(8,246,181)	(888,898)	(15,694,505)	(7,729,511)	7,964,994
450,674	450,674	0	6,485,569	6,485,569	0	11,275,662	11,275,662	0
0	0	0	4,573,852	4,573,852	0	7,459,968	7,459,968	0
\$682,314	\$455,265	(\$227,049)	\$3,702,138	\$2,813,240	(\$888,898)	\$3,041,125	\$11,006,119	\$7,964,994



**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN RETAINED EARNINGS/FUND BALANCE**  
**ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Proprietary Fund Types</i>		<i>Fiduciary Fund Type</i>	Totals (Memorandum Only)
	Enterprise Funds	Internal Service Funds	Nonexpendable Trust Fund	
<b>Operating Revenues:</b>				
Charges for Services	\$90,839,861	\$20,194,813	\$0	\$111,034,674
Other Operating Revenues	801,028	3,753	0	804,781
Investment Earnings	0	0	5,355	5,355
<b>Total Operating Revenues</b>	<b>91,640,889</b>	<b>20,198,566</b>	<b>5,355</b>	<b>111,844,810</b>
<b>Operating Expenses:</b>				
Personal Services	12,708,910	13,856,920	0	26,565,830
Materials and Supplies	2,669,653	553,105	0	3,222,758
Contractual Services	5,612,843	4,652,748	0	10,265,591
Purchased Gas and Electricity	22,210,928	0	0	22,210,928
Depreciation	15,414,260	43,508	0	15,457,768
Other Operating Expenses	17,000,206	523,149	5,860	17,529,215
<b>Total Operating Expenses</b>	<b>75,616,800</b>	<b>19,629,430</b>	<b>5,860</b>	<b>95,252,090</b>
Operating Income (Loss)	16,024,089	569,136	(505)	16,592,720
<b>Non-Operating Revenues (Expenses):</b>				
Intergovernmental Grants	5,000	0	0	5,000
Investment Earnings	3,696,273	(1,111)	0	3,695,162
Interest and Fiscal Charges	(20,761,518)	0	0	(20,761,518)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(17,060,245)</b>	<b>(1,111)</b>	<b>0</b>	<b>(17,061,356)</b>
Income (Loss) Before Operating Transfers	(1,036,156)	568,025	(505)	(468,636)
<b>Operating Transfers:</b>				
Operating Transfers Out	(50,000)	0	0	(50,000)
<b>Total Operating Transfers</b>	<b>(50,000)</b>	<b>0</b>	<b>0</b>	<b>(50,000)</b>
Net Income (Loss)	(1,086,156)	568,025	(505)	(518,636)
Add: Depreciation Charged on Contributed Capital	1,124,611	0	0	1,124,611
Retained Earnings/Fund Balance				
at the Beginning of the Year	54,837,296	198,198	76,635	55,112,129
Retained Earnings/Fund Balance at End of Year	<b>\$54,875,751</b>	<b>\$766,223</b>	<b>\$76,130</b>	<b>\$55,718,104</b>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON! OHIO**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Proprietary</i>		<i>Fiduciary</i>	Totals (Memorandum Only)
	<i>Fund Types</i>		<i>Fund Type</i>	
	Enterprise Funds	Internal Service Funds	Nonexpendable Trust Fund	
<b><u>Cash Flows from Operating Activities:</u></b>				
Cash Received from Customers	\$90,798,612	\$20,198,671	\$0	\$110,997,283
Interest Receipts	0	0	6,901	6,901
Cash Payments for Goods and Services	(48,127,053)	(6,082,704)	(5,860)	(54,215,617)
Cash Payments to Employees	(12,901,824)	(14,160,636)	0	(27,062,460)
Net Cash Provided (Used) by Operating Activities	<u>29,769,735</u>	<u>(44,669)</u>	<u>1,041</u>	<u>29,726,107</u>
<b><u>Cash Flows from Noncapital Financing Activities:</u></b>				
Operating Grants Received	5,000	0	0	5,000
Transfers Out to Other Funds	(50,000)	0	0	(50,000)
Net Cash Used by Noncapital Financing Activities	<u>(45,000)</u>	<u>0</u>	<u>0</u>	<u>(45,000)</u>
<b><u>Cash Flows from Capital and Related Financing Activities:</u></b>				
Proceeds from General Obligation Notes	6,400,000	0	0	6,400,000
Acquisition and Construction of Assets	(22,465,472)	(14,610)	0	(22,480,082)
Principal Paid on General Obligation Notes	(6,400,000)	0	0	(6,400,000)
Principal Paid on General Obligation Bonds	(191,000)	0	0	(191,000)
Principal Paid on Revenue Bonds	(5,850,000)	0	0	(5,850,000)
Principal Paid on Ohio Water Development Authority Loans	(413,660)	0	0	(413,660)
Interest Paid on All Debt	(19,962,490)	0	0	(19,962,490)
Net Cash Used for Capital and Related Financing Activities	<u>(48,882,622)</u>	<u>(14,610)</u>	<u>0</u>	<u>(48,897,232)</u>
<b><u>Cash Flows from Investing Activities:</u></b>				
Purchase of Investments	(3,031,471)	0	(2,173)	(3,033,644)
Sale of Investments	15,437,578	58,407	0	15,495,985
Receipts of Interest	5,178,860	0	0	5,178,860
Net Cash Provided (Used) for Investing Activities	<u>17,584,967</u>	<u>58,407</u>	<u>(2,173)</u>	<u>17,641,201</u>
Net Decrease in Cash and Cash Equivalents	(1,572,920)	(872)	(1,132)	(1,574,924)
Cash and Cash Equivalents at Beginning of Year	5,055,692	5,987	1,286	5,062,965
Cash and Cash Equivalents at End of Year	<u>\$3,482,772</u>	<u>\$5,115</u>	<u>\$154</u>	<u>\$3,488,041</u>
<b><u>Reconciliation of Cash and</u></b>				
<b><u>Cash Equivalents per the Balance Sheet:</u></b>				
Cash and Cash Equivalents	\$2,128,264	\$5,115	\$354,625	\$2,488,004
Less: Cash and Cash Equivalents in Agency Funds	0	0	(354,471)	(354,471)
Restricted Cash and Cash Equivalents	1,354,508	0	0	1,354,508
Cash and Cash Equivalents at End of Year	<u>\$3,482,772</u>	<u>\$5,115</u>	<u>\$154</u>	<u>\$3,488,041</u>

(Continued)



**THE CITY OF HAMILTON! OHIO**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Proprietary Fund Types</i>		<i>Fiduciary Fund Type</i>	Totals (Memorandum Only)
	Enterprise Funds	Internal Service Funds	Nonexpendable Trust Fund	
<b><u>Reconciliation of Operating Income (Loss) to Net Cash</u></b>				
<b><u>Provided (Used) by Operating Activities:</u></b>				
Operating Income (Loss)	\$16,024,089	\$569,136	(\$505)	\$16,592,720
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	15,414,260	43,508	0	15,457,768
Decrease in the Fair Value of Investments	0	0	1,546	1,546
<b>Changes in Assets and Liabilities:</b>				
(Increase) Decrease in Accounts Receivable	(889,377)	105	0	(889,272)
(Increase) Decrease in Inventory	298,505	(36,173)	0	262,332
(Increase) Decrease in Prepaid Items	(247,141)	13,337	0	(233,804)
Decrease in Accounts Payable	(582,727)	(249,462)	0	(832,189)
Increase in Accrued Wages and Benefits	118,617	144,084	0	262,701
Increase in Customer Deposits	177,803	0	0	177,803
Decrease in Deferred Revenue	(30,623)	0	0	(30,623)
Decrease in Compensated Absences	(513,671)	(529,204)	0	(1,042,875)
Total Adjustments	<u>13,745,646</u>	<u>(613,805)</u>	<u>1,546</u>	<u>13,133,387</u>
Net Cash Provided (Used) by Operating Activities	<u>\$29,769,735</u>	<u>(\$44,669)</u>	<u>\$1,041</u>	<u>\$29,726,107</u>

**Schedule of Noncash Investing, Capital and Financing Activities:**

At December 31, 1999, the Gas, the Electric, the Water and the Sewer Funds had outstanding liabilities of \$57,581, \$495,618, \$153,834 and \$595,943 respectively for certain capital assets. At December 31, 1999, the Fleet Maintenance Fund (Internal Service Fund) had outstanding liabilities of \$6,207 for certain capital assets. During 1999 the fair value of investments decreased by \$251,695, \$722,458, \$274,384, \$199,767, \$1,644, \$5,539, and \$1,123 in the Gas, Electric, Water Sewer, Parking, Golf Course and Central Park Sports Arena Funds, respectively. The fair value of investments decreased by \$1,100 in the Fleet Maintenance Fund.

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON! OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS**  
**DECEMBER 31, 1999**

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

The City of Hamilton, Ohio (the City) is a home rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter, which provides for a Council/Manager form of government. The Charter was adopted November 2, 1926 and became effective January 1, 1928. The current Charter, as amended, was adopted March 19, 1996 and became effective on that same day.

The accompanying general purpose financial statements of the City present the financial position of the various fund types and account groups, the results of operations of the various fund types and the cash flows of the proprietary and similar trust funds. The financial statements are presented as of December 31, 1999 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

The accompanying general purpose financial statements comply with the provisions of the GASB Statement No. 14, *"The Financial Reporting Entity,"* in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, account groups, agencies, boards and commissions that are part of the primary government, which include the following services: police and fire protection, parks and recreation, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates a gas distribution system, electric generation facilities and distribution system, a water treatment and distribution system, a wastewater treatment and collection system, parking and athletic facilities and two golf courses, all of which are reported as enterprise funds.

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

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies:

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

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

***Governmental Funds***

The accounting system is organized and operated on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). The various funds are summarized by type in the general purpose financial statements. The following fund types and account groups are used by the City:

Governmental funds are those funds through which most governmental functions are typically financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the City's governmental fund types:

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

Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Fund - This fund is used for the accumulation of resources for, and the payment of, general obligation and special assessment long-term debt principal and interest (other than those accounted for in the proprietary funds).

Capital Projects Funds - These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary funds).

***Proprietary Funds***

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, whereby the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City maintains separate enterprise funds for its gas, electric, water, wastewater, parking, golf and sports arena.

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

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

Internal Service Funds - These funds are used to account for the financing of services provided by one department to other departments or agencies of the governmental unit or to other governmental units on a cost-reimbursement basis.

*Fiduciary Funds*

Trust and Agency Funds - These funds are used to account for assets held by a government unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City maintains a nonexpendable trust fund and agency funds. The nonexpendable trust fund is accounted for in essentially the same manner as the proprietary funds since capital maintenance is critical. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

*Account Groups*

To make a clear distinction between fixed assets related to specific funds and those of general government and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for fixed assets of the City other than those accounted for in the proprietary funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term debt of the City except those accounted for in the proprietary funds.

**C. Basis of Accounting**

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

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

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

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

Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, state levied locally shared taxes (including motor vehicle license fees and local government assistance). Income taxes other than those withheld by employers, licenses, permits, charges for service and other miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments, including related accrued interest, which are measurable but not available at December 31 are recorded as deferred revenue. Property taxes, which are measurable at December 31, 1999 but are not intended to finance 1999 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred revenue as further described in Note 6.

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

Pursuant to GASB Statement No. 20, *"Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting,"* the City follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements.

**D. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the fund level. Budgetary modifications that amend the appropriations of any fund may be made only by ordinance of the City Council.

**1. Tax Budget**

The Director of Finance and the City Manager submit an annual tax budget for the following fiscal year to City Council by July 15 for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

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

**D. Budgetary Process (Continued)**

**2. Estimated Resources**

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 1999.

**3. Appropriations**

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through February 28. An annual appropriation ordinance must be passed by March 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund level, the legal level of control. The appropriation ordinance may be amended by ordinance of Council during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. The allocation of appropriations among departments and objects within a fund may be modified during the year by management. During 1999, several supplemental appropriations were necessary to budget the use of contingency funds, intergovernmental grant proceeds and capital improvement projects. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--All Governmental Fund Types" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

**4. Encumbrances**

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying general purpose financial statements.

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

**D. Budgetary Process (Continued)**

**5. Lapsing of Appropriations**

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

**6. Budgetary Basis of Accounting**

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

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

**D. Budgetary Process (Continued)**

**6. Budgetary Basis of Accounting (Continued)**

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary cash basis statements for the governmental funds:

	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
GAAP Basis (as reported)	\$1,110,839	(\$447,400)	\$381	(\$7,397,095)
Increase (Decrease):				
Accrued Revenues at December 31, 1999 received during 2000	(2,004,853)	(790,484)	(5,010)	(206,521)
Accrued Revenues at December 31, 1998 received during 1999	2,069,457	1,744,339	9,220	587,339
Accrued Expenditures at December 31, 1999 paid during 2000	4,615,855	1,188,481	0	873,805
Accrued Expenditures at December 31, 1998 paid during 1999	(3,700,945)	(1,347,525)	0	(1,172,845)
1998 Prepays for 1999	225,963	25,601	0	0
1999 Prepays for 2000	(239,703)	(26,386)	0	0
Note Proceeds	0	0	0	17,162,000
Note Retirements	0	(125,200)	0	(13,045,000)
Increase in Petty Cash	(200)	0	0	0
Outstanding Encumbrances	(1,040,781)	(744,979)	0	(5,047,864)
Budget Basis (Non-GAAP)	<u>\$1,035,632</u>	<u>(\$523,553)</u>	<u>\$4,591</u>	<u>(\$8,246,181)</u>

**E. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). The STAR Ohio is considered an investment for purposes of GASB Statement No. 3, but it is reported as a cash equivalent in the general purpose financial statements because it is a highly liquid instrument which is readily convertible to cash.



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

**E. Cash and Cash Equivalents** (Continued)

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own pooled cash and investments account. For purposes of the statement of cash flows, the proprietary funds' share of equity in investments with original maturities of three months or less is considered to be cash equivalents. See Note 5, "Cash, Cash Equivalents and Investments."

**F. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City reports its investments at fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 5, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 1999. 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, 1999.

**G. Inventory**

Inventories are stated at moving average cost. The costs of governmental fund-type and proprietary fund-type inventories are recorded as expenditures/expenses when consumed rather than when purchased.

**H. Fixed Assets and Depreciation**

The accounting and reporting treatment applied to fixed assets is determined by the ultimate use:

**1. Property, Plant and Equipment - General Governmental Purposes**

Fixed assets acquired or constructed for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received.

Fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City; therefore, the purpose of stewardship for capital expenditures can be satisfied without recording these assets.

The City has elected not to depreciate the fixed assets in the General Fixed Assets Account Group.

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

**H. Fixed Assets and Depreciation (Continued)**

**2. Property, Plant and Equipment - Proprietary Funds**

Property, plant and equipment acquired by the proprietary funds are stated at cost or estimated historical cost. Contributed fixed assets are recorded at fair market value at the date received.

Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Estimated Lives (Years)
Buildings	25
Improvements other than Buildings/Infrastructure	10 - 75
Machinery, Equipment, Furniture and Fixtures	3 - 25

**I. Long-Term Obligations**

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

Obligation	Fund
Bond Anticipation Notes (General and Special Assessment)	Special Assessment Fund High Street Property Fund Hamilton Enterprise Park Fund
General Obligation Bonds	Parking Fund Golf Fund Central Park Sports Arena Fund Sinking Fund
Special Assessment Bonds with Governmental Commitment	Sinking Fund
Mortgage Revenue Bonds	Gas Fund Electric Fund Water Fund Wastewater Fund
OWDA Loans	Wastewater Fund
Police/Fireman's Pension Accrued Liability	General Fund

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

**I. Long-Term Obligations (Continued)**

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

<u>Obligation</u>	<u>Fund</u>
Compensated Absences	General Fund Safety Services Fund, Refuse Fund Street Maintenance Fund Community Development Block Grant Fund Gas Fund, Electric Fund Water Fund, Wastewater Fund Parking Fund, Golf Course Fund Fleet Maintenance Fund Central Services Fund

**J. Compensated Absences**

Employees of the City earn vacation leave at various rates within limits specified under collective bargaining agreements or under statute. Vacation earned in a calendar year must be used during the following year. Vacation time cannot carry over into the subsequent year, unless written permission is granted from the City Manager. Therefore, no long-term liability for vacation time is accrued in the General Long-Term Obligations Account Group. At termination or retirement, employees are paid at their full rate for 100% of their unused vacation leave.

The rate of cash compensation for sick leave payout varies within specified limits under collective bargaining agreements or under law. Employees are paid 75% of the accumulated sick time upon retirement or death up to a maximum of 1200 hours for employees whose normal work schedule is 40 hours per week, and up to 1680 hours for those working a 53 hour week. Those individuals that commenced employment on or after January 1, 1990, will be paid 50%, and those individuals that commenced employment on or after January 1, 1994 will be paid 25% of the accumulated sick leave upon death or retirement. Employees are eligible for retirement at age 60 with 5 years of service, age 55 with 25 years of service, and any age with at least 30 years of service. Compensation for sick leave is paid at the employee's full rate of pay at the time of termination or retirement.

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined. For governmental funds, the portion of unpaid compensated absences expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." The remaining portion of the liability is reported in the General Long-Term Obligations Account Group.

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

**K. Pensions**

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

**L. Interfund Transactions**

During the course of normal operations, the City has numerous transactions between funds. Interfund transactions are generally classified as follows:

- Operating transfers are reported as "Other Financing Sources and Uses" in the governmental funds, as "Operating Transfers In" by the recipient fund and "Operating Transfers Out" by the disbursing fund.
- Residual Equity Transfers are nonroutine or nonrecurring transfers between funds and are reported as additions to or deductions from the fund equity balance.

Transactions that would be treated as revenues and expenditures if the transactions involved organizations external to the City are similarly treated when involving other funds of the City. The City also advances cash from one fund to another as necessary to meet current obligations.

**M. Reservations of Fund Balance**

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for prepaid items, inventories, debt service, notes receivable, endowments and encumbered amounts not accrued at year end.

**N. Contributed Capital**

Proprietary fund type contributed capital is recorded at the fair market value of the related assets at the date received. Depreciation on contributed fixed assets resulting from donations or restricted grants are closed to contributed capital.

**O. Restricted Assets**

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the combined balance sheet because their use is limited for debt service payments and capital improvements. Other restricted assets consist of resources whose use is restricted by City Council for capital improvements.

**P. Total Columns on the General Purpose Financial Statements**

Total columns on the general purpose financial statements are captioned "Memorandum Only" to indicate they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**NOTE 2 - RESIDUAL EQUITY TRANSFERS**

A residual equity transfer of \$4,030,000 was recorded in the Capital Projects Funds for Bond Anticipation Notes of \$3,500,000 and \$530,000 which were previously included in the General Long-Term Obligations Account Group. The transfer is reflected as a deduction to the beginning fund balance for the Capital Projects Funds.

**NOTE 3 - PROPERTY ADJUSTMENT**

In 1999 the City completed an upgrade of its fixed assets accounting records. This information was developed from physical inventory listings maintained by City Departments using actual cost, estimated historical cost or estimated replacement cost discounted to year of acquisition. In addition, depreciation was recalculated based on the specific useful life and the estimated cost of the fixed assets. The effect of the above as of January 1, 1999 was to increase balance sheet accounts as follows:

	As Previously Reported	Property Adjustment	As Restated
Net Fixed Assets	<u>\$285,680,575</u>	<u>\$37,483,415</u>	<u>\$323,163,990</u>
Contributed Capital	17,743,279	20,519,754	38,263,033
Retained Earnings	37,873,635	16,963,661	54,837,296

**NOTE 4 - COMPLIANCE AND ACCOUNTABILITY**

**Fund/Retained Earnings Deficits**

The fund deficits at December 31, 1999 of \$1,704 in the Brownfield Improvement Fund, \$34,942 in the Weed and Seed Grant Fund and \$120,156 in the Miami Conservancy Fund (special revenue funds) arose from the recognition of expenditures on the modified accrual basis of accounting which are greater than expenditures recognized on the budgetary basis. The fund deficits at December 31, 1999 of \$512,237 in the Capital Projects Fund, \$750,293 in the Special Assessment Fund, \$576,362 in the MITIE Fund, \$4,335,114 in the Hamilton Enterprise Park Fund, \$968,335 in the Central Business District Streetscape Improvements Fund and \$141,739 in the Issue II Project Fund (capital projects funds) arose from the recording of notes payable within the individual fund balance sheets. The retained earnings deficits of \$1,337,852 in the Electric Fund and \$2,106,713 in the Parking Fund (enterprise funds) arose from the recognition of expenses on the accrual basis of accounting which are greater than expenses recognized on the cash basis. The deficits do not exist under the budgetary/cash basis of accounting. The general fund provides operating transfers when cash is required, not when accruals occur.

**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the City into three categories:

Category 1 consists of "active" funds - those funds required to be kept in "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current two year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds not needed for immediate use but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 110% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3, "*Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*," collateral held in single financial institution collateral pools with securities being held by the pledging financial institution's agent in the pool's name are classified as Category 3.

The GASB has established risk categories for deposits and investments as follows:

*Deposits:*

- Category 1 Insured or collateralized with securities held by the City or by its agent in the City's name.
- Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
- Category 3 Collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

*Investments:*

- Category 1 Insured or registered with securities held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

**A. Deposits**

At year end the carrying amount of the City's deposits was \$5,396,418 and the bank balance was \$5,779,777. Federal depository insurance covered \$473,853 of the bank balance. All remaining deposits were classified as Category 3. In addition, the City had \$3,714 cash on hand.

**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments**

The City's investments at December 31, 1999 are summarized below:

<u>Categorized Investments</u>	<u>Category 1</u>	<u>Category 3</u>	<u>Total Fair Value</u>
City of Hamilton Notes and Bonds	\$1,051,046	N/A	\$1,051,046
U.S. Government Securities	48,771,648	N/A	48,771,648
Investments Held in Trust:			
U.S. Government Securities	N/A	43,627,762	43,627,762
<b>Total Categorized Investments</b>	<b>49,822,694</b>	<b>43,627,762</b>	<b>93,450,456</b>
<u>Non-Categorized Investments</u>			
STAR Ohio	N/A	N/A	1,345,785
<b>Total Non-Categorized Investments</b>	<b>N/A</b>	<b>N/A</b>	<b>1,345,785</b>
<b>Total Investments</b>	<b>\$49,822,694</b>	<b>\$43,627,762</b>	<b>\$94,796,241</b>

**C. Reconciliation of Cash, Cash Equivalents and Investments**

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. STAR Ohio is treated as a cash equivalent. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the combined financial statements and the classifications per items A and B of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Combined Balance Sheet	\$6,745,917	\$93,450,456
Investments:		
STAR Ohio	(1,345,785)	1,345,785
<b>Per GASB Statement No. 3</b>	<b>\$5,400,132</b>	<b>\$94,796,241</b>

\* Includes cash on hand.



**NOTE 6 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 1999 were levied after October 1, 1998 on assessed values as of January 1, 1998, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be revalued every six years. The last revaluation was completed for tax year 1997. Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 31; if paid semi-annually, the first payment is due by February and the remainder payable in July. Under certain circumstances, state statute permits later payment dates to be established.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25% of its true value. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semi-annually, the first payment is due April 30; the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Hamilton. The County Auditor periodically remits to the City its portion of the taxes collected.

The full tax rate for the City's operations for the year ended December 31, 1999 was \$5.06 per \$1,000 of assessed value. The assessed value upon which the 1999 receipts were based was \$683,456,124. This amount constitutes \$579,622,630 in real property assessed value, \$22,567,390 in public utility assessed value and \$81,266,104 in tangible personal property assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .506% (5.06 mills) of assessed value.

**B. Income Tax**

The City levies a tax of 2.0% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of 2.0% of taxable salaries, wages, commissions and other compensation.

NOTE 6 - TAXES (Continued)

**B. Income Tax** (Continued)

Employers within the City are required to withhold income tax on employees compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

NOTE 7 - RECEIVABLES

Receivables at December 31, 1999 consisted of taxes, interest, accounts receivable, notes and intergovernmental receivables arising from shared revenues. The receivables at December 31, 1999 were net of allowances for doubtful accounts: Gas System, \$3,704,972; Electric System, \$6,141,008; Water System, \$1,590,268 and Wastewater System, \$1,819,670.

NOTE 8 - OPERATING TRANSFERS

Following is a summary of operating transfers in and out for all funds for 1999:

Fund	Transfer In	Transfer Out
General Fund	\$160,192	\$1,063,846
Special Revenue Funds:		
Municipal Income Tax Aggregation/ Verification Fund	0	66,665
Refuse Fund	65,966	0
Street Maintenance Fund	690,000	0
Transit System Fund	287,880	0
Miami Conservancy Fund	20,000	0
Total Special Revenue Funds	1,063,846	66,665
Debt Service Fund:		
Sinking Fund	793,016	0
Capital Projects Funds:		
Hamilton Capital Improvement Fund	50,000	1,067,427
Special Assessment Fund	0	192,940
High Street Property Fund	0	128,094
MITIE Fund	34,568	0
Hamilton Enterprise Park Fund	157,350	0
Central Business District Streetscape Improvement Fund	310,000	0
Total Capital Projects Funds	551,918	1,388,461
Enterprise Fund:		
Golf Course Fund	0	50,000
Totals	\$2,568,972	\$2,568,972

**NOTE 9 - INTERFUND RECEIVABLES AND PAYABLES**

The composition of interfund balances as of December 31, 1999, is as follows:

**A. Due to/from Other Funds**

Due to/from Other Funds	Due from Other Funds	Due to Other Funds
General Fund	\$216,273	\$306,925
Special Revenue Funds:		
Street Maintenance Fund	71	0
CDBG Fund	5,239	121,603
Total Special Revenue Funds	<u>5,310</u>	<u>121,603</u>
Enterprise Funds:		
Gas Fund	5,000	447,017
Electric Fund	5,493	768,860
Water Fund	5,000	450,859
Sewer Fund	5,000	236,039
Total Enterprise Funds	<u>20,493</u>	<u>1,902,775</u>
Internal Services Funds:		
Fleet Maintenance Fund	269,620	0
Central Services Fund	1,763,018	0
Total Internal Service Funds	<u>2,032,638</u>	<u>0</u>
Agency Funds:		
Travel Advance Fund	0	23,040
Tax Collection Fund	175,141	0
Municipal Court Fund	0	95,512
Total Agency Funds	<u>175,141</u>	<u>118,552</u>
Totals	<u>\$2,449,855</u>	<u>\$2,449,855</u>

**B. Interfund Receivable/Payable**

Interfund Receivable/Payable	Receivable	Payable
General Fund	\$187,680	\$0
Special Revenue Funds:		
Weed and Seed Grant Fund	0	31,600
Safety Services Fund	0	27,620
Total Special Revenue Funds	<u>0</u>	<u>59,220</u>
Capital Projects Funds:		
MIIE Fund	0	31,500
Issue II Project Fund	0	96,960
Total Capital Projects Funds	<u>0</u>	<u>128,460</u>
Totals	<u>\$187,680</u>	<u>\$187,680</u>

**NOTE 10 - FIXED ASSETS**

**A. General Fixed Assets**

Summary by Category of Changes in General Fixed Assets:

Category	December 31, 1998	Additions	Deletions	December 31, 1999
Land	\$15,624,747	\$37,938	\$0	\$15,662,685
Buildings and Improvements	7,256,908	520,177	0	7,777,085
Machinery and Equipment	9,572,582	2,932,195	(1,031,662)	11,473,115
Construction in Progress	363,088	2,288,903	0	2,651,991
Totals	\$32,817,325	\$5,779,213	(\$1,031,662)	\$37,564,876
Other Real Estate Owned For Investment	\$3,500,000	\$0	(\$133,774)	\$3,366,226

Summary by Category and Investment at December 31, 1999:

General Fixed Assets	Investment in General Fixed Assets	
	General Fund	\$4,302,282
	Special Revenue Funds	10,630,144
Land	Capital Projects Funds	4,114,486
Buildings & Improvements	Enterprise Funds	8,070,101
Machinery and Equipment	Federal Grants	4,402,673
Construction in Progress	Donated	6,045,190
Total	Total	\$37,564,876
\$15,662,685	Total	\$37,564,876
7,777,085		
11,473,115		
2,651,991		

**B. Proprietary Fixed Assets**

Summary by Category at December 31, 1999:

Category	Cost	Accumulated Depreciation	Net Book Value
Enterprise			
Land	\$13,624,142	\$0	\$13,624,142
Buildings & Improvements	90,321,999	(32,751,025)	57,570,974
Machinery and Equipment	443,251,465	(198,700,780)	244,550,685
Construction in Progress	18,459,891	0	18,459,891
Property, Plant and Equipment	\$565,657,497	(\$231,451,805)	\$334,205,692
Internal Service			
Machinery and Equipment	\$190,208	(\$80,146)	\$110,062
Property, Plant and Equipment	\$190,208	(\$80,146)	\$110,062

**NOTE 11 – DEFINED BENEFIT PENSION PLANS**

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

**A. Public Employees Retirement System (the "PERS of Ohio")**

The following information was provided by the PERS of Ohio to assist the City in complying with GASB Statement No. 27, *"Accounting for Pensions by State and Local Government Employers."*

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in the PERS of Ohio, a cost-sharing multiple employer defined benefit pension plan. The PERS of Ohio provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Public Employees Retirement System of Ohio issues a stand-alone financial report that includes financial statements and required supplementary information for the PERS of Ohio. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. The employee contribution rate is 8.5%. The 1999 employer contribution rate for local government employer units was 13.55%, of covered payroll, 9.35% to fund the pension and 4.2% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the PERS of Ohio for the years ending December 31, 1999, 1998 and 1997 were \$3,285,924, \$3,060,933 and \$2,902,000, respectively, which were equal to the required contributions for each year.

The PERS of Ohio provides postemployment health care benefits to age and service retirants with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants. Health care coverage for disability recipients is also available. A portion of each employer's contribution to the PERS of Ohio is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the PERS of Ohio. The portion of the 1999 employer contribution rate (identified above) that was used to fund health care for the year 1999 was 4.2% of covered payroll which amounted to \$1,018,515.

Other Postemployment Benefits (OPEB) are financed through employer contributions and investment earnings thereon. Funding and accounting were on a pay-as-you-go basis. The contributions allocated to retiree health care, along with investment income on allocated assets and periodic adjustments in health care provisions are expected to be sufficient to sustain the program indefinitely. Expenditures for other postemployment benefits during 1999 were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. The number of benefit recipients eligible for OPEB at December 31, 1999 was 118,062.

**NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)**

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

During 1997, the Retirement Board adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions, equal to 4.2% of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health care coverage.

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

All City full-time police officers and full-time firefighters participate in the OP&F Fund, a cost-sharing multiple-employer defined benefit pension plan. The OP&F Fund provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the OP&F Fund. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to the OP&F Fund for the years ending December 31, 1999, 1998 and 1997 were \$1,107,245, \$1,107,046 and \$973,095 for police and \$1,301,843, \$1,356,014 and \$1,201,905 for firefighters, respectively, which were equal to the required contributions for each year.

The OP&F Fund provides postemployment health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school on a full-time or two-thirds basis. The Ohio Revised Code provides that health care costs paid from the funds of the OP&F Fund shall be included in the employer's contribution rate. The Ohio Revised Code also provides statutory authority allowing the Fund's Board of Trustees to provide postemployment health care coverage to all eligible individuals from the employer's contributions to the OP&F Fund.

The portion of the 1999 covered payroll that was used to fund postemployment health care benefits was \$397,473 representing 7.00% of covered payroll for police and \$379,704 representing 7.00% of covered payroll for fire. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. As of December 31, 1998, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 11,424 for police and 9,186 for firefighters. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 1998 were \$78,596,790, which was net of member contributions of \$5,331,515.

**NOTE 12 - COMPENSATED ABSENCES**

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

At December 31, 1999, the total accumulated unpaid sick leave time recorded in the General Long-Term Obligations Account Group was:

Sick Leave	\$4,122,506
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The compensated absences attributable to the enterprise funds and the internal service funds have been recorded within the respective fund and are not included in the figures presented above.

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**NOTE 13 - NOTES PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to and payable no later than those principal maturities required if the bonds had been issued at the expiration of the initial five year period. The balance at December 31, 1998 reflects the residual equity transfer recorded in 1999.

	Balance December 31, 1998	Issued	(Retired)	Balance December 31, 1999
<b>Special Revenue Notes Payable:</b>				
4.18% Real Estate Acquisition (TID) Series II	\$125,200	\$0	(\$125,200)	\$0
<b>Capital Projects Notes Payable:</b>				
3.64% Roadway Improvement T.I.F. II	570,000	560,000	(570,000)	560,000
3.75% Roadway Improvement T.I.F. IV	150,000	0	(150,000)	0
3.64% Central Business District Streetscape	2,200,000	1,980,000	(2,200,000)	1,980,000
3.64% Central Business District Streetscape - B	0	800,000	(400,000)	400,000
5.66% Parking Garage Project	0	2,500,000	0	2,500,000
3.64% Hamilton Enterprise Park Infrastructure	1,000,000	1,000,000	(1,000,000)	1,000,000
3.64% Hamilton Enterprise Park Infrastructure - B	0	350,000	0	350,000
3.40% Hamilton Enterprise Park Real Estate Acq.	3,500,000	7,000,000	(7,000,000)	3,500,000
Total Capital Projects Notes Payable	<u>7,420,000</u>	<u>14,190,000</u>	<u>(11,320,000)</u>	<u>10,290,000</u>
<b>Enterprise Notes Payable:</b>				
3.40% Electric System Improvement	900,000	900,000	(900,000)	900,000
3.40% Electric System Improvement	5,500,000	5,500,000	(5,500,000)	5,500,000
Total Enterprise Notes Payable	<u>6,400,000</u>	<u>6,400,000</u>	<u>(6,400,000)</u>	<u>6,400,000</u>
<b>Special Assessments Notes Payable:</b>				
4.25% Westview/Timberman	0	470,000	0	470,000
4.25% 1998 Resurfacing	730,000	500,000	(730,000)	500,000
4.25% 1999 Resurfacing	0	800,000	0	800,000
4.25% Washington Blvd./Stahlheber Rd.	530,000	530,000	(530,000)	530,000
4.25% Main Street - Phase IV	0	50,000	0	50,000
4.25% Downtown CBD Streetscape - Spec. B	0	490,000	(300,000)	190,000
4.25% Wrenwood Ave. Sanitary Sewer	45,000	32,000	(45,000)	32,000
4.25% Wasserman Rd. Sanitary Sewer	120,000	100,000	(120,000)	100,000
Total Special Assessments Notes Payable	<u>1,425,000</u>	<u>2,972,000</u>	<u>(1,725,000)</u>	<u>2,672,000</u>
Total Notes Payable	<u>\$15,370,200</u>	<u>\$23,562,000</u>	<u>(\$19,570,200)</u>	<u>\$19,362,000</u>



**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS**

Long-term debt and other long-term obligations of the City at December 31, 1999 were as follows:

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 1998	Issued (Retired)	Balance December 31, 1999
<b>Enterprise Funds:</b>						
<b>General Obligation Bonds:</b>						
1992	6.00%	Parking Improvement	2012	\$955,000	(\$45,000)	\$910,000
1974	5% - 7.75%	Recreation Facility	1999	31,000	(31,000)	0
1997	4.2% - 5.2%	Golf	2012	2,180,000	(115,000)	2,065,000
		Less Bond Discount		(53,758)	6,888	(46,870)
		<b>Total General Obligation Bonds</b>		<b>3,112,242</b>	<b>(184,112)</b>	<b>2,928,130</b>
<b>Ohio Water Development Authority Loans (OWDA):</b>						
1988	8.480%	OWDA - 1988	2013	9,301,630	(350,181)	8,951,449
1997	6.320%	OWDA - 1997	2001	202,725	(63,479)	139,246
		<b>Total Ohio Water Development Authority Loans</b>		<b>9,504,355</b>	<b>(413,660)</b>	<b>9,090,695</b>
<b>Mortgage Revenue Bonds:</b>						
1993	3.2% - 5.15%	Gas System Series	2023	27,055,000	(590,000)	26,465,000
		Less Bond Discount		(727,804)	47,154	(680,650)
		<b>Sub-Total Gas Revenue Bonds</b>		<b>26,327,196</b>	<b>(542,846)</b>	<b>25,784,350</b>
1992	3% - 6.3%	Electric System Series A	2023	182,205,000	(3,415,000)	178,790,000
		Electric System Series B	2025	24,535,000	0	24,535,000
		Less Bond Discount		(6,115,757)	492,913	(5,622,844)
		<b>Sub-Total Electric Revenue Bonds</b>		<b>200,624,243</b>	<b>(2,922,087)</b>	<b>197,702,156</b>
1991	5.1% - 6.4%	Water System Series	2021	55,425,000	(1,145,000)	54,280,000
		Less Bond Discount		(1,381,684)	95,262	(1,286,422)
		<b>Sub-Total Water Revenue Bonds</b>		<b>54,043,316</b>	<b>(1,049,738)</b>	<b>52,993,578</b>
1996	4% - 6%	1996 Wastewater Series	2021	8,985,000	(205,000)	8,780,000
1998	3.7% - 5.2%	1998 Wastewater Series	2023	22,185,000	(495,000)	21,690,000
		Less Bond Discount		(236,247)	15,416	(220,831)
		<b>Sub-Total Wastewater Revenue Bonds</b>		<b>30,933,753</b>	<b>(684,584)</b>	<b>30,249,169</b>
		<b>Total Mortgage Revenue Bonds</b>		<b>311,928,508</b>	<b>(5,199,255)</b>	<b>306,729,253</b>
		<b>Total Enterprise Long-Term Debt</b>		<b>\$324,545,105</b>	<b>(\$5,797,027)</b>	<b>\$318,748,078</b>

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 1998	Issued (Retired)	Balance December 31, 1999
<b>General Long-Term Debt:</b>						
<b>General Obligation Bonds:</b>						
1994	3% - 4.75%	Lower Level Dam	2002	\$705,000	(\$165,000)	\$540,000
1994	4.99%	Washington Blvd.	1999	140,000	(140,000)	0
	4.96%	Police and Fire Pension Bonds	2019	0	3,500,000	
1999					(135,000)	3,365,000
<b>Total General Obligation Bonds</b>				<b>845,000</b>	<b>3,060,000</b>	<b>3,905,000</b>
<b>Special Assessment Bonds:</b>						
1990	0.000%	Fab Shop Sanitary Sewer Main	2000	3,100	(1,550)	1,550
1990	8.000%	Symmes Rd. Sanitary Sewer	2000	11,000	(5,500)	5,500
1992	5.750%	Main St. Area Streetscape - Phase	2002	1,700	(425)	1,275
1994	5.250%	Main St. Area Streetscape - Phase	2004	13,867	(2,311)	11,556
1995	5.000%	Main St. Area Streetscape - Phase	2005	23,731	(3,390)	20,341
1994	4.870%	1992 Sidewalk Program	1999	19,037	(19,037)	0
1995	4.500%	1993 Resurfacing SW, Curb & Gutt	2000	57,869	(28,935)	28,934
1995	4.500%	1994 Resurfacing SW Program - I	2000	53,993	(26,996)	26,997
1995	4.500%	1994 Resurfacing SW Program - II	2000	59,517	(29,759)	29,758
1996	5.000%	1994 Misc. Sidewalk Program	2001	37,500	(12,500)	25,000
1996	5.000%	1995 Sidewalk, Curb & Gutter - I	2001	64,500	(21,500)	43,000
1996	5.000%	1995 Sidewalk, Curb & Gutter - II	2001	81,000	(27,000)	54,000
1997	4.150%	1996 Resurfacing & Sidewalk	2002	207,166	(48,677)	158,489
1997	5.150%	Infrastructure (Shelter Mgt.)	2017	108,134	(3,488)	104,646
1998	4.670%	Various Purpose Series 1998	2018	1,280,000	(80,000)	1,200,000
<b>Total Special Assessment Bonds</b> (with Governmental Commitment)				<b>2,022,114</b>	<b>(311,068)</b>	<b>1,711,046</b>
<b>Other Long-Term Obligations:</b>						
Police/Fireman's Pension Accrued Liability				4,878,961	(4,878,961)	0
Compensated Absences				5,516,979	(1,394,473)	4,122,506
<b>Total General Long-Term Debt and</b> <b>Other Long-Term Obligations</b>				<b>\$13,263,054</b>	<b>(\$3,524,502)</b>	<b>\$9,738,552</b>

The principal amount of the City's special assessment debt outstanding at December 31, 1999, \$1,711,046, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$460,275 in the Debt Service Fund at December 31, 1999 is reserved for the retirement of outstanding special assessment bonds.

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

In February 1999, the City issued \$3,500,000 in general obligation bonds with interest at 4.96%. The proceeds of the bonds were used to retire the 1968 Police/Fire Pension accrued liability of \$4,878,961 at the discounted amount offered by the Police and Fireman's Disability and Pension Fund. Accordingly, the 1968 Police/Fire Pension accrued liability has been removed from the General Long-Term Obligations Account Group.

Outstanding general obligation bonds are direct obligations of the City for which full faith, credit and resources are pledged and are payable from taxes levied on all taxable property within the City.

Under the terms of the mortgage revenue bond indentures, the City has agreed to certain covenants including, among other things, maintaining revenue levels to provide for operating expenses and debt service. All of the borrowing issued under the master trust indentures for the mortgage revenue bonds are insured under municipal bond insurance policies. Under the terms of the policies, the payments of principal and interest are guaranteed by the insurer. In addition, all property and revenue of Gas, Electric, Water and Wastewater facilities have been pledged as collateral on these debts.

**A. Future Long-Term Financing Requirements**

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 1999 follows:

Years	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2000	\$430,000	\$332,293	\$304,230	\$77,162
2001	450,000	313,140	218,784	63,833
2002	475,000	292,795	160,174	54,468
2003	295,000	271,010	104,966	47,957
2004	310,000	257,623	50,185	43,646
2005-2009	1,810,000	1,052,898	254,521	186,227
2010-2014	1,650,000	576,833	318,590	121,962
2015-2019	990,000	273,458	299,596	37,826
2020-2021	470,000	35,855	0	0
Totals	\$6,880,000	\$3,405,905	\$1,711,046	\$633,081

Years	OWDA Loans		Mortgage Revenue Bonds	
	Principal	Interest	Principal	Interest
2000	\$447,367	\$767,883	\$6,150,000	\$18,457,121
2001	483,846	731,404	6,460,000	18,140,826
2002	447,035	691,924	6,805,000	17,799,931
2003	484,944	654,016	7,170,000	17,433,881
2004	526,067	612,892	7,570,000	17,037,201
2005-2009	3,380,129	2,314,667	44,910,000	78,119,971
2010-2014	3,321,307	665,051	59,805,000	63,214,459
2015-2019	0	0	79,710,000	43,310,573
2020-2024	0	0	74,870,000	17,831,196
2025	0	0	21,090,000	796,320
Totals	\$9,090,695	\$6,437,837	\$314,540,000	\$292,141,479

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

**B. Conduit Debt**

*From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.*

As of December 31, 1999, there were ten series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$10,490,146.

**NOTE 15 - 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 has contracted with various private carriers for the provision of property damage, general liability, ambulance attendants, automotive damage, electric all risk, public utility excess liability, underground petroleum storage tank, public officials liability, police liability, pollution legal liability, boiler and machinery damage/loss, umbrella liability, and crime and employee dishonesty. Deductible levels for the various policies have been selected so as not to expose the City to excessive "first dollars" loss in the case of a claim. Deductibles range between \$250 and \$500 per loss for auto damage, \$10,000 for property damage and between \$50,000 and \$500,000 for public utility coverages. In the professional liability areas, no deductible exceeds \$10,000 with the exception of pollution legal liability at \$100,000.

*Workers' Compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs. The City also pays unemployment claims to the State of Ohio as incurred.*

The City continues to carry commercial insurance for other risks of loss, including employee health and life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. *In addition, settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.*

**NOTE 16- CONTINGENCIES**

The City is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. *The City's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.*

**NOTE 17 - SEGMENT INFORMATION**

The key financial information for the year ended December 31, 1999 for the enterprise activities is as follows:

	Gas	Electric	Water	Wastewater
Operating Revenues	\$18,369,950	\$44,109,645	\$15,423,457	\$11,899,598
Depreciation	1,772,819	9,848,430	1,817,284	1,587,869
Operating Income (Loss)	1,295,986	5,413,648	3,835,616	5,483,562
Intergovernmental Grant Proceeds	0	0	5,000	0
Operating Transfers Out	0	0	0	0
Net Income (Loss)	594,332	(6,352,734)	683,805	4,149,439
Property, Plant and Equipment:				
Additions	1,229,877	3,139,803	3,901,841	13,316,019
Disposals	23,351	101,308	50,912	24,123
Total Assets	60,706,445	217,438,050	84,106,816	67,724,796
Net Working Capital	15,411,723	29,789,860	12,064,483	19,026,785
Bonds, Notes and Loans Payable	25,784,350	204,102,156	52,993,578	39,339,864
Total Equity	30,656,850	5,449,756	28,556,313	25,976,160

	Parking	Golf Course	Sports Arena	Totals
Operating Revenues	\$678,246	\$1,125,176	\$34,817	\$91,640,889
Depreciation	119,408	243,234	25,216	15,414,260
Operating Income (Loss)	(130,209)	143,811	(18,325)	16,024,089
Intergovernmental Grant Proceeds	0	0	0	5,000
Operating Transfers Out	0	50,000	0	50,000
Net Income (Loss)	(145,115)	4,594	(20,477)	(1,086,156)
Property, Plant and Equipment:				
Additions	52,187	171,887	1,897	21,813,511
Disposals	0	9,632	0	209,326
Total Assets	1,495,837	3,071,618	94,750	434,638,312
Net Working Capital	54,319	344,761	74,973	76,766,904
Bonds, Notes and Loans Payable	910,000	2,018,130	0	325,148,078
Total Equity	386,222	898,301	90,571	92,014,173

**NOTE 18 - CONTRIBUTED CAPITAL**

A schedule of changes in contributed capital is presented below:

	Gas	Electric	Water	Wastewater	Parking	Total
Balance at 12/31/98	\$1,839,159	\$6,961,649	\$13,864,972	\$13,104,318	\$2,492,935	\$38,263,033
Reductions:						
Depreciation on Fixed Assets	(54,749)	(174,041)	(326,540)	(569,281)	0	(1,124,611)
Balance at 12/31/99	\$1,784,410	\$6,787,608	\$13,538,432	\$12,535,037	\$2,492,935	\$37,138,422

**NOTE 19 - CONTRACTUAL COMMITMENTS**

As of December 31, 1999, the City had contractual commitments related to property, plant and equipment improvements and additions, as well as various other contracts and agreements to provide or receive services related to the operations of the City. The list below reflects the major contracts that comprise commitments at December 31, 1999:

Description	Remaining Contractual Commitment
R.A. Miller Construction Co.	\$2,250,585
Adams Robinson Construction	2,166,093
Cincinnati Bulk Terminals	1,949,045
Don S. Cisle Contractor Inc.	1,825,371
Paul Rack Excavating & Paving	1,045,435
Black Hills Coal Network, Inc.	667,622
Proline Corporation	645,001
Foxboro Company	408,362
Burgess & Niple Limited	373,463
Total	\$11,330,977

**NOTE 20 - NOTES RECEIVABLE**

In 1985, the City and the Hamiltonian, LTD. (the "Hamiltonian"), a hotel development limited partnership, entered into an agreement whereby the City loaned the Hamiltonian \$650,000 under the Community Development Block Grant Loan Program (the loan) and a \$375,000 Ground Mortgage Note (the mortgage). The loan and the mortgage were granted to stimulate the development of a downtown hotel project.

**NOTE 20 – NOTES RECEIVABLE (Continued)**

The loan and the mortgage notes bear an interest rate of 5%. The payments by the Hamiltonian on the loan and the mortgage were deferred for the first five years of the repayment period. Interest was accrued at the 5% rate since the inception of the loan and mortgage. The principal balance remaining to be paid on the loan was \$497,883 at December 31, 1999. The monthly payment required from the Hamiltonian is \$4,849 including interest. Additional payments of up to \$20,000 a year are required based upon earnings levels, as defined in the agreement, of the Hamiltonian. The loan is secured by an open ended second mortgage and security agreement on the property and the hotel project.

The mortgage has been amortized in equal monthly installments over a 25-year term beginning in 1990 and maturing in 2015. The monthly mortgage payment due is \$2,798. Additional interest payments are due when the hotel achieves a level of operating cash flow which affords a return of greater than 15% return on the limited partners original capital. The payment is 50% of the "excess cash flow" over the 15% return for the limited partners. Payment of the additional interest based upon operating cash flow is due on April 30 for each year ending December 31. No additional interest payment was received for the year ended December 31, 1999. The mortgage is collateralized by a third mortgage on the property. The remaining balance remaining to be paid on the mortgage was \$359,047.





**Schedule of Expenditures  
Of Federal Awards and Other  
A-133 Reports**

**CITY OF HAMILTON! OHIO**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 1999**

Federal Grantor/Pass Through Grantor/ Program Title	Federal CFDA Number	Pass- Through Grantor Number	Total Federal Expenditures
U.S. DEPARTMENT OF HEALTH:			
Passed through the Ohio Department of Health - <i>Immunization Action Plan</i>	93.268	182-B	\$ <u>73,508</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Direct Programs:			
Community Development Block Grant	14.219		2,120,690
Home Program	14.239		<u>383,398</u>
Total U.S. Department of Housing and Urban Development			<u>2,504,088</u>
U.S. DEPARTMENT OF JUSTICE			
Direct Programs:			
Law Enforcement Block Grant	16.592		189,512
Cops More Grant	16.710		171,329
Weed and Seed Grant	16.595		252,447
Bulletproof Vest Program	16.607		<u>1,672</u>
Total U.S. Department of Justice			<u>614,960</u>
U.S. DEPARTMENT OF TRANSPORTATION:			
Passed through the Ohio Department of Public Safety - Selective Traffic Enforcement Program	20.600	615.0	<u>13,385</u>
 TOTAL			 <u>\$3,205,941</u>

See notes to the Schedule of Expenditures of Federal Awards.

# CITY OF HAMILTON! OHIO

## NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 1999

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1. The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Hamilton! Ohio and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general purpose financial statements.
2. The City of Hamilton! Ohio receives certain federal awards from the State of Ohio as pass-through awards. The amounts received are commingled by the State of Ohio with other funds and cannot be separately identified. The total amount of such pass-through awards is included on the schedule of expenditures of federal awards.

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL  
CONTROL OVER FINANCIAL REPORTING BASED UPON THE AUDIT PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Honorable Mayor and Members of The City Council  
City of Hamilton! Ohio and  
Jim Petro, Auditor of State of Ohio

We have audited the financial statements of the City of Hamilton! Ohio (the "City") as of and for the year ended December 31, 1999, and have issued our report thereon dated June 2, 2000, which included an explanatory paragraph that discussed the City's change in accounting for fixed assets in the Proprietary Funds. 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.

**COMPLIANCE**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to management of the City in a separate letter dated June 2, 2000.

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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

*Deloitte & Touche LLP*

June 2, 2000

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND INTERNAL CONTROL  
OVER COMPLIANCE APPLICABLE TO EACH MAJOR FEDERAL AWARD  
PROGRAM**

The Honorable Mayor and Members of The City Council  
City of Hamilton! Ohio and  
Jim Petro, Auditor of State of Ohio

**COMPLIANCE**

We have audited the compliance of the City of Hamilton! Ohio (the "City") with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 1999. The City's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs are the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 1999.

**INTERNAL CONTROL OVER COMPLIANCE**

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

*Deloitte & Touche LLP*

June 2, 2000

# CITY OF HAMILTON! OHIO

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 1999

---

### PART I - SUMMARY OF AUDITORS' RESULTS

#### Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified?       yes       no

Reportable condition(s) identified not considered to be material weaknesses?       yes       N/A

Noncompliance material to financial statements noted?       yes       no

#### Federal Awards

Internal Control over major programs:

Material weakness(es) identified?       yes       no

Reportable condition(s) identified not considered to be material weakness(es)?       yes       N/A

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (Section .510(a))?       yes       no

#### Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster Number</u>
<u>14.219</u>	<u>Community Development Block Grant</u>
<u>14.239</u>	<u>Home Program</u>

Dollar threshold used to distinguish between Type A and Type B programs \$300,000

Auditee qualified as low-risk auditee?       yes       no



**CITY OF HAMILTON! OHIO**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 1999**

---

**PART II – FINANCIAL STATEMENT FINDINGS SECTION**

No matters are reportable.

**PART III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION**

No matters are reportable.

## **CITY OF HAMILTON! OHIO**

### **STATUS OF PRIOR YEAR COMMENTS ON INTERNAL CONTROL AND LEGAL COMPLIANCE FOR THE YEAR ENDED DECEMBER 31, 1999**

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There were no significant or material comments on internal control and legal compliance included in the prior year reports.

# ***THE CITY OF HAMILTON! OHIO***

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BUTLER COUNTY

COMPREHENSIVE  
ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 1999

Prepared by:  
**Department of Finance**

James R. Graff  
Director

Dorethea N. Yates, CPA  
Comptroller

Michael E. Engel  
Treasurer

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# Journal-News

Wednesday, May 17, 2000

Serving Butler County, Ohio

## Forbes ranks local area No. 1

### *Hamilton-Middletown best in Ohio*

By Brian Clifford  
For the Journal-News

Forbes magazine has named the Hamilton-Middletown area Ohio's number one place to live and work and one of the best areas in the United States.

This region of Butler County is ranked 74 in the country by Forbes. Hamilton-Middletown is the only area in Ohio listed in the magazine's top 100.

The classification of Best Places 2000 is based on eight categories, including salary growth, job growth, high-tech concentration and tech output growth. Hamilton-Middletown had its highest scores in the job and salary growth. This is the second year the magazine has compiled a list on the best places to live.

Ray Healey, vice president of editorial information for Forbes, said the purpose of the list is to identify parts of the country that are conducive to the booming economy. He said this includes areas often overshadowed by cities like New York, Los Angeles or Houston.

"(The list) is meant for those who want to advance their careers," Healey said. "We are finding American businesses the right places to go. Business is very mobile these days."

Hamilton-Middletown beat out a number of larger cities in Ohio, including Columbus (118), Cincinnati (123), Dayton-Springfield (155) and Cleveland-Lorain-Elyria (160).

While Mid-Miami Valley Chamber of Commerce President David Daugherty said Forbes' ranking of

Hamilton-Middletown came a pleasant surprise, the news should not be a total shock. He said this is the same region that led Southwestern Ohio in job growth in 1998 and has been second in population growth over the last few years.

Daugherty said chamber officials will immediately begin marketing the Forbes ranking.

"It's important not to just bring the attention of those outside (Hamilton-Middletown) but those who live here," he said. "It's one of the facts we can't overuse."

The list by Forbes ranks 294 areas altogether — 200 metropolitan and 94 smaller areas. This year's top five are Austin-San Marcos, Texas; Atlanta; Santa Rosa, California; Boulder-Longmont, Colorado; and Boise City, Idaho.

According to Healey, the Forbes list is an excellent economic indicator for Hamilton-Middletown, especially since the region has a smaller population than many of the other metro areas on the list.

Healey said Forbes spends several months gathering data for the best places to live list. The Milken Institute in California and figures supplied by government agencies were also used to make the list, he said.

For a complete listing and scores on the Forbes ranking, visit [www.forbes.com/tool/toolbox/best\\_places](http://www.forbes.com/tool/toolbox/best_places).

This is not the first time Butler County has gained recognition as a livable area to live and work. Over the last several years, Money magazine has identified Hamilton-Middletown as one of the most liveable places in both Ohio and all of the Midwest.





Founded 1791

City of Hamilton! Ohio  
Municipal Building  
20 High Street, Hamilton! Ohio 45011

June 6, 2000

To the Honorable Mayor, Members of City Council and  
All Citizens of the City of Hamilton! Ohio:

I am pleased to present the second Comprehensive Annual Financial Report for the City of Hamilton!, Ohio for the fiscal year ended December 31, 1999. The report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

### INTRODUCTION

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Hamilton (the "City") to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness of the presentation, including all disclosures, rests with the City. I believe the enclosed data, as presented, is accurate in all material respects and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

This Comprehensive Annual Financial Report (CAFR) is designed to assist and guide the reader in understanding its contents. The report is comprised of three major sections:

The Introductory Section includes; this letter of transmittal, which presents the City's organization, operational structure and accomplishments; a list of principal officials; and an organizational chart

The Financial Section contains the City's general purpose financial statements and explanatory notes thereto; the combining and individual fund and account group financial statements and schedules; and the Independent Auditors' Report.

The Statistical Section presents social, economic and historical data in a multi-year format which can be used to identify financial trends and data relative to the fiscal capacity of the City.

## **The Reporting Entity**

The accompanying general purpose financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all the organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the reporting entity of the City has no component units but includes all funds, account groups, agencies, boards and commissions that are part of the primary government. The following services are provided by the City as authorized by its Charter: police and fire protection, parks and recreation, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates a gas distribution system, electric generation facilities and distribution system, a water treatment and distribution system, a wastewater treatment and collection system, parking and athletic facilities and two golf courses, all of which are reported as enterprise funds.

## **Early History**

In 1791, General St. Clair established an army post on the east bank of the Great Miami River from which he could carry on his campaign against hostile Indian tribes in the area. The stockade fort was maintained until 1796. Shortly after the abandonment of the fort, Israel Ludlow laid out a village which he called Fairfield on land adjoining the fort. A few years later, Fairfield was renamed in honor of Alexander Hamilton. In 1803, Butler County was officially created by an act of the state legislature and in 1810, Hamilton became the county seat. In 1829, the first boat passed through Hamilton on the Miami and Erie Canal bringing new prosperity and prominence to the City of Hamilton as an industrial center as well as a regional center for retail and business services.

In 1854, the City of Hamilton, on the east bank of the Great Miami River, united with its sister village, Rossville, on the west bank of the Great Miami River, under the name of Hamilton. The City has maintained its reputation as an industrial community of renown. Its products are known the world over and the diversity of transportation systems provide ready access to all of the worlds markets.

## **Form of Government**

The City of Hamilton is a home rule municipal corporation created under the laws of the State of Ohio operating under its own Charter. The City has operated under its Charter, approved in 1926, since 1928. The legislative power of the City is vested in a seven member City Council who are elected to two-year terms commencing on the first day of January following their election. The candidate receiving the largest number of votes in the preceding municipal election is the President of City Council and has the title of Mayor. The Mayor presides at meeting of Council and performs such other duties consistent with the office as may be imposed by the Council. The Mayor is recognized as the official head of the City for all ceremonial purposes. The City Council appoints the City Manager who serves as the chief executive officer of the City. The City Manager is charged with the proper administration of all affairs of the City. He appoints and removes all heads of departments and all subordinate officers and employees of the City and exercises control over all departments created by the City Council.

## **Location**

Located thirty miles northwest of Cincinnati, Hamilton encompasses approximately 19.9 square miles. A network of four interstate highways (71, 74, 75, and 275) and five U.S. and Ohio routes (4, 128, 129, 177 and 127) serve the City. In addition, the Transportation Improvement District of Butler County, has completed construction of the new Union Center Interchange on I-75 and the Butler Regional Highway, connecting Hamilton to I-75.

The Butler Regional Highway is a 4-lane divided highway connecting Hamilton directly to Interstate 75. The 10.7 mile project begins at the intersection of the current State Routes 129 and 4 in Hamilton and runs east between Princeton and Hamilton-Mason Roads. The new highway provides direct access to the City of Hamilton via a limited access highway. Interchanges were constructed at I-75, By-Pass 4, State Route 747 and Cincinnati-Dayton Road.

The nearby Cincinnati Metropolitan Area is an important rail freight center served by CSX Transportation, Norfolk Southern and Conrail. It is also on the 15,000 mile Great Mississippi River inland waterway and intracoastal canal system. There are six airports within 50 minutes drive time of Hamilton. The most important is the Cincinnati/Northern Kentucky International Airport, located 35 minutes from Hamilton via two interstate routes.

## **City Services**

The City of Hamilton provides a host of traditional municipal services including police and fire protection, parks and recreation, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates a number of utility systems that serve the residents of Hamilton and the surrounding area.

The City owns and operates its own thermal electric generating station with a capacity of 135 megawatts. It also owns and operates a hydroelectric facility on the Ohio River at Greenup Dam with a capacity of 70 megawatts. The City is a member of the American Municipal Power of Ohio (AMP Ohio) and enters into various contracts for the sale of excess power on the open market.

The City owns and operates a natural gas utility distribution system and transports natural gas on the Texas Gas and Texas Eastern pipelines.

The City's water system distributes water pumped from 19 deep wells through two lime softening treatment plants. The combined capacity of the treatment plants is 37.5 million gallons per day (MGD). The City maintains 280 miles of water transmission mains and 13.83 million gallons of above ground storage facilities.

The City's water pollution control system services 97% of the City. Wastewater is processed at an activated sludge treatment plant that has a capacity of 32.0 MGD. The sludge removed from the wastewater stream is de-watered and processed in a compost facility or lime treated and applied to farmland. The compost facility is capable of processing 17 dry tons per day.

## **Basis of Accounting**

Except for that used for budgetary purposes, the basis of accounting used by the City is in conformity with generally accepted accounting principles (GAAP) as applicable to governmental units and is consistent with GASB Codified Section 1600, "Basis of Accounting." All governmental funds are accounted for using a current financial resources (current assets and current liabilities) measurement focus. The modified accrual basis of accounting is utilized for governmental and agency funds.

Under the modified accrual basis of accounting, revenues are recognized when they are susceptible to accrual, both measurable and available. Expenditures are recognized when the related liability is incurred, except for interest on long term debt which is recorded when due.

The measurement focus for the City's proprietary and nonexpendable trust fund is on the flow of economic resources (all assets and liabilities). The accrual basis of accounting is utilized which recognizes revenues when earned and expenses when incurred.

The City's basis of accounting for budgetary purposes differs from generally accepted accounting principles in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances are recorded as expenditures rather than as reservations of fund balances. A reconciliation of the results of these two methods appears in Note 1.

## **ECONOMIC OUTLOOK**

There is a wide diversity of industry in Butler County. The County lies midway between the cities of Cincinnati and Dayton and is a prime location because of its supplies of raw materials and large concentration of consumers and prospective employees.

The City is currently a major regional center for business and industry, with approximately 1,700 firms located in the City. Manufacturing is a substantial portion of the economic base and is largely composed of paper products, metal fabrication, machine tools and automotive parts. Paper products rank high in the City list of industrial components. Champion International is the City's largest employer and maintains a paper manufacturing operation, as well as the corporate service center. However, International Paper (IP), which also has paper manufacturing operations in Hamilton, is in the process of acquiring Champion for a strategic integration. Metal fabricators and machine tools also are an important part of the City's manufacturing base and include such companies as the corporate headquarters of Mosler Safe, Hamilton Caster and Manufacturing Company, and Southwestern Ohio Steel. Automotive parts, for original equipment and after-market use, are manufactured by several companies in Hamilton, including Valeo Climate Control, Thyssen/Krupp Hoesch Suspensions, Nifty Products and Thyssen/Krupp-Bilstein Corporation of America.

The economic climate has improved through the late 1990's and into 2000. However, two major corporate announcements add a degree of uncertainty to Hamilton's local economy. Last year the Ohio Casualty Group (OCG) announced that it had purchased a 240,000 square feet, Class A facility in a neighboring community. Since that time, approximately 800 employees have been relocated to the new facility, leaving approximately 350 OCG employees in Hamilton.

The second major recent announcement was the planned integration of Champion International into International Paper. Currently Champion employs 1,400 people in Hamilton and International Paper employs 240 people locally. The effect of the integration on the community can not be determined until the City receives more information from International Paper.

As a counterbalance to the corporate restructuring of two major employers in Hamilton, there have been a number of expansions of existing businesses and relocations of new businesses to Hamilton. These projects include several American subsidiaries of foreign corporations. Hamilton has also experienced significant growth in its retail and services sectors during the last several years. During this time, over 650,000 square feet of new retail space has been constructed. Stores that have opened recently include Meijer, WalMart, Lowe's, Tractor Supply Company, Office Depot, h.h. Gregg, Staples, two movie theaters and several banks and restaurants. Combined, these projects employ approximately 1,000 people and represent a capital investment of over \$20 million. These new businesses draw people from throughout Butler County and Southeastern Indiana in the City. Additional projects announced or under construction include BW3's restaurant and Hobby Lobby, a 60,000 square-foot craft store. Furthermore, in 2000 *Forbes* rated the Hamilton-Middletown MSA (Butler County) the best place to do business in Ohio and 74<sup>th</sup> in the nation.

To measure the economic health and vitality of Hamilton's economy, one can analyze its population and unemployment rate. The population in Hamilton is stable, yet growing at a pace conducive to current smart growth strategies. Hamilton's final population figure from the 1990 Census was 61,368. According to the U.S. Census Bureau, Hamilton's 1998 estimated population was 61,810. This population estimate places the City as Ohio's 12<sup>th</sup> largest city. Hamilton and Columbus are the only two cities in Ohio's top 15 to show population growth from the 1990 Census to the 1998 Population Estimate.

### **Unemployment Rates**

To measure the economic health and vitality of Hamilton's economy, several key statistics can be analyzed. Hamilton has experienced a decline in its unemployment rate, an increase in population and an increase in income tax collections. Unemployment has continued to decrease over the past five years, a trend that is projected to continue for the foreseeable future. Unemployment data from the Ohio Bureau of Employment Services clearly shows this trend in annual unemployment percentages as follows:

1994	8.0%
1995	6.4%
1996	6.1%
1997	5.3%
1998	5.0%
1999	4.9%

An examination of Butler County's unemployment rate compiled by the Ohio Bureau of Employment Services, shows the 1999 annual average unemployment rate for Butler County was 3.2%, which was lower than the state unemployment rate of 4.3% and the national unemployment rate of 4.2%.

Since the beginning of 1995, businesses in all sectors of the economy have invested over \$232 million in Hamilton with a new job potential of approximately 2,200 jobs. This information is based on 82 projects tracked by the City's Department of Economic Development and is not inclusive of all business investment in the City.

### **Employee Relations**

Under the "Collective Bargaining Law," public employees of the State and many local subdivisions have the right to organize, bargain collectively and have union representation. The employer must recognize and grant exclusive representation rights to a representative approved by the State Employment Relations Board ("SERB"). SERB approval may be granted either after fulfillment of its regulatory requirements or through approval by a majority of the employees at a SERB supervised election. The employer has the right to insist on an election. Any agreements under the Collective Bargaining Law must be in writing, must specify a grievance procedure and cannot exceed three years in duration.

All members of the Hamilton Police Division may retain fraternal membership in Lodge 38, Fraternal Order of Police. Persons holding the rank of Police Detective and lower are covered by the collective bargaining agreement which expires August 31, 2000. Police officers of the rank of Lieutenant and Sergeant are in a separate unit, also represented by Lodge 38, Fraternal Order of Police. That contract covers the period April 1, 1997 through April 31, 2000. The ranks of Captain and Chief are extended most of the same benefits as the employees covered by that contract. All 115 eligible persons are included in these groups.

All members of the Hamilton Fire Division may retain fraternal membership in Local 20, International Association of Firefighters. Persons holding the rank of Fire Captain and lower are covered by the collective bargaining agreement, which was recently ratified by the membership and covers the three year period from January 1, 2000 through December 31, 2002. Members of the Fire Command, which includes the ranks of Deputy Chief and Chief, are extended the same benefits as those employees covered by the contract. All 106 eligible persons are included in these groups.

All of the eligible Sewer, Streets and Fleet Maintenance employees of the Public Works Department and all eligible employees of the Parks Division are represented by the American Federation of State, County and Municipal Employees (AFSCME Local 475). These employees and the City have a collective bargaining agreement, which expired on April 30, 2000.

All of the 118 eligible operating and maintenance employees of the Utilities Department are represented by the International Union of Operating Engineers, Local 20. These employees and the City have an agreement which will remain in effect until August 31, 2001.

Forty-four employees of the Public Utilities Department are members of the International Brotherhood of Electrical Workers (IBEW). In addition, the Public Works Department has five employees who are also represented by the IBEW. The City and the IBEW have negotiated a package of three one-year agreements, which will renew, unless reopened by either party. This agreement will remain in effect through October 31, 2000.

AFSCME, Ohio Council 8 Local 3785, represents 12 persons employed in the 911 Communications Center as Public Safety Communications Operators. The current contract is in effect until July 31, 2000.

AFSCME, Ohio Council 8, Local 3169 represents approximately 77 clerical and technical employees. That unit concluded negotiations for a contract during the fall of 1999. The current three-year contract will expire on July 12, 2002.

All of the 14 eligible Meter Readers and service specialists in the Department of Public Utilities are represented by Local 20 of the International Union of Operating Engineers. The Meter Readers and the City have a package of three, one-year agreements which will renew, unless reopened by either party. This package has been renewed through August 31, 2000.

Five of the Public Health Nurses are members of the Office and Professional Employees International Union, Local 98. The City and these employees have agreed on a collective bargaining agreement which will expire August 31, 2000.

The City of Hamilton has implemented a cooperative plan between labor and management, which has been designated "Team Hamilton!" It is designed to make the City more competitive through teamwork and to provide a recognized method for employee input, give citizens and customers exceptional service and foster a favorable work environment for employees, resulting in satisfied customers and dedicated well trained employees.

### **MAJOR CITY INITIATIVES**

#### **Present**

The City of Hamilton has been aggressively investing in its future by supporting and partially financing community development and redevelopment projects within its borders. Several years ago, the City purchased a block of vacant deteriorating buildings in the Central Business District. Today, that site includes a completed 11-story Government Services Center office building and the new Municipal Building. A downtown landmark, the Anthony Wayne Hotel, has been renovated into 50 units of housing for persons 55 years of age and over. The City is providing financial support by utilizing a portion of its federal HOME Housing Partnership funding as a grant to the project. Three buildings in the heart of the Central Business District were recently threatened with demolition. The City intervened by purchasing the buildings and searching for a developer to renovate this portion of downtown. Downtown development is being further enhanced by the nearly completed streetscape. The streetscape design was reviewed and approved by the downtown business owners, who also agreed to assess themselves for a portion of the cost of the improvements and maintenance.

The future of economic development in Hamilton was being threatened for years by the lack of available development sites. In 1997, the City purchased a 263-acre tract of land located north of the airport. This site sits approximately one half mile south of the new State Route 129 Fox Highway. On this land, the City has begun to develop and market industrial/office development sites known as Hamilton Enterprise Park. The first development was the Butler County Surgery Center. This project is being followed by a new M.A. Folkes facility and the headquarters for the Butler County Rapid Transit Authority (BCRTA). These developments represent a capital investment of \$9 million and have the potential of creating in excess of 65 jobs.

The United States Environmental Protection Agency (USEPA) assisted the City of Hamilton in initiating its Brownfields Redevelopment Program. The City received a \$200,000 pilot project grant from USEPA in 1998. The program is designed to identify and inventory Brownfield industrial sites, perform Phase I environmental studies on the sites, perform Phase II environmental studies, where necessary and eventually develop remedial action and redevelopment plans for the identified sites.

The demolition of the former Leshner Textile Mill has created a unique opportunity for the City to fully and successfully develop one of its inner city Brownfield properties. In 1999, the Leshner Textile Mill was donated to the City of Hamilton. This donation spurred the transaction with a local business owner to expand operations onto this site. It is expected that this site will be fully redeveloped and functional by the summer of 2001. Total immediate investment of this project into the community is estimated to be \$3.5 to \$4 million. The redevelopment of this property will create approximately 15 jobs.

Additionally, the City of Hamilton was awarded \$700,000 in grant funding from the USEPA in May 2000 for the development of two supplemental programs. A Brownfields Cleanup Revolving Loan Fund (BCRLF) has been created with \$500,000 of the awarded funds. The purpose of these funds is to establish a low interest-revolving loan program to aid in the remediation of Brownfield sites located within the city's Enterprise Zone. It is anticipated that these funds will be used for Brownfields acquisition, demolition and cleanup. The remaining \$200,000 will be used to define a Brownfields Job Training program for residents of the City's Enterprise Zone. Instruction and demonstrations will be provided through partnerships established with the University of Findlay and Fluor Daniel Fernald. It is expected that residents will receive approximately 190 hours of environmental training to become certified in areas including OSHA 40 Hour Safety, Emergency Response Remediation, Environmental Sampling and Incident Commands.

A new central fire station and command administration building has been completed. The facility was strategically located within its service area, but the new location was also chosen because of the benefit the new facility will provide to the surrounding community.

The City of Hamilton Police Department received a number of grants during 1999. These include funds from the D.A.R.E. Program for alcohol and drug addiction services, the U.S. Department of Justice for the C.O.P.S. More Grant, the United States Department of Justice Block Grant, the Butler Metropolitan Housing Authority, the Community Development Block Grant and the Hamilton School District.

The Butler County Regional Transit Authority provided new transit services to Hamilton residents during 1999. These services include the following: two fixed routes that provide nine hours of service per day for employment services, a midday demand response team, nine hundred and sixty hours for special event services, an employment connector with Fairfield Park and Ride and an employment connector with West Chester Park and Ride.

**Future**

The City of Hamilton has scheduled a number of streets to be resurfaced during 2000, totaling over \$1,300,000. The schedule also includes over \$5,000,000 for business district improvements, streetscape improvements and sanitary and storm water improvements. The City expects to receive grant funding from the Ohio Public Works Commission for the upgrade of New London Road and the Southeast Business District Streetscape.

The City's enterprise funds have scheduled a number of improvements for 2000. These include the following:

<b>Fund</b>	<b>Project</b>
Gas Fund	System Improvements in the amount of \$5,464,277.
Electric Fund	System improvements in the amount of \$5,651,353.
Water Fund	System improvements in the amount of \$5,528,925.
Wastewater Fund	System improvements in the amount of \$5,264,254.



In 1998, City Council commissioned a process for the development of a visioning and comprehensive planning process for the community. The firm of Parsons, Harland, Bartholomew & Associates was chosen to assist the City in the preparation of its Vision for the year 2020 and its Comprehensive Plan. The process became known as Vision 2020.

Focus groups consisting of interested citizens and community leaders were formed and these groups met to jointly develop the Vision 2020 Comprehensive Plan. In March 2000, the Vision 2020 Steering Committee completed its Goals and Objectives Report which offered a dynamic plan for progress and an aggressive agenda for addressing quality of life issues.

The City is committed to the implementation of the goals established by Vision 2020. The progress can be followed by visiting the Vision 2020 website at [www.hamilton2020.com](http://www.hamilton2020.com).

## FINANCIAL INFORMATION

### **Accounting Controls**

The City's budgetary accounting system was designed to provide reasonable assurance that:

1. The City's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated using the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the City administration and members of the Finance department.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

### **Budgetary Controls**

Detailed provisions for the City's budget, tax levies, and appropriations are set forth in the Ohio Revised Code and the City Charter. The City Manager, with the assistance of the Finance Director, is required to submit to Council a tax budget of estimated revenues and expenditures for all funds, except agency funds for the succeeding fiscal year by the first council meeting in July. The budget is required to be adopted by the legislative body by July 15 and to be submitted to the County Budget Commission by July 20 of each year. City Council is required by Charter to adopt a temporary appropriation measure no later than January 1<sup>st</sup> and by March 1<sup>st</sup> a permanent appropriation measure for the fiscal year.

The City maintains budgetary control on a non-GAAP budgetary basis by fund (the legal level of control). Management further monitors budgetary performance by establishing lower levels of budgetary control within each fund by department at major object levels, which include personal services, contractual services, supplies and materials, other expenditures, capital outlay, debt service and operating transfers.

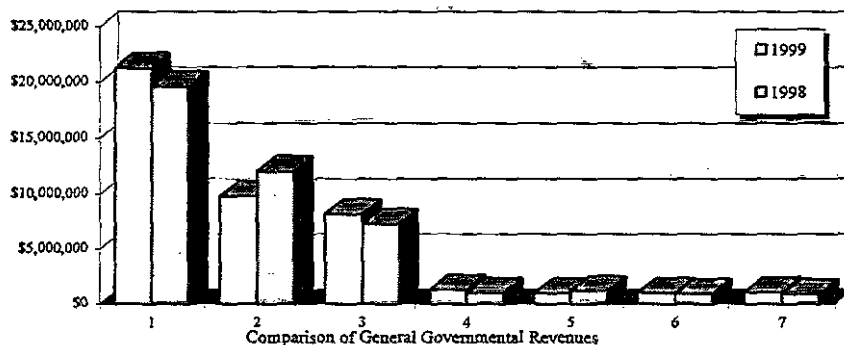
Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. Requisitions for the expenditure of monies are submitted to the Finance Director for certification of funds and preparation of a purchase order after approval by the City Manager and the appropriate Department Director. The purchase order is reviewed for the availability of funds and the estimated expenditure is encumbered against the available appropriation. Encumbrances which would exceed the available appropriation are not approved or recorded until City Council authorizes additional appropriations. Unencumbered appropriations lapse at the end of each year.

The City's accounting division provides interim financial reports which detail year-to-date expenditures plus encumbrances versus the original appropriations plus any additional appropriations made to date. The reports permit the Finance Director and other city officials to ascertain the status of each department's appropriations at any time during the year.

### General Governmental Revenues

Revenues for general governmental functions (including general, special revenue and debt service funds) totaled \$43,608,938, representing an increase of \$649,863 over 1998. The following schedule presents a summary of general governmental revenues for the years ended December 31, 1998 and 1999, the percentage of total revenues for 1999 and the amount and percentage of increase/(decrease) in relation to 1998 revenue.

Revenue Source	1999	Percent of Total	1998	Increase (Decrease) over 1998	Percent of Increase (Decrease)
1. Taxes	\$21,248,690	48.72%	\$19,602,814	\$1,645,876	8.40%
2. Intergovernmental Revenues	9,806,368	22.49%	12,017,253	(2,210,885)	(18.40%)
3. Charges for Services	8,174,945	18.75%	7,286,856	888,089	12.19%
4. Licenses and Permits	1,293,759	2.97%	1,019,662	274,097	26.88%
5. Investment Earnings	989,936	2.27%	1,220,528	(230,592)	(18.89%)
6. Fines and Forfeitures	1,017,607	2.33%	916,683	100,924	11.01%
7. All Other Revenues	1,077,633	2.47%	895,279	182,354	20.37%
<b>Total</b>	<b>\$43,608,938</b>	<b>100.00%</b>	<b>\$42,959,075</b>	<b>\$649,863</b>	



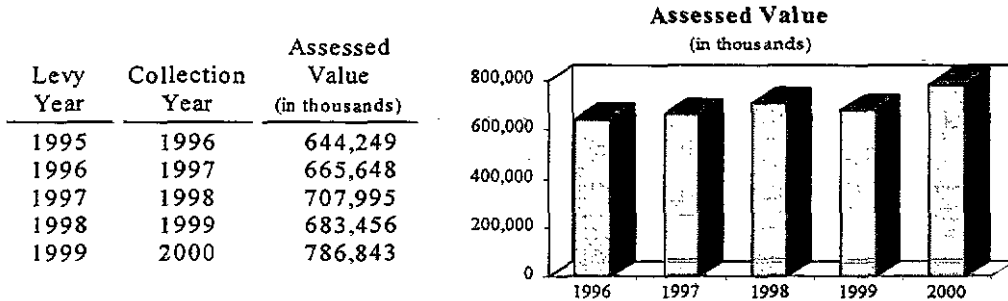
**Revenue Narrative**

The City's income tax continues to be its primary source of revenue. The tax applies to all wages, salaries, commissions and other compensation paid to employees by employers and/or the net proceeds from the operation of a business, profession or other enterprise activity. The income tax rate of 2.0% was in effect for all of 1999. The current allocation of income tax funds, is 77.5% General Fund, 12.5% Public Safety/Health Income Tax Fund and 10% Hamilton Capital Improvement Fund. Income tax rates of cities within the State of Ohio are limited to a maximum of 1% unless specifically approved by a majority of the resident voters of the City.

Property taxes are levied and collected by the Butler County Treasurer and remitted periodically to the City by the County Auditor. The property tax rate for the City is 5.06 mills, which represents \$5.06 per \$1,000 of taxable valuation. The tax rate is applied to the assessed value of the property located within the City. Assessed value is approximately 35% of appraised value. Increases in the property tax rate can only occur with the approval of the City's voters. Revenues from property taxes are used for general fund operations.

A strong economy, an increased property tax base, increased efforts in collecting delinquent taxes, new economic development projects, new/expanded businesses and construction projects have caused tax collections to increase 8.4% during 1999.

Total assessed values in the City over the past five years are shown below:



Intergovernmental revenues consist primarily of state levied shared taxes consisting of local government assistance provided by the State of Ohio through reimbursement for real and personal property tax reductions, gasoline tax, state-levied motor vehicle license tax, inheritance tax, permissive motor vehicle license tax and local government and revenue assistance allocations. These revenues are collected by the State or County and partially redistributed to the City or other political subdivisions. This revenue category also includes grant funds received from either County, State or Federal sources. Intergovernmental revenues decreased \$2,210,885 compared to 1998. The decrease is primarily due to the receipt of less Issue II grant money when compared to 1998. Issue II grant monies are received upon completion of construction projects on a reimbursement basis. In 1999, only two projects were completed versus five projects in 1998.

Charges for services increased in 1999 by \$888,089. The two most important factors in this increase were the large number of reimbursements from the Early Start Program and increased emergency life squad revenues due to increased fees.

The increase of \$274,097 in license and permit revenues result from increased collections of cable franchise fees.

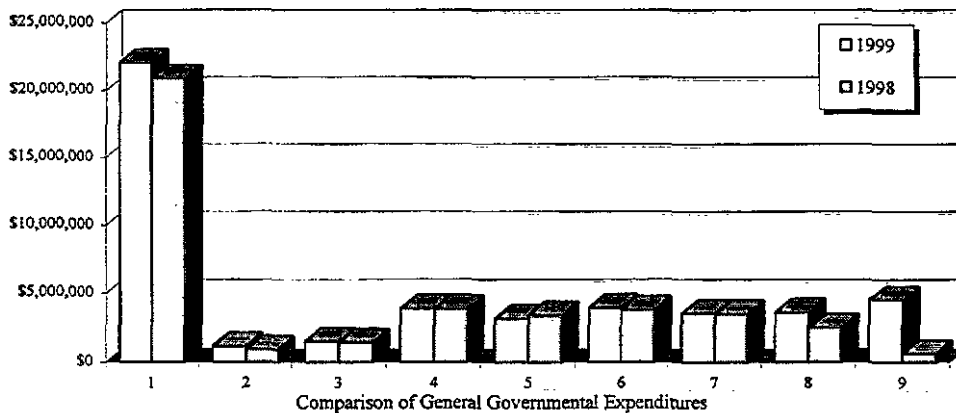
Investment earnings as a source of revenue do not lend well to year to year comparisons. Percentage increases or decreases when compared to prior years are not necessarily indicative of future year estimates. Investment earnings are distributed to various funds, in accordance with City Ordinance # OR82-4-25. In 1999, investment earnings decreased by \$230,592 under 1998 primarily due to adjustments made to the market value of investments and slightly lower returns on those investments throughout 1999.

All other revenue is a miscellaneous category, which includes a variety of less significant revenue. This category increased \$182,354 from 1998 to 1999. This was due primarily to the sale of City vehicles.

**General Governmental Expenditures**

Expenditures for general governmental purposes, including general, special revenue and debt service funds totaled \$47,346,133 in 1999, an increase of \$6,336,253 over 1998. Expenditures for the major functions of the City, the percentage of total for 1999 and the amount and percentage increase/(decrease) over 1998 are shown in the following table:

Function	1999	Percent of Total	1998	Increase (Decrease) over 1998	Percent of Increase (Decrease)
1. Security of Persons and Property	\$22,079,479	46.63%	\$20,917,547	\$1,161,932	5.55%
2. Public Health and Welfare	1,154,362	2.44%	929,468	224,894	24.20%
3. Leisure Time Activities	1,500,132	3.17%	1,450,428	49,704	3.43%
4. Community Environment	3,879,197	8.19%	3,857,752	21,445	0.56%
5. Basic Utility Services	3,158,679	6.67%	3,417,779	(259,100)	(7.58%)
6. Transportation	3,918,044	8.28%	3,798,017	120,027	3.16%
7. General Government	3,533,137	7.46%	3,492,456	40,681	1.16%
8. Other Expenditures	3,614,661	7.63%	2,516,661	1,098,000	43.63%
9. Debt Service	4,508,442	9.52%	629,772	3,878,670	615.88%
<b>Total</b>	<b>\$47,346,133</b>	<b>100.00%</b>	<b>\$41,009,880</b>	<b>\$6,336,253</b>	



## Expenditure Narrative

Security of persons and property includes primarily the cost of operations of the Police and Fire Department, including dispatching. The increase of \$1,161,932 in security of persons and property was primarily due to negotiated increases in salaries, wages and fringe benefits in the Police and Fire Departments.

The increase of public health and welfare expenditures by \$224,894 was mainly due to increased wages for nursing staff, as well as increased operational costs related to the Early Start Program. The program completed its first full year of operations in 1999.

The decrease of \$259,100 in basic utility services results from personnel vacancies that existed within this function throughout most of 1999.

The increase of \$120,027 in transportation expenditures during 1999 was due to the City's participation in a public transportation program with the Butler County Regional Transit Authority.

The increase of \$1,098,000 in other expenditures are a direct result of the number of special projects the City was involved in during 1999. The largest of these projects involved remediation of the City's electronic data processing systems to insure Y2K compliance. In addition, the City was involved in the "Vision 2020" project which concerned strategic planning initiatives for the future and certain indirect costs associated with the construction of One Renaissance Center.

Debt Service costs included the payment of principal, interest and related administration charges for the retirement of the City's outstanding general obligation and special assessment debt. The expenditures vary with the nature and timing of debt service requirements. The increase is primarily the result of the payment of \$3,500,000 to the Ohio Police and Fire Pension Fund (OP&F Fund) to retire the outstanding accrued pension liability of \$4,878,961. The City paid a discounted sum offered by the OP & F Fund to retire the accrued liability. The remainder of the increase is indicative of the fluctuations in debt service payments over the life of the outstanding debt issues.

## Enterprise Funds

The City's enterprise operations consist of gas, electric distribution, water distribution, wastewater collection systems, a parking garage, golf courses and the Central Park Sports Arena. The enterprise funds are supported by revenues derived from user charges.

Certain pertinent data relating to the enterprise operations of the City is indicated below:

	Total Assets	Total Equity	Net Income (Loss)	Return on Assets	Return on Equity
Gas	\$60,706,445	\$30,656,850	\$594,332	0.98%	1.94%
Electric	217,438,050	5,449,756	(6,352,734)	(2.92%)	(116.57%)
Water	84,106,816	28,556,313	683,805	0.81%	2.39%
Wastewater	67,724,796	25,976,160	4,149,439	6.13%	15.97%
Parking	1,495,837	386,222	(145,115)	(9.70%)	(37.57%)
Golf	3,071,618	898,301	4,594	0.15%	0.51%
Sports Arena	94,750	90,571	(20,477)	(21.61%)	(22.61%)

### **Internal Service Funds**

The City's three internal service funds are used to account for the maintenance of the City's motor transport equipment (Fleet Maintenance Fund), the interdepartmental charges for the costs of certain goods or services (Central Services Fund) and the total costs associated with health care benefits, Pension, worker's compensation, etc., and the revenues associated with cost-reimbursement of these services by departments or agencies receiving these services within the City (Central Benefits Fund). The Central Benefits Fund merely facilitates the distribution of payments for certain benefits and risk management costs. The City does not retain risk but rather utilizes a variety of commercial insurers to cover the City's exposure to risk.

### **Fiduciary Funds**

Trust and agency funds are established to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City maintains one nonexpendable trust fund with assets totaling \$76,130. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Total assets and liabilities of the agency funds of the City amounted to \$1,146,979.

### **Debt Administration**

The debt service fund accumulates resources for the payment of principal, interest and associated administrative costs on the City's general and special assessment long-term debt. Typically resources are derived from investment earnings and operating transfers. Currently the City has \$3,905,000 in *general obligation bonded debt*.

Debt expected to be paid from enterprise revenues are reported as a liability of the enterprise funds. The enterprise fund debt liabilities are as follows: general obligation bonds of \$2,928,130, mortgage revenue bonds of \$306,729,253 and loans from the Ohio Water Development Authority (OWDA) in the amount of \$9,090,695. The City's enterprise funds also have general obligation notes outstanding of \$6,400,000.

General Obligation Notes outstanding at December 31, 1999 were \$10,290,000. The proceeds are being used for various projects throughout the City. Special Assessment notes outstanding at December 31, 1999 were \$2,672,000.

The ratio of property tax supported general bonded debt to assessed value and the amount of bonded debt per capita are considered to be good indicators to municipal managers, citizens and investors in general governmental debt of the City's debt position. The City's debt position as of December 31, 1999 was as follows:

Overall Legal Debt Margin	\$68,883,748
Unvoted Legal Debt Margin	\$29,541,618
Net Bonded Debt to Assessed Value	.44%
Net Bonded Debt per Capita	\$55.73

A more thorough presentation of the calculation of these figures is located in the statistical section of the enclosed report.

## CASH MANAGEMENT

Cash management is an integral component of the City's overall financial plan. The City attempts to earn a market rate of return consistent with providing the liquidity needed to pay obligations on a timely basis. Cash flow forecasting and the use of short-term investments allows the City to earn interest on all funds.

The City's investments comply with Section 135.14 of the Ohio Revised Code, and the maximum maturity is limited to five years, except for certain reserve funds. Most investments mature within the current fiscal year. Interest earnings are allocated to funds based on the requirements of the Ohio Constitution, state statutes and city ordinance number OR 82-4-25. As required by law, all deposits are covered by eligible collateral, while investment securities (treasuries and agency/instrumentality issues) are specifically permitted by the Ohio Revised Code and the City's investment policy.

Authorized investments are described in detail in Note 5 of the footnotes to the general purpose financial statements included within the financial section of this comprehensive annual financial report.

The City's cash resources were invested as follows at December 31, 1999:

Cash Resources	1999	%
Cash	\$5,400,132	5.4
City of Hamilton Notes/Bonds	1,051,046	1.1
U.S. Government Securities	92,399,410	92.2
Star Ohio	1,345,785	1.3
Total Resources	<u>\$100,196,373</u>	<u>100.0</u>

**1999**

A pie chart illustrating the distribution of cash resources for 1999. The largest slice, representing 92.2%, is U.S. Government Securities. Other slices include Cash at 5.4%, Star Ohio at 1.3%, and City of Hamilton Notes/Bonds at 1.1%.

The amount of interest earned on investments for all funds of the City for fiscal year 1999 was \$4,595,371. Interest earnings are credited to various funds based upon City ordinance.

At December 31, 1999, the City had bank balances of \$5,779,777. Federal depository insurance covered \$473,853 of the bank balance and the rest of the deposits were classified as Category 3. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 110% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority.

The primary objectives of the City's investment program, in order of priority, are as follows:

1. Safety – The safety of principal balances is the City's foremost objective and all investments are undertaken in a manner to insure the preservation of capital.

2. Liquidity – All investments should be sufficiently liquid to meet all operating requirements that can be reasonably anticipated. Since all possible cash demands cannot be anticipated, the investment portfolio should consist of securities with active resale markets.
3. Yield – Return on investment is of least importance compared to the safety and liquidity objectives described above. Investments are limited to low risk securities with the expectation of earning market value.

### RISK MANAGEMENT

The proactive approach that the administration employs in addressing its ongoing operations is reflected in the composition of the City's insurance protection package and its very favorable loss experience. The City reduces exposure to risk through several initiatives. They include insurance coverages for vehicles, general liability, inland marine, building and contents and computer insurance, public officials and law enforcement liability coverages and boiler and machinery coverage.

The City maintains comprehensive insurance coverage with private carriers for real property, building contents, fleet, and general liability coverage. The City also carries police professional and public officials liability insurance. See Note 15 to the general purpose financial statements for additional information.

### OTHER INFORMATION

#### **Independent Audit**

Included in this report is the unqualified audit opinion rendered on the City's financial statements for the year ended December 31, 1999, by Deloitte & Touche LLP. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. An annual audit serves to maintain and strengthen the City's accounting and budgetary controls.

#### **Awards**

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 Hamilton for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 1998. This was the first year that the government received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year. We believe our current report continues to conform to the Certificate of Achievement program requirements; thus, we are submitting it to GFOA for review.



**Public Disclosure**

The publication of this report represents an important achievement in the ability of the City of Hamilton to provide significantly enhanced financial information and accountability to the citizens, its elected officials, City Administration and investors. In addition to the citizens of Hamilton, the recipients of this report will include city, state and federal officials, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The extensive effort to prepare and distribute this report is indicative of the continued efforts of the City of Hamilton to improve its overall financial accounting, management and reporting capabilities.

**Acknowledgements**

The City of Hamilton is proud to be submitting this GAAP financial report utilizing the guidelines recommended by GFOA. This report is the result of continued cooperation, and combined services of the City Manager, City Council and administrative officials of the City of Hamilton and the Butler County Auditor's Office.

Respectfully,

A handwritten signature in cursive script that reads "James R. Graff". The signature is written in black ink and is positioned to the right of the typed name and title.

James R. Graff  
Finance Director

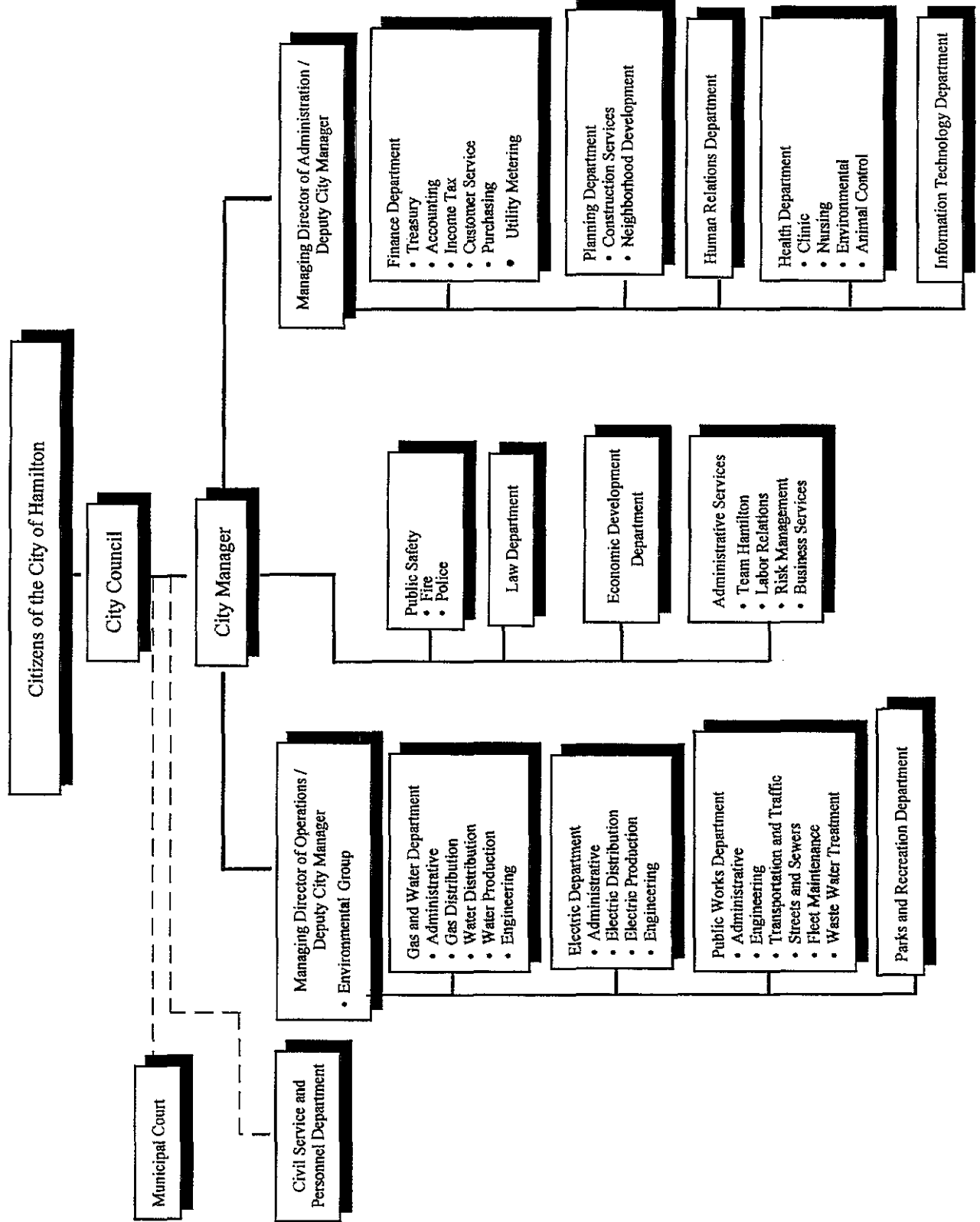
*THE CITY OF HAMILTON, OHIO  
 BUTLER COUNTY  
 LIST OF PRINCIPAL OFFICIALS  
 AS OF DECEMBER 31, 1999*

<i>Title</i>	<i>Name</i>
<u><i>Council</i></u>	
Mayor	Thomas E. Nye
Vice Mayor	Adolf Olivas
Council	Kathy Becker
Council	George V. McNally
Council	Richard S. Holzberger
Council	Sharon Hughes
Council	Fred M. Southard

<u><i>Officials</i></u>	
City Manager	Stephen E. Sorrell
Deputy City Manager/Managing Director of Operations	Mark Brandenburger
Finance Director	James R. Graff
Director of Parks and Recreation	William B. Phelps
Director of Electric Department	Michael Perry
Director of Gas & Water Department	John Liver
Director of Civil Service and Personnel	Nadine Hill
Acting Director of Law	Hillary G. Miller
Director of Planning	James A. Boerke
Director of Economic Development	Timothy E. Bigler
Director of Public Works	Michael J. Samoviski
Director of Health	Dr. William Karwisch
Director of Human Relations	Vaughn R. Lewis
Acting Director of Information Technology	Carol Cox
Police Chief	Neil Ferdelman
Fire Chief	Lyle Moore
City Clerk	Linda A. Landi
Municipal Court Judge	John G. Rosmarin
Treasurer	Michael E. Engel
Comptroller	Dorethea N. Yates

City Address:  
 City of Hamilton  
 20 High Street  
 Hamilton, Ohio 45011

# City of Hamilton ~ Organizational Chart



# Certificate of Achievement for Excellence in Financial Reporting

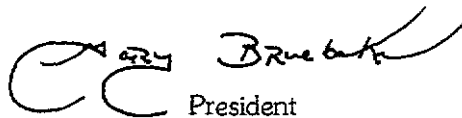
Presented to

City of Hamilton,  
Ohio

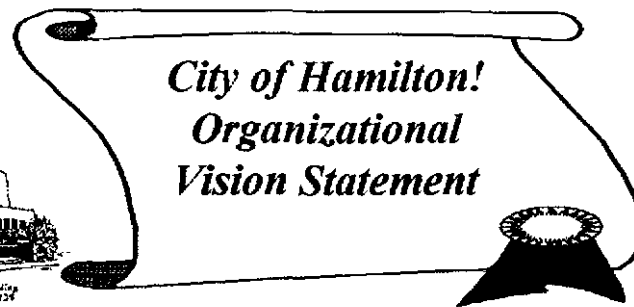
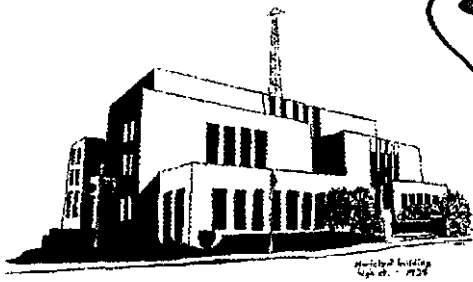
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 1998

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



  
Cary Brueckner  
President

  
Jeffrey L. Esler  
Executive Director



***The City of Hamilton! is a service organization that exists for our customer owners. Our future success is assured by providing superior service through a cooperative environment at the lowest cost practical.***

***We are committed to the following principles and objectives:***

- 1. Organizational goals, objectives, policies and procedures are clearly defined and communicated to all employees.**
- 2. As a proactive and innovative organization, we enjoy enthusiastic cooperation between all segments of the organization; the executive, administrative, staff and operating divisions and between labor and management.**
- 3. Excellent labor management relations are realized through participative management and cooperative bargaining. Labor and management's main goal is satisfying the ever changing wants and needs of their internal and external customers. These principles and goals are continually promoted and reinforced by the administration, throughout management, and by union leaders with the employees they represent.**
- 4. Employees work in a friendly, supportive and positive work environment in which their contributions are recognized, appreciated and rewarded. Job satisfaction is achieved through career path development and training, trust and mutual respect between employees, and by fair and equitable treatment.**



## **INDEPENDENT AUDITORS' REPORT**

The Honorable Mayor and  
Members of the City Council  
City of Hamilton! Ohio and  
Jim Petro, Auditor of State of Ohio

We have audited the accompanying general purpose financial statements of the City of Hamilton! Ohio as of December 31, 1999, and for the year then ended, listed in the foregoing table of contents. These general purpose financial statements are the responsibility of the management of the City of Hamilton! Ohio. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, such general purpose financial statements present fairly, in all material respects, the financial position of the City of Hamilton! Ohio as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the Proprietary Funds changed their method of accounting for fixed assets in 1999.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the foregoing table of contents, are presented for the purpose of additional analysis and are not a required part of the general purpose financial statements of the City of Hamilton! Ohio. These financial statements and schedules are also the responsibility of the management of the City of Hamilton!, Ohio. Such additional information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the general purpose financial statements taken as a whole.

The statistical data on pages 126 through 146 is presented for the purpose of additional analysis and is not a required part of the general purpose financial statements of the City of Hamilton! Ohio. Such additional information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, accordingly, we express no opinion on it.

*Deloitte & Touche LLP*  
June 2, 2000

## *GENERAL PURPOSE FINANCIAL STATEMENTS*

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*THE FOLLOWING GENERAL PURPOSE FINANCIAL STATEMENTS, ALONG WITH THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS, PRESENT AN OVERVIEW OF THE CITY'S FINANCIAL POSITION AT DECEMBER 31, 1999 AND THE RESULTS OF OPERATIONS AND CASH FLOWS OF ITS PROPRIETARY AND NONEXPENDABLE TRUST FUNDS FOR THE YEAR THEN ENDED.*



**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

	<i>Governmental</i>			
	<i>Fund Types</i>			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
<u>Assets and Other Debits:</u>				
Assets:				
Cash and Cash Equivalents	\$390,412	\$1,440,951	\$173,318	\$493,605
Investments	5,404,563	2,180,292	281,947	6,863,827
Receivables (net of allowance for doubtful accounts):				
Taxes	4,235,558	796,109	377,700	305,074
Accounts	27,045	467,036	0	0
Interest	225,204	11,351	5,010	0
Notes	0	856,930	0	0
Due from Other Funds	216,273	5,310	0	0
Interfund Receivable	187,680	0	0	0
Intergovernmental Receivable	0	0	0	0
Inventory of Supplies at Cost	7,825	40,911	0	0
Prepaid Items	239,703	26,386	0	0
Restricted Assets:				
Cash and Cash Equivalents	0	0	0	405,119
Investments	0	0	0	0
Bond Issuance Costs	0	0	0	0
Fixed Assets (net of accumulated depreciation)	0	0	0	0
Construction in Progress	0	0	0	0
Other Real Estate Owned for Investment	0	0	0	0
Other Debits:				
Amount Available in Debt Service Fund	0	0	0	0
Amount to be Provided for General Long-Term Obligations	0	0	0	0
Total Assets and Other Debits	<u>\$10,934,263</u>	<u>\$5,825,276</u>	<u>\$837,975</u>	<u>\$8,067,625</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

<i>Proprietary</i>		<i>Fiduciary</i>	<i>Account</i>		Totals (Memorandum Only)
<i>Fund Types</i>		<i>Fund Types</i>	<i>Groups</i>		
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	
\$2,128,264	\$5,115	\$354,625	\$0	\$0	\$4,986,290
34,364,584	71,121	656,360	0	0	49,822,694
0	0	0	0	0	5,714,441
12,296,192	15	3,634	0	0	12,793,922
972,639	0	349	0	0	1,214,553
0	0	0	0	0	856,930
20,493	2,032,638	175,141	0	0	2,449,855
0	0	0	0	0	187,680
0	0	33,000	0	0	33,000
1,477,702	43,324	0	0	0	1,569,762
733,101	0	0	0	0	999,190
1,354,508	0	0	0	0	1,759,627
43,627,762	0	0	0	0	43,627,762
3,457,375	0	0	0	0	3,457,375
315,745,801	110,062	0	34,912,885	0	350,768,748
18,459,891	0	0	2,651,991	0	21,111,882
0	0	0	3,366,226	0	3,366,226
0	0	0	0	460,275	460,275
0	0	0	0	9,278,277	9,278,277
<u>\$434,638,312</u>	<u>\$2,262,275</u>	<u>\$1,223,109</u>	<u>\$40,931,102</u>	<u>\$9,738,552</u>	<u>\$514,458,489</u>

(Continued)

**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

	<i>Governmental</i>			
	<i>Fund Types</i>			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
<b><u>Liabilities, Equity and Other Credits:</u></b>				
<b>Liabilities:</b>				
Accounts Payable	\$2,307,505	\$867,563	\$0	\$456,327
Accrued Wages and Benefits	772,536	67,081	0	0
Accrued Liabilities	42,035	0	0	151
Due to Other Funds	306,925	121,603	0	0
Intergovernmental Payables	0	0	0	0
Interfund Payable	0	59,220	0	128,460
Due to Others	0	0	0	0
Accrued Interest Payable	0	0	0	288,867
Customer Deposits Payable	0	0	0	0
Deferred Revenue	2,817,132	1,355,858	377,700	398,236
General Obligation Notes Payable	0	0	0	10,290,000
Special Assessment Notes Payable	0	0	0	2,672,000
Compensated Absences Payable	1,186,854	73,014	0	0
General Obligation Bonds Payable	0	0	0	0
Special Assessment Bonds Payable (with governmental commitment)	0	0	0	0
Ohio Water Development Authority Loans Payable	0	0	0	0
Mortgage Revenue Bonds Payable	0	0	0	0
<b>Total Liabilities</b>	<b><u>7,432,987</u></b>	<b><u>2,544,339</u></b>	<b><u>377,700</u></b>	<b><u>14,234,041</u></b>
<b>Equity and Other Credits:</b>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Unreserved:	0	0	0	0
Fund Balances:				
Reserved for Encumbrances	0	96,798	0	4,591,537
Reserved for Supplies Inventory	7,825	40,911	0	0
Reserved for Prepaid Items	239,703	26,386	0	0
Reserved for Debt Service	0	0	460,275	0
Reserved for Notes Receivable	0	856,930	0	0
Reserved for Endowments	0	0	0	0
Unreserved:				
Undesignated	3,253,748	2,259,912	0	(10,757,953)
<b>Total Equity and Other Credits</b>	<b><u>3,501,276</u></b>	<b><u>3,280,937</u></b>	<b><u>460,275</u></b>	<b><u>(6,166,416)</u></b>
<b>Total Liabilities, Equity and Other Credits</b>	<b><u>\$10,934,263</u></b>	<b><u>\$5,825,276</u></b>	<b><u>\$837,975</u></b>	<b><u>\$8,067,625</u></b>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON! OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 1999**

<i>Proprietary Fund Types</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Totals (Memorandum Only)</i>	
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	Totals (Memorandum Only)
\$6,212,505	\$529,400	\$0	\$0	\$0	\$10,373,300
448,862	169,717	0	0	0	1,458,196
0	0	0	0	0	42,186
1,902,775	0	118,552	0	0	2,449,855
0	0	707,479	0	0	707,479
0	0	0	0	0	187,680
3,030	0	320,948	0	0	323,978
4,499,487	0	0	0	0	4,788,354
728,633	0	0	0	0	728,633
13,049	0	0	0	0	4,961,975
6,400,000	0	0	0	0	16,690,000
0	0	0	0	0	2,672,000
3,667,720	796,935	0	0	4,122,506	9,847,029
2,928,130	0	0	0	3,905,000	6,833,130
0	0	0	0	1,711,046	1,711,046
9,090,695	0	0	0	0	9,090,695
306,729,253	0	0	0	0	306,729,253
<u>342,624,139</u>	<u>1,496,052</u>	<u>1,146,979</u>	<u>0</u>	<u>9,738,552</u>	<u>379,594,789</u>
0	0	0	40,931,102	0	40,931,102
37,138,422	0	0	0	0	37,138,422
54,875,751	766,223	0	0	0	55,641,974
0	0	0	0	0	4,688,335
0	0	0	0	0	48,736
0	0	0	0	0	266,089
0	0	0	0	0	460,275
0	0	0	0	0	856,930
0	0	76,130	0	0	76,130
0	0	0	0	0	(5,244,293)
<u>92,014,173</u>	<u>766,223</u>	<u>76,130</u>	<u>40,931,102</u>	<u>0</u>	<u>134,863,700</u>
<u>\$434,638,312</u>	<u>\$2,262,275</u>	<u>\$1,223,109</u>	<u>\$40,931,102</u>	<u>\$9,738,552</u>	<u>\$514,458,489</u>



**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Governmental Fund Types</i>				Totals (Memorandum Only)
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	
<b>Revenues:</b>					
Taxes	\$18,610,521	\$2,638,169	\$0	\$2,114,565	\$23,363,255
Intergovernmental Revenues	4,959,426	4,846,942	0	271,855	10,078,223
Charges for Services	6,025,130	2,149,815	0	10,451	8,185,396
Licenses and Permits	925,472	368,287	0	0	1,293,759
Investment Earnings	928,290	21,648	39,998	(89,727)	900,209
Special Assessments	0	0	171,865	391,348	563,213
Fines and Forfeitures	849,082	168,525	0	0	1,017,607
All Other Revenues	450,430	453,153	2,185	186,441	1,092,209
Total Revenues	<u>32,748,351</u>	<u>10,646,539</u>	<u>214,048</u>	<u>2,884,933</u>	<u>46,493,871</u>
<b>Expenditures:</b>					
<b>Current:</b>					
Security of Persons and Property	18,435,961	3,643,518	0	0	22,079,479
Public Health and Welfare Services	1,075,081	79,281	0	0	1,154,362
Leisure Time Activities	1,500,132	0	0	0	1,500,132
Community Environment	892,602	2,986,595	0	0	3,879,197
Basic Utility Services	1,264,441	1,894,238	0	0	3,158,679
Transportation	432,315	3,485,729	0	0	3,918,044
General Government	3,533,137	0	0	0	3,533,137
Other Expenditures	3,614,661	0	0	0	3,614,661
Capital Outlay	0	0	0	9,259,503	9,259,503
<b>Debt Service:</b>					
Principal Retirement	0	0	4,251,068	0	4,251,068
Interest and Fiscal Charges	0	1,759	255,615	484,668	742,042
Total Expenditures	<u>30,748,330</u>	<u>12,091,120</u>	<u>4,506,683</u>	<u>9,744,171</u>	<u>57,090,304</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,000,021	(1,444,581)	(4,292,635)	(6,859,238)	(10,596,433)
<b>Other Financing Sources (Uses):</b>					
Proceeds from Sale of Fixed Assets	14,472	0	0	298,686	313,158
Proceeds from Sale of General Obligation Bonds	0	0	3,500,000	0	3,500,000
Operating Transfers In	160,192	1,063,846	793,016	551,918	2,568,972
Operating Transfers Out	(1,063,846)	(66,665)	0	(1,388,461)	(2,518,972)
Total Other Financing Sources (Uses)	<u>(889,182)</u>	<u>997,181</u>	<u>4,293,016</u>	<u>(537,857)</u>	<u>3,863,158</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,110,839	(447,400)	381	(7,397,095)	(6,733,275)
Fund Balance Beginning of Year	2,390,437	3,728,337	459,894	5,260,679	11,839,347
Residual Equity Transfer	0	0	0	(4,030,000)	(4,030,000)
Fund Balance (Deficit) End of Year	<u>\$3,501,276</u>	<u>\$3,280,937</u>	<u>\$460,275</u>	<u>(\$6,166,416)</u>	<u>\$1,076,072</u>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>General Fund</i>			<i>Special Revenue Funds</i>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$17,060,841	\$18,322,189	\$1,261,348	\$2,465,000	\$2,636,830	\$171,830
Intergovernmental Revenues	5,078,580	4,959,426	(119,154)	5,560,844	5,786,585	225,741
Charges for Services	6,353,508	6,079,556	(273,952)	2,050,206	2,069,956	19,750
Licenses and Permits	653,758	915,140	261,382	383,500	369,986	(13,514)
Investment Earnings	1,014,000	1,011,684	(2,316)	51,500	56,585	5,085
Special Assessments	0	0	0	0	0	0
Fines and Forfeitures	913,000	845,139	(67,861)	178,940	168,525	(10,415)
All Other Revenues	84,000	404,090	320,090	35,455	513,963	478,508
Total Revenues	<u>31,157,687</u>	<u>32,537,224</u>	<u>1,379,537</u>	<u>10,725,445</u>	<u>11,602,430</u>	<u>876,985</u>
<b>Expenditures:</b>						
Current:						
Security of Persons and Property	17,708,601	17,651,055	57,546	4,026,505	3,775,823	250,682
Public Health and Welfare	1,133,403	1,049,411	83,992	163,535	77,363	86,172
Leisure Time Activities	1,814,939	1,556,241	258,698	0	0	0
Community Environment	1,011,888	909,753	102,135	6,568,551	3,007,374	3,561,177
Basic Utility Services	1,484,017	1,274,146	209,871	2,298,513	2,193,129	105,384
Transportation	443,773	436,830	6,943	5,235,263	3,806,969	1,428,294
General Government	3,771,670	3,510,636	261,034	0	0	0
Other Expenditures	4,335,944	4,227,965	107,979	0	0	0
Capital Outlay	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	265,200	265,200	0
Interest and Fiscal Charges	0	0	0	12,569	12,569	0
Total Expenditures	<u>31,704,235</u>	<u>30,616,037</u>	<u>1,088,198</u>	<u>18,570,136</u>	<u>13,138,427</u>	<u>5,431,709</u>
Excess (Deficiency) of						
Revenues Over (Under) Expenditures	(546,548)	1,921,187	2,467,735	(7,844,691)	(1,535,997)	6,308,694
<b>Other Financing Sources (Uses):</b>						
Proceeds from Sale of Fixed Assets	10,000	14,472	4,472	0	0	0
Proceeds from General Obligation Notes	0	0	0	0	0	0
Proceeds from General Obligation Bonds	0	0	0	0	0	0
Proceeds from Special Assessment Notes	0	0	0	0	0	0
Proceeds from Special Assessment Bonds	0	0	0	0	0	0
Operating Transfers In	128,080	160,192	32,112	1,296,190	1,211,196	(84,994)
Operating Transfers Out	(1,425,933)	(1,063,846)	362,087	(57,500)	(66,665)	(9,165)
Advances In	191,307	191,307	0	59,220	59,220	0
Advances Out	(187,680)	(187,680)	0	(191,307)	(191,307)	0
Total Other Financing Sources (Uses)	<u>(1,284,226)</u>	<u>(885,555)</u>	<u>398,671</u>	<u>1,106,603</u>	<u>1,012,444</u>	<u>(94,159)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,830,774)	1,035,632	2,866,406	(6,738,088)	(523,553)	6,214,535
Fund Balance at Beginning of Year	2,668,003	2,668,003	0	1,671,416	1,671,416	0
Prior Year Encumbrances	1,126,410	1,126,410	0	1,759,706	1,759,706	0
Fund Balance at End of Year	<u>\$1,963,639</u>	<u>\$4,830,045</u>	<u>\$2,866,406</u>	<u>(\$3,306,966)</u>	<u>\$2,907,569</u>	<u>\$6,214,535</u>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON! OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

<i>Debt Service Fund</i>			<i>Capital Projects Funds</i>			<i>Totals (Memorandum Only)</i>		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$0	\$0	\$0	\$2,022,100	\$2,113,449	\$91,349	\$21,547,941	\$23,072,468	\$1,524,527
0	0	0	2,794,836	548,191	(2,246,645)	13,434,260	11,294,202	(2,140,058)
0	0	0	0	10,451	10,451	8,403,714	8,159,963	(243,751)
0	0	0	0	0	0	1,037,258	1,285,126	247,868
33,753	44,208	10,455	0	15,871	15,871	1,099,253	1,128,348	29,095
2,761	171,865	169,104	500,000	391,348	(108,652)	502,761	563,213	60,452
0	0	0	0	0	0	1,091,940	1,013,664	(78,276)
2,186	2,185	(1)	75,000	186,441	111,441	196,641	1,106,679	910,038
38,700	218,258	179,558	5,391,936	3,265,751	(2,126,185)	47,313,768	47,623,663	309,895
0	0	0	0	0	0	21,735,106	21,426,878	308,228
0	0	0	0	0	0	1,296,938	1,126,774	170,164
0	0	0	0	0	0	1,814,939	1,556,241	258,698
0	0	0	0	0	0	7,580,439	3,917,127	3,663,312
0	0	0	0	0	0	3,782,530	3,467,275	315,255
0	0	0	0	0	0	5,679,036	4,243,799	1,435,237
0	0	0	0	0	0	3,771,670	3,510,636	261,034
0	0	0	0	0	0	4,335,944	4,227,965	107,979
0	0	0	16,961,489	14,917,900	2,043,589	16,961,489	14,917,900	2,043,589
3,987,644	4,251,068	(263,424)	13,717,000	13,345,000	372,000	17,969,844	17,861,268	108,576
220,021	255,615	(35,594)	488,856	454,362	34,494	721,446	722,546	(1,100)
4,207,665	4,506,683	(299,018)	31,167,345	28,717,262	2,450,083	85,649,381	76,978,409	8,670,972
(4,168,965)	(4,288,425)	(119,460)	(25,775,409)	(25,451,511)	323,898	(38,335,613)	(29,354,746)	8,980,867
0	0	0	0	298,686	298,686	10,000	313,158	303,158
0	0	0	14,190,000	14,190,000	0	14,190,000	14,190,000	0
3,500,000	3,500,000	0	0	0	0	3,500,000	3,500,000	0
0	0	0	2,972,000	2,972,000	0	2,972,000	2,972,000	0
0	0	0	1,325,000	0	(1,325,000)	1,325,000	0	(1,325,000)
900,605	793,016	(107,589)	738,400	551,918	(186,482)	3,063,275	2,716,322	(346,953)
0	0	0	(935,734)	(935,734)	0	(2,419,167)	(2,066,245)	352,922
0	0	0	128,460	128,460	0	378,987	378,987	0
0	0	0	0	0	0	(378,987)	(378,987)	0
4,400,605	4,293,016	(107,589)	18,418,126	17,205,330	(1,212,796)	22,641,108	21,625,235	(1,015,873)
231,640	4,591	(227,049)	(7,357,283)	(8,246,181)	(888,898)	(15,694,505)	(7,729,511)	7,964,994
450,674	450,674	0	6,485,569	6,485,569	0	11,275,662	11,275,662	0
0	0	0	4,573,852	4,573,852	0	7,459,968	7,459,968	0
\$682,314	\$455,265	(\$227,049)	\$3,702,138	\$2,813,240	(\$888,898)	\$3,041,125	\$11,006,119	\$7,964,994





**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN RETAINED EARNINGS/FUND BALANCE**  
**ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Proprietary</i>		<i>Fiduciary</i>	Totals (Memorandum Only)
	<i>Fund Types</i>		<i>Fund Type</i>	
	Enterprise Funds	Internal Service Funds	Nonexpendable Trust Fund	
<b><u>Operating Revenues:</u></b>				
Charges for Services	\$90,839,861	\$20,194,813	\$0	\$111,034,674
Other Operating Revenues	801,028	3,753	0	804,781
Investment Earnings	0	0	5,355	5,355
<b>Total Operating Revenues</b>	<b>91,640,889</b>	<b>20,198,566</b>	<b>5,355</b>	<b>111,844,810</b>
<b><u>Operating Expenses:</u></b>				
Personal Services	12,708,910	13,856,920	0	26,565,830
Materials and Supplies	2,669,653	553,105	0	3,222,758
Contractual Services	5,612,843	4,652,748	0	10,265,591
Purchased Gas and Electricity	22,210,928	0	0	22,210,928
Depreciation	15,414,260	43,508	0	15,457,768
Other Operating Expenses	17,000,206	523,149	5,860	17,529,215
<b>Total Operating Expenses</b>	<b>75,616,800</b>	<b>19,629,430</b>	<b>5,860</b>	<b>95,252,090</b>
Operating Income (Loss)	16,024,089	569,136	(505)	16,592,720
<b><u>Non-Operating Revenues (Expenses):</u></b>				
Intergovernmental Grants	5,000	0	0	5,000
Investment Earnings	3,696,273	(1,111)	0	3,695,162
Interest and Fiscal Charges	(20,761,518)	0	0	(20,761,518)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(17,060,245)</b>	<b>(1,111)</b>	<b>0</b>	<b>(17,061,356)</b>
Income (Loss) Before Operating Transfers	(1,036,156)	568,025	(505)	(468,636)
<b><u>Operating Transfers:</u></b>				
Operating Transfers Out	(50,000)	0	0	(50,000)
<b>Total Operating Transfers</b>	<b>(50,000)</b>	<b>0</b>	<b>0</b>	<b>(50,000)</b>
Net Income (Loss)	(1,086,156)	568,025	(505)	(518,636)
Add: Depreciation Charged on Contributed Capital	1,124,611	0	0	1,124,611
Retained Earnings/Fund Balance at the Beginning of the Year	54,837,296	198,198	76,635	55,112,129
Retained Earnings/Fund Balance at End of Year	<b>\$54,875,751</b>	<b>\$766,223</b>	<b>\$76,130</b>	<b>\$55,718,104</b>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON! OHIO**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Proprietary Fund Types</i>		<i>Fiduciary Fund Type</i>	Totals (Memorandum Only)
	Enterprise Funds	Internal Service Funds	Nonexpendable Trust Fund	
<b><u>Cash Flows from Operating Activities:</u></b>				
Cash Received from Customers	\$90,798,612	\$20,198,671	\$0	\$110,997,283
Interest Receipts	0	0	6,901	6,901
Cash Payments for Goods and Services	(48,127,053)	(6,082,704)	(5,860)	(54,215,617)
Cash Payments to Employees	(12,901,824)	(14,160,636)	0	(27,062,460)
Net Cash Provided (Used) by Operating Activities	29,769,735	(44,669)	1,041	29,726,107
<b><u>Cash Flows from Noncapital Financing Activities:</u></b>				
Operating Grants Received	5,000	0	0	5,000
Transfers Out to Other Funds	(50,000)	0	0	(50,000)
Net Cash Used by Noncapital Financing Activities	(45,000)	0	0	(45,000)
<b><u>Cash Flows from Capital and Related Financing Activities:</u></b>				
Proceeds from General Obligation Notes	6,400,000	0	0	6,400,000
Acquisition and Construction of Assets	(22,465,472)	(14,610)	0	(22,480,082)
Principal Paid on General Obligation Notes	(6,400,000)	0	0	(6,400,000)
Principal Paid on General Obligation Bonds	(191,000)	0	0	(191,000)
Principal Paid on Revenue Bonds	(5,850,000)	0	0	(5,850,000)
Principal Paid on Ohio Water Development Authority Loans	(413,660)	0	0	(413,660)
Interest Paid on All Debt	(19,962,490)	0	0	(19,962,490)
Net Cash Used for Capital and Related Financing Activities	(48,882,622)	(14,610)	0	(48,897,232)
<b><u>Cash Flows from Investing Activities:</u></b>				
Purchase of Investments	(3,031,471)	0	(2,173)	(3,033,644)
Sale of Investments	15,437,578	58,407	0	15,495,985
Receipts of Interest	5,178,860	0	0	5,178,860
Net Cash Provided (Used) for Investing Activities	17,584,967	58,407	(2,173)	17,641,201
Net Decrease in Cash and Cash Equivalents	(1,572,920)	(872)	(1,132)	(1,574,924)
Cash and Cash Equivalents at Beginning of Year	5,055,692	5,987	1,286	5,062,965
Cash and Cash Equivalents at End of Year	\$3,482,772	\$5,115	\$154	\$3,488,041
<b><u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u></b>				
Cash and Cash Equivalents	\$2,128,264	\$5,115	\$354,625	\$2,488,004
Less: Cash and Cash Equivalents in Agency Funds	0	0	(354,471)	(354,471)
Restricted Cash and Cash Equivalents	1,354,508	0	0	1,354,508
Cash and Cash Equivalents at End of Year	\$3,482,772	\$5,115	\$154	\$3,488,041

(Continued)

**THE CITY OF HAMILTON, OHIO**  
**COMBINED STATEMENT OF CASH FLOWS**  
**ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	<i>Proprietary Fund Types</i>		<i>Fiduciary Fund Type</i>	Totals (Memorandum Only)
	Enterprise Funds	Internal Service Funds	Nonexpendable Trust Fund	
<b>Reconciliation of Operating Income (Loss) to Net Cash</b>				
<b>Provided (Used) by Operating Activities:</b>				
Operating Income (Loss)	\$16,024,089	\$569,136	(\$505)	\$16,592,720
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>				
Depreciation Expense	15,414,260	43,508	0	15,457,768
Decrease in the Fair Value of Investments	0	0	1,546	1,546
<b>Changes in Assets and Liabilities:</b>				
(Increase) Decrease in Accounts Receivable	(889,377)	105	0	(889,272)
(Increase) Decrease in Inventory	298,505	(36,173)	0	262,332
(Increase) Decrease in Prepaid Items	(247,141)	13,337	0	(233,804)
Decrease in Accounts Payable	(582,727)	(249,462)	0	(832,189)
Increase in Accrued Wages and Benefits	118,617	144,084	0	262,701
Increase in Customer Deposits	177,803	0	0	177,803
Decrease in Deferred Revenue	(30,623)	0	0	(30,623)
Decrease in Compensated Absences	(513,671)	(529,204)	0	(1,042,875)
Total Adjustments	13,745,646	(613,805)	1,546	13,133,387
Net Cash Provided (Used) by Operating Activities	<u>\$29,769,735</u>	<u>(\$44,669)</u>	<u>\$1,041</u>	<u>\$29,726,107</u>

**Schedule of Noncash Investing, Capital and Financing Activities:**

At December 31, 1999, the Gas, the Electric, the Water and the Sewer Funds had outstanding liabilities of \$57,581, \$495,618, \$153,834 and \$595,943 respectively for certain capital assets. At December 31, 1999, the Fleet Maintenance Fund (Internal Service Fund) had outstanding liabilities of \$6,207 for certain capital assets. During 1999 the fair value of investments decreased by \$251,695, \$722,458, \$274,384, \$199,767, \$1,644, \$5,539, and \$1,123 in the Gas, Electric, Water Sewer, Parking, Golf Course and Central Park Sports Arena Funds, respectively. The fair value of investments decreased by \$1,100 in the Fleet Maintenance Fund.

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF HAMILTON! OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS**  
**DECEMBER 31, 1999**

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

The City of Hamilton, Ohio (the City) is a home rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter, which provides for a Council/Manager form of government. The Charter was adopted November 2, 1926 and became effective January 1, 1928. The current Charter, as amended, was adopted March 19, 1996 and became effective on that same day.

The accompanying general purpose financial statements of the City present the financial position of the various fund types and account groups, the results of operations of the various fund types and the cash flows of the proprietary and similar trust funds. The financial statements are presented as of December 31, 1999 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

The accompanying general purpose financial statements comply with the provisions of the GASB Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, account groups, agencies, boards and commissions that are part of the primary government, which include the following services: police and fire protection, parks and recreation, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates a gas distribution system, electric generation facilities and distribution system, a water treatment and distribution system, a wastewater treatment and collection system, parking and athletic facilities and two golf courses, all of which are reported as enterprise funds.

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

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies:

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

*Governmental Funds*

The accounting system is organized and operated on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). The various funds are summarized by type in the general purpose financial statements. The following fund types and account groups are used by the City:

Governmental funds are those funds through which most governmental functions are typically financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the City's governmental fund types:

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

Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Fund - This fund is used for the accumulation of resources for, and the payment of, general obligation and special assessment long-term debt principal and interest (other than those accounted for in the proprietary funds).

Capital Projects Funds - These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary funds).

*Proprietary Funds*

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, whereby the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City maintains separate enterprise funds for its gas, electric, water, wastewater, parking, golf and sports arena.

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

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

Internal Service Funds - These funds are used to account for the financing of services provided by one department to other departments or agencies of the governmental unit or to other governmental units on a cost-reimbursement basis.

***Fiduciary Funds***

Trust and Agency Funds - These funds are used to account for assets held by a government unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City maintains a nonexpendable trust fund and agency funds. The nonexpendable trust fund is accounted for in essentially the same manner as the proprietary funds since capital maintenance is critical. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

***Account Groups***

To make a clear distinction between fixed assets related to specific funds and those of general government and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for fixed assets of the City other than those accounted for in the proprietary funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term debt of the City except those accounted for in the proprietary funds.

**C. Basis of Accounting**

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

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

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

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

Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, state levied locally shared taxes (including motor vehicle license fees and local government assistance). Income taxes other than those withheld by employers, licenses, permits, charges for service and other miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments, including related accrued interest, which are measurable but not available at December 31 are recorded as deferred revenue. Property taxes, which are measurable at December 31, 1999 but are not intended to finance 1999 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred revenue as further described in Note 6.

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

Pursuant to GASB Statement No. 20, *"Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting,"* the City follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements.

**D. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the fund level. Budgetary modifications that amend the appropriations of any fund may be made only by ordinance of the City Council.

**1. Tax Budget**

The Director of Finance and the City Manager submit an annual tax budget for the following fiscal year to City Council by July 15 for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.



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

**D. Budgetary Process** (Continued)

**2. Estimated Resources**

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 1999.

**3. Appropriations**

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through February 28. An annual appropriation ordinance must be passed by March 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund level, the legal level of control. The appropriation ordinance may be amended by ordinance of Council during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. The allocation of appropriations among departments and objects within a fund may be modified during the year by management. During 1999, several supplemental appropriations were necessary to budget the use of contingency funds, intergovernmental grant proceeds and capital improvement projects. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--All Governmental Fund Types" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

**4. Encumbrances**

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying general purpose financial statements.

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

**D. Budgetary Process (Continued)**

**5. Lapsing of Appropriations**

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

**6. Budgetary Basis of Accounting**

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

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

**D. Budgetary Process (Continued)**

**6. Budgetary Basis of Accounting (Continued)**

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary cash basis statements for the governmental funds:

	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)			
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
GAAP Basis (as reported)	\$1,110,839	(\$447,400)	\$381	(\$7,397,095)
Increase (Decrease):				
Accrued Revenues at December 31, 1999 received during 2000	(2,004,853)	(790,484)	(5,010)	(206,521)
Accrued Revenues at December 31, 1998 received during 1999	2,069,457	1,744,339	9,220	587,339
Accrued Expenditures at December 31, 1999 paid during 2000	4,615,855	1,188,481	0	873,805
Accrued Expenditures at December 31, 1998 paid during 1999	(3,700,945)	(1,347,525)	0	(1,172,845)
1998 Prepays for 1999	225,963	25,601	0	0
1999 Prepays for 2000	(239,703)	(26,386)	0	0
Note Proceeds	0	0	0	17,162,000
Note Retirements	0	(125,200)	0	(13,045,000)
Increase in Petty Cash	(200)	0	0	0
Outstanding Encumbrances	(1,040,781)	(744,979)	0	(5,047,864)
Budget Basis (Non-GAAP)	<u>\$1,035,632</u>	<u>(\$523,553)</u>	<u>\$4,591</u>	<u>(\$8,246,181)</u>

**E. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). The STAR Ohio is considered an investment for purposes of GASB Statement No. 3, but it is reported as a cash equivalent in the general purpose financial statements because it is a highly liquid instrument which is readily convertible to cash.

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

**E. Cash and Cash Equivalents** (Continued)

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own pooled cash and investments account. For purposes of the statement of cash flows, the proprietary funds' share of equity in investments with original maturities of three months or less is considered to be cash equivalents. See Note 5, "Cash, Cash Equivalents and Investments."

**F. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City reports its investments at fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 5, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 1999. 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, 1999.

**G. Inventory**

Inventories are stated at moving average cost. The costs of governmental fund-type and proprietary fund-type inventories are recorded as expenditures/expenses when consumed rather than when purchased.

**H. Fixed Assets and Depreciation**

The accounting and reporting treatment applied to fixed assets is determined by the ultimate use:

**1. Property, Plant and Equipment - General Governmental Purposes**

Fixed assets acquired or constructed for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received.

Fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City; therefore, the purpose of stewardship for capital expenditures can be satisfied without recording these assets.

The City has elected not to depreciate the fixed assets in the General Fixed Assets Account Group.

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

**H. Fixed Assets and Depreciation (Continued)**

**2. Property, Plant and Equipment - Proprietary Funds**

Property, plant and equipment acquired by the proprietary funds are stated at cost or estimated historical cost. Contributed fixed assets are recorded at fair market value at the date received.

Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Estimated Lives (Years)
Buildings	25
Improvements other than Buildings/Infrastructure	10 - 75
Machinery, Equipment, Furniture and Fixtures	3 - 25

**I. Long-Term Obligations**

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

Obligation	Fund
Bond Anticipation Notes (General and Special Assessment)	Special Assessment Fund High Street Property Fund Hamilton Enterprise Park Fund
General Obligation Bonds	Parking Fund Golf Fund Central Park Sports Arena Fund Sinking Fund
Special Assessment Bonds with Governmental Commitment	Sinking Fund
Mortgage Revenue Bonds	Gas Fund Electric Fund Water Fund Wastewater Fund
OWDA Loans	Wastewater Fund
Police/Fireman's Pension Accrued Liability	General Fund

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

**I. Long-Term Obligations (Continued)**

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

<u>Obligation</u>	<u>Fund</u>
Compensated Absences	General Fund Safety Services Fund, Refuse Fund Street Maintenance Fund Community Development Block Grant Fund Gas Fund, Electric Fund Water Fund, Wastewater Fund Parking Fund, Golf Course Fund Fleet Maintenance Fund Central Services Fund

**J. Compensated Absences**

Employees of the City earn vacation leave at various rates within limits specified under collective bargaining agreements or under statute. Vacation earned in a calendar year must be used during the following year. Vacation time cannot carry over into the subsequent year, unless written permission is granted from the City Manager. Therefore, no long-term liability for vacation time is accrued in the General Long-Term Obligations Account Group. At termination or retirement, employees are paid at their full rate for 100% of their unused vacation leave.

The rate of cash compensation for sick leave payout varies within specified limits under collective bargaining agreements or under law. Employees are paid 75% of the accumulated sick time upon retirement or death up to a maximum of 1200 hours for employees whose normal work schedule is 40 hours per week, and up to 1680 hours for those working a 53 hour week. Those individuals that commenced employment on or after January 1, 1990, will be paid 50%, and those individuals that commenced employment on or after January 1, 1994 will be paid 25% of the accumulated sick leave upon death or retirement. Employees are eligible for retirement at age 60 with 5 years of service, age 55 with 25 years of service, and any age with at least 30 years of service. Compensation for sick leave is paid at the employee's full rate of pay at the time of termination or retirement.

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined. For governmental funds, the portion of unpaid compensated absences expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." The remaining portion of the liability is reported in the General Long-Term Obligations Account Group.

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

**K. Pensions**

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

**L. Interfund Transactions**

During the course of normal operations, the City has numerous transactions between funds. Interfund transactions are generally classified as follows:

- Operating transfers are reported as "Other Financing Sources and Uses" in the governmental funds, as "Operating Transfers In" by the recipient fund and "Operating Transfers Out" by the disbursing fund.
- Residual Equity Transfers are nonroutine or nonrecurring transfers between funds and are reported as additions to or deductions from the fund equity balance.

Transactions that would be treated as revenues and expenditures if the transactions involved organizations external to the City are similarly treated when involving other funds of the City. The City also advances cash from one fund to another as necessary to meet current obligations.

**M. Reservations of Fund Balance**

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for prepaid items, inventories, debt service, notes receivable, endowments and encumbered amounts not accrued at year end.

**N. Contributed Capital**

Proprietary fund type contributed capital is recorded at the fair market value of the related assets at the date received. Depreciation on contributed fixed assets resulting from donations or restricted grants are closed to contributed capital.

**O. Restricted Assets**

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the combined balance sheet because their use is limited for debt service payments and capital improvements. Other restricted assets consist of resources whose use is restricted by City Council for capital improvements.

**P. Total Columns on the General Purpose Financial Statements**

Total columns on the general purpose financial statements are captioned "Memorandum Only" to indicate they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**NOTE 2 - RESIDUAL EQUITY TRANSFERS**

A residual equity transfer of \$4,030,000 was recorded in the Capital Projects Funds for Bond Anticipation Notes of \$3,500,000 and \$530,000 which were previously included in the General Long-Term Obligations Account Group. The transfer is reflected as a deduction to the beginning fund balance for the Capital Projects Funds.

**NOTE 3 - PROPERTY ADJUSTMENT**

In 1999 the City completed an upgrade of its fixed assets accounting records. This information was developed from physical inventory listings maintained by City Departments using actual cost, estimated historical cost or estimated replacement cost discounted to year of acquisition. In addition, depreciation was recalculated based on the specific useful life and the estimated cost of the fixed assets. The effect of the above as of January 1, 1999 was to increase balance sheet accounts as follows:

	As Previously Reported	Property Adjustment	As Restated
Net Fixed Assets	\$285,680,575	\$37,483,415	\$323,163,990
Contributed Capital	17,743,279	20,519,754	38,263,033
Retained Earnings	37,873,635	16,963,661	54,837,296

**NOTE 4 - COMPLIANCE AND ACCOUNTABILITY**

**Fund/Retained Earnings Deficits**

The fund deficits at December 31, 1999 of \$1,704 in the Brownfield Improvement Fund, \$34,942 in the Weed and Seed Grant Fund and \$120,156 in the Miami Conservancy Fund (special revenue funds) arose from the recognition of expenditures on the modified accrual basis of accounting which are greater than expenditures recognized on the budgetary basis. The fund deficits at December 31, 1999 of \$512,237 in the Capital Projects Fund, \$750,293 in the Special Assessment Fund, \$576,362 in the MITIE Fund, \$4,335,114 in the Hamilton Enterprise Park Fund, \$968,335 in the Central Business District Streetscape Improvements Fund and \$141,739 in the Issue II Project Fund (capital projects funds) arose from the recording of notes payable within the individual fund balance sheets. The retained earnings deficits of \$1,337,852 in the Electric Fund and \$2,106,713 in the Parking Fund (enterprise funds) arose from the recognition of expenses on the accrual basis of accounting which are greater than expenses recognized on the cash basis. The deficits do not exist under the budgetary/cash basis of accounting. The general fund provides operating transfers when cash is required, not when accruals occur.



**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds. Statutes require the classification of funds held by the City into three categories:

Category 1 consists of "active" funds - those funds required to be kept in "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current two year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds not needed for immediate use but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

Ohio law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 110% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3, "*Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*," collateral held in single financial institution collateral pools with securities being held by the pledging financial institution's agent in the pool's name are classified as Category 3.

The GASB has established risk categories for deposits and investments as follows:

*Deposits:*

- Category 1 Insured or collateralized with securities held by the City or by its agent in the City's name.
- Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
- Category 3 Collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

*Investments:*

- Category 1 Insured or registered with securities held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

**A. Deposits**

At year end the carrying amount of the City's deposits was \$5,396,418 and the bank balance was \$5,779,777. Federal depository insurance covered \$473,853 of the bank balance. All remaining deposits were classified as Category 3. In addition, the City had \$3,714 cash on hand.

**NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments**

The City's investments at December 31, 1999 are summarized below:

<u>Categorized Investments</u>	Category 1	Category 3	Total Fair Value
City of Hamilton Notes and Bonds	\$1,051,046	N/A	\$1,051,046
U.S. Government Securities	48,771,648	N/A	48,771,648
Investments Held in Trust:			
U.S. Government Securities	N/A	43,627,762	43,627,762
<b>Total Categorized Investments</b>	<b>49,822,694</b>	<b>43,627,762</b>	<b>93,450,456</b>
<u>Non-Categorized Investments</u>			
STAR Ohio	N/A	N/A	1,345,785
<b>Total Non-Categorized Investments</b>	<b>N/A</b>	<b>N/A</b>	<b>1,345,785</b>
<b>Total Investments</b>	<b>\$49,822,694</b>	<b>\$43,627,762</b>	<b>\$94,796,241</b>

**C. Reconciliation of Cash, Cash Equivalents and Investments**

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. STAR Ohio is treated as a cash equivalent. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the combined financial statements and the classifications per items A and B of this note are as follows:

	Cash and Cash Equivalents *	Investments
Per Combined Balance Sheet	\$6,745,917	\$93,450,456
Investments:		
STAR Ohio	(1,345,785)	1,345,785
Per GASB Statement No. 3	<b>\$5,400,132</b>	<b>\$94,796,241</b>

\* Includes cash on hand.

**NOTE 6 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 1999 were levied after October 1, 1998 on assessed values as of January 1, 1998, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be revalued every six years. The last revaluation was completed for tax year 1997. Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 31; if paid semi-annually, the first payment is due by February and the remainder payable in July. Under certain circumstances, state statute permits later payment dates to be established.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25% of its true value. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semi-annually, the first payment is due April 30; the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Hamilton. The County Auditor periodically remits to the City its portion of the taxes collected.

The full tax rate for the City's operations for the year ended December 31, 1999 was \$5.06 per \$1,000 of assessed value. The assessed value upon which the 1999 receipts were based was \$683,456,124. This amount constitutes \$579,622,630 in real property assessed value, \$22,567,390 in public utility assessed value and \$81,266,104 in tangible personal property assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .506% (5.06 mills) of assessed value.

**B. Income Tax**

The City levies a tax of 2.0% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of 2.0% of taxable salaries, wages, commissions and other compensation.

**NOTE 6 - TAXES (Continued)**

**B. Income Tax (Continued)**

Employers within the City are required to withhold income tax on employees compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

**NOTE 7 - RECEIVABLES**

Receivables at December 31, 1999 consisted of taxes, interest, accounts receivable, notes and intergovernmental receivables arising from shared revenues. The receivables at December 31, 1999 were net of allowances for doubtful accounts: Gas System, \$3,704,972; Electric System, \$6,141,008; Water System, \$1,590,268 and Wastewater System, \$1,819,670.

**NOTE 8 - OPERATING TRANSFERS**

Following is a summary of operating transfers in and out for all funds for 1999:

Fund	Transfer In	Transfer Out
General Fund	\$160,192	\$1,063,846
Special Revenue Funds:		
Municipal Income Tax Aggregation/ Verification Fund	0	66,665
Refuse Fund	65,966	0
Street Maintenance Fund	690,000	0
Transit System Fund	287,880	0
Miami Conservancy Fund	20,000	0
Total Special Revenue Funds	1,063,846	66,665
Debt Service Fund:		
Sinking Fund	793,016	0
Capital Projects Funds:		
Hamilton Capital Improvement Fund	50,000	1,067,427
Special Assessment Fund	0	192,940
High Street Property Fund	0	128,094
MITIE Fund	34,568	0
Hamilton Enterprise Park Fund	157,350	0
Central Business District Streetscape Improvement Fund	310,000	0
Total Capital Projects Funds	551,918	1,388,461
Enterprise Fund:		
Golf Course Fund	0	50,000
Totals	\$2,568,972	\$2,568,972

**NOTE 9 - INTERFUND RECEIVABLES AND PAYABLES**

The composition of interfund balances as of December 31, 1999, is as follows:

**A. Due to/from Other Funds**

<u>Due to/from Other Funds</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$216,273	\$306,925
Special Revenue Funds:		
Street Maintenance Fund	71	0
CDBG Fund	5,239	121,603
Total Special Revenue Funds	<u>5,310</u>	<u>121,603</u>
Enterprise Funds:		
Gas Fund	5,000	447,017
Electric Fund	5,493	768,860
Water Fund	5,000	450,859
Sewer Fund	5,000	236,039
Total Enterprise Funds	<u>20,493</u>	<u>1,902,775</u>
Internal Services Funds:		
Fleet Maintenance Fund	269,620	0
Central Services Fund	1,763,018	0
Total Internal Service Funds	<u>2,032,638</u>	<u>0</u>
Agency Funds:		
Travel Advance Fund	0	23,040
Tax Collection Fund	175,141	0
Municipal Court Fund	0	95,512
Total Agency Funds	<u>175,141</u>	<u>118,552</u>
Totals	<u>\$2,449,855</u>	<u>\$2,449,855</u>

**B. Interfund Receivable/Payable**

<u>Interfund Receivable/Payable</u>	<u>Receivable</u>	<u>Payable</u>
General Fund	\$187,680	\$0
Special Revenue Funds:		
Weed and Seed Grant Fund	0	31,600
Safety Services Fund	0	27,620
Total Special Revenue Funds	<u>0</u>	<u>59,220</u>
Capital Projects Funds:		
MIIE Fund	0	31,500
Issue II Project Fund	0	96,960
Total Capital Projects Funds	<u>0</u>	<u>128,460</u>
Totals	<u>\$187,680</u>	<u>\$187,680</u>

**NOTE 10 - FIXED ASSETS**

**A. General Fixed Assets**

Summary by Category of Changes in General Fixed Assets:

Category	December 31, 1998	Additions	Deletions	December 31, 1999
Land	\$15,624,747	\$37,938	\$0	\$15,662,685
Buildings and Improvements	7,256,908	520,177	0	7,777,085
Machinery and Equipment	9,572,582	2,932,195	(1,031,662)	11,473,115
Construction in Progress	363,088	2,288,903	0	2,651,991
Totals	<u>\$32,817,325</u>	<u>\$5,779,213</u>	<u>(\$1,031,662)</u>	<u>\$37,564,876</u>
Other Real Estate Owned For Investment	<u>\$3,500,000</u>	<u>\$0</u>	<u>(\$133,774)</u>	<u>\$3,366,226</u>

Summary by Category and Investment at December 31, 1999:

General Fixed Assets		Investment in General Fixed Assets	
Land	\$15,662,685	General Fund	\$4,302,282
Buildings & Improvements	7,777,085	Special Revenue Funds	10,630,144
Machinery and Equipment	11,473,115	Capital Projects Funds	4,114,486
Construction in Progress	2,651,991	Enterprise Funds	8,070,101
Total	<u>\$37,564,876</u>	Federal Grants	4,402,673
		Donated	6,045,190
		Total	<u>\$37,564,876</u>

**B. Proprietary Fixed Assets**

Summary by Category at December 31, 1999:

Category	Cost	Accumulated Depreciation	Net Book Value
Enterprise			
Land	\$13,624,142	\$0	\$13,624,142
Buildings & Improvements	90,321,999	(32,751,025)	57,570,974
Machinery and Equipment	443,251,465	(198,700,780)	244,550,685
Construction in Progress	18,459,891	0	18,459,891
Property, Plant and Equipment	<u>\$565,657,497</u>	<u>(\$231,451,805)</u>	<u>\$334,205,692</u>
Internal Service			
Machinery and Equipment	\$190,208	(\$80,146)	\$110,062
Property, Plant and Equipment	<u>\$190,208</u>	<u>(\$80,146)</u>	<u>\$110,062</u>

**NOTE 11 – DEFINED BENEFIT PENSION PLANS**

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

**A. Public Employees Retirement System (the "PERS of Ohio")**

The following information was provided by the PERS of Ohio to assist the City in complying with GASB Statement No. 27, *"Accounting for Pensions by State and Local Government Employers."*

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in the PERS of Ohio, a cost-sharing multiple employer defined benefit pension plan. The PERS of Ohio provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Public Employees Retirement System of Ohio issues a stand-alone financial report that includes financial statements and required supplementary information for the PERS of Ohio. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. The employee contribution rate is 8.5%. The 1999 employer contribution rate for local government employer units was 13.55%, of covered payroll, 9.35% to fund the pension and 4.2% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the PERS of Ohio for the years ending December 31, 1999, 1998 and 1997 were \$3,285,924, \$3,060,933 and \$2,902,000, respectively, which were equal to the required contributions for each year.

The PERS of Ohio provides postemployment health care benefits to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is also available. A portion of each employer's contribution to the PERS of Ohio is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the PERS of Ohio. The portion of the 1999 employer contribution rate (identified above) that was used to fund health care for the year 1999 was 4.2% of covered payroll which amounted to \$1,018,515.

Other Postemployment Benefits (OPEB) are financed through employer contributions and investment earnings thereon. Funding and accounting were on a pay-as-you-go basis. The contributions allocated to retiree health care, along with investment income on allocated assets and periodic adjustments in health care provisions are expected to be sufficient to sustain the program indefinitely. Expenditures for other postemployment benefits during 1999 were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. The number of benefit recipients eligible for OPEB at December 31, 1999 was 118,062.



**NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)**

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

During 1997, the Retirement Board adopted a new calculation method for determining employer contributions applied to OPEB. Under the new method, effective January 1, 1998, employer contributions, equal to 4.2% of member covered payroll, are used to fund health care expenses. Under the prior method, accrued liabilities and normal cost rates were determined for retiree health care coverage.

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

All City full-time police officers and full-time firefighters participate in the OP&F Fund, a cost-sharing multiple-employer defined benefit pension plan. The OP&F Fund provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the OP&F Fund. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to the OP&F Fund for the years ending December 31, 1999, 1998 and 1997 were \$1,107,245, \$1,107,046 and \$973,095 for police and \$1,301,843, \$1,356,014 and \$1,201,905 for firefighters, respectively, which were equal to the required contributions for each year.

The OP&F Fund provides postemployment health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school on a full-time or two-thirds basis. The Ohio Revised Code provides that health care costs paid from the funds of the OP&F Fund shall be included in the employer's contribution rate. The Ohio Revised Code also provides statutory authority allowing the Fund's Board of Trustees to provide postemployment health care coverage to all eligible individuals from the employer's contributions to the OP&F Fund.

The portion of the 1999 covered payroll that was used to fund postemployment health care benefits was \$397,473 representing 7.00% of covered payroll for police and \$379,704 representing 7.00% of covered payroll for fire. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. As of December 31, 1998, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 11,424 for police and 9,186 for firefighters. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 1998 were \$78,596,790, which was net of member contributions of \$5,331,515.

**NOTE 12 - COMPENSATED ABSENCES**

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

At December 31, 1999, the total accumulated unpaid sick leave time recorded in the General Long-Term Obligations Account Group was:

Sick Leave	\$4,122,506
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The compensated absences attributable to the enterprise funds and the internal service funds have been recorded within the respective fund and are not included in the figures presented above.

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**NOTE 13 - NOTES PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to and payable no later than those principal maturities required if the bonds had been issued at the expiration of the initial five year period. The balance at December 31, 1998 reflects the residual equity transfer recorded in 1999.

	Balance December 31, 1998	Issued	(Retired)	Balance December 31, 1999
<b>Special Revenue Notes Payable:</b>				
4.18% Real Estate Acquisition (TID) Series II	\$125,200	\$0	(\$125,200)	\$0
<b>Capital Projects Notes Payable:</b>				
3.64% Roadway Improvement T.I.F. II	570,000	560,000	(570,000)	560,000
3.75% Roadway Improvement T.I.F. IV	150,000	0	(150,000)	0
3.64% Central Business District Streetscape	2,200,000	1,980,000	(2,200,000)	1,980,000
3.64% Central Business District Streetscape - B	0	800,000	(400,000)	400,000
5.66% Parking Garage Project	0	2,500,000	0	2,500,000
3.64% Hamilton Enterprise Park Infrastructure	1,000,000	1,000,000	(1,000,000)	1,000,000
3.64% Hamilton Enterprise Park Infrastructure - B	0	350,000	0	350,000
3.40% Hamilton Enterprise Park Real Estate Acq.	3,500,000	7,000,000	(7,000,000)	3,500,000
Total Capital Projects Notes Payable	<u>7,420,000</u>	<u>14,190,000</u>	<u>(11,320,000)</u>	<u>10,290,000</u>
<b>Enterprise Notes Payable:</b>				
3.40% Electric System Improvement	900,000	900,000	(900,000)	900,000
3.40% Electric System Improvement	5,500,000	5,500,000	(5,500,000)	5,500,000
Total Enterprise Notes Payable	<u>6,400,000</u>	<u>6,400,000</u>	<u>(6,400,000)</u>	<u>6,400,000</u>
<b>Special Assessments Notes Payable:</b>				
4.25% Westview/Timberman	0	470,000	0	470,000
4.25% 1998 Resurfacing	730,000	500,000	(730,000)	500,000
4.25% 1999 Resurfacing	0	800,000	0	800,000
4.25% Washington Blvd./Stahlheber Rd.	530,000	530,000	(530,000)	530,000
4.25% Main Street - Phase IV	0	50,000	0	50,000
4.25% Downtown CBD Streetscape - Spec. B	0	490,000	(300,000)	190,000
4.25% Wrenwood Ave. Sanitary Sewer	45,000	32,000	(45,000)	32,000
4.25% Wasserman Rd. Sanitary Sewer	120,000	100,000	(120,000)	100,000
Total Special Assessments Notes Payable	<u>1,425,000</u>	<u>2,972,000</u>	<u>(1,725,000)</u>	<u>2,672,000</u>
Total Notes Payable	<u>\$15,370,200</u>	<u>\$23,562,000</u>	<u>(\$19,570,200)</u>	<u>\$19,362,000</u>

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS**

Long-term debt and other long-term obligations of the City at December 31, 1999 were as follows:

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 1998	Issued (Retired)	Balance December 31, 1999
<b>Enterprise Funds:</b>						
General Obligation Bonds:						
1992	6.00%	Parking Improvement	2012	\$955,000	(\$45,000)	\$910,000
1974	5% - 7.75%	Recreation Facility	1999	31,000	(31,000)	0
1997	4.2% - 5.2%	Golf	2012	2,180,000	(115,000)	2,065,000
		Less Bond Discount		(53,758)	6,888	(46,870)
		<b>Total General Obligation Bonds</b>		<b>3,112,242</b>	<b>(184,112)</b>	<b>2,928,130</b>
Ohio Water Development Authority Loans (OWDA):						
1988	8.480%	OWDA - 1988	2013	9,301,630	(350,181)	8,951,449
1997	6.320%	OWDA - 1997	2001	202,725	(63,479)	139,246
		<b>Total Ohio Water Development Authority Loans</b>		<b>9,504,355</b>	<b>(413,660)</b>	<b>9,090,695</b>
Mortgage Revenue Bonds:						
1993	3.2% - 5.15%	Gas System Series	2023	27,055,000	(590,000)	26,465,000
		Less Bond Discount		(727,804)	47,154	(680,650)
		<b>Sub-Total Gas Revenue Bonds</b>		<b>26,327,196</b>	<b>(542,846)</b>	<b>25,784,350</b>
1992	3% - 6.3%	Electric System Series A	2023	182,205,000	(3,415,000)	178,790,000
		Electric System Series B	2025	24,535,000	0	24,535,000
		Less Bond Discount		(6,115,757)	492,913	(5,622,844)
		<b>Sub-Total Electric Revenue Bonds</b>		<b>200,624,243</b>	<b>(2,922,087)</b>	<b>197,702,156</b>
1991	5.1% - 6.4%	Water System Series	2021	55,425,000	(1,145,000)	54,280,000
		Less Bond Discount		(1,381,684)	95,262	(1,286,422)
		<b>Sub-Total Water Revenue Bonds</b>		<b>54,043,316</b>	<b>(1,049,738)</b>	<b>52,993,578</b>
1996	4% - 6%	1996 Wastewater Series	2021	8,985,000	(205,000)	8,780,000
1998	3.7% - 5.2%	1998 Wastewater Series	2023	22,185,000	(495,000)	21,690,000
		Less Bond Discount		(236,247)	15,416	(220,831)
		<b>Sub-Total Wastewater Revenue Bonds</b>		<b>30,933,753</b>	<b>(684,584)</b>	<b>30,249,169</b>
		<b>Total Mortgage Revenue Bonds</b>		<b>311,928,508</b>	<b>(5,199,255)</b>	<b>306,729,253</b>
		<b>Total Enterprise Long-Term Debt</b>		<b>\$324,545,105</b>	<b>(\$5,797,027)</b>	<b>\$318,748,078</b>

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 1998	Issued (Retired)	Balance December 31, 1999
<b>General Long-Term Debt:</b>						
General Obligation Bonds:						
1994	3% - 4.75%	Lower Level Dam	2002	\$705,000	(\$165,000)	\$540,000
1994	4.99%	Washington Blvd.	1999	140,000	(140,000)	0
	4.96%	Police and Fire Pension Bonds	2019	0	3,500,000	
1999					(135,000)	3,365,000
Total General Obligation Bonds				845,000	3,060,000	3,905,000
Special Assessment Bonds:						
1990	0.000%	Fab Shop Sanitary Sewer Main	2000	3,100	(1,550)	1,550
1990	8.000%	Symmes Rd. Sanitary Sewer	2000	11,000	(5,500)	5,500
1992	5.750%	Main St. Area Streetscape - Phase	2002	1,700	(425)	1,275
1994	5.250%	Main St. Area Streetscape - Phase	2004	13,867	(2,311)	11,556
1995	5.000%	Main St. Area Streetscape - Phase	2005	23,731	(3,390)	20,341
1994	4.870%	1992 Sidewalk Program	1999	19,037	(19,037)	0
1995	4.500%	1993 Resurfacing SW, Curb & Gutter	2000	57,869	(28,935)	28,934
1995	4.500%	1994 Resurfacing SW Program - I	2000	53,993	(26,996)	26,997
1995	4.500%	1994 Resurfacing SW Program - II	2000	59,517	(29,759)	29,758
1996	5.000%	1994 Misc. Sidewalk Program	2001	37,500	(12,500)	25,000
1996	5.000%	1995 Sidewalk, Curb & Gutter - I	2001	64,500	(21,500)	43,000
1996	5.000%	1995 Sidewalk, Curb & Gutter - II	2001	81,000	(27,000)	54,000
1997	4.150%	1996 Resurfacing & Sidewalk	2002	207,166	(48,677)	158,489
1997	5.150%	Infrastructure (Shelter Mgt.)	2017	108,134	(3,488)	104,646
1998	4.670%	Various Purpose Series 1998	2018	1,280,000	(80,000)	1,200,000
Total Special Assessment Bonds (with Governmental Commitment)				2,022,114	(311,068)	1,711,046
Other Long-Term Obligations:						
Police/Fireman's Pension Accrued Liability				4,878,961	(4,878,961)	0
Compensated Absences				5,516,979	(1,394,473)	4,122,506
Total General Long-Term Debt and Other Long-Term Obligations				\$13,263,054	(\$3,524,502)	\$9,738,552

The principal amount of the City's special assessment debt outstanding at December 31, 1999, \$1,711,046, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$460,275 in the Debt Service Fund at December 31, 1999 is reserved for the retirement of outstanding special assessment bonds.

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

In February 1999, the City issued \$3,500,000 in general obligation bonds with interest at 4.96%. The proceeds of the bonds were used to retire the 1968 Police/Fire Pension accrued liability of \$4,878,961 at the discounted amount offered by the Police and Fireman's Disability and Pension Fund. Accordingly, the 1968 Police/Fire Pension accrued liability has been removed from the General Long-Term Obligations Account Group.

Outstanding general obligation bonds are direct obligations of the City for which full faith, credit and resources are pledged and are payable from taxes levied on all taxable property within the City.

Under the terms of the mortgage revenue bond indentures, the City has agreed to certain covenants including, among other things, maintaining revenue levels to provide for operating expenses and debt service. All of the borrowing issued under the master trust indentures for the mortgage revenue bonds are insured under municipal bond insurance policies. Under the terms of the policies, the payments of principal and interest are guaranteed by the insurer. In addition, all property and revenue of Gas, Electric, Water and Wastewater facilities have been pledged as collateral on these debts.

**A. Future Long-Term Financing Requirements**

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 1999 follows:

Years	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2000	\$430,000	\$332,293	\$304,230	\$77,162
2001	450,000	313,140	218,784	63,833
2002	475,000	292,795	160,174	54,468
2003	295,000	271,010	104,966	47,957
2004	310,000	257,623	50,185	43,646
2005-2009	1,810,000	1,052,898	254,521	186,227
2010-2014	1,650,000	576,833	318,590	121,962
2015-2019	990,000	273,458	299,596	37,826
2020-2021	470,000	35,855	0	0
Totals	\$6,880,000	\$3,405,905	\$1,711,046	\$633,081

Years	OWDA Loans		Mortgage Revenue Bonds	
	Principal	Interest	Principal	Interest
2000	\$447,367	\$767,883	\$6,150,000	\$18,457,121
2001	483,846	731,404	6,460,000	18,140,826
2002	447,035	691,924	6,805,000	17,799,931
2003	484,944	654,016	7,170,000	17,433,881
2004	526,067	612,892	7,570,000	17,037,201
2005-2009	3,380,129	2,314,667	44,910,000	78,119,971
2010-2014	3,321,307	665,051	59,805,000	63,214,459
2015-2019	0	0	79,710,000	43,310,573
2020-2024	0	0	74,870,000	17,831,196
2025	0	0	21,090,000	796,320
Totals	\$9,090,695	\$6,437,837	\$314,540,000	\$292,141,479

**NOTE 14 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)**

**B. Conduit Debt**

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 1999, there were ten series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$10,490,146.

**NOTE 15 - 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 has contracted with various private carriers for the provision of property damage, general liability, ambulance attendants, automotive damage, electric all risk, public utility excess liability, underground petroleum storage tank, public officials liability, police liability, pollution legal liability, boiler and machinery damage/loss, umbrella liability, and crime and employee dishonesty. Deductible levels for the various policies have been selected so as not to expose the City to excessive "first dollars" loss in the case of a claim. Deductibles range between \$250 and \$500 per loss for auto damage, \$10,000 for property damage and between \$50,000 and \$500,000 for public utility coverages. In the professional liability areas, no deductible exceeds \$10,000 with the exception of pollution legal liability at \$100,000.

Workers' Compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs. The City also pays unemployment claims to the State of Ohio as incurred.

The City continues to carry commercial insurance for other risks of loss, including employee health and life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

**NOTE 16- CONTINGENCIES**

The City is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The City's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

**NOTE 17 - SEGMENT INFORMATION**

The key financial information for the year ended December 31, 1999 for the enterprise activities is as follows:

	Gas	Electric	Water	Wastewater
Operating Revenues	\$18,369,950	\$44,109,645	\$15,423,457	\$11,899,598
Depreciation	1,772,819	9,848,430	1,817,284	1,587,869
Operating Income (Loss)	1,295,986	5,413,648	3,835,616	5,483,562
Intergovernmental Grant Proceeds	0	0	5,000	0
Operating Transfers Out	0	0	0	0
Net Income (Loss)	594,332	(6,352,734)	683,805	4,149,439
Property, Plant and Equipment:				
Additions	1,229,877	3,139,803	3,901,841	13,316,019
Disposals	23,351	101,308	50,912	24,123
Total Assets	60,706,445	217,438,050	84,106,816	67,724,796
Net Working Capital	15,411,723	29,789,860	12,064,483	19,026,785
Bonds, Notes and Loans Payable	25,784,350	204,102,156	52,993,578	39,339,864
Total Equity	30,656,850	5,449,756	28,556,313	25,976,160

	Parking	Golf Course	Sports Arena	Totals
Operating Revenues	\$678,246	\$1,125,176	\$34,817	\$91,640,889
Depreciation	119,408	243,234	25,216	15,414,260
Operating Income (Loss)	(130,209)	143,811	(18,325)	16,024,089
Intergovernmental Grant Proceeds	0	0	0	5,000
Operating Transfers Out	0	50,000	0	50,000
Net Income (Loss)	(145,115)	4,594	(20,477)	(1,086,156)
Property, Plant and Equipment:				
Additions	52,187	171,887	1,897	21,813,511
Disposals	0	9,632	0	209,326
Total Assets	1,495,837	3,071,618	94,750	434,638,312
Net Working Capital	54,319	344,761	74,973	76,766,904
Bonds, Notes and Loans Payable	910,000	2,018,130	0	325,148,078
Total Equity	386,222	898,301	90,571	92,014,173



**NOTE 18 - CONTRIBUTED CAPITAL**

A schedule of changes in contributed capital is presented below:

	Gas	Electric	Water	Wastewater	Parking	Total
Balance at 12/31/98	\$1,839,159	\$6,961,649	\$13,864,972	\$13,104,318	\$2,492,935	\$38,263,033
Reductions:						
Depreciation on Fixed Assets	(54,749)	(174,041)	(326,540)	(569,281)	0	(1,124,611)
Balance at 12/31/99	\$1,784,410	\$6,787,608	\$13,538,432	\$12,535,037	\$2,492,935	\$37,138,422

**NOTE 19 - CONTRACTUAL COMMITMENTS**

As of December 31, 1999, the City had contractual commitments related to property, plant and equipment improvements and additions, as well as various other contracts and agreements to provide or receive services related to the operations of the City. The list below reflects the major contracts that comprise commitments at December 31, 1999:

Description	Remaining Contractual Commitment
R.A. Miller Construction Co.	\$2,250,585
Adams Robinson Construction	2,166,093
Cincinnati Bulk Terminals	1,949,045
Don S. Cisle Contractor Inc.	1,825,371
Paul Rack Excavating & Paving	1,045,435
Black Hills Coal Network, Inc.	667,622
Prolime Corporation	645,001
Foxboro Company	408,362
Burgess & Niple Limited	373,463
Total	\$11,330,977

**NOTE 20 - NOTES RECEIVABLE**

In 1985, the City and the Hamiltonian, LTD. (the "Hamiltonian"), a hotel development limited partnership, entered into an agreement whereby the City loaned the Hamiltonian \$650,000 under the Community Development Block Grant Loan Program (the loan) and a \$375,000 Ground Mortgage Note (the mortgage). The loan and the mortgage were granted to stimulate the development of a downtown hotel project.

**NOTE 20 – NOTES RECEIVABLE (Continued)**

The loan and the mortgage notes bear an interest rate of 5%. The payments by the Hamiltonian on the loan and the mortgage were deferred for the first five years of the repayment period. Interest was accrued at the 5% rate since the inception of the loan and mortgage. The principal balance remaining to be paid on the loan was \$497,883 at December 31, 1999. The monthly payment required from the Hamiltonian is \$4,849 including interest. Additional payments of up to \$20,000 a year are required based upon earnings levels, as defined in the agreement, of the Hamiltonian. The loan is secured by an open ended second mortgage and security agreement on the property and the hotel project.

The mortgage has been amortized in equal monthly installments over a 25-year term beginning in 1990 and maturing in 2015. The monthly mortgage payment due is \$2,798. Additional interest payments are due when the hotel achieves a level of operating cash flow which affords a return of greater than 15% return on the limited partners original capital. The payment is 50% of the "excess cash flow" over the 15% return for the limited partners. Payment of the additional interest based upon operating cash flow is due on April 30 for each year ending December 31. No additional interest payment was received for the year ended December 31, 1999. The mortgage is collateralized by a third mortgage on the property. The remaining balance remaining to be paid on the mortgage was \$359,047.



*COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE THE  
GENERAL FUND, SPECIAL REVENUE FUNDS, CAPITAL PROJECTS FUNDS,  
ENTERPRISE FUNDS, INTERNAL SERVICE FUNDS, FIDUCIARY FUNDS AND  
THE GENERAL FIXED ASSETS ACCOUNT GROUP.*

*GENERAL FUND*

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The General Fund is used to account for government resources not accounted for in any other 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.

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$17,060,841	\$18,322,189	\$1,261,348
Intergovernmental Revenues	5,078,580	4,959,426	(119,154)
Charges for Services	6,353,508	6,079,556	(273,952)
Licenses and Permits	653,758	915,140	261,382
Investment Earnings	1,014,000	1,011,684	(2,316)
Fines and Forfeitures	913,000	845,139	(67,861)
All Other Revenues	84,000	404,090	320,090
Total Revenues	<u>31,157,687</u>	<u>32,537,224</u>	<u>1,379,537</u>
<b>Expenditures:</b>			
<b>Security of Persons and Property:</b>			
<b>Municipal Court:</b>			
Personal Services	836,746	784,066	52,680
Other Expenditures	227,193	219,873	7,320
Total Municipal Court	<u>1,063,939</u>	<u>1,003,939</u>	<u>60,000</u>
<b>Police:</b>			
Personal Services	6,607,572	6,590,776	16,796
Other Expenditures	558,446	693,045	(134,599)
Capital Outlay	308,037	308,035	2
Total Police	<u>7,474,055</u>	<u>7,591,856</u>	<u>(117,801)</u>
<b>Civilian Dispatch:</b>			
Personal Services	671,218	618,722	52,496
Other Expenditures	19,527	88,000	(68,473)
Total Civilian Dispatch	<u>690,745</u>	<u>706,722</u>	<u>(15,977)</u>
<b>School Crossing Guards:</b>			
Personal Services	30,414	28,183	2,231
Other Expenditures	500	155	345
Total School Crossing Guards	<u>30,914</u>	<u>28,338</u>	<u>2,576</u>
<b>Building Maintenance - Criminal Justice:</b>			
Other Expenditures	154,922	133,292	21,630
Total Building Maintenance - Criminal Justice	<u>154,922</u>	<u>133,292</u>	<u>21,630</u>

(Continued)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Corrections:			
Other Expenditures	1,323,493	1,323,097	396
Total Corrections	1,323,493	1,323,097	396
Fire:			
Personal Services	6,541,800	6,454,336	87,464
Other Expenditures	402,119	382,883	19,236
Capital Outlay	26,614	26,592	22
Total Fire	6,970,533	6,863,811	106,722
Total Security of Persons and Property	17,708,601	17,651,055	57,546
Public Health and Welfare Services:			
Health:			
Personal Services	831,446	786,542	44,904
Other Expenditures	301,957	262,869	39,088
Total Public Health and Welfare	1,133,403	1,049,411	83,992
Leisure Time Activities:			
Parks and Recreation - Administration:			
Personal Services	398,322	349,565	48,757
Other Expenditures	15,605	12,279	3,326
Total Parks and Recreation - Administration	413,927	361,844	52,083
Playground Programs:			
Personal Services	27,134	25,360	1,774
Other Expenditures	2,250	1,804	446
Capital Outlay	8,608	8,608	0
Total Playground Programs	37,992	35,772	2,220
Outdoor Athletic Programs:			
Personal Services	214,526	174,409	40,117
Other Expenditures	34,035	28,134	5,901
Total Outdoor Athletic Programs	248,561	202,543	46,018
Swimming Pools:			
Personal Services	118,045	101,659	16,386
Other Expenditures	153,004	123,922	29,082
Total Swimming Pools	271,049	225,581	45,468

(Continued)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Parks and Playground Maintenance:</b>			
Personal Services	642,758	544,309	98,449
Other Expenditures	107,038	110,325	(3,287)
Capital Outlay	16,697	14,499	2,198
<b>Total Parks and Playground Maintenance</b>	<b>766,493</b>	<b>669,133</b>	<b>97,360</b>
<b>Community Center:</b>			
Personal Services	8,122	5,500	2,622
Other Expenditures	64,827	51,927	12,900
Capital Outlay	3,968	3,941	27
<b>Total Community Center</b>	<b>76,917</b>	<b>61,368</b>	<b>15,549</b>
<b>Total Leisure Time Activities</b>	<b>1,814,939</b>	<b>1,556,241</b>	<b>258,698</b>
<b>Community Environment:</b>			
<b>Construction Services:</b>			
Personal Services	470,786	427,976	42,810
Other Expenditures	38,594	38,135	459
<b>Total Construction Services</b>	<b>509,380</b>	<b>466,111</b>	<b>43,269</b>
<b>Department of Planning:</b>			
Personal Services	348,803	292,655	56,148
Other Expenditures	18,434	16,421	2,013
<b>Total Department of Planning</b>	<b>367,237</b>	<b>309,076</b>	<b>58,161</b>
<b>Department of Human Relations:</b>			
Personal Services	129,365	128,212	1,153
Other Expenditures	5,906	6,354	(448)
<b>Total Department of Human Relations</b>	<b>135,271</b>	<b>134,566</b>	<b>705</b>
<b>Total Community Environment</b>	<b>1,011,888</b>	<b>909,753</b>	<b>102,135</b>
<b>Basic Utility Services:</b>			
<b>Public Works - Administration:</b>			
Personal Services	157,165	151,050	6,115
Other Expenditures	7,001	8,259	(1,258)
<b>Total Public Works - Administration</b>	<b>164,166</b>	<b>159,309</b>	<b>4,857</b>
<b>Engineering:</b>			
Personal Services	634,436	576,485	57,951
Other Expenditures	58,173	34,369	23,804
<b>Total Engineering</b>	<b>692,609</b>	<b>610,854</b>	<b>81,755</b>

(Continued)



**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Maintenance of Storm Sewers:			
Personal Services	600	510	90
Other Expenditures	54,364	31,577	22,787
Capital Outlay	0	20,172	(20,172)
Total Maintenance of Storm Sewers	<u>54,964</u>	<u>52,259</u>	<u>2,705</u>
Maintenance of Sanitary Collection System:			
Personal Services	444,478	377,519	66,959
Other Expenditures	117,042	64,447	52,595
Capital Outlay	10,758	9,758	1,000
Total Maintenance of Sanitary Collection System:	<u>572,278</u>	<u>451,724</u>	<u>120,554</u>
Total Basic Utility Services	<u>1,484,017</u>	<u>1,274,146</u>	<u>209,871</u>
Transportation:			
Traffic Engineering:			
Personal Services	325,345	318,112	7,233
Other Expenditures	118,428	118,718	(290)
Total Transportation	<u>443,773</u>	<u>436,830</u>	<u>6,943</u>
General Government:			
City Council:			
Personal Services	72,092	70,606	1,486
Other Expenditures	37,879	17,715	20,164
Total City Council	<u>109,971</u>	<u>88,321</u>	<u>21,650</u>
City Clerk:			
Personal Services	108,405	106,263	2,142
Other Expenditures	15,945	14,324	1,621
Total City Clerk	<u>124,350</u>	<u>120,587</u>	<u>3,763</u>
Team Hamilton:			
Personal Services	75,359	72,507	2,852
Other Expenditures	43,700	35,302	8,398
Total Team Hamilton	<u>119,059</u>	<u>107,809</u>	<u>11,250</u>
City Manager:			
Personal Services	466,692	466,837	(145)
Other Expenditures	17,906	23,042	(5,136)
Total City Manager	<u>484,598</u>	<u>489,879</u>	<u>(5,281)</u>

(Continued)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Public Information and Volunteers:			
Personal Services	17,342	17,291	51
Other Expenditures	16,493	17,793	(1,300)
Total Public Information and Volunteers	<u>33,835</u>	<u>35,084</u>	<u>(1,249)</u>
Department of Law:			
Personal Services	392,107	380,592	11,515
Other Expenditures	29,874	32,080	(2,206)
Capital Outlay	5,000	4,783	217
Total Department of Law	<u>426,981</u>	<u>417,455</u>	<u>9,526</u>
Department of Civil Service:			
Personal Services	220,921	214,418	6,503
Other Expenditures	47,982	38,923	9,059
Total Department of Civil Service	<u>268,903</u>	<u>253,341</u>	<u>15,562</u>
Finance - Administration:			
Personal Services	827,010	802,451	24,559
Other Expenditures	84,114	90,784	(6,670)
Total Finance - Administration	<u>911,124</u>	<u>893,235</u>	<u>17,889</u>
Finance - Purchasing:			
Personal Services	181,778	157,501	24,277
Other Expenditures	15,801	10,829	4,972
Total Finance - Purchasing	<u>197,579</u>	<u>168,330</u>	<u>29,249</u>
Finance - Building Services:			
Personal Services	139,451	133,678	5,773
Other Expenditures	366,910	281,806	85,104
Total Finance - Building Services	<u>506,361</u>	<u>415,484</u>	<u>90,877</u>
Finance - Taxation:			
Personal Services	437,720	380,151	57,569
Other Expenditures	151,189	140,960	10,229
Total Finance - Taxation	<u>588,909</u>	<u>521,111</u>	<u>67,798</u>
Total General Government	<u>3,771,670</u>	<u>3,510,636</u>	<u>261,034</u>

(Continued)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Other Expenditures:			
Special Appropriations - General:			
Personal Services	300,000	264,062	35,938
Other Expenditures	1,001,488	1,181,947	(180,459)
Capital Outlay	485,333	467,778	17,555
Total Special Appropriations - General	<u>1,786,821</u>	<u>1,913,787</u>	<u>(126,966)</u>
Special Appropriations:			
Personal Services	49,000	27,191	21,809
Other Expenditures	2,349,805	2,139,467	210,338
Capital Outlay	150,318	147,520	2,798
Total Special Appropriations	<u>2,549,123</u>	<u>2,314,178</u>	<u>234,945</u>
Total Other Expenditures	<u>4,335,944</u>	<u>4,227,965</u>	<u>107,979</u>
Total Expenditures	<u>31,704,235</u>	<u>30,616,037</u>	<u>1,088,198</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(546,548)	1,921,187	2,467,735
Other Financing Sources (Uses):			
Proceeds from the Sale of Fixed Assets	10,000	14,472	4,472
Operating Transfers In	128,080	160,192	32,112
Operating Transfers Out	(1,425,933)	(1,063,846)	362,087
Advances In	191,307	191,307	0
Advances Out	(187,680)	(187,680)	0
Total Other Financing Sources (Uses)	<u>(1,284,226)</u>	<u>(885,555)</u>	<u>398,671</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,830,774)	1,035,632	2,866,406
Fund Balance at Beginning of Year	2,668,003	2,668,003	0
Prior Year Encumbrances	1,126,410	1,126,410	0
Fund Balance at End of Year	<u>\$1,963,639</u>	<u>\$4,830,045</u>	<u>\$2,866,406</u>

## *SPECIAL REVENUE FUNDS*

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Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

**Public Safety/Health Income Tax Fund**

To account for revenue from 0.5% of the City's income tax and designated expenditures for health and public safety.

**Municipal Court Improvement Fund**

To account for an extra five dollar fee charged by the municipal court on all cases. The money received from this fee is used for computerization projects within the municipal court.

**Municipal Income Tax TIF Aggregation/Verification Fund**

To account for revenue from income tax collected within a Tax Increment Financing (TIF) project area. All monies shall be used in the following manner:

**Brownfield Improvement Fund**

To account for receipts and disbursements associated with the administration of a grant from the Federal government which is to be used for Brownfield redevelopment within the City of Hamilton.

(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Weed and Seed Grant Fund**

To account for federal grant monies to be used for comprehensive restoration of neighborhoods and to reduce crimes involving drugs, guns, drug trafficking and prostitution.

**Dispute Resolution Proceeds Fund**

To account for the collection of certain fees imposed by Municipal Court. These are designated to be used for dispute resolution.

**Department of Justice (DOJ) Forfeiture Program Fund**

To account for the City's share of forfeited property as a participant of the Cincinnati Drug Enforcement Agency task force.

**Safety Services Fund**

To account for all monies designated for public safety services including crime prevention, youth intervention, drug education and helmet and seatbelt safety.

(Continued)

## *SPECIAL REVENUE FUNDS*

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### **Police Pension Fund**

To accumulate property taxes levied for the partial payment of the current and accrued liability for police disability and pension.

### **Firemen's Pension Fund**

To accumulate property taxes levied for the partial payment of the current and accrued liability for fire disability and pension.

### **Emergency Medical Services Grant Fund**

To account for grant funds designated for the purchase of paramedic supplies.

(The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because there are no assets or liabilities and there was no activity during the year.)

### **Public Health Care Services Fund**

To account for funds designated for public health care services.

### **Street and Parks Beautification Fund**

To account for designated for the beautification of the City's parks and streetscapes.

### **Refuse Fund**

To account for revenues collected to help fund the refuse collection activity of the City. The refuse collection function is not intended to be self-supporting but the revenue collected is designated to defray the cost of refuse collection.

### **Street Maintenance Fund**

To account for state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair.

### **Transit System Fund**

To account for revenues collected to help fund the transit system of the City. The transit system is not intended to be self-supporting but the revenue collected is designated to defray the cost of providing transit services.

(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

(Continued)

*SPECIAL REVENUE FUNDS*

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**Miami Conservancy Fund**

To account for property tax receipts designated for conservancy district expenditures.

**Community Development Block Grant Fund**

To account for federal grants designated for community and environmental improvements.

**Home Program Fund**

To account for federal grants designated for improvement of the community's housing stock.

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 1999**

	Public Safety/Health Income Tax	Municipal Court Improvement	Municipal Income Tax TIF Aggregation/ Verification	Brownfield Improvement
<b>Assets:</b>				
Cash and Cash Equivalents	\$33,483	\$8,908	\$1,959	\$0
Investments	472,277	125,648	27,644	0
Receivables (net of allowances for doubtful accounts)				
Taxes	219,809	0	0	0
Accounts	0	0	0	0
Interest	0	0	0	0
Notes	0	0	0	0
Due from Other Funds	0	0	0	0
Inventory of Supplies at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$725,569</u>	<u>\$134,556</u>	<u>\$29,603</u>	<u>\$0</u>
<b>Liabilities and Fund Equity:</b>				
<b>Liabilities:</b>				
Accounts Payable	\$50,338	\$12,415	\$0	\$1,704
Accrued Wages and Benefits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payables	0	0	0	0
Deferred Revenue	0	0	0	0
Compensated Absences Payables	0	0	0	0
Total Liabilities	<u>50,338</u>	<u>12,415</u>	<u>0</u>	<u>1,704</u>
<b>Fund Equity:</b>				
Reserved for Encumbrances	0	19,201	0	0
Reserved for Supplies Inventory	0	0	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Notes Receivable	0	0	0	0
Unreserved	675,231	102,940	29,603	(1,704)
Total Fund Equity	<u>675,231</u>	<u>122,141</u>	<u>29,603</u>	<u>(1,704)</u>
Total Liabilities and Fund Equity	<u>\$725,569</u>	<u>\$134,556</u>	<u>\$29,603</u>	<u>\$0</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 1999**

Weed and Seed Grant	Dispute Resolution Proceeds	DOJ Forfeiture Program	Safety Services	Police Pension	Firemen's Pension
\$1	\$533	\$279	\$21,563	\$1,640	\$1,537
17	7,515	3,942	304,174	23,125	21,681
0	0	0	0	203,400	203,400
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<b>\$18</b>	<b>\$8,048</b>	<b>\$4,221</b>	<b>\$325,737</b>	<b>\$228,165</b>	<b>\$226,618</b>
\$3,210	\$0	\$0	\$21,922	\$0	\$0
150	0	0	9,850	0	0
0	0	0	0	0	0
31,600	0	0	27,620	0	0
0	0	0	0	203,400	203,400
0	0	0	5,488	0	0
<b>34,960</b>	<b>0</b>	<b>0</b>	<b>64,880</b>	<b>203,400</b>	<b>203,400</b>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
(34,942)	8,048	4,221	260,857	24,765	23,218
(34,942)	8,048	4,221	260,857	24,765	23,218
<b>\$18</b>	<b>\$8,048</b>	<b>\$4,221</b>	<b>\$325,737</b>	<b>\$228,165</b>	<b>\$226,618</b>

(Continued)



**THE CITY OF HAMILTON, OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 1999**

	Public Health Care Services	Street and Parks Beautification	Refuse
<b><u>Assets:</u></b>			
Cash and Cash Equivalents	\$8,567	\$728	\$18,228
Investments	120,831	10,261	257,120
Receivables (net of allowances for doubtful accounts)			
Taxes	0	0	0
Accounts	0	0	467,036
Interest	0	0	0
Notes	0	0	0
Due from Other Funds	0	0	0
Inventory of Supplies at Cost	0	0	0
Prepaid Items	0	0	0
Total Assets	<u>\$129,398</u>	<u>\$10,989</u>	<u>\$742,384</u>
<b><u>Liabilities and Fund Equity:</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$15,240	\$658	\$156,504
Accrued Wages and Benefits	506	0	1,373
Due to Other Funds	0	0	0
Interfund Payables	0	0	0
Deferred Revenue	0	0	0
Compensated Absences Payables	0	0	3,430
Total Liabilities	<u>15,746</u>	<u>658</u>	<u>161,307</u>
<b>Fund Equity:</b>			
Reserved for Encumbrances	0	0	0
Reserved for Supplies Inventory	0	0	0
Reserved for Prepaid Items	0	0	0
Reserved for Notes Receivable	0	0	0
Unreserved	113,652	10,331	581,077
Total Fund Equity	<u>113,652</u>	<u>10,331</u>	<u>581,077</u>
Total Liabilities and Fund Equity	<u>\$129,398</u>	<u>\$10,989</u>	<u>\$742,384</u>

**THE CITY OF HAMILTON, OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 1999**

Street Maintenance	Miami Conservancy	Community Development Block Grant	Home Program	Totals
\$59,346	\$20	\$883,063	\$401,096	\$1,440,951
805,781	276	0	0	2,180,292
0	169,500	0	0	796,109
0	0	0	0	467,036
11,351	0	0	0	11,351
0	0	856,930	0	856,930
71	0	5,239	0	5,310
40,911	0	0	0	40,911
26,386	0	0	0	26,386
<b>\$943,846</b>	<b>\$169,796</b>	<b>\$1,745,232</b>	<b>\$401,096</b>	<b>\$5,825,276</b>
\$210,268	\$120,452	\$256,299	\$18,553	\$867,563
40,852	0	14,350	0	67,081
0	0	121,603	0	121,603
0	0	0	0	59,220
0	169,500	474,612	304,946	1,355,858
42,658	0	21,438	0	73,014
293,778	289,952	888,302	323,499	2,544,339
0	0	0	77,597	96,798
40,911	0	0	0	40,911
26,386	0	0	0	26,386
0	0	856,930	0	856,930
582,771	(120,156)	0	0	2,259,912
650,068	(120,156)	856,930	77,597	3,280,937
<b>\$943,846</b>	<b>\$169,796</b>	<b>\$1,745,232</b>	<b>\$401,096</b>	<b>\$5,825,276</b>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Public Safety/Health Income Tax	Municipal Court Improvement	Municipal Income Tax TIF Aggregation/ Verification	Brownfield Improvement
<b>Revenues:</b>				
Taxes	\$2,536,910	\$0	\$101,259	\$0
Intergovernmental Revenues	0	28,125	0	22,078
Charges for Services	0	71,742	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	(216)	0	0	0
Fines and Forfeitures	0	0	0	0
All Other Revenues	0	0	0	0
Total Revenues	<u>2,536,694</u>	<u>99,867</u>	<u>101,259</u>	<u>22,078</u>
<b>Expenditures:</b>				
<b>Current:</b>				
Security of Persons and Property	2,320,865	63,632	0	0
Public Health and Welfare Services	0	0	0	0
Community Environment	0	0	2,496	23,782
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
<b>Debt Service:</b>				
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>2,320,865</u>	<u>63,632</u>	<u>2,496</u>	<u>23,782</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	215,829	36,235	98,763	(1,704)
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	0	0	0	0
Operating Transfers Out	0	0	(66,665)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(66,665)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	215,829	36,235	32,098	(1,704)
Fund Balance (Deficit) at Beginning of Year	459,402	85,906	(2,495)	0
Fund Balance (Deficit) at End of Year	<u>\$675,231</u>	<u>\$122,141</u>	<u>\$29,603</u>	<u>(\$1,704)</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

Weed and Seed Grant	Dispute Resolution Proceeds	DOJ Forfeiture Program	Safety Services	Police Pension	Firemen's Pension
\$0	\$0	\$0	\$0	\$0	\$0
242,819	0	0	466,522	214,074	214,073
0	0	0	39,037	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	8,048	4,221	156,256	0	0
0	0	0	24,626	0	0
<u>242,819</u>	<u>8,048</u>	<u>4,221</u>	<u>686,441</u>	<u>214,074</u>	<u>214,073</u>
231,348	0	0	611,673	208,000	208,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>231,348</u>	<u>0</u>	<u>0</u>	<u>611,673</u>	<u>208,000</u>	<u>208,000</u>
11,471	8,048	4,221	74,768	6,074	6,073
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
11,471	8,048	4,221	74,768	6,074	6,073
(46,413)	0	0	186,089	18,691	17,145
<u>(\$34,942)</u>	<u>\$8,048</u>	<u>\$4,221</u>	<u>\$260,857</u>	<u>\$24,765</u>	<u>\$23,218</u>

(Continued)

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Public Health Care Services	Street and Parks Beautification	Refuse	Street Maintenance
<b>Revenues:</b>				
Taxes	\$0	\$0	\$0	\$0
Intergovernmental Revenues	78,389	0	0	1,813,284
Charges for Services	0	0	2,039,036	0
Licenses and Permits	0	0	0	368,287
Investment Earnings	0	675	0	21,879
Fines and Forfeitures	0	0	0	0
All Other Revenues	75,017	0	353	2,248
Total Revenues	153,406	675	2,039,389	2,205,698
<b>Expenditures:</b>				
<b>Current:</b>				
Security of Persons and Property	0	0	0	0
Public Health and Welfare Services	79,281	0	0	0
Community Environment	0	469	0	0
Basic Utility Services	0	0	1,894,238	0
Transportation	0	0	0	3,107,979
<b>Debt Service:</b>				
Interest and Fiscal Charges	0	0	0	1,759
Total Expenditures	79,281	469	1,894,238	3,109,738
Excess (Deficiency) of Revenues Over (Under) Expenditures	74,125	206	145,151	(904,040)
<b>Other Financing Sources (Uses):</b>				
Operating Transfers In	0	0	65,966	690,000
Operating Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	65,966	690,000
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	74,125	206	211,117	(214,040)
Fund Balance (Deficit) at Beginning of Year	39,527	10,125	369,960	864,108
Fund Balance (Deficit) at End of Year	\$113,652	\$10,331	\$581,077	\$650,068

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

Transit System	Miami Conservancy	Community Development Block Grant	Home Program	Totals
\$0	\$0	\$0	\$0	\$2,638,169
0	178,395	1,529,719	59,464	4,846,942
0	0	0	0	2,149,815
0	0	0	0	368,287
0	0	(482)	(208)	21,648
0	0	0	0	168,525
0	0	350,909	0	453,153
0	178,395	1,880,146	59,256	10,646,539
0	0	0	0	3,643,518
0	0	0	0	79,281
0	228,864	2,450,380	280,604	2,986,595
0	0	0	0	1,894,238
377,750	0	0	0	3,485,729
0	0	0	0	1,759
377,750	228,864	2,450,380	280,604	12,091,120
(377,750)	(50,469)	(570,234)	(221,348)	(1,444,581)
287,880	20,000	0	0	1,063,846
0	0	0	0	(66,665)
287,880	20,000	0	0	997,181
(89,870)	(30,469)	(570,234)	(221,348)	(447,400)
89,870	(89,687)	1,427,164	298,945	3,728,337
\$0	(\$120,156)	\$856,930	\$77,597	\$3,280,937

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**PUBLIC SAFETY/HEALTH INCOME TAX FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$2,380,000	\$2,535,571	\$155,571
Total Revenues	2,380,000	2,535,571	155,571
<u>Expenditures:</u>			
Security of Persons and Property:			
Personal Services	2,170,000	2,170,000	0
Capital Outlay	298,923	213,511	85,412
Total Expenditures	2,468,923	2,383,511	85,412
Excess (Deficiency) of Revenues Over (Under) Expenditures	(88,923)	152,060	240,983
Fund Balance at Beginning of Year	281,687	281,687	0
Prior Year Encumbrances	65,723	65,723	0
Fund Balance at End of Year	\$258,487	\$499,470	\$240,983

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**MUNICIPAL COURT IMPROVEMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$28,125	\$28,125	\$0
Charges for Services	75,000	71,742	(3,258)
Total Revenues	103,125	99,867	(3,258)
<u>Expenditures:</u>			
Security of Persons and Property:			
Other Expenditures	12,226	10,989	1,237
Capital Outlay	116,519	72,424	44,095
Total Expenditures	128,745	83,413	45,332
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(25,620)	16,454	42,074
Fund Balance at Beginning of Year	85,741	85,741	0
Prior Year Encumbrances	745	745	0
Fund Balance at End of Year	\$60,866	\$102,940	\$42,074



**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**MUNICIPAL INCOME TAX TIF AGGREGATION/VERIFICATION FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$85,000	\$101,259	\$16,259
Total Revenues	85,000	101,259	16,259
<u>Expenditures:</u>			
Community Environment:			
Other Expenditures	27,500	30,522	(3,022)
Total Expenditures	27,500	30,522	(3,022)
Excess (Deficiency) of Revenues Over (Under) Expenditures	57,500	70,737	13,237
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(57,500)	(66,665)	(9,165)
Total Other Financing Sources (Uses)	(57,500)	(66,665)	(9,165)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	4,072	4,072
Fund Balance at Beginning of Year	25,531	25,531	0
Fund Balance at End of Year	\$25,531	\$29,603	\$4,072

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**BROWNFIELD IMPROVEMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$8,458	\$22,078	\$13,620
Total Revenues	8,458	22,078	13,620
<u>Expenditures:</u>			
Community Environment:			
Personal Services	7,500	15,000	(7,500)
Other Expenditures	95,000	6,471	88,529
Capital Outlay	2,000	607	1,393
Total Expenditures	104,500	22,078	82,422
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(96,042)	0	96,042
Fund Balance at Beginning of Year	0	0	0
Fund Balance (Deficit) at End of Year	(\$96,042)	\$0	\$96,042

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**WEED AND SEED GRANT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$260,170	\$242,819	(\$17,351)
Total Revenues	260,170	242,819	(17,351)
<u>Expenditures:</u>			
Security of Persons and Property:			
Personal Services	63,481	59,478	4,003
Other Expenditures	170,571	177,092	(6,521)
Capital Outlay	36,945	18,102	18,843
Total Expenditures	270,997	254,672	16,325
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,827)	(11,853)	(1,026)
<u>Other Financing Sources (Uses):</u>			
Advances In	31,600	31,600	0
Advances Out	(21,954)	(21,954)	0
Total Other Financing Sources (Uses)	9,646	9,646	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,181)	(2,207)	(1,026)
Fund Deficit at Beginning of Year	(7,193)	(7,193)	0
Prior Year Encumbrances	7,193	7,193	0
Fund Balance (Deficit) at End of Year	(\$1,181)	(\$2,207)	(\$1,026)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**DISPUTE RESOLUTION PROCEEDS FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$8,048	\$8,048
Total Revenues	0	8,048	8,048
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	8,048	8,048
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$8,048	\$8,048

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**DEPARTMENT OF JUSTICE FORFEITURE PROGRAM FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$4,221	\$4,221
Total Revenues	0	4,221	4,221
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	4,221	4,221
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$4,221</u>	<u>\$4,221</u>

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**SAFETY SERVICES FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental Revenues	\$550,845	\$635,875	\$85,030
Charges for Services	39,000	39,037	37
Fines and Forfeitures	178,940	156,256	(22,684)
All Other Revenues	24,455	24,626	171
Total Revenues	793,240	855,794	62,554
<b>Expenditures:</b>			
Security of Persons and Property:			
Personal Services	574,889	559,480	15,409
Other Expenditures	92,951	68,928	24,023
Capital Outlay	35,000	9,819	25,181
Total Expenditures	702,840	638,227	64,613
Excess (Deficiency) of Revenues Over (Under) Expenditures	90,400	217,567	127,167
<b>Other Financing Sources (Uses):</b>			
Advances In	27,620	27,620	0
Advances Out	(169,353)	(169,353)	0
Total Other Financing Sources (Uses)	(141,733)	(141,733)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(51,333)	75,834	127,167
Fund Balance at Beginning of Year	226,259	226,259	0
Prior Year Encumbrances	12,967	12,967	0
Fund Balance at End of Year	\$187,893	\$315,060	\$127,167

*THE CITY OF HAMILTON! OHIO*  
*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES*  
*BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)*  
*SPECIAL REVENUE FUNDS*  
*FOR THE YEAR ENDED DECEMBER 31, 1999*

POLICE PENSION FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$219,700	\$214,074	(\$5,626)
Total Revenues	219,700	214,074	(5,626)
<u>Expenditures:</u>			
Security of Persons and Property			
Personal Services	208,000	208,000	0
Total Expenditures	208,000	208,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,700	6,074	(5,626)
Fund Balance at Beginning of Year	18,691	18,691	0
Fund Balance at End of Year	\$30,391	\$24,765	(\$5,626)

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**FIREMEN'S PENSION FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$214,200	\$214,073	(\$127)
Total Revenues	<u>214,200</u>	<u>214,073</u>	<u>(127)</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Personal Services	208,000	208,000	0
Total Expenditures	<u>208,000</u>	<u>208,000</u>	<u>0</u>
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	6,200	6,073	(127)
Fund Balance at Beginning of Year	<u>17,145</u>	<u>17,145</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$23,345</u></u>	<u><u>\$23,218</u></u>	<u><u>(\$127)</u></u>



**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**EMERGENCY MEDICAL SERVICES GRANT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$10,000	\$0	(\$10,000)
Total Revenues	10,000	0	(10,000)
<u>Expenditures:</u>			
Security of Persons and Property:			
Personal Services	5,000	0	5,000
Other Expenditures	34,000	0	34,000
Total Expenditures	39,000	0	39,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,000)	0	29,000
Fund Balance at Beginning of Year	0	0	0
Fund Balance (Deficit) at End of Year	(\$29,000)	\$0	\$29,000

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**PUBLIC HEALTH CARE SERVICES FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$85,296	\$78,389	(\$6,907)
All Other Revenues	0	75,017	75,017
Total Revenues	85,296	153,406	68,110
<u>Expenditures:</u>			
Public Health and Welfare:			
Personal Services	18,980	8,314	10,666
Other Expenditures	76,205	69,049	7,156
Capital Outlay	68,350	0	68,350
Total Expenditures	163,535	77,363	86,172
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(78,239)	76,043	154,282
Fund Balance at Beginning of Year	51,490	51,490	0
Prior Year Encumbrances	1,085	1,085	0
Fund Balance (Deficit) at End of Year	(\$25,664)	\$128,618	\$154,282

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**STREET AND PARKS BEAUTIFICATION FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$1,000	\$0	(\$1,000)
Investment Earnings	1,500	675	(825)
Total Revenues	2,500	675	(1,825)
<u>Expenditures:</u>			
Community Environment:			
Other Expenditures	12,346	469	11,877
Total Expenditures	12,346	469	11,877
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(9,846)	206	10,052
Fund Balance at Beginning of Year	7,379	7,379	0
Prior Year Encumbrances	2,746	2,746	0
Fund Balance at End of Year	\$279	\$10,331	\$10,052

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

REFUSE FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$1,936,206	\$1,959,177	\$22,971
All Other Revenues	0	353	353
Total Revenues	1,936,206	1,959,530	23,324
<u>Expenditures:</u>			
Basic Utility Services:			
Personal Services	166,505	99,915	66,590
Other Expenditures	2,024,624	2,016,572	8,052
Capital Outlay	107,384	76,642	30,742
Total Expenditures	2,298,513	2,193,129	105,384
Excess (Deficiency) of Revenues Over (Under) Expenditures	(362,307)	(233,599)	128,708
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	65,966	65,966	0
Total Other Financing Sources (Uses)	65,966	65,966	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(296,341)	(167,633)	128,708
Fund Balance at Beginning of Year	87,575	87,575	0
Prior Year Encumbrances	208,766	208,766	0
Fund Balance at End of Year	\$0	\$128,708	\$128,708

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**STREET MAINTENANCE FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental Revenues	\$1,720,000	\$1,813,284	\$93,284
Licenses and Permits	383,500	369,986	(13,514)
Investment Earnings	50,000	55,910	5,910
All Other Revenues	11,000	2,248	(8,752)
Total Revenues	2,164,500	2,241,428	76,928
<b>Expenditures:</b>			
<b>Transportation:</b>			
Personal Services	1,239,569	1,142,664	96,905
Other Expenditures	891,437	507,087	384,350
Capital Outlay	635,604	1,466,653	(831,049)
Total Transportation	2,766,610	3,116,404	(349,794)
<b>Debt Service:</b>			
Principal Retirement	265,200	265,200	0
Interest and Fiscal Charges	12,569	12,569	0
Total Expenditures	3,044,379	3,394,173	(349,794)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(879,879)	(1,152,745)	(272,866)
<b>Other Financing Sources (Uses):</b>			
Operating Transfers In	837,350	837,350	0
Total Other Financing Sources (Uses)	837,350	837,350	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(42,529)	(315,395)	(272,866)
Fund Balance at Beginning of Year	353,638	353,638	0
Prior Year Encumbrances	767,577	767,577	0
Fund Balance at End of Year	\$1,078,686	\$805,820	(\$272,866)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**TRANSIT SYSTEM FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
<u>Transportation:</u>			
Other Expenditures	377,750	377,750	0
Capital Outlay	2,090,903	312,815	1,778,088
Total Expenditures	2,468,653	690,565	1,778,088
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,468,653)	(690,565)	1,778,088
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	287,874	287,880	6
Total Other Financing Sources (Uses)	287,874	287,880	6
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,180,779)	(402,685)	1,778,094
Fund Balance at Beginning of Year	89,870	89,870	0
Fund Deficit at End of Year	(\$2,090,909)	(\$312,815)	\$1,778,094

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**MIAMI CONSERVANCY FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental Revenues	\$179,171	\$178,395	(\$776)
<b>Total Revenues</b>	<b>179,171</b>	<b>178,395</b>	<b>(776)</b>
<b>Expenditures:</b>			
Community Environment:			
Other Expenditures	218,200	216,895	1,305
<b>Total Expenditures</b>	<b>218,200</b>	<b>216,895</b>	<b>1,305</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,029)	(38,500)	529
<b>Other Financing Sources (Uses):</b>			
Operating Transfers In	45,000	20,000	(25,000)
<b>Total Other Financing Sources (Uses)</b>	<b>45,000</b>	<b>20,000</b>	<b>(25,000)</b>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	5,971	(18,500)	(24,471)
Fund Balance at Beginning of Year	18,796	18,796	0
Fund Balance at End of Year	<b>\$24,767</b>	<b>\$296</b>	<b>(\$24,471)</b>

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**COMMUNITY DEVELOPMENT BLOCK GRANT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental Revenues	\$2,283,879	\$2,004,331	(\$279,548)
All Other Revenues	0	411,719	411,719
Total Revenues	2,283,879	2,416,050	132,171
<b>Expenditures:</b>			
Community Environment:			
Personal Services	822,232	437,239	384,993
Other Expenditures	5,342,498	1,904,788	3,437,710
Capital Outlay	41,275	11,985	29,290
Total Expenditures	6,206,005	2,354,012	3,851,993
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(3,922,126)	62,038	3,984,164
Fund Balance at Beginning of Year	159,351	159,351	0
Prior Year Encumbrances	615,158	615,158	0
Fund Balance (Deficit) at End of Year	(\$3,147,617)	\$836,547	\$3,984,164



**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**HOME PROGRAM FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$0	\$355,142	\$355,142
Total Revenues	0	355,142	355,142
<u>Expenditures:</u>			
Community Environment:			
Other Expenditures	0	383,398	(383,398)
Total Expenditures	0	383,398	(383,398)
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(28,256)	(28,256)
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	60,000	0	(60,000)
Total Other Financing Sources (Uses)	60,000	0	(60,000)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	60,000	(28,256)	(88,256)
Fund Balance at Beginning of Year	255,456	255,456	0
Prior Year Encumbrances	77,746	77,746	0
Fund Balance at End of Year	<u>\$393,202</u>	<u>\$304,946</u>	<u>(\$88,256)</u>

## ***CAPITAL PROJECTS FUNDS***

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

### **Hamilton Capital Improvement Fund**

To account for revenue from one-fourth of one percent (.25%) of the City income tax receipts. Funds to be used for capital acquisition for Police, Fire, Public Works, Parks and Recreation and Public Health. Funds may also be used to retire outstanding General Obligation Bonds and Notes issued for capital acquisition.

### **Capital Projects Fund**

To account for revenues and expenses on large capital projects which are funded by the General Fund.

### **Special Assessment Fund**

To account for revenues and expenses associated with the levy of special assessment on citizen's property.

### **High Street Property Fund**

To account for the assets acquired and expenses related to the acquisition of property on High Street in Hamilton, Ohio.  
(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

### **Municipal Improvement Tax Increment Equivalent (MITIE) Fund**

To account for monies deposited as service payments in lieu of taxes distributed by the County Treasurer for improvements exempt from taxation & for their related costs. To account for the deposit of any income tax revenue that has been dedicated to finance the aforementioned improvements.

### **Hamilton Enterprise Park Fund**

To account for the receiving and disbursing of monies for the development of the Hamilton Enterprise Park.

### **Central Business District Streetscape Improvements Fund**

To account for revenues and expenses associated with a major Streetscape project in the Central Business District.

### **Issue II Project Fund**

To account for road and bridge construction projects, partially funded by state grants from the Ohio Public Works Commission, pursuant to Auditor of State specifications.

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**CAPITAL PROJECT FUNDS**  
**DECEMBER 31, 1999**

	Hamilton Capital Improvement	Capital Projects	Special Assessment
<b><u>Assets:</u></b>			
Cash and Cash Equivalents	\$88,298	\$140,274	\$132,886
Investments	1,146,899	1,978,585	1,874,377
Receivables (net of allowances for doubtful accounts)			
Taxes	183,174	0	0
<b>Restricted Assets:</b>			
Cash and Cash Equivalents	0	118,119	0
<b>Total Assets</b>	<b>\$1,418,371</b>	<b>\$2,236,978</b>	<b>\$2,007,263</b>
<b><u>Liabilities and Fund Equity:</u></b>			
<b>Liabilities:</b>			
Accounts Payable	\$24,371	\$137,587	\$63,475
Accrued Liabilities	0	0	0
Interfund Payable	0	0	0
Accrued Interest Payable	0	111,628	22,081
Deferred Revenue	276,336	0	0
General Obligation Notes Payable	0	2,500,000	0
Special Assessment Notes Payable	0	0	2,672,000
<b>Total Liabilities</b>	<b>300,707</b>	<b>2,749,215</b>	<b>2,757,556</b>
<b>Fund Equity:</b>			
Reserved for Encumbrances	497,637	205,072	1,432,642
Unreserved	620,027	(717,309)	(2,182,935)
<b>Total Fund Equity</b>	<b>1,117,664</b>	<b>(512,237)</b>	<b>(750,293)</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$1,418,371</b>	<b>\$2,236,978</b>	<b>\$2,007,263</b>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**CAPITAL PROJECT FUNDS**  
**DECEMBER 31, 1999**

MITIE	Hamilton Enterprise Park	Central Business District Streetscape Improvements	Issue II Project	Totals
\$1,776	\$22,005	\$108,366	\$0	\$493,605
25,067	310,378	1,528,517	4	6,863,827
121,900	0	0	0	305,074
0	287,000	0	0	405,119
<u>\$148,743</u>	<u>\$619,383</u>	<u>\$1,636,883</u>	<u>\$4</u>	<u>\$8,067,625</u>
\$60	\$9,684	\$176,367	\$44,783	\$456,327
151	0	0	0	151
31,500	0	0	96,960	128,460
11,494	94,813	48,851	0	288,867
121,900	0	0	0	398,236
560,000	4,850,000	2,380,000	0	10,290,000
0	0	0	0	2,672,000
<u>725,105</u>	<u>4,954,497</u>	<u>2,605,218</u>	<u>141,743</u>	<u>14,234,041</u>
98,956	289,689	1,185,696	881,845	4,591,537
(675,318)	(4,624,803)	(2,154,031)	(1,023,584)	(10,757,953)
<u>(576,362)</u>	<u>(4,335,114)</u>	<u>(968,335)</u>	<u>(141,739)</u>	<u>(6,166,416)</u>
<u>\$148,743</u>	<u>\$619,383</u>	<u>\$1,636,883</u>	<u>\$4</u>	<u>\$8,067,625</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**CAPITAL PROJECT FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Hamilton Capital Improvement	Capital Projects	Special Assessment	High Street Property
<b>Revenues:</b>				
Taxes	\$2,029,771	\$0	\$0	\$0
Intergovernmental Revenues	0	0	0	0
Charges for Services	0	0	0	0
Investment Earnings	(83,839)	(2,512)	(1,311)	0
Special Assessments	0	0	391,348	0
All Other Revenues	178,217	8,210	0	14
Total Revenues	<u>2,124,149</u>	<u>5,698</u>	<u>390,037</u>	<u>14</u>
<b>Expenditures:</b>				
Capital Outlay	1,925,495	4,074,969	1,309,516	0
Debt Service:				
Interest and Fiscal Charges	0	111,628	67,792	0
Total Expenditures	<u>1,925,495</u>	<u>4,186,597</u>	<u>1,377,308</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	198,654	(4,180,899)	(987,271)	14
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Fixed Assets	0	0	0	0
Operating Transfers In	50,000	0	0	0
Operating Transfers Out	(1,067,427)	0	(192,940)	(128,094)
Total Other Financing Sources (Uses)	<u>(1,017,427)</u>	<u>0</u>	<u>(192,940)</u>	<u>(128,094)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(818,773)	(4,180,899)	(1,180,211)	(128,080)
Fund Balance (Deficit) at Beginning of Year	1,936,437	3,668,662	959,918	128,080
Residual Equity Transfer	0	0	(530,000)	0
Fund Balance (Deficit) at End of Year	<u>\$1,117,664</u>	<u>(\$512,237)</u>	<u>(\$750,293)</u>	<u>\$0</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**CAPITAL PROJECT FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

MITIE	Hamilton Enterprise Park	Central Business District Streetscape Improvements	Issue II Project	Totals
\$84,794	\$0	\$0	\$0	\$2,114,565
0	0	250,000	21,855	271,855
0	10,451	0	0	10,451
0	(440)	(1,625)	0	(89,727)
0	0	0	0	391,348
0	0	0	0	186,441
<u>84,794</u>	<u>10,011</u>	<u>248,375</u>	<u>21,855</u>	<u>2,884,933</u>
114,593	101,237	1,570,099	163,594	9,259,503
<u>23,194</u>	<u>193,818</u>	<u>88,236</u>	<u>0</u>	<u>484,668</u>
<u>137,787</u>	<u>295,055</u>	<u>1,658,335</u>	<u>163,594</u>	<u>9,744,171</u>
(52,993)	(285,044)	(1,409,960)	(141,739)	(6,859,238)
0	298,686	0	0	298,686
34,568	157,350	310,000	0	551,918
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,388,461)</u>
<u>34,568</u>	<u>456,036</u>	<u>310,000</u>	<u>0</u>	<u>(537,857)</u>
(18,425)	170,992	(1,099,960)	(141,739)	(7,397,095)
(557,937)	(1,006,106)	131,625	0	5,260,679
<u>0</u>	<u>(3,500,000)</u>	<u>0</u>	<u>0</u>	<u>(4,030,000)</u>
<u>(\$576,362)</u>	<u>(\$4,335,114)</u>	<u>(\$968,335)</u>	<u>(\$141,739)</u>	<u>(\$6,166,416)</u>

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**HAMILTON CAPITAL IMPROVEMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$1,907,100	\$2,028,655	\$121,555
Intergovernmental Revenues	334,836	276,336	(58,500)
Investment Earnings	0	15,871	15,871
All Other Revenues	75,000	178,217	103,217
Total Revenues	2,316,936	2,499,079	182,143
<b>Expenditures:</b>			
Capital Outlay	3,553,742	2,528,165	1,025,577
Debt Service:			
Principal Retirement	300,000	300,000	0
Interest and Fiscal Charges	152,870	152,727	143
Total Expenditures	4,006,612	2,980,892	1,025,720
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,689,676)	(481,813)	1,207,863
<b>Other Financing Sources (Uses):</b>			
Operating Transfers In	50,000	50,000	0
Operating Transfers Out	(614,700)	(614,700)	0
Total Other Financing Sources (Uses)	(564,700)	(564,700)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,254,376)	(1,046,513)	1,207,863
Fund Balance at Beginning of Year	1,327,735	1,327,735	0
Prior Year Encumbrances	530,520	530,520	0
Fund Balance at End of Year	(\$396,121)	\$811,742	\$1,207,863

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**CAPITAL PROJECTS FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
All Other Revenues	\$0	\$8,210	\$8,210
Total Revenues	0	8,210	8,210
<b>Expenditures:</b>			
Capital Outlay	2,840,959	4,287,194	(1,446,235)
Total Expenditures	2,840,959	4,287,194	(1,446,235)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,840,959)	(4,278,984)	(1,438,025)
<b>Other Financing Sources (Uses):</b>			
Proceeds from the Sale of Notes	2,500,000	2,500,000	0
Operating Transfers In	200,000	0	(200,000)
Total Other Financing Sources (Uses)	2,700,000	2,500,000	(200,000)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(140,959)	(1,778,984)	(1,638,025)
Fund Balance at Beginning of Year	1,292,853	1,292,853	0
Prior Year Encumbrances	2,380,450	2,380,450	0
Fund Balance at End of Year	\$3,532,344	\$1,894,319	(\$1,638,025)



**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**SPECIAL ASSESSMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Special Assessments	\$500,000	\$391,348	(\$108,652)
Total Revenues	500,000	391,348	(108,652)
<b>Expenditures:</b>			
Capital Outlay	3,061,151	2,794,906	266,245
Debt Service:			
Principal Retirement	2,097,000	1,725,000	372,000
Interest and Fiscal Charges	90,000	55,674	34,326
Total Expenditures	5,248,151	4,575,580	672,571
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,748,151)	(4,184,232)	563,919
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Special Assessment Bonds	1,325,000	0	(1,325,000)
Proceeds from Sale of Special Assessment Notes	2,972,000	2,972,000	0
Operating Transfers Out	(192,940)	(192,940)	0
Total Other Financing Sources (Uses)	4,104,060	2,779,060	(1,325,000)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(644,091)	(1,405,172)	(761,081)
Fund Balance at Beginning of Year	1,220,172	1,220,172	0
Prior Year Encumbrances	696,146	696,146	0
Fund Balance at End of Year	\$1,272,227	\$511,146	(\$761,081)

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**HIGH STREET PROPERTY FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
All Other Revenues	\$0	\$14	\$14
Total Revenues	0	14	14
<b>Expenditures:</b>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	14	14
<b>Other Financing Sources (Uses):</b>			
Operating Transfers Out	(128,094)	(128,094)	0
Total Other Financing Sources (Uses)	(128,094)	(128,094)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(128,094)	(128,080)	14
Fund Balance at Beginning of Year	128,080	128,080	0
Fund Balance at End of Year	(\$14)	\$0	\$14

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**MITIE FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Taxes	\$115,000	\$84,794	(\$30,206)
Total Revenues	115,000	84,794	(30,206)
<b>Expenditures:</b>			
Capital Outlay	213,742	213,549	193
Debt Service:			
Principal Retirement	720,000	720,000	0
Interest and Fiscal Charges	26,926	26,925	1
Total Expenditures	960,668	960,474	194
Excess (Deficiency) of Revenues Over (Under) Expenditures	(845,668)	(875,680)	(30,012)
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Notes	560,000	560,000	0
Operating Transfers In	165,050	34,568	(130,482)
Advances In	31,500	31,500	0
Total Other Financing Sources (Uses)	756,550	626,068	(130,482)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(89,118)	(249,612)	(160,494)
Fund Deficit at Beginning of Year	(2,803)	(2,803)	0
Prior Year Encumbrances	180,242	180,242	0
Fund Deficit at End of Year	\$88,321	(\$72,173)	(\$160,494)

**THE CITY OF HAMILTON, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**HAMILTON ENTERPRISE PARK FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Charges for Services	\$0	\$10,451	\$10,451
Total Revenues	0	10,451	10,451
<b>Expenditures:</b>			
Capital Outlay	2,503,734	1,292,852	1,210,882
Debt Service:			
Principal Retirement	8,000,000	8,000,000	0
Interest and Fiscal Charges	133,360	133,359	1
Total Expenditures	10,637,094	9,426,211	1,210,883
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,637,094)	(9,415,760)	1,221,334
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Fixed Assets	0	298,686	298,686
Proceeds from Sale of Notes	8,350,000	8,350,000	0
Operating Transfers In	13,350	157,350	144,000
Total Other Financing Sources (Uses)	8,363,350	8,806,036	442,686
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,273,744)	(609,724)	1,664,020
Fund Balance at Beginning of Year	143,240	143,240	0
Prior Year Encumbrances	786,494	786,494	0
Fund Balance at End of Year	(\$1,344,010)	\$320,010	\$1,664,020

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**CENTRAL BUSINESS DISTRICT STREETScape IMPROVEMENTS FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental Revenues	\$560,000	\$250,000	(\$310,000)
Total Revenues	560,000	250,000	(310,000)
<b>Expenditures:</b>			
Capital Outlay	2,888,161	2,755,795	132,366
Debt Service:			
Principal Retirement	2,600,000	2,600,000	0
Interest and Fiscal Charges	85,700	85,677	23
Total Expenditures	5,573,861	5,441,472	132,389
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,013,861)	(5,191,472)	(177,611)
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Notes	2,780,000	2,780,000	0
Operating Transfers In	310,000	310,000	0
Total Other Financing Sources (Uses)	3,090,000	3,090,000	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,923,861)	(2,101,472)	(177,611)
Fund Balance at Beginning of Year	2,376,292	2,376,292	0
Fund Balance at End of Year	\$452,431	\$274,820	(\$177,611)

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

**ISSUE II PROJECT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>			
Intergovernmental Revenues	\$1,900,000	\$21,855	(\$1,878,145)
Total Revenues	1,900,000	21,855	(1,878,145)
<b>Expenditures:</b>			
Capital Outlay	1,900,000	1,045,439	854,561
Total Expenditures	1,900,000	1,045,439	854,561
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(1,023,584)	(1,023,584)
<b>Other Financing Sources (Uses):</b>			
Advances In	96,960	96,960	0
Total Other Financing Sources (Uses)	96,960	96,960	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	96,960	(926,624)	(1,023,584)
Fund Balance at Beginning of Year	0	0	0
Fund Deficit at End of Year	\$96,960	(\$926,624)	(\$1,023,584)



## ***ENTERPRISE FUNDS***

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The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprise, whereby the intent of the City is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City has decided that periodic determination of net income is appropriate for accountability purposes.

### **Gas Fund**

To account for the provision of natural gas service to residential and commercial users of the City.

### **Electric Fund**

To account for the provision of electric distribution service to residential and commercial users of the City.

### **Water Fund**

To account for the provision of water distribution service to residential and commercial users of the City.

### **Wastewater Fund**

To account for the provision of wastewater treatment service to residential and commercial users of the City.

### **Parking Fund**

To account for revenues and expenses associated with the operation of city-owned parking facilities.

### **Golf Course Fund**

To account for revenues and expenses associated with the operation of two city-owned golf courses.

### **Central Park Sports Arena Fund**

To account for revenues and expenses associated with the operation of a city-owned ice skating arena.



**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**ENTERPRISE FUNDS**  
**DECEMBER 31, 1999**

	Gas	Electric	Water
<b>Assets:</b>			
Cash and Cash Equivalents	\$748,934	\$742,323	\$131,569
Investments	10,615,424	11,265,862	5,461,159
Receivables (net of allowances for doubtful accounts):			
Accounts	3,540,007	5,694,721	1,477,241
Interest	164,965	446,287	113,027
Due from Other Funds	5,000	5,493	5,000
Inventory of Supplies at Cost	161,501	1,170,523	143,253
Prepaid Items	61,387	546,953	56,575
Restricted Assets:			
Cash and Cash Equivalents	105,646	70,486	200,260
Investments	3,875,518	22,245,589	6,386,141
Bond Issuance Costs	320,098	2,026,204	769,623
Property, Plant and Equipment	55,232,058	328,818,882	88,449,465
Less: Accumulated Depreciation	(14,603,301)	(157,124,374)	(22,674,650)
Net Fixed Assets	<u>40,628,757</u>	<u>171,694,508</u>	<u>65,774,815</u>
Construction in Progress	<u>479,208</u>	<u>1,529,101</u>	<u>3,588,153</u>
Total Assets	<u>\$60,706,445</u>	<u>\$217,438,050</u>	<u>\$84,106,816</u>
<b>Liabilities and Fund Equity:</b>			
<b>Liabilities:</b>			
Accounts Payable	\$2,780,591	\$1,962,422	\$591,121
Accrued Wages and Benefits	31,676	262,874	72,994
Due to Other Funds	447,017	768,860	450,859
Due to Others	0	2,530	0
Accrued Interest Payable	273,991	2,732,040	731,129
Customer Deposits Payable	333,384	269,651	63,639
Deferred Revenue	0	0	0
General Obligation Notes Payable	0	6,400,000	0
Compensated Absences Payable	398,586	1,887,761	647,183
General Obligation Bonds Payable	0	0	0
Ohio Water Development Authority Loans Payable	0	0	0
Mortgage Revenue Bonds Payable	<u>25,784,350</u>	<u>197,702,156</u>	<u>52,993,578</u>
Total Liabilities	<u>30,049,595</u>	<u>211,988,294</u>	<u>55,550,503</u>
<b>Fund Equity:</b>			
Contributed Capital	1,784,410	6,787,608	13,538,432
Retained Earnings:			
Unreserved	<u>28,872,440</u>	<u>(1,337,852)</u>	<u>15,017,881</u>
Total Fund Equity	<u>30,656,850</u>	<u>5,449,756</u>	<u>28,556,313</u>
Total Liabilities and Fund Equity	<u>\$60,706,445</u>	<u>\$217,438,050</u>	<u>\$84,106,816</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**ENTERPRISE FUNDS**  
**DECEMBER 31, 1999**

Wastewater	Parking	Golf Course	Central Park Sports Arena	Totals
\$466,076	\$7,844	\$26,279	\$5,239	\$2,128,264
6,481,040	102,819	365,435	72,845	34,364,584
1,579,190	4,063	933	37	12,296,192
240,480	1,735	6,145	0	972,639
5,000	0	0	0	20,493
849	0	1,576	0	1,477,702
56,734	5,618	4,803	1,031	733,101
978,116	0	0	0	1,354,508
11,120,514	0	0	0	43,627,762
336,318	0	5,132	0	3,457,375
65,173,015	3,695,243	5,136,876	692,067	547,197,606
(31,575,965)	(2,321,485)	(2,475,561)	(676,469)	(231,451,805)
33,597,050	1,373,758	2,661,315	15,598	315,745,801
12,863,429	0	0	0	18,459,891
<u>\$67,724,796</u>	<u>\$1,495,837</u>	<u>\$3,071,618</u>	<u>\$94,750</u>	<u>\$434,638,312</u>
\$807,595	\$41,142	\$25,455	\$4,179	\$6,212,505
59,568	12,700	9,050	0	448,862
236,039	0	0	0	1,902,775
0	0	500	0	3,030
736,053	9,100	17,174	0	4,499,487
61,959	0	0	0	728,633
0	4,818	8,231	0	13,049
0	0	0	0	6,400,000
507,558	131,855	94,777	0	3,667,720
0	910,000	2,018,130	0	2,928,130
9,090,695	0	0	0	9,090,695
30,249,169	0	0	0	306,729,253
41,748,636	1,109,615	2,173,317	4,179	342,624,139
12,535,037	2,492,935	0	0	37,138,422
13,441,123	(2,106,713)	898,301	90,571	54,875,751
25,976,160	386,222	898,301	90,571	92,014,173
<u>\$67,724,796</u>	<u>\$1,495,837</u>	<u>\$3,071,618</u>	<u>\$94,750</u>	<u>\$434,638,312</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Gas	Electric	Water
<b>Operating Revenues:</b>			
Charges for Services	\$18,232,526	\$43,644,708	\$15,375,468
Other Operating Revenues	137,424	464,937	47,989
<b>Total Operating Revenues</b>	<b>18,369,950</b>	<b>44,109,645</b>	<b>15,423,457</b>
<b>Operating Expenses:</b>			
Personal Services	872,234	6,911,495	2,410,710
Materials and Supplies	155,987	1,016,868	884,244
Contractual Services	255,041	1,936,589	2,246,720
Purchase of Gas and Electricity	10,911,559	11,299,369	0
Depreciation	1,772,819	9,848,430	1,817,284
Other Operating Expenses	3,106,324	7,683,246	4,228,883
<b>Total Operating Expenses</b>	<b>17,073,964</b>	<b>38,695,997</b>	<b>11,587,841</b>
Operating Income (Loss)	1,295,986	5,413,648	3,835,616
<b>Non-Operating Revenues (Expenses):</b>			
Intergovernmental Grants	0	0	5,000
Investment Earnings	674,772	1,440,548	463,652
Interest and Fiscal Charges	(1,376,426)	(13,206,930)	(3,620,463)
Loss on Disposal of Fixed Assets	0	0	0
<b>Total Non-Operating Revenues (Expenses)</b>	<b>(701,654)</b>	<b>(11,766,382)</b>	<b>(3,151,811)</b>
Income (Loss) Before Operating Transfers	594,332	(6,352,734)	683,805
<b>Operating Transfers:</b>			
Operating Transfers Out	0	0	0
<b>Total Operating Transfers</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Income (Loss)	594,332	(6,352,734)	683,805
Add: Depreciation Charged on Contributed Capital	54,749	174,041	326,540
Retained Earnings/Accumulated			
Deficit at Beginning of Year	28,223,359	4,840,841	14,007,536
Retained Earnings/Accumulated			
Deficit at End of Year	<u>\$28,872,440</u>	<u>(\$1,337,852)</u>	<u>\$15,017,881</u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

Wastewater	Parking	Golf Course	Central Park Sports Arena	Totals
\$11,807,275	\$644,930	\$1,118,375	\$16,579	\$90,839,861
92,323	33,316	6,801	18,238	801,028
11,899,598	678,246	1,125,176	34,817	91,640,889
1,691,406	424,219	398,846	0	12,708,910
404,463	15,277	192,814	0	2,669,653
952,515	78,039	116,013	27,926	5,612,843
0	0	0	0	22,210,928
1,587,869	119,408	243,234	25,216	15,414,260
1,779,783	171,512	30,458	0	17,000,206
6,416,036	808,455	981,365	53,142	75,616,800
5,483,562	(130,209)	143,811	(18,325)	16,024,089
0	0	0	0	5,000
1,056,244	41,944	20,236	(1,123)	3,696,273
(2,390,367)	(56,850)	(109,453)	(1,029)	(20,761,518)
0	0	0	0	0
(1,334,123)	(14,906)	(89,217)	(2,152)	(17,060,245)
4,149,439	(145,115)	54,594	(20,477)	(1,036,156)
0	0	(50,000)	0	(50,000)
0	0	(50,000)	0	(50,000)
4,149,439	(145,115)	4,594	(20,477)	(1,086,156)
569,281	0	0	0	1,124,611
8,722,403	(1,961,598)	893,707	111,048	54,837,296
\$13,441,123	(\$2,106,713)	\$898,301	\$90,571	\$54,875,751

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Gas	Electric	Water
<b><u>Cash Flows from Operating Activities:</u></b>			
Cash Received from Customers	\$18,277,487	\$43,565,413	\$15,228,574
Cash Payments for Goods and Services	(14,491,808)	(22,382,614)	(7,438,679)
Cash Payments to Employees	(907,287)	(6,787,662)	(2,454,809)
Net Cash Provided by Operating Activities	<u>2,878,392</u>	<u>14,395,137</u>	<u>5,335,086</u>
<b><u>Cash Flows from Noncapital Financing Activities:</u></b>			
Operating Grants Received	0	0	5,000
Transfers Out to Other Funds	0	0	0
Net Cash Provided (Used) for Noncapital Financing Activities	<u>0</u>	<u>0</u>	<u>5,000</u>
<b><u>Cash Flows from Capital and Related Financing Activities:</u></b>			
Proceeds from General Obligation Notes	0	6,400,000	0
Acquisition and Construction of Assets	(1,239,840)	(2,771,866)	(4,309,809)
Principal Paid on General Obligation Notes	0	(6,400,000)	0
Principal Paid on General Obligation Bonds	0	0	0
Principal Paid on Revenue Bonds	(590,000)	(3,415,000)	(1,145,000)
Principal Paid on Ohio Water Development Authority Loans	0	0	0
Interest Paid on All Debt	(1,306,510)	(12,634,628)	(3,488,405)
Net Cash Used by Capital and Related Financing Activities	<u>(3,136,350)</u>	<u>(18,821,494)</u>	<u>(8,943,214)</u>
<b><u>Cash Flows from Investing Activities:</u></b>			
Purchase of Investments	(1,669,010)	(418,711)	0
Sale of Investments	0	2,424,536	2,280,436
Receipts of Interest	905,175	2,111,498	755,597
Net Cash Provided (Used) by Investing Activities	<u>(763,835)</u>	<u>4,117,323</u>	<u>3,036,033</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,021,793)	(309,034)	(567,095)
Cash and Cash Equivalents at Beginning of Year	<u>1,876,373</u>	<u>1,121,843</u>	<u>898,924</u>
Cash and Cash Equivalents at End of Year	<u><u>\$854,580</u></u>	<u><u>\$812,809</u></u>	<u><u>\$331,829</u></u>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

Wastewater	Parking	Golf Course	Central Park Sports Arena	Totals
\$11,878,469	\$690,419	\$1,123,649	\$34,601	\$90,798,612
(3,185,477)	(261,132)	(338,856)	(28,487)	(48,127,053)
(1,930,499)	(408,830)	(412,737)	0	(12,901,824)
<u>6,762,493</u>	<u>20,457</u>	<u>372,056</u>	<u>6,114</u>	<u>29,769,735</u>
0	0	0	0	5,000
0	0	(50,000)	0	(50,000)
0	0	(50,000)	0	(45,000)
0	0	0	0	6,400,000
(13,851,806)	(105,076)	(180,232)	(6,843)	(22,465,472)
0	0	0	0	(6,400,000)
0	(45,000)	(115,000)	(31,000)	(191,000)
(700,000)	0	0	0	(5,850,000)
(413,660)	0	0	0	(413,660)
(2,371,330)	(57,300)	(102,767)	(1,550)	(19,962,490)
<u>(17,336,796)</u>	<u>(207,376)</u>	<u>(397,999)</u>	<u>(39,393)</u>	<u>(48,882,622)</u>
(943,750)	0	0	0	(3,031,471)
10,503,659	138,883	56,534	33,530	15,437,578
1,336,153	44,588	25,849	0	5,178,860
<u>10,896,062</u>	<u>183,471</u>	<u>82,383</u>	<u>33,530</u>	<u>17,584,967</u>
321,759	(3,448)	6,440	251	(1,572,920)
1,122,433	11,292	19,839	4,988	5,055,692
<u>\$1,444,192</u>	<u>\$7,844</u>	<u>\$26,279</u>	<u>\$5,239</u>	<u>\$3,482,772</u>

(Continued)

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Gas	Electric	Water
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income (Loss)	\$1,295,986	\$5,413,648	\$3,835,616
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided by Operating Activities:			
Depreciation Expense	1,772,819	9,848,430	1,817,284
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(109,653)	(564,018)	(215,407)
(Increase) Decrease in Inventory	21,562	290,900	(13,524)
(Increase) Decrease in Prepaid Items	(7,622)	(233,590)	(2,894)
Increase (Decrease) in Accounts Payable	70,849	(565,224)	(47,363)
Increase in Accrued Wages and Benefits	10,735	71,788	7,190
Increase (Decrease) in Customer Deposits	(124,733)	211,989	28,588
Decrease in Deferred Revenue	0	0	0
Decrease in Compensated Absences	(51,551)	(78,786)	(74,404)
Total Adjustments	<u>1,582,406</u>	<u>8,981,489</u>	<u>1,499,470</u>
Net Cash Provided by Operating Activities	<u>\$2,878,392</u>	<u>\$14,395,137</u>	<u>\$5,335,086</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 1999, the Gas, the Electric, the Water and the Sewer Funds had outstanding liabilities of \$57,581, \$495,618, \$153,834 and \$595,943 respectively for certain capital assets. During 1999 the fair value of investments decreased by \$251,695, \$722,458, \$274,384, \$199,767, \$1,644, \$5,539, and \$1,123 in the Gas, Electric, Water, Sewer, Parking, Golf Course and Central Park Sports Arena Funds, respectively.

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

<u>Wastewater</u>	<u>Parking</u>	<u>Golf Course</u>	<u>Central Park Sports Arena</u>	<u>Totals</u>
\$5,483,562	(\$130,209)	\$143,811	(\$18,325)	\$16,024,089
1,587,869	119,408	243,234	25,216	15,414,260
(41,694)	41,989	(557)	(37)	(889,377)
(292)	0	(141)	0	298,505
(3,861)	529	340	(43)	(247,141)
(59,648)	13,031	6,325	(697)	(582,727)
9,946	12,302	6,656	0	118,617
61,959	0	0	0	177,803
0	(29,746)	(877)	0	(30,623)
(275,348)	(6,847)	(26,735)	0	(513,671)
<u>1,278,931</u>	<u>150,666</u>	<u>228,245</u>	<u>24,439</u>	<u>13,745,646</u>
<u>\$6,762,493</u>	<u>\$20,457</u>	<u>\$372,056</u>	<u>\$6,114</u>	<u>\$29,769,735</u>



## *INTERNAL SERVICE FUNDS*

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The internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

### **Fleet Maintenance Fund**

To account for revenues and expenses associated with the maintenance of the City's motor transport equipment.

### **Central Services Fund**

To account for revenues and expenses associated with interdepartmental charges for the costs of certain goods or services.

### **Central Benefits Fund**

To account for total costs associated with Health Care benefits, Pension, Worker's Compensation, etc., and the revenues associated with cost-reimbursement of these services by departments or agencies receiving these services within the same government.

(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**INTERNAL SERVICE FUNDS**  
**DECEMBER 31, 1999**

	Fleet Maintenance	Central Services	Totals
<b>Assets:</b>			
Cash and Cash Equivalents	\$5,115	\$0	\$5,115
Investments	71,121	0	71,121
Receivables (net of allowances for doubtful accounts):			
Accounts	0	15	15
Due from Other Funds	269,620	1,763,018	2,032,638
Inventory of Supplies at Cost	43,324	0	43,324
Property, Plant and Equipment	190,208	0	190,208
Less: Accumulated Depreciation	(80,146)	0	(80,146)
Net Fixed Assets	<u>110,062</u>	<u>0</u>	<u>110,062</u>
<b>Total Assets</b>	<b><u>\$499,242</u></b>	<b><u>\$1,763,033</u></b>	<b><u>\$2,262,275</u></b>
<b>Liabilities and Fund Equity:</b>			
<b>Liabilities:</b>			
Accounts Payable	\$123,736	\$405,664	\$529,400
Accrued Wages and Benefits	22,025	147,692	169,717
Compensated Absences Payable	169,380	627,555	796,935
<b>Total Liabilities</b>	<b><u>315,141</u></b>	<b><u>1,180,911</u></b>	<b><u>1,496,052</u></b>
<b>Fund Equity:</b>			
<b>Retained Earnings:</b>			
Unreserved	184,101	582,122	766,223
<b>Total Fund Equity</b>	<b><u>184,101</u></b>	<b><u>582,122</u></b>	<b><u>766,223</u></b>
<b>Total Liabilities and Fund Equity</b>	<b><u>\$499,242</u></b>	<b><u>\$1,763,033</u></b>	<b><u>\$2,262,275</u></b>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Fleet Maintenance	Central Services	Central Benefits	Totals
<b>Operating Revenues:</b>				
Charges for Services	\$1,262,399	\$10,785,662	\$8,146,752	\$20,194,813
Other Operating Revenues	3,753	0	0	3,753
<b>Total Operating Revenues</b>	<b>1,266,152</b>	<b>10,785,662</b>	<b>8,146,752</b>	<b>20,198,566</b>
<b>Operating Expenses:</b>				
Personal Services	693,407	4,999,803	8,163,710	13,856,920
Materials and Supplies	379,318	173,787	0	553,105
Contractual Services	192,015	4,460,733	0	4,652,748
Depreciation	43,508	0	0	43,508
Other Operating Expenses	3,680	519,469	0	523,149
<b>Total Operating Expenses</b>	<b>1,311,928</b>	<b>10,153,792</b>	<b>8,163,710</b>	<b>19,629,430</b>
Operating Income (Loss)	(45,776)	631,870	(16,958)	569,136
<b>Nonoperating Revenues (Expenses):</b>				
Investment Earnings	(1,100)	0	(11)	(1,111)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(1,100)</b>	<b>0</b>	<b>(11)</b>	<b>(1,111)</b>
Net Income (Loss)	(46,876)	631,870	(16,969)	568,025
<b>Retained Earnings/Accumulated</b>				
Deficit at Beginning of Year	230,977	(49,748)	16,969	198,198
<b>Retained Earnings at End of Year</b>	<b>\$184,101</b>	<b>\$582,122</b>	<b>\$0</b>	<b>\$766,223</b>

**THE CITY OF HAMILTON, OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Fleet Maintenance	Central Services	Central Benefits	Totals
<b><u>Cash Flows from Operating Activities:</u></b>				
Cash Received from Customers	\$1,266,152	\$10,785,767	\$8,146,752	\$20,198,671
Cash Payments for Goods and Services	(601,694)	(5,481,010)	0	(6,082,704)
Cash Payments to Employees	(692,169)	(5,304,757)	(8,163,710)	(14,160,636)
Net Cash Used by Operating Activities	<u>(27,711)</u>	<u>0</u>	<u>(16,958)</u>	<u>(44,669)</u>
<b><u>Cash Flows from Capital and Related Financing Activities:</u></b>				
Acquisition and Construction of Assets	(14,610)	0	0	(14,610)
Net Cash Used by Capital and Related Financing Activities	<u>(14,610)</u>	<u>0</u>	<u>0</u>	<u>(14,610)</u>
<b><u>Cash Flows from Investing Activities:</u></b>				
Sale of Investments	42,193	0	16,214	58,407
Net Cash Provided by Investing Activities	<u>42,193</u>	<u>0</u>	<u>16,214</u>	<u>58,407</u>
Net Decrease in Cash and Cash Equivalents	(128)	0	(744)	(872)
Cash and Cash Equivalents at Beginning of Year	5,243	0	744	5,987
Cash and Cash Equivalents at End of Year	<u>\$5,115</u>	<u>\$0</u>	<u>\$0</u>	<u>\$5,115</u>
<b><u>Reconciliation of Operating Income (Loss) to Net Cash Used by Operating Activities:</u></b>				
Operating Income (Loss)	(\$45,776)	\$631,870	(\$16,958)	\$569,136
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Used by Operating Activities:</b>				
Depreciation	43,508	0	0	43,508
<b>Changes in Assets and Liabilities:</b>				
Decrease in Accounts Receivable	0	105	0	105
Increase in Inventory	(36,173)	0	0	(36,173)
Decrease in Prepaid Items	383	12,954	0	13,337
Increase (Decrease) in Accounts Payable	27,304	(276,766)	0	(249,462)
Increase in Accrued Wages and Benefits	6,231	137,853	0	144,084
Decrease in Compensated Absences	(23,188)	(506,016)	0	(529,204)
Total Adjustments	<u>18,065</u>	<u>(631,870)</u>	<u>0</u>	<u>(613,805)</u>
Net Cash Used by Operating Activities	<u>(\$27,711)</u>	<u>\$0</u>	<u>(\$16,958)</u>	<u>(\$44,669)</u>

**Schedule of Noncash Investing, Capital and Financing Activities:**

At December 31, 1999, the Fleet Maintenance Fund had outstanding liabilities of \$6,207 for certain capital assets. During 1999 the fair value of investments in the Fleet Maintenance Fund decreased by \$1,100.

## *FIDUCIARY FUND TYPES*

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Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

### *NONEXPENDABLE TRUST FUND*

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#### **Benninghoffen Trust Fund**

To account for the principal and interest of an original bequest of \$50,000 to the City of Hamilton by the late Christian Benninghoffen. The interest is to be used for the purpose of assisting and aiding the needy and poor of the City.

### *AGENCY FUNDS*

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#### **Travel Advance Fund**

To account for the disbursing of monies for travel advances and expenses.

#### **Employee Taxes and Benefits Fund**

To account for the collection and disbursement of all monies withheld from employee's paychecks.

#### **Ohio Board of Building Standards Assessment Fund**

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

#### **Miscellaneous Collections for Others Fund**

To account for various small amounts held for disbursement to others which cannot be specifically identified.

#### **Tax Collection Fund**

To account for income tax collections made on behalf of various municipalities in the area, and the subsequent disbursements thereof.

#### **Butler County Annexation Tax Fund**

To account for the collection and disbursement of income tax revenue pursuant to the terms set forth in the Joint Economic Development District Agreement with Indian Springs/Fairfield Township.

(Continued)

**Hamilton Central Business Special Improvement District Fund**

To account for the receiving and disbursing of special assessments levied upon real property within the Hamilton Central Business Special Improvement District.

**Fire Damage Deposit Escrow Fund**

To account for deposits and reimbursements held for fire damage as prescribed by Ohio Revised Code.

**Municipal Court Fund**

To account for funds that flow through the municipal court office.

**Rounding Up Utility Account Fund**

To account for voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred.

**Convention and Visitors Bureau Fund**

To account for 50% of the hotel tax revenues collected by the City which are to be paid to the Hamilton Visitors and Convention Bureau. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Joint Economic Development District Fund**

To account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The Joint Economic Development District Agreement with Indian Springs/Fairfield Township.

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 1999**

	<i>Nonexpendable Trust Fund</i>				
	Benninghoffen Trust	Travel Advance	Employee Taxes and Benefits	Ohio Board of Building Standards Assessment	Miscellaneous Collections for Others
<b>Assets:</b>					
Cash and Cash Equivalents	\$154	\$1,284	\$16,786	\$39	\$500
Investments	75,627	18,122	236,772	549	7,048
Receivables (net of allowance for doubtful accounts):					
Accounts	0	3,634	0	0	0
Interest	349	0	0	0	0
Due from Other Funds	0	0	0	0	0
Intergovernmental Receivables	0	0	0	0	0
<b>Total Assets</b>	<b>\$76,130</b>	<b>\$23,040</b>	<b>\$253,558</b>	<b>\$588</b>	<b>\$7,548</b>
<b>Liabilities and Fund Equity:</b>					
<b>Liabilities:</b>					
Due to Other Funds	\$0	\$23,040	\$0	\$0	\$0
Intergovernmental Payables	0	0	253,558	588	7,548
Due to Others	0	0	0	0	0
<b>Total Liabilities</b>	<b>0</b>	<b>23,040</b>	<b>253,558</b>	<b>588</b>	<b>7,548</b>
<b>Fund Equity:</b>					
Reserved for Endowments	76,130	0	0	0	0
<b>Total Fund Equity</b>	<b>76,130</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$76,130</b>	<b>\$23,040</b>	<b>\$253,558</b>	<b>\$588</b>	<b>\$7,548</b>

**THE CITY OF HAMILTON! OHIO**  
**COMBINING BALANCE SHEET**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 1999**

<i>Agency Funds</i>							
Tax Collection	Butler County Annexation Tax	Hamilton Central Business SID	Fire Damage Deposit Escrow	Municipal Court	Rounding Up Utility Account	Joint Economic Development District	Totals
\$14,419	\$1,867	\$1	\$4,390	\$312,706	\$39	\$2,440	\$354,625
195,012	26,333	12	61,916	0	553	34,416	656,360
0	0	0	0	0	0	0	3,634
0	0	0	0	0	0	0	349
175,141	0	0	0	0	0	0	175,141
0	0	33,000	0	0	0	0	33,000
<u>\$384,572</u>	<u>\$28,200</u>	<u>\$33,013</u>	<u>\$66,306</u>	<u>\$312,706</u>	<u>\$592</u>	<u>\$36,856</u>	<u>\$1,223,109</u>
\$0	\$0	\$0	\$0	\$95,512	\$0	\$0	\$118,552
384,572	28,200	33,013	0	0	0	0	707,479
0	0	0	66,306	217,194	592	36,856	320,948
<u>384,572</u>	<u>28,200</u>	<u>33,013</u>	<u>66,306</u>	<u>312,706</u>	<u>592</u>	<u>36,856</u>	<u>1,146,979</u>
0	0	0	0	0	0	0	76,130
0	0	0	0	0	0	0	76,130
<u>\$384,572</u>	<u>\$28,200</u>	<u>\$33,013</u>	<u>\$66,306</u>	<u>\$312,706</u>	<u>\$592</u>	<u>\$36,856</u>	<u>\$1,223,109</u>



**THE CITY OF HAMILTON, OHIO**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Balance December 31, 1998	Additions	Deductions	Balance December 31, 1999
<b><u>Travel Advance Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$18,216	\$34,184	(\$51,116)	\$1,284
Investments	0	18,122	0	18,122
Accounts Receivable	4,824	3,634	(4,824)	3,634
Total Assets	<u>\$23,040</u>	<u>\$55,940</u>	<u>(\$55,940)</u>	<u>\$23,040</u>
Liabilities:				
Due to Other Funds	\$23,040	\$55,940	(\$55,940)	\$23,040
Total Liabilities	<u>\$23,040</u>	<u>\$55,940</u>	<u>(\$55,940)</u>	<u>\$23,040</u>
<b><u>Employee Taxes and Benefits Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$220,941	\$41,291,828	(\$41,495,983)	\$16,786
Investments	0	236,772	0	236,772
Total Assets	<u>\$220,941</u>	<u>\$41,528,600</u>	<u>(\$41,495,983)</u>	<u>\$253,558</u>
Liabilities:				
Intergovernmental Payable	\$220,941	\$41,528,600	(\$41,495,983)	\$253,558
Total Liabilities	<u>\$220,941</u>	<u>\$41,528,600</u>	<u>(\$41,495,983)</u>	<u>\$253,558</u>
<b><u>Ohio Board of Building Standards Assessment Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$503	\$3,482	(\$3,946)	\$39
Investments	0	549	0	549
Total Assets	<u>\$503</u>	<u>\$4,031</u>	<u>(\$3,946)</u>	<u>\$588</u>
Liabilities:				
Intergovernmental Payable	\$503	\$4,031	(\$3,946)	\$588
Total Liabilities	<u>\$503</u>	<u>\$4,031</u>	<u>(\$3,946)</u>	<u>\$588</u>
<b><u>Miscellaneous Collections for Others Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$0	\$500	\$0	\$500
Investments	13,102	7,048	(13,102)	7,048
Total Assets	<u>\$13,102</u>	<u>\$7,548</u>	<u>(\$13,102)</u>	<u>\$7,548</u>
Liabilities:				
Intergovernmental Payable	\$13,102	\$7,548	(\$13,102)	\$7,548
Total Liabilities	<u>\$13,102</u>	<u>\$7,548</u>	<u>(\$13,102)</u>	<u>\$7,548</u>

(Continued)

**THE CITY OF HAMILTON! OHIO**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Balance December 31, 1998	Additions	Deductions	Balance December 31, 1999
<b><u>Tax Collection Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$0	\$14,419	\$0	\$14,419
Investments	190,739	10,255,758	(10,251,485)	195,012
Due to Other Funds	0	175,141	0	175,141
<b>Total Assets</b>	<b>\$190,739</b>	<b>\$10,445,318</b>	<b>(\$10,251,485)</b>	<b>\$384,572</b>
Liabilities:				
Intergovernmental Payable	\$190,739	\$10,445,318	(\$10,251,485)	\$384,572
<b>Total Liabilities</b>	<b>\$190,739</b>	<b>\$10,445,318</b>	<b>(\$10,251,485)</b>	<b>\$384,572</b>
<b><u>Butler County Annexation Tax Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$36,140	\$14,226	(\$48,499)	\$1,867
Investments	0	26,333	0	26,333
<b>Total Assets</b>	<b>\$36,140</b>	<b>\$40,559</b>	<b>(\$48,499)</b>	<b>\$28,200</b>
Liabilities:				
Intergovernmental Payable	\$36,140	\$40,559	(\$48,499)	\$28,200
<b>Total Liabilities</b>	<b>\$36,140</b>	<b>\$40,559</b>	<b>(\$48,499)</b>	<b>\$28,200</b>
<b><u>Hamilton Central Business Special Improvement District</u></b>				
Assets:				
Cash and Cash Equivalents	\$0	\$70,600	(\$70,599)	\$1
Investments	0	12	0	12
Intergovernmental Receivables	0	33,000	0	33,000
<b>Total Assets</b>	<b>\$0</b>	<b>\$103,612</b>	<b>(\$70,599)</b>	<b>\$33,013</b>
Liabilities:				
Intergovernmental Payable	\$0	\$103,612	(\$70,599)	\$33,013
<b>Total Liabilities</b>	<b>\$0</b>	<b>\$103,612</b>	<b>(\$70,599)</b>	<b>\$33,013</b>
<b><u>Fire Damage Deposit Escrow Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$33,968	\$54,834	(\$84,412)	\$4,390
Investments	10,618	61,916	(10,618)	61,916
<b>Total Assets</b>	<b>\$44,586</b>	<b>\$116,750</b>	<b>(\$95,030)</b>	<b>\$66,306</b>
Liabilities:				
Due to Others	\$44,586	\$116,750	(\$95,030)	\$66,306
<b>Total Liabilities</b>	<b>\$44,586</b>	<b>\$116,750</b>	<b>(\$95,030)</b>	<b>\$66,306</b>

**THE CITY OF HAMILTON, OHIO**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Balance December 31, 1998	Additions	Deductions	Balance December 31, 1999
<b><u>Municipal Court Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$0	\$312,706	\$0	\$312,706
Investments	271,165	0	(271,165)	0
Total Assets	<u>\$271,165</u>	<u>\$312,706</u>	<u>(\$271,165)</u>	<u>\$312,706</u>
Liabilities:				
Due to Other Funds	\$91,569	\$95,512	(\$91,569)	\$95,512
Due to Others	179,596	217,194	(179,596)	217,194
Total Liabilities	<u>\$271,165</u>	<u>\$312,706</u>	<u>(\$271,165)</u>	<u>\$312,706</u>
<b><u>Rounding Up Utility Account Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$552	\$3,637	(\$4,150)	\$39
Investments	0	553	0	553
Total Assets	<u>\$552</u>	<u>\$4,190</u>	<u>(\$4,150)</u>	<u>\$592</u>
Liabilities:				
Due to Others	\$552	\$4,190	(\$4,150)	\$592
Total Liabilities	<u>\$552</u>	<u>\$4,190</u>	<u>(\$4,150)</u>	<u>\$592</u>
<b><u>Convention and Visitors Bureau Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$0	\$113,410	(\$113,410)	\$0
Total Assets	<u>\$0</u>	<u>\$113,410</u>	<u>(\$113,410)</u>	<u>\$0</u>
Liabilities:				
Due to Others	\$0	\$113,410	(\$113,410)	\$0
Total Liabilities	<u>\$0</u>	<u>\$113,410</u>	<u>(\$113,410)</u>	<u>\$0</u>
<b><u>Joint Economic Development District Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$17,017	\$19,397	(\$33,974)	\$2,440
Investments	0	34,416	0	34,416
Total Assets	<u>\$17,017</u>	<u>\$53,813</u>	<u>(\$33,974)</u>	<u>\$36,856</u>
Liabilities:				
Due to Others	\$17,017	\$53,813	(\$33,974)	\$36,856
Total Liabilities	<u>\$17,017</u>	<u>\$53,813</u>	<u>(\$33,974)</u>	<u>\$36,856</u>

(Continued)

**THE CITY OF HAMILTON, OHIO**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

	Balance December 31, 1998	Additions	Deductions	Balance December 31, 1999
<b><u>Totals - All Agency Funds</u></b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$327,337	\$41,933,223	(\$41,906,089)	\$354,471
Investments	485,624	10,641,479	(10,546,370)	580,733
Accounts Receivable	4,824	3,634	(4,824)	3,634
Due from Other Funds	0	175,141	0	175,141
Intergovernmental Receivable	0	33,000	0	33,000
<b>Total Assets</b>	<b><u>\$817,785</u></b>	<b><u>\$52,786,477</u></b>	<b><u>(\$52,457,283)</u></b>	<b><u>\$1,146,979</u></b>
<b>Liabilities:</b>				
Due to Other Funds	\$114,609	\$151,452	(\$147,509)	\$118,552
Intergovernmental Payable	461,425	52,129,668	(51,883,614)	707,479
Due to Others	241,751	505,357	(426,160)	320,948
<b>Total Liabilities</b>	<b><u>\$817,785</u></b>	<b><u>\$52,786,477</u></b>	<b><u>(\$52,457,283)</u></b>	<b><u>\$1,146,979</u></b>



*GENERAL FIXED ASSETS ACCOUNT GROUP*

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General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the Proprietary Funds.

*THE CITY OF HAMILTON! OHIO*  
*SCHEDULE OF GENERAL FIXED ASSETS*  
*BY SOURCE*  
*DECEMBER 31, 1999*

General Fixed Assets:

Land	\$15,662,685
Buildings and Improvements	7,777,085
Machinery and Equipment	11,473,115
Construction in Progress	2,651,991
Total General Fixed Assets	<u>\$37,564,876</u>

Investment in General Fixed Assets from:

General Fund	\$4,302,282
Special Revenue Funds	10,630,144
Capital Projects Funds	4,114,486
Enterprise Funds	8,070,101
Federal Grants	4,402,673
Donated	6,045,190
Total Investment in General Fixed Assets	<u>\$37,564,876</u>

**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF GENERAL FIXED ASSETS**  
**BY CATEGORY**  
**DECEMBER 31, 1999**

Function and Activity	Land	Buildings and Improvements	Machinery and Equipment	Construction in Progress	Total
Judicial and Executive	\$3,503,223	\$1,789,534	\$1,000,538	\$0	\$6,293,295
Highways and Streets	0	268,896	2,900,383	67,078	3,236,357
Public Safety	762,224	1,484,415	5,530,624	2,579,913	10,357,176
Public Health and Welfare	5,433	0	208,544	0	213,977
Culture and Recreation	7,673,622	4,234,240	1,770,623	5,000	13,683,485
Community Environment	3,718,183	0	62,403	0	3,780,586
Total General Fixed Assets	<u>\$15,662,685</u>	<u>\$7,777,085</u>	<u>\$11,473,115</u>	<u>\$2,651,991</u>	<u>\$37,564,876</u>



**THE CITY OF HAMILTON! OHIO**  
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**FOR THE YEAR ENDED DECEMBER 31, 1999**

Function and Activity	December 31, 1998	Transfers	Additions	Deletions	December 31, 1999
Judicial and Executive	\$5,632,470	(\$53,550)	\$729,009	(\$14,634)	\$6,293,295
Highways and Streets	2,853,027	(9,621)	696,381	(303,430)	3,236,357
Public Safety	6,863,911	49,293	3,897,791	(453,819)	10,357,176
Public Health and Welfare	203,007	12,539	60,997	(62,566)	213,977
Culture and Recreation	13,524,433	11,446	337,891	(190,285)	13,683,485
Community Environment	3,740,477	(10,107)	57,144	(6,928)	3,780,586
Total General Fixed Assets	<u>\$32,817,325</u>	<u>\$0</u>	<u>\$5,779,213</u>	<u>(\$1,031,662)</u>	<u>\$37,564,876</u>

The logo features the word "Vision" in a bold, sans-serif font, with the number "20" to its right. The "20" is stylized with horizontal lines passing through it, suggesting motion or a digital theme. Below "Vision 20" is a black rectangular box containing the word "HAMILTON!" in white, all-caps, sans-serif font.

# Vision 20 HAMILTON!

*Hamilton is a city filled with the celebration of life!*

We strive to preserve and enhance the unique qualities of every individual who chooses to live and work in our community by providing leadership, vision and a progressive range of opportunities necessary for personal and professional growth and development.

Our citizens celebrate cultural diversity and genuinely care for one another regardless of where we live or work.

Hamilton is alive with safe parks, open spaces, a vibrant riverfront, quiet neighborhoods, numerous places of worship, excellent schools, plentiful shopping, comfortable places to eat and be entertained, venues for morning strolls and evening

dances, exciting activities, sports events and a wide variety of career opportunities.

Hamilton benefits from the advanced connectivity provided by modern transportation and cutting edge technology. We are part of a region in which we actively participate, and accordingly are well positioned to share in and benefit from the global economy.

This is a city where government is responsive, cooperative sensitive to culture and environment and embraces the highest standards of integrity, openness and accountability to all those it services. With a proud past and a promising future we strive daily to grow stronger together.

## *STATISTICAL TABLES*

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*THE FOLLOWING UNAUDITED STATISTICAL TABLES REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS AND FISCAL CAPACITY OF THE CITY.*

**THE CITY OF HAMILTON! OHIO**  
**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)**  
**LAST TEN YEARS**

Year	Security of Persons and Property	Public Health and Welfare	Leisure Time Activities	Community Environment	Basic		Trans- portation	General Government	Other	Debt Service	Total
					Utility Services	Services					
1990	\$11,345,418	\$672,515	\$705,206	\$1,800,580	\$1,940,641	\$3,247,088	\$8,962,829	\$1,573,006	\$3,736,336	\$33,983,619	
1991	11,452,549	632,383	933,227	1,014,240	2,360,233	2,824,670	9,205,334	1,620,376	3,914,100	33,957,112	
1992	13,917,243	640,658	1,123,050	1,087,899	2,125,005	3,070,715	9,023,309	1,892,025	20,840,011	53,719,915	
1993	13,587,021	632,800	1,151,682	1,306,353	2,088,808	2,256,845	9,394,991	1,887,406	20,971,272	53,277,178	
1994	14,468,796	2,913,613	1,397,297	0	4,819,135	1,238,846	9,958,161	3,040,982	3,625,981	41,462,811	
1995	15,624,439	3,073,314	1,485,478	66,066	5,900,557	1,071,857	9,170,916	1,070,189	3,182,977	40,645,793	
1996	15,716,657	3,017,153	1,468,547	61,924	6,784,559	342,109	8,779,209	1,696,716	3,061,114	40,927,988	
1997	18,885,473	1,038,463	1,386,498	3,273,987	3,264,559	5,399,901	3,541,693	1,956,916	585,447	39,332,937	
1998	20,917,547	929,468	1,450,428	3,857,752	3,417,779	3,798,017	3,492,456	2,516,661	629,772	41,009,880	
1999	22,079,479	1,154,362	1,500,132	3,879,197	3,158,679	3,918,044	3,533,137	3,614,661	4,508,442	47,346,133	

(1) Includes General Fund, Special Revenue Funds and Debt Service Fund

**THE CITY OF HAMILTON! OHIO**  
**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)**  
**LAST TEN YEARS**

Year	Taxes	Inter-Governmental Revenue	Charges for Services	Licenses and Permits	Investment Earnings	Fines and Forfeitures	All Other (2)	Total
1990	\$21,660,561	\$4,948,553	\$2,907,073	\$1,151,973	\$269,244	\$644,099	\$5,411,774	\$36,993,277
1991	22,471,045	4,050,645	2,904,645	1,301,057	319,373	607,822	5,016,885	36,671,472
1992	24,595,082	4,327,201	2,925,421	622,693	103,167	695,847	22,502,407	55,771,818
1993	25,925,714	3,400,246	4,518,765	664,243	314,331	514,687	22,343,297	57,681,283
1994	15,368,366	4,142,285	4,515,569	600,926	253,422	608,297	483,196	25,972,061
1995	15,528,335	4,282,817	5,195,183	599,973	511,457	662,971	150,780	26,931,516
1996	16,059,615	4,601,477	4,426,482	606,551	552,151	615,249	245,099	27,106,624
1997	18,966,520	11,471,057	6,942,969	1,017,654	899,697	892,594	688,179	40,878,670
1998	19,602,814	12,017,253	7,286,856	1,019,662	1,220,528	916,683	895,279	42,959,075
1999	21,248,690	9,806,368	8,174,945	1,293,759	989,936	1,017,607	1,077,633	43,608,938

(1) Includes General Fund, Special Revenue Funds and Debt Service Fund  
(2) Includes Special Assessment Revenue

**THE CITY OF HAMILTON, OHIO**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN YEARS**

Collection Year	Total Tax Levy	Current Tax Collections	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy		Accumulated Outstanding Delinquent Taxes	Percentage of Accumulated Delinquent Taxes to Total Tax Levy
					Total Tax Collections	To Tax Levy		
1990	\$2,106,981	\$1,986,039	\$87,417	\$2,073,456	98.41%	98.41%	\$127,589	6.06%
1991	2,400,875	2,302,012	74,971	2,376,983	99.00%	99.00%	151,481	6.31%
1992	2,426,247	2,389,030	91,256	2,480,286	102.23%	102.23%	97,442	4.02%
1993	2,422,831	2,367,786	81,165	2,448,951	101.08%	101.08%	71,327	2.94%
1994	2,699,976	2,572,493	56,676	2,629,169	97.38%	97.38%	142,134	5.26%
1995	2,717,436	2,696,442	76,578	2,773,020	102.05%	102.05%	86,550	3.18%
1996	3,049,455	2,914,580	84,427	2,999,007	98.35%	98.35%	136,978	4.49%
1997	2,715,612	2,650,487	92,675	2,743,162	101.01%	101.01%	109,428	4.03%
1998	2,915,612	2,718,937	110,001	2,828,938	97.03%	97.03%	196,102	6.73%
1999	2,985,053	2,928,559	122,993	3,051,552	102.23%	102.23%	129,603	4.34%

Source: Butler County Auditor

**THE CITY OF HAMILTON, OHIO  
TANGIBLE TAX COLLECTED  
LAST TEN YEARS**

<u>Year Paid</u>	<u>Amount</u>
1990	\$472,527
1991	517,797
1992	497,377
1993	459,700
1994	486,598
1995	476,494
1996	485,725
1997	532,307
1998	409,138
1999	556,065

Source: Butler County Auditor

**THE CITY OF HAMILTON/ OHIO**  
**ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES**  
**OF TAXABLE PROPERTY**  
**LAST TEN YEARS**

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1990	\$453,805,020	\$1,296,585,771	\$24,725,160	\$28,096,773	\$100,251,781	\$358,042,075	\$578,781,961	\$1,682,724,619	34.40%
1991	454,464,570	1,298,470,200	24,725,160	28,096,773	103,964,810	371,302,893	583,154,540	1,697,869,866	34.35%
1992	450,376,680	1,286,790,514	28,121,020	31,955,705	99,377,577	382,221,450	577,875,277	1,700,967,669	33.97%
1993	504,321,010	1,440,917,171	28,486,820	32,371,386	92,514,316	370,057,264	625,322,146	1,843,345,822	33.92%
1994	508,531,960	1,452,948,457	28,643,430	32,549,352	94,840,921	379,363,684	632,016,311	1,864,861,493	33.89%
1995	524,709,430	1,499,169,800	26,260,830	29,841,852	93,278,298	373,113,192	644,248,558	1,902,124,844	33.87%
1996	542,950,510	1,551,287,171	24,232,980	27,537,477	98,464,254	393,857,016	665,647,744	1,972,681,665	33.74%
1997	568,209,450	1,623,455,571	23,056,940	26,201,068	116,728,432	466,913,728	707,994,822	2,116,570,368	33.45%
1998	579,622,630	1,656,064,657	22,567,390	25,644,761	81,266,104	325,064,416	683,456,124	2,006,773,834	34.06%
1999	657,229,440	1,877,798,400	21,454,090	24,379,648	108,159,070	432,636,280	786,842,600	2,334,814,328	33.70%

Source: Butler County Auditor



**THE CITY OF HAMILTON, OHIO**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
**(PER \$1,000 OF ASSESSED VALUATIONS)**  
**LAST TEN YEARS**

Collection Year	City of Hamilton						Hamilton City		Butler County
	General Fund	Police Pension Fund	Fire Pension Fund	Miami Conservancy Fund	Total City	School District			
1990	4.21	0.30	0.30	0.30	5.11	36.91	7.45		
1991	4.21	0.30	0.30	0.30	5.11	36.91	7.45		
1992	4.21	0.30	0.30	0.30	5.11	36.91	7.45		
1993	4.21	0.30	0.30	0.30	5.11	36.91	7.45		
1994	4.21	0.30	0.30	0.30	5.11	43.81	7.44		
1995	4.21	0.30	0.30	0.30	5.11	43.81	7.45		
1996	4.21	0.30	0.30	0.30	5.11	43.81	7.44		
1997	4.21	0.30	0.30	0.25	5.06	43.81	8.44		
1998	4.21	0.30	0.30	0.25	5.06	43.81	8.45		
1999	4.21	0.30	0.30	0.25	5.06	43.81	8.44		

Source: Butler County Auditor  
Butler County Treasurer

**CITY OF HAMILTON, OHIO**  
**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS**  
**LAST TEN YEARS**

<u>Collection Year</u>	<u>Amount Billed</u>	<u>Amount Collected</u>	<u>Percent Collected</u>
1990	\$178,766	\$153,739	86.0%
1991	203,917	177,144	86.9%
1992	141,448	123,060	87.0%
1993	161,638	142,103	87.9%
1994	149,046	135,014	90.6%
1995	155,527	142,475	91.6%
1996	257,325	213,543	83.0%
1997	337,449	271,821	80.6%
1998	398,531	329,817	82.8%
1999	421,687	397,229	94.2%

Source: Butler County Auditor

**THE CITY OF HAMILTON, OHIO**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**DECEMBER 31, 1999**

	<u>Total Debt</u>	<u>Unvoted Debt</u>
Net Assessed Valuation	\$786,842,600	\$786,842,600
Legal Debt Limitation (%) (1)	10.50%	5.50%
Legal Debt Limitation (\$) (1)	82,618,473	43,276,343
Applicable City Debt Outstanding (2)	14,195,000	14,195,000
Less: Applicable Debt Service Fund Amounts	(460,275)	(460,275)
Net Indebtedness Subject to Limitation	13,734,725	13,734,725
Legal Debt Margin	\$68,883,748	\$29,541,618

(1) Direct Debt Limitation Based Upon Section 133, The Uniform Bond Act of the Ohio Revised Code

(2) City Debt Outstanding Includes Non Self-Supporting General Obligation Bonds and Notes Only. Enterprise Debt and Special Assessment Debt are Not Considered in the Computation of the Legal Debt Margin.

**THE CITY OF HAMILTON! OHIO**  
**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE**  
**AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA**  
**LAST TEN YEARS**

Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Funds Available	Net Bonded Debt	Ratio of	
						Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1990	61,436	\$578,781,961	\$1,895,000	\$187,901	\$1,707,099	0.29%	\$27.79
1991	61,981	583,154,540	1,667,000	259,460	1,407,540	0.24%	22.71
1992	62,314	577,875,277	1,525,500	275,158	1,250,342	0.22%	20.07
1993	62,278	625,322,146	1,384,000	284,803	1,099,197	0.18%	17.65
1994	62,558	632,016,311	1,930,000	283,344	1,646,656	0.26%	26.32
1995	62,117	644,248,558	1,675,000	319,084	1,355,916	0.21%	21.83
1996	61,833	665,647,744	1,410,000	367,136	1,042,864	0.16%	16.87
1997	61,100	707,994,822	1,135,000	414,740	720,260	0.10%	11.79
1998	61,100	683,456,124	845,000	459,894	385,106	0.06%	6.30
1999	61,810	786,842,600	3,905,000	460,275	3,444,725	0.44%	55.73

Source:

(1) US Bureau of Census, Ohio Municipal Advisory Council

(2) Butler County Auditor

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

**THE CITY OF HAMILTON, OHIO**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES**  
**FOR GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**  
**LAST TEN YEARS**

Year	Debt Principal	Debt Interest	Total Debt Service	Total General Governmental Expenditures	Ratio of Tax Debt Service to General Governmental Expenditures
1990	\$55,000	\$27,225	\$82,225	\$33,983,619	0.24%
1991	228,000	156,656	384,656	33,957,112	1.13%
1992	141,500	142,999	284,499	53,719,915	0.53%
1993	141,500	212,416	353,916	53,277,178	0.66%
1994	1,384,000 (1)	109,841	1,493,841	41,462,811	3.60%
1995	255,000	84,983	339,983	40,645,793	0.84%
1996	265,000	75,290	340,290	40,927,988	0.83%
1997	275,000	64,478	339,478	39,332,937	0.86%
1998	290,000	52,490	342,490	41,009,880	0.84%
1999	440,000	160,077	600,077	47,346,133	1.27%

(1) Low Level Dam Bonds refinanced

**THE CITY OF HAMILTON, OHIO**  
**COMPUTATION OF ALL DIRECT AND OVERLAPPING DEBT**  
**DECEMBER 31, 1999**

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of Hamilton	Amount Applicable to City of Hamilton
<b>Direct</b>			
City of Hamilton	\$13,734,725	100.00%	\$13,734,725
<b>Overlapping Political Subdivisions</b>			
Hamilton City School District	7,060,000	100.00%	7,060,000
Butler County	16,445,000	13.05%	2,146,073
		Subtotal	9,206,073
		Total	\$22,940,798

Source: Butler County

Note: Percentage of indebtedness of the City's overlapping political subdivisions was determined by dividing the City's assessed valuation by the total assessed valuation of other entities.

**THE CITY OF HAMILTON, OHIO**  
**REVENUE BOND COVERAGE - GAS MORTGAGE BONDS**  
**LAST TEN YEARS**

Year	Gross Revenues (1)	Direct Operating Expenses (2)	Net Revenue Available For Debt Service	Debt Service Requirement (3)	Coverage
1990	\$16,510,845	\$17,000,326	(\$489,481)	\$0	0.00
1991	20,311,053	19,788,813	522,240	0	0.00
1992	23,194,386	20,694,688	2,499,698	0	0.00
1993	24,641,183	21,760,939	2,880,244	0	0.00
1994	23,671,505	19,916,867	3,754,638	1,410,284	2.66
1995	23,423,461	18,747,975	4,675,486	1,771,993	2.64
1996	25,905,396	22,452,558	3,452,838	1,755,044	1.97
1997	22,904,044	22,386,943	517,101	1,771,384	0.29
1998	20,689,395	17,784,751	2,904,644	1,757,233	1.65
1999	19,044,722	15,301,145	3,743,577	1,771,241	2.11

(1) Gross revenues include total operating revenues plus investment earnings

(2) Direct operating expenses include total operating expenses less depreciation

(3) Annual debt service requirements include principal and interest on revenue bonds only

**THE CITY OF HAMILTON, OHIO**  
**REVENUE BOND COVERAGE - ELECTRIC MORTGAGE BONDS**  
**LAST TEN YEARS**

Year	Gross Revenues (1)	Direct Operating Expenses (2)	Net Revenue Available For Debt Service	Debt Service Requirement (3)	Coverage
1990	\$34,437,690	\$20,329,809	\$14,107,881	\$13,654,425	1.03
1991	39,279,212	22,712,887	16,566,325	13,656,550	1.21
1992	39,222,890	21,214,427	18,008,463	12,102,750	1.49
1993	44,620,022	30,585,966	14,034,056	14,672,181	0.96
1994	40,165,086	24,320,192	15,844,894	13,180,484	1.20
1995	42,881,644	23,281,958	19,599,686	13,065,778	1.50
1996	42,508,123	25,902,788	16,605,335	13,474,296	1.23
1997	41,872,341	25,137,850	16,734,491	13,437,022	1.25
1998	46,193,083	28,323,561	17,869,522	14,708,761	1.21
1999	45,550,193	28,847,567	16,702,626	14,714,560	1.14

(1) Gross revenues include total operating revenues plus investment earnings

(2) Direct operating expenses include total operating expenses less depreciation

(3) Annual debt service requirements include principal and interest on revenue bonds only



**THE CITY OF HAMILTON, OHIO**  
**REVENUE BOND COVERAGE - WATER MORTGAGE BONDS**  
**LAST TEN YEARS**

Year	Gross Revenues (1)	Direct Operating Expenses (2)	Net Revenue Available For Debt Service	Debt Service Requirement (3)	Coverage
1990	\$6,291,176	\$5,615,907	\$675,269	\$0	0.00
1991	9,319,308	5,953,212	3,366,096	0	0.00
1992	9,733,866	6,471,176	3,262,690	3,372,708	0.97
1993	10,832,588	6,135,956	4,696,632	3,679,318	1.28
1994	10,762,199	6,068,384	4,693,815	3,449,123	1.36
1995	12,624,010	7,381,012	5,242,998	3,722,497	1.41
1996	12,693,385	7,446,434	5,246,951	4,336,510	1.21
1997	13,697,927	8,387,526	5,310,401	4,198,946	1.26
1998	13,791,322	9,041,396	4,749,926	4,226,462	1.12
1999	15,887,109	9,770,557	6,116,552	4,295,970	1.42

(1) Gross revenues include total operating revenues plus investment earnings

(2) Direct operating expenses include total operating expenses less depreciation

(3) Annual debt service requirements include principal and interest on revenue bonds only

**THE CITY OF HAMILTON, OHIO**  
**REVENUE BOND COVERAGE - WASTEWATER MORTGAGE BONDS**  
**LAST TEN YEARS**

Year	Gross Revenues (1)	Direct Operating Expenses (2)	Net Revenue Available For Debt Service	Debt Service Requirement (3)	Coverage
1990	\$8,136,577	\$6,643,128	\$1,493,449	\$0	0.00
1991	7,799,798	6,497,520	1,302,278	0	0.00
1992	7,064,176	7,153,771	(89,595)	0	0.00
1993	9,222,403	7,206,702	2,015,701	0	0.00
1994	9,092,248	7,482,489	1,609,759	0	0.00
1995	11,675,796	7,709,494	3,966,302	0	0.00
1996	10,451,352	7,725,555	2,725,797	2,397,977	1.14
1997	11,258,636	8,129,627	3,129,009	542,489	5.77
1998	12,266,144	7,596,718	4,669,426	2,101,185	2.22
1999	12,955,842	4,828,167	8,127,675	2,133,672	3.81

(1) Gross revenues include total operating revenues plus investment earnings

(2) Direct operating expenses include total operating expenses less depreciation

(3) Annual debt service requirements include principal and interest on revenue bonds only

**THE CITY OF HAMILTON, OHIO**  
**DEMOGRAPHIC STATISTICS**  
**LAST TEN YEARS**

Year	City of Hamilton Population (1)	Butler County Population (1)	Unemployment Rate County Area (2)	Per Capita Income County Area (2)	School Enrollment (3)
1990	61,436	291,476	5.7%	\$16,750	10,553
1991	61,981	298,798	5.9%	16,750	10,467
1992	62,314	303,652	6.6%	16,750	10,700
1993	62,278	308,767	6.5%	16,750	10,755
1994	62,558	315,933	5.3%	16,046	10,611
1995	62,117	319,665	4.0%	16,578	10,474
1996	61,833	323,579	4.1%	16,115	10,344
1997	61,100	328,263	3.5%	18,051	10,152
1998	61,100	331,065	3.3%	21,995	10,103
1999	61,810	334,011	3.2%	21,144	10,029

Source: (1) Butler County

(2) Ohio Bureau of Employment Services

(3) Hamilton City School District

**THE CITY OF HAMILTON! OHIO**  
**PROPERTY VALUE AND CONSTRUCTION PERMITS**  
**LAST TEN YEARS**

Year	Residential		Commercial	
	Number of Permits	Property Value	Number of Permits	Property Value
1990	444	\$6,362,418	379	\$32,786,575
1991	369	7,772,050	363	19,247,357
1992	473	9,502,667	280	14,667,635
1993	449	10,156,113	318	16,662,650
1994	497	14,042,863	325	33,878,637
1995	360	9,195,900	375	29,958,447
1996	458	12,550,042	343	30,334,552
1997	472	11,778,788	248	20,279,706
1998	498	15,934,533	311	35,895,828
1999	298	13,618,767	297	55,584,172

Source: City of Hamilton Building Department

**THE CITY OF HAMILTON, OHIO**  
**PRINCIPAL TAXPAYERS (PROPERTY TAX)**  
**DECEMBER 31, 1999**

	Taxpayer	Type of Business	1999 Assessed Valuation (Tax Duplicate)	Percentage of Total Assessed Valuation
1	Champion International Corporation	Manufacturing	\$28,730,330	3.65%
2	Cincinnati Bell Telephone	Utility	13,427,370	1.71%
3	International Paper Company	Manufacturing	9,002,740	1.14%
4	Mercy Health Systems	Healthcare	8,885,800	1.13%
5	Thaneland Corporation	Manufacturing	8,818,130	1.12%
6	Meijer Inc.	Retail	6,975,910	0.89%
7	Cinergy	Utility	6,290,800	0.80%
8	First National Bank	Financial Institution	5,735,510	0.73%
9	Berkeley Square	Retirement Community	4,792,470	0.61%
10	Ohio Casualty Company	Insurance	4,777,150	0.61%
		Sub-Total	97,436,210	12.38%
		All Others	689,406,390	87.62%
		Total	<u>\$786,842,600</u>	<u>100.00%</u>

Based on valuation of property taxes collected in 1998  
Source: Butler County Auditor - Land and Buildings

**THE CITY OF HAMILTON! OHIO**  
**PRINCIPAL TAXPAYERS (INCOME TAX)**  
**DECEMBER 31, 1999**

Taxpayer	Type of Business
1 Champion International Corporation	Manufacturing
2 Butler County	Government
3 Hamilton City School District	Education
4 OHIO Casualty Company	Insurance
5 City of Hamilton	Government
6 Fort Hamilton Hospital	Healthcare
7 Mercy Health Systems	Healthcare
8 Geo Electric Engine	Manufacturing
9 Mosler Inc.	Manufacturing
10 International Paper Company	Manufacturing

Source: Hamilton City Finance Department

**THE CITY OF HAMILTON, OHIO**  
**PRINCIPAL EMPLOYERS**  
**DECEMBER 31, 1999**

	<u>Employer</u>	<u>Type of Business</u>	<u>Number of Employees</u>
1	Champion International Corporation	Manufacturing	1,400
2	Fort Hamilton Hospital	Healthcare	1,100
3	Hamilton City School District	Education	1,070
4	Butler County	Government	900
5	City of Hamilton	Government	750
6	Mercy Health Systems	Healthcare	650
7	Mejjer, Inc.	Retail/Service	460
8	OHIO Casualty Company	Insurance	350
9	General Electric	Manufacturing/Service	300
10	Valeo Climate Control	Manufacturing	290

Source: Each Employer's Personnel Department







STATE OF OHIO  
OFFICE OF THE AUDITOR  
JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490

CITY OF HAMILTON  
BUTLER 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.

By: Susan Babbitt

Date: AUGUST 17, 2000