

**CITY OF MONTGOMERY
HAMILTON COUNTY**

REGULAR AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

CITY OF MONTGOMERY
HAMILTON COUNTY

TABLE OF CONTENTS

<u>TITLE</u>	<u>PAGE</u>
Independent Accountants' Report	under separate cover
Comprehensive Annual Financial Report	under separate cover
Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	1

This page intentionally left blank.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

City of Montgomery
Hamilton County
10101 Montgomery Road
Montgomery, Ohio 45242

To the City Council:

We have audited the financial statements of the City of Montgomery, Hamilton County, Ohio (the City), as of and for the year ended December 31, 2000, and have issued our report thereon dated June 22, 2001. We conducted our audit in accordance with generally accepted auditing standards 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 that we have reported to management of the City in a separate letter dated June 22, 2001.

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. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 22, 2001.

City of Montgomery
Hamilton County
Report on Compliance and on Internal Control Required by
Government Auditing Standards
Page 2

This report is intended for the information and use of management and City Council, and is not intended to be and should not be used by anyone other than these specified parties.

Jim Petro
Auditor of State

June 22, 2001

THE CITY OF MONTGOMERY, OHIO

HAMILTON COUNTY



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2000

THE CITY OF MONTGOMERY, OHIO

HAMILTON COUNTY

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2000

Prepared by:
Department of Finance
Wayne Davis, Director

TABLE OF CONTENTS

CITY OF MONTGOMERY, OHIO HAMILTON COUNTY

I

INTRODUCTORY SECTION:

A	Letter of Transmittal	v
B	List of Principal Officials	xvi
C	City Organizational Chart	xvii
D	Certificate of Achievement for Excellence in Financial Reporting	xviii

II

FINANCIAL SECTION:

A	INDEPENDENT AUDITORS' REPORT	1
B	GENERAL PURPOSE FINANCIAL STATEMENTS	
	Combined Financial Statements - Overview	
	Combined Balance Sheet All Fund Types and Account Groups	4
	Combined Statement of Revenues, Expenditures and Changes in Fund Balances All Governmental Fund Types and Expendable Trust Fund	7
	Combined Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis) All Governmental Fund Types	8
	Statement of Revenues, Expenses and Changes in Accumulated Deficit Proprietary Fund	10
	Statement of Cash Flows Proprietary Fund	11
	Notes to the General Purpose Financial Statements	13

C	COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES	
	General Fund	
	Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis)	39
	Special Revenue Funds	
	Combining Balance Sheet	46
	Combining Statement of Revenues, Expenditures and Changes in Fund Balances	48
	Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis)	
	Memorial Fund	50
	Law Enforcement Fund	51
	Drug Law Enforcement Fund	52
	DUI Enforcement and Education Fund	53
	Mayor's Court Technology Fund	54
	Fire Protection / EMS Fund	55
	Environmental Impact Tax Fund	56
	Street Construction, Maintenance and Repair Fund	57
	Street and Storm Sewer Fund	58
	Arts and Amenities Fund	59
	Debt Service Funds	
	Combining Balance Sheet	62
	Combining Statement of Revenues, Expenditures and Changes in Fund Balances	63
	Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis)	
	Special Assessment Bond Retirement Fund	64
	General Obligation Bond Retirement Fund	65
	Pioneer Park Bond Retirement Fund	66
	Reserve of Montgomery Bond Retirement Fund	67
	Ohio National Tax Increment Fund	68

Capital Projects Funds	
Combining Balance Sheet	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	71
Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis)	
Capital Improvement Fund	72
Urban Redevelopment Fund	73
Special Assessment Capital Projects Fund	74
Fiduciary Fund Types	
Combining Balance Sheet	76
Combining Statement of Changes in Assets and Liabilities - Agency Funds	77
General Fixed Asset Account Group	
Schedule of General Fixed Assets by Source	79
Schedule of General Fixed Assets by Category	80
Schedule of Changes in General Fixed Assets by Function and Activity	81

III

STATISTICAL SECTION

General Governmental Expenditures by Function - Last Ten Years	84
General Governmental Revenues By Source - Last Ten Years	85
Real Property Tax Levies and Collections - Last Ten Years	86
Tangible Tax Collected - Last Ten Years	87
Assessed Valuations and Estimated True Values of Taxable Property - Last Ten Years	88
Property Tax Rates - Direct and Overlapping Governments - Last Ten Years	89
Special Assessment Billings and Collections - Last Ten Years	90
Computation of Legal Debt Margin	91
Ratio of Net General Obligation Bonded Debt to Assessed Value and General Obligation Bonded Debt Per Capita - Last Ten Years	92
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures - Last Ten Years	93
Computation of All Direct and Overlapping Governmental Debt	94
Demographic Statistics - Last Ten Years	95
Property Value and Construction Permits - Last Ten Years	96
Principal Taxpayers (Property Tax)	97
Principal Taxpayers (Income Tax)	98
Principal Employers	99
Miscellaneous Statistics	100



INTRODUCTORY SECTION

This Page is Intentionally Left Blank.



[HTTP://WWW.CITYOFMONTGOMERYOHIO.US](http://www.cityofmontgomeryohio.us)

CITY OF MONTGOMERY, OHIO

10101 MONTGOMERY ROAD
MONTGOMERY, OHIO 45242

PHONE (513) 792-8349 FAX (513) 891-2498

June 30, 2001

To the Citizens of the City of Montgomery, Ohio:

We are pleased to present the Comprehensive Annual Financial Report for the City of Montgomery for the fiscal year ended December 31, 2000. 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

This report represents a commitment by the City of Montgomery to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been presented.

The report is comprised of three major sections:

1. *The Introductory Section* includes this Letter of Transmittal which addresses the organization, accomplishments and operational structure of the City, a list of the principal city officials, and an organizational chart.
2. *The Financial Section* contains the City's general purpose financial statements which include explanatory notes and provide an overview of the City's financial position and operating results, the combining financial statements of the individual funds and account groups that provide detailed information to the general purpose financial statements and the Report of the Independent Auditors.
3. *The Statistical Section* presents social, economic and historical data for general information and identifies financial trends.

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.

The City provides the following services to its residents and businesses: police and fire protection, emergency medical response, parks and recreational activities, planning, zoning, street maintenance, solid waste collection, income tax collection and other governmental services. The City also has one blended component unit (Montgomery Community Improvement Corporation) which was established under Ohio law to provide a means of attracting businesses to Montgomery that would enhance the community. This entity's board of directors consists entirely of Montgomery's council members.

The City of Montgomery

The City of Montgomery is a vibrant Ohio community located 12 miles north of Cincinnati. Its 5.3 square mile area serves an estimated residential population of 10,000. Montgomery was incorporated as a village in 1910 and became a City in 1971. It is a home rule City with a Council-Manager form of government. The City's responsibilities and structure are outlined in the City Charter, which was adopted by its citizens in 1981 and was last amended in 1984.

City Council

The legislative body of Montgomery consists of a seven-member Council. Each council member is elected by the City at large for overlapping four-year terms, staggered to expire four seats then three seats every two years. The term of a council member begins on the fourth Thursday of November of the year the member is elected to office. The Council elects a Mayor and Vice Mayor from within its ranks. These officers each serve a two-year term. The Mayor's primary duties include presiding over City Council meetings and performing ceremonial civic duties. The Vice Mayor assumes the duties of the Mayor in his or her absence. In 1996, the City obtained the services of a magistrate to oversee the proceedings of Montgomery's Mayor's Court.

The City Council has established various boards and commissions to help in its historic preservation efforts, community development and enhancement, and evaluation of the numerous projects carried out each year. All of these boards and commissions are run by volunteers who live in Montgomery. The following is a brief description of their purposes and goals.

Arts Commission

This commission was established to foster the visual and performing arts within the City. It was established when a Montgomery resident bequeathed artwork to the City with the request that the City promote artistic endeavors. The Commission advises Council on the prudent and productive use of its financial resources, including the assets held in trust. It sponsors activities throughout the year such as a photography contest and concerts, which are open to the general public.

Beautification and Tree Commission

The Beautification and Tree Commission develops a yearly plan for the care of trees, shrubs, and flowers in public areas. It also proposes programs and makes recommendations for the use of funds allocated to it. Throughout the year, the Commission sponsors events. Those events include the Arbor Day celebration and Beautification Week, when flowers are planted by volunteers in beds throughout the City. The Commission also gives out the Beautification Awards to homes and businesses with outstanding landscaping. Through the Commission's efforts, the City has received the designation of Tree City USA from the National Arbor Day Foundation.

Board of Tax Review

This Board is defined by ordinance to hear appeals of persons dissatisfied with rulings or decisions made by the Tax Commissioner or other City officials regarding taxes and penalties imposed. The Board has the authority to affirm, reverse or modify such rulings or decisions. Hearings requested by a taxpayer before the Board are not meetings of a public body subject to Sections 121.22 of the Ohio Revised Code.

Board of Zoning Appeals

This Board was established to interpret the provisions of the zoning code in order to carry out the intent of the code. Public hearings and meetings are held to review various requests and any other appeals related to the provisions and administration of the City's zoning code.

Civil Service Commission

Defined by the City Charter, the Civil Service Commission ensures that all appropriate civil service examinations and procedures are applied when appointments and promotions are made in the classified services of the City. This Commission makes recommendations to City Council concerning the determination of merit and fitness as the basis for promotions, demotions, suspensions and removals of employees in the classified positions. It is charged with recommending standards to ensure that open classified positions are filled based on competitive examinations and merit, efficiency, character, conduct and seniority. Full-time police and firefighters, excluding the Chief of Police and the Fire Chief, are the only classified positions in the City of Montgomery.

Community Improvement Corp.

The CIC is established under Ohio Revised Code to provide economic development benefits to businesses which are either located in Montgomery or are considering establishing an office in Montgomery. It has assisted businesses in obtaining favorable loan rates, offered incentives to businesses to establish offices in Montgomery and purchased property for the purposes of developing it for resale to desirable businesses. The Board of Directors of the CIC is comprised of the members of City Council.

Landmarks Commission

The Landmarks Commission provides for the preservation of Montgomery's historical, architectural and archeological heritage. It provides research into the historical aspects of various Montgomery properties, and works to designate and protect those areas, places, buildings or objects that possess significance in terms of the City's cultural, social, economic, political or architectural heritage. Its members work to educate the City's residents and businesses concerning its historical heritage, work with other preservation organizations and the Ohio Preservation Office and makes recommendations to the Planning Commission and Council on matters of legislation and development that may affect the City's landmarks or heritage.

Parks and Recreation Commission

The City of Montgomery has worked to acquire and develop desirable areas for its park system--including the municipal swimming pool--which supports all the Montgomery neighborhoods. The Commission's goal is to improve the quality of life for Montgomery residents through the development and maintenance of an integrated park system and by offering a well-rounded recreation program. Its activities include long-term planning for repair and replacement of park equipment.

Planning Commission

This Commission is defined by the City Charter to hold public hearings and make recommendations to the City Council concerning the City's subdivision, platting and zoning ordinances and regulations. It works in cooperation with other governmental or private planning agencies to secure the maximum benefits to Montgomery. It regularly conducts studies and surveys, as well as plans for the growth, development, redevelopment, rehabilitation and renewal of the City.

Sister Cities Commission

The Sister Cities Commissions is another cultural endeavor designed to enhance City life and to provide education and understanding concerning other cultures. It participates in an active exchange program with its Sister City, Neuilly-Plaisance in France. Activities sponsored during the year include an annual Bastille Day Celebration, professional and student exchanges, and a Sister Cities International Art Contest.

We are pleased and honored to have many volunteers who dedicate hundreds of hours to each of these endeavors. Without them, many projects and activities which enhance the quality of life in Montgomery would not be possible.

ECONOMIC CONDITIONS AND OUTLOOK

Montgomery is a very desirable community in which to live and do business. Its prime location along Interstates 71 and 275 in northeastern Hamilton County, alluring properties, and easy access to the entire Greater Cincinnati region has created consistently high values for both residential and commercial properties. Montgomery is located in the Sycamore School District, which is a district that is nationally recognized for its academic excellence.

The City's economy is diverse with an ideal mix of residential, office and retail uses. Primary employers include Bethesda North Hospital, the Sycamore School District, the world famous Montgomery Inn, the Ohio National Life Insurance Company and the Cincinnati Eye Institute. All of these employers are growing and are reflective of the economic vitality of the entire Cincinnati region, with its low unemployment and high growth rates. In addition to the economic contributions of the major employers above, in recent years the City has experienced an expanding medical professional business environment with a variety of general and specialty medical practitioners and clinics. In addition to the expanding medical community, the City's historic downtown offers numerous retail and dining choices for residents and visitors, alike.

The local economy continued its healthy growth in 2000 as evidenced by income tax collections which increased 10.6% over 1999 collections. Likewise, the value of Montgomery residential and commercial property continues to increase. The increasing property values and new construction within the City both contributed to increasing property tax collections.

The area surrounding the City of Montgomery contains much of the same diversity in businesses that exists within its city limits. The greater Cincinnati area is the home of several Fortune 1000 companies and has experienced consistently low unemployment rates in recent years.

MAJOR INITIATIVES

In the year following the devastation of the April 9, 1999 tornado, the City was able to close out some of the outstanding issues relating to its recovery from the disaster and at the same time, begin its work on new and diverse projects for the City and its residents.

In 2000, the City finalized its efforts involving its recovery from the tornado and also took the time to honor the people impacted by the tornado and the thousands of volunteers who helped with the tornado through a “Day of Appreciation” and the dedication of a landscaped memorial. In addition to these efforts, City staff also made several presentations to other jurisdictions on disaster preparedness, response and recovery, which resulted from the City’s tornado experience. The City received a total of \$492,085 in reimbursements for expenses incurred as a result of the tornado.

Aside from the tornado recovery, one of the first areas to receive attention in 2000 was the City’s smooth transition into “Y2K” with no millennium computer-related problems identified. The City also launched its own web site in 2000 at <http://ci.montgomery.oh.us>. The launch was successful and the City continues to make refinements to the site in the hope of offering a more comprehensive resource for its users.

The year 2000 also saw a number of renovation efforts for the City and some of its historical sites. One of these efforts was the renovation of the historic Sage Tavern in the City’s Heritage District, which produced a home for Starbucks and the French Rendezvous – businesses which opened in December. Another City renovation involved the replacement of the roof and the painting of the ceiling and walls at the Universalist Church.

Commercial and institutional investment in Montgomery grew dramatically in 2000. Due to a general increase in the number of addition/remodeling projects and a few very large institutional developments, total commercial investment reached \$38 million.

Other major initiatives completed in 2000 included the strategic plan that was begun in 1999. This was a long-term effort for the City that will serve as the foundation for a new, broader-based five-year Strategic Plan beginning in 2001. In addition to the strategic planning process, the City continued its update of the Code of Ordinances and Zoning Code, and developed a Resource Manual for the City’s Disaster Plan and Emergency Operations Plan.

Finally, in 2000 the City was able to continue the development of its solid financial base through the administration of its financial plan as presented in its 2000 Budget and Capital Improvement planning documents. The five-year plans presented in each document allow for the City to chart and attempt to maintain a fiscal course enabling the City to fund current operations, replace or improve outdated capital assets, reduce City debt and establish plans for four years beyond the current budget year. Fiscal year 2000 ensured that the City is maintaining its financial direction.

FINANCIAL HIGHLIGHTS

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 office.

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 Control

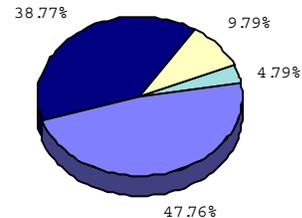
Budgetary control is maintained within the personal services, operating expense, contractual services, and capital outlay categories within each department through the encumbering of estimated purchase amounts prior to the release of formal purchase orders to vendors. Purchase orders which result in an overrun above appropriated balances are not released until additional appropriations are made available via amendments to the annual appropriations ordinance. Open encumbrances as of December 31, 2000 are reported as reservations of fund balances within this report.

General Governmental Revenues

Governmental Governmental revenues (i.e., general, special revenues, debt service and capital projects funds) for the City in 2000 increased 35% over those received in 1999. Tax receipts increased by the greatest dollar amount--\$2,922,376, or 37% over 1999. Several factors provide the explanation for the increase in tax receipts, including the 17% increase in the City's income tax receipts, the 245% increase in estate tax receipts and the 48% increase in the City's property tax receipts. The increase in the income tax was a direct result of the robust local economy in 2000, whereas, the property tax increase was due to increased receipts in the Fire Protection/EMS Fund and in the Ohio National Tax Increment Fund. The increased receipts in the Fire Protection/EMS Fund resulted from the voter's approval of a replacement levy in 1999, which increased millage from 3.95 to 5.55 mils, and also to the property reappraisal process for tax year 1999, which impacted collections for 2000. The Ohio National Tax Increment Fund increased 2000 receipts primarily due to 1997 and 1998 taxes that were omitted in their respective years and subsequently added to the 2000 collections. Taxes, which provided 84% of the City's revenues, were generated by the following tax sources:

2000 Tax Receipts	2000	%
Income Tax	\$5,215,804	47.76
Property Tax	4,234,218	38.77
Estate Tax	1,068,677	9.79
Miscellaneous Tax	402,356	3.68
Total Resources	<u>\$10,921,055</u>	<u>100.00</u>

2000



Intergovernmental revenues are comprised of funds from revenue sharing programs with the County and State. In 2000, the revenues for this funding source decreased by 77%. This drop off was due to funds received from the State in 1999 for tornado relief, which were not required in 2000.

Charges for services consist primarily of charges levied by the Recreation Department for various recreational programs, pool fees, lodge rental charges and the cemetery charges for lot sales and interments. Charges for Services increased by 11% in 2000, which is a reflection of a return to normal levels of usage for City services after a down year in 1999. The decline in 1999 was due to lower than normal usage by City residents as they attempted to recover from the tornado.

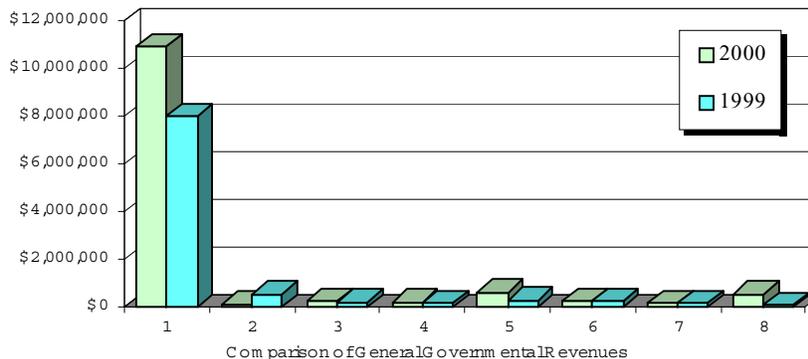
Investment of fund balances, which are held for future projects or for safety margins provide approximately 5% of the City's revenues. Investment earnings increased by 106% in 2000. This significant increase was primarily attributable to the fact that the City had greater cash balances available from which to earn investment income during 2000 than in 1999.

Fines and forfeitures increased by 13% in 2000, which again, reflects a return to normal levels of police and court activity following 1999 when safety forces were dedicating a large part of their efforts to the restoration of order in the wake of the tornado.

All other revenue sources increased by 571% in 2000, which was due to the previously mentioned funds received as refunds from insurance and the State of Ohio Controlling Board for tornado reimbursable expenditures.

A comparison of 1999 and 2000 governmental funds revenue follows:

Revenue Source	2000 Total	Percent of Total	1999 Total	Increase (Decrease) over 1999	Percent of Increase (Decrease)
1. Taxes	\$10,921,055	83.68%	\$7,998,679	\$2,922,376	36.54%
2. Intergovernmental Revenues	122,067	0.94%	529,898	(407,831)	(76.96%)
3. Charges for Services	236,043	1.81%	212,272	23,771	11.20%
4. Licenses and Permits	214,031	1.64%	159,297	54,734	34.36%
5. Investment Earnings	614,128	4.71%	298,124	316,004	106.00%
6. Special Assessments	244,251	1.87%	264,124	(19,873)	(7.52%)
7. Fines and Forfeitures	173,629	1.33%	153,457	20,172	13.15%
8. All Other Revenues	525,916	4.03%	78,324	447,592	571.46%
Total	\$13,051,120	100.00%	\$9,694,175	\$3,356,945	



Expenditures

General Governmental expenditures (i.e., general, special revenues, debt service and capital projects funds) for 2000 declined by approximately 3%, excluding capital outlay and debt principal and interest.

Security of Persons and Property decreased by 9%, reflecting a return to normal levels of expenditure for this category in the year following the tornado. The majority of this decrease occurred in the Disaster Service function within the General Fund.

Public Health and Welfare Services expenditures decreased by 24% in 2000, which was the result of a contract that was not renewed in 2000.

Leisure Time Activities increased by \$75,422, which was a 17% increase over 1999. This increase was primarily due to the completion of several large capital projects in the City's Park Department, including tree planting in the Johnson Nature Preserve and the resurfacing of parking lots at the parks.

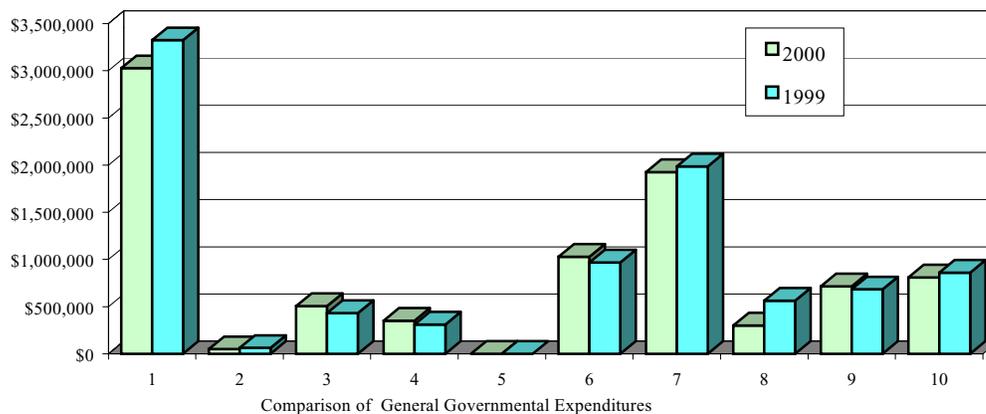
Community Environment expenditures increased by almost 13%, resulting from a large equipment purchase in the City Beautiful Fund as well as increased activity in the Memorial Fund.

Capital Outlay costs in 2000 decreased \$260,168 or 46%. This decrease was attributable to the completion of the renovation of City Hall in 1999.

The following table illustrates the distribution of operating costs for the City in 2000, with comparative data for 1999:

This General Governmental expenditure data is shown in graphic form on the following page.

Function	2000 Total	Percent of Total	1999 Total	Increase (Decrease) over 1999	Percent of Increase (Decrease)
1. Security of Persons & Property	\$3,024,669	34.72%	\$3,322,830	(\$298,161)	(8.97%)
2. Public Health & Welfare Services	47,900	0.55%	62,852	(14,952)	(23.79%)
3. Leisure Time Activities	507,291	5.82%	431,869	75,422	17.46%
4. Community Environment	350,474	4.02%	310,787	39,687	12.77%
5. Basic Utility Services	0	0.00%	1,152	(1,152)	(100.00%)
6. Transportation	1,029,656	11.82%	965,784	63,872	6.61%
7. General Government	1,924,549	22.09%	1,985,387	(60,838)	(3.06%)
8. Capital Outlay	301,955	3.47%	562,123	(260,168)	(46.28%)
9. Debt Service - Principal	714,883	8.21%	683,000	31,883	4.67%
10. Debt Service - Interest	811,141	9.30%	858,454	(47,313)	(5.51%)
Total	<u>\$8,712,518</u>	<u>100.00%</u>	<u>\$9,184,238</u>	<u>(\$471,720)</u>	



Proprietary Funds

An enterprise fund records the activities of the municipal pool, which represents the City's only enterprise activity. The value of the fund's fixed assets at December 31, 2000 was \$1,594,986, which reflected the 2000 depreciation expense of \$53,396. There were no new fixed assets purchased in the fund in 2000. It is City Council's intention to have the fees charged for the use of the pool, its services and concessions cover the costs of operating and maintaining the facility.

Fiduciary Funds

The fiduciary funds--Historical Trust, Mayor's Court, and Trust Reimbursement --collectively decreased their balances by \$15,356, primarily due to expenditures in the Historical Trust fund for the re-roofing of the Universalist Church in 2000.

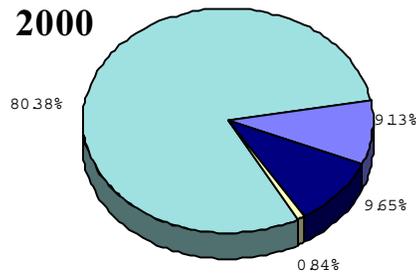
Debt Administration

At the end of December 2000, the City had outstanding general obligation bonds in the amount of \$11,480,000, special assessments bonds of \$2,922,761, and a long-term compensated absences balance of \$435,567. The major capital projects of recent years have been completed. The City has no immediate plans to issue additional general obligation debt.

Cash Management

Cash that was temporarily idle during the year was invested in interest-bearing demand deposit accounts or in the State Treasurer's investment pool, STAR Ohio. Funds which were determined to be available for longer term investment (\$1,163,467) were invested in U.S. Government Securities (Fifth Third Bank's Liquid Assets Management account) and a special assessment bond (issued by the City of Montgomery). The City's investment policy is to minimize credit and market risks, while obtaining the highest yield possible on its investments. Accordingly, all funds are either insured by federal depository insurance, held in the City's name or are collateralized. All investments meet the State of Ohio's requirements on allowable investments and the City's official investment policy.

Cash Resources	2000	%
Cash	\$1,012,826	9.13
U S Government Securities	1,070,706	9.65
Investments (City's Debt)	92,761	0.84
STAR Ohio	8,918,352	80.38
Total Resources	<u>\$11,094,645</u>	<u>100.00</u>



Risk Management

The City tries to minimize its exposure to risk through employee training and insurance protection plans. Montgomery participates in an insurance pool operated by Miami Valley Risk Management Association, Inc. (MVRMA) for the purpose of obtaining lower insurance rates. MVRMA is a joint insurance pool for municipalities which has been operational since December 1, 1988 and was formed according to Section 2744 of the Ohio Revised Code. This pool covers all property, crime, liability, machinery and public official liability and bonding for the City.

Workers' Compensation insurance is provided by the State of Ohio but rates are pooled with other members of the Ohio Municipal League pool to obtain a lower rate than the City would obtain on its own. Additional information regarding the City's risk management can be found in Note 13, "Risk Management" in the financial section of this report.

OTHER INFORMATION

Independent Audit

The general purpose financial statements of the City of Montgomery were audited by Auditor of the State of Ohio. The independent auditor's unqualified opinion has been included in this report.

Certificate of Achievement

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 Montgomery for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 1999. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Montgomery has received a Certificate of Achievement for the last five consecutive years (fiscal years ended December 31, 1995, 1996, 1997, 1998 and 1999). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments

We want to extend sincere appreciation to the many individuals who have contributed their time and effort in gathering data for this report, particularly the various City departmental staff and members of the Hamilton County Auditor's Office.

Also, it is important to recognize the continued dedication and support of the Montgomery City Council and its Finance Committee. Their commitment to sound financial practices and reporting is the reason this CAFR is possible.

Respectfully submitted,

The City of Montgomery Finance Department

Cheryl Hilvert

Cheryl Hilvert, City Manager

Wayne Davis

Wayne Davis, Director of Finance

Patty Alsip

Patty Alsip, Senior Account Clerk

Rebecca Wellbrock

Rebecca Wellbrock, Tax Commissioner

Suzanne Jarman

Suzanne Jarman, Tax Account Clerk

Sharon Savitt

Sharon Savitt, Payroll Account Clerk

CITY OF MONTGOMERY, OHIO
PRINCIPAL OFFICIALS
DECEMBER 31, 2000

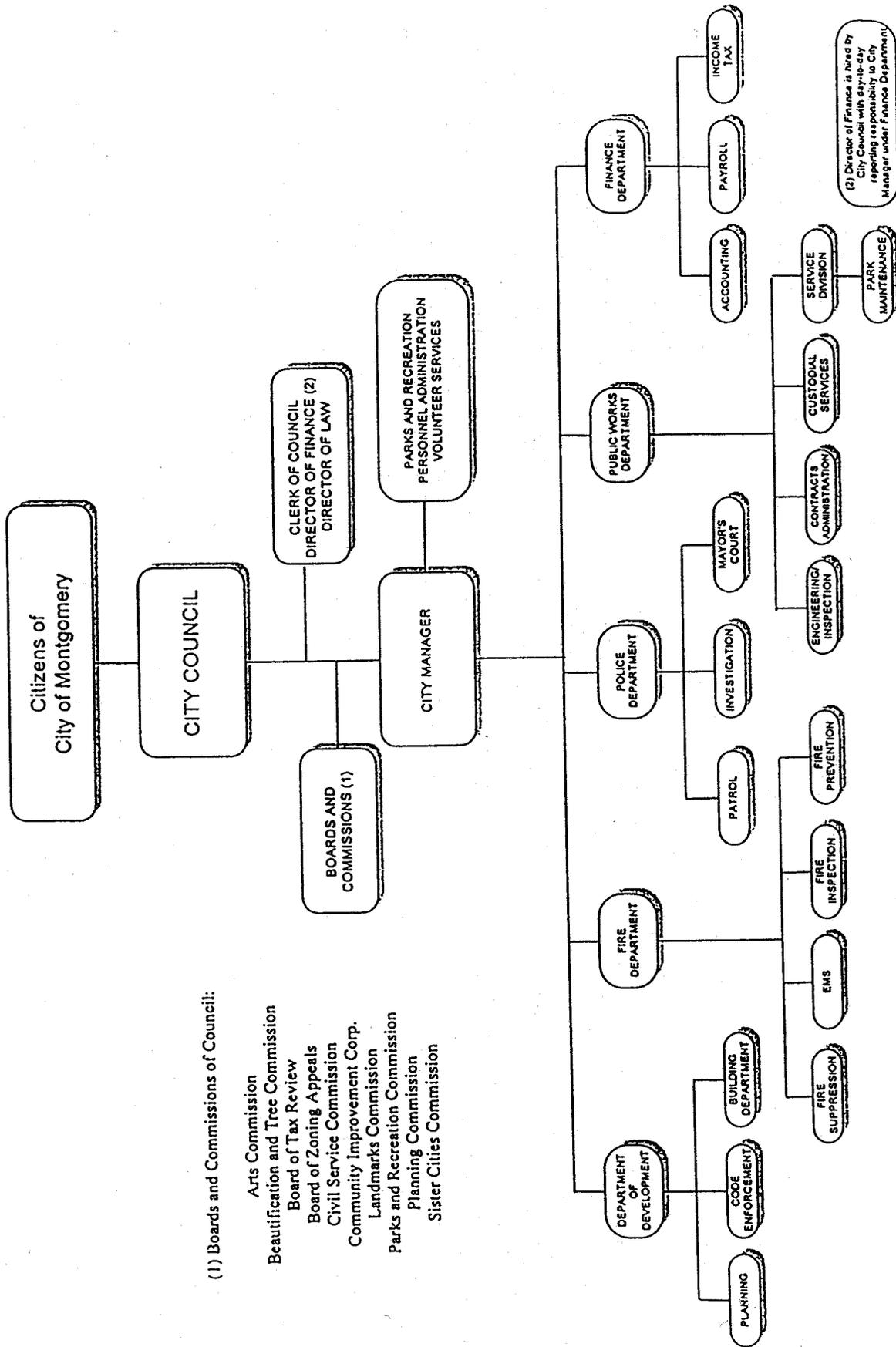
Elected Officials

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Gary Blomberg	Mayor	November 2001
Don Cornett	Vice Mayor	November 2003
Ed Daniel	Council	November 2001
Gerri Harbison	Council	November 2003
Michael Hawkins	Council	November 2001
George Rehfeldt	Council	November 2003
Lynda Roesch	Council	November 2001

Appointed Officials

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Terry Donnellon	Director of Law	Indefinite
Susan Hamm	Clerk of Council	Indefinite
Cheryl Hilvert	City Manager	Indefinite
Wayne Davis	Director of Finance	Indefinite

CITY OF MONTGOMERY
ORGANIZATIONAL CHART BY FUNCTION



- (1) Boards and Commissions of Council:
- Arts Commission
 - Beautification and Tree Commission
 - Board of Tax Review
 - Board of Zoning Appeals
 - Civil Service Commission
 - Community Improvement Corp.
 - Landmarks Commission
 - Parks and Recreation Commission
 - Planning Commission
 - Sister Cities Commission

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Montgomery,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1999

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.



Anne Spray Kinney
President

Jeffrey L. Esser
Executive Director

FINANCIAL SECTION

This Page is Intentionally Left Blank.



GENERAL PURPOSE FINANCIAL STATEMENTS

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 FUND FOR THE YEAR THEN ENDED.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

INDEPENDENT ACCOUNTANTS' REPORT

City of Montgomery
Hamilton County
10101 Montgomery Road
Montgomery, Ohio 45242

To the City Council:

We have audited the accompanying general-purpose financial statements of the City of Montgomery, Hamilton County (the City), as of and for the year ended December 31, 2000, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Montgomery, Hamilton County, as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2001 on our consideration of the Government'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 the *Government Auditing Standards* and should be used in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

JIM PETRO
Auditor of State

June 22, 2001

This Page is Intentionally Left Blank.

THE CITY OF MONTGOMERY, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 2000

	Governmental			
	Fund Types			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
Assets and Other Debits:				
Assets:				
Cash and Cash Equivalents	\$5,830,048	\$1,834,508	\$1,476,744	\$631,404
Investments	0	0	772,072	329,038
Receivables (net of allowance for doubtful accounts):				
Taxes	2,593,180	1,675,558	336,060	71,064
Accounts	356	0	0	0
Special Assessments	0	0	5,270,387	0
Due from Other Funds	2,330	0	0	0
Intergovernmental Receivables	170,925	193,517	17,782	0
Prepaid Items	20,387	9,884	0	0
Restricted Assets:				
Cash with Fiscal Agent	0	0	0	0
Fixed Assets (net of accumulated depreciation)	0	0	0	0
Other Debits:				
Amount Available in Debt Service Funds	0	0	0	0
Amount to be Provided for				
General Long-Term Obligations	0	0	0	0
Total Assets and Other Debits	\$8,617,226	\$3,713,467	\$7,873,045	\$1,031,506
Liabilities, Equity and Other Credits:				
Liabilities:				
Accounts Payable	\$30,308	\$29,107	\$0	\$13,064
Accrued Wages and Benefits	120,422	73,286	0	0
Due to Other Funds	0	0	0	0
Intergovernmental Payables	7,559	1,360	0	0
Deferred Revenue	1,794,881	1,859,656	5,446,568	0
Compensated Absences Payable	0	0	0	0
Special Assessment Bonds Payable with Governmental Commitment	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Total Liabilities	1,953,170	1,963,409	5,446,568	13,064
Equity and Other Credits:				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Accumulated Deficit	0	0	0	0
Fund Balances:				
Reserved for Encumbrances	122,589	116,222	0	141,083
Reserved for Prepaid Items	20,387	9,884	0	0
Reserved for Debt Service	0	0	2,426,477	0
Unreserved	6,521,080	1,623,952	0	877,359
Total Equity and Other Credits	6,664,056	1,750,058	2,426,477	1,018,442
Total Liabilities, Equity and Other Credits	\$8,617,226	\$3,713,467	\$7,873,045	\$1,031,506

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

THE CITY OF MONTGOMERY, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 2000

<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		Totals (Memorandum Only)
Enterprise Fund	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	
\$49,449	\$68,250	\$0	\$0	\$9,890,403
0	62,357	0	0	1,163,467
0	0	0	0	4,675,862
0	0	0	0	356
0	0	0	0	5,270,387
0	0	0	0	2,330
0	0	0	0	382,224
0	0	0	0	30,271
0	40,775	0	0	40,775
1,594,986	0	15,109,036	0	16,704,022
0	0	0	2,426,477	2,426,477
0	0	0	12,411,851	12,411,851
<u>\$1,644,435</u>	<u>\$171,382</u>	<u>\$15,109,036</u>	<u>\$14,838,328</u>	<u>\$52,998,425</u>
\$329	\$59,540	\$0	\$0	\$132,348
779	0	0	0	194,487
0	2,330	0	0	2,330
0	0	0	0	8,919
0	0	0	0	9,101,105
0	0	0	435,567	435,567
0	0	0	2,922,761	2,922,761
0	0	0	11,480,000	11,480,000
1,108	61,870	0	14,838,328	24,277,517
0	0	15,109,036	0	15,109,036
1,752,327	0	0	0	1,752,327
(109,000)	0	0	0	(109,000)
0	0	0	0	379,894
0	0	0	0	30,271
0	0	0	0	2,426,477
0	109,512	0	0	9,131,903
<u>1,643,327</u>	<u>109,512</u>	<u>15,109,036</u>	<u>0</u>	<u>28,720,908</u>
<u>\$1,644,435</u>	<u>\$171,382</u>	<u>\$15,109,036</u>	<u>\$14,838,328</u>	<u>\$52,998,425</u>



THE CITY OF MONTGOMERY, OHIO
COMBINED STATEMENT OF REVENUES
EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2000

	<i>Governmental Fund Types</i>			<i>Fiduciary Fund Type</i>	Totals (Memorandum Only)	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds		Expendable Trust Fund
Revenues:						
Taxes	\$6,043,333	\$2,102,451	\$2,186,375	\$588,896	\$0	\$10,921,055
Intergovernmental Revenues	122,067	0	0	0	0	122,067
Charges for Services	150,706	85,337	0	0	20,787	256,830
Licenses and Permits	176,020	38,011	0	0	0	214,031
Investment Earnings	476,533	102,205	35,390	0	17,375	631,503
Special Assessments	0	0	244,251	0	0	244,251
Fines and Forfeitures	147,651	25,978	0	0	0	173,629
All Other Revenues	497,655	28,261	0	0	2,300	528,216
Total Revenues	<u>7,613,965</u>	<u>2,382,243</u>	<u>2,466,016</u>	<u>588,896</u>	<u>40,462</u>	<u>13,091,582</u>
Expenditures:						
Current:						
Security of Persons and Property	1,806,514	1,218,155	0	0	0	3,024,669
Public Health and Welfare Services	47,900	0	0	0	0	47,900
Leisure Time Activities	496,255	11,036	0	0	0	507,291
Community Environment	341,104	9,370	0	0	25,034	375,508
Transportation	0	1,029,656	0	0	0	1,029,656
General Government	1,816,298	7,397	100,000	854	0	1,924,549
Capital Outlay	0	0	0	301,955	54,832	356,787
Debt Service:						
Principal Retirements	0	0	714,883	0	0	714,883
Interest and Fiscal Charges	0	0	811,141	0	0	811,141
Total Expenditures	<u>4,508,071</u>	<u>2,275,614</u>	<u>1,626,024</u>	<u>302,809</u>	<u>79,866</u>	<u>8,792,384</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,105,894	106,629	839,992	286,087	(39,404)	4,299,198
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	6,235	0	0	0	0	6,235
Operating Transfers In	0	788,150	199,000	0	0	987,150
Operating Transfers Out	(788,150)	(199,000)	0	0	0	(987,150)
Total Other Financing Sources (Uses)	<u>(781,915)</u>	<u>589,150</u>	<u>199,000</u>	<u>0</u>	<u>0</u>	<u>6,235</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	2,323,979	695,779	1,038,992	286,087	(39,404)	4,305,433
Fund Balance at Beginning of Year	<u>4,340,077</u>	<u>1,054,279</u>	<u>1,387,485</u>	<u>732,355</u>	<u>148,916</u>	<u>7,663,112</u>
Fund Balance at End of Year	<u>\$6,664,056</u>	<u>\$1,750,058</u>	<u>\$2,426,477</u>	<u>\$1,018,442</u>	<u>\$109,512</u>	<u>\$11,968,545</u>

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

THE CITY OF MONTGOMERY, 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, 2000

	<u>General Fund</u>			<u>Special Revenue Funds</u>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:						
Taxes	\$5,349,591	\$5,475,854	\$126,263	\$2,075,563	\$2,097,614	\$22,051
Intergovernmental Revenues	307,721	331,104	23,383	0	0	0
Charges for Services	142,791	150,706	7,915	75,128	89,208	14,080
Licenses and Permits	105,921	175,470	69,549	39,569	38,011	(1,558)
Investment Earnings	380,316	403,604	23,288	43,604	102,205	58,601
Special Assessments	0	0	0	0	0	0
Fines and Forfeitures	164,500	163,367	(1,133)	24,050	26,026	1,976
All Other Revenues	461,500	498,278	36,778	13,360	28,223	14,863
Total Revenues	6,912,340	7,198,383	286,043	2,271,274	2,381,287	110,013
Expenditures:						
Current:						
Security of Persons and Property	1,969,809	1,828,077	141,732	1,303,496	1,208,740	94,756
Public Health and Welfare Services	67,507	59,756	7,751	0	0	0
Leisure Time Activities	608,066	543,713	64,353	70,780	13,336	57,444
Community Environment	438,252	375,236	63,016	11,000	10,010	990
Transportation	0	0	0	1,189,593	1,139,879	49,714
General Government	2,429,845	1,951,527	478,318	23,964	7,511	16,453
Capital Outlay	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	5,513,479	4,758,309	755,170	2,598,833	2,379,476	219,357
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,398,861	2,440,074	1,041,213	(327,559)	1,811	329,370
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	250	6,235	5,985	0	0	0
Operating Transfers In	0	0	0	788,150	788,150	0
Operating Transfers Out	(786,200)	(788,150)	(1,950)	(214,768)	(199,000)	15,768
Total Other Financing Sources (Uses)	(785,950)	(781,915)	4,035	573,382	589,150	15,768
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	612,911	1,658,159	1,045,248	245,823	590,961	345,138
Fund Balance at Beginning of Year	3,730,263	3,730,263	0	986,915	986,915	0
Prior Year Encumbrances	309,164	309,164	0	135,714	135,714	0
Fund Balance at End of Year	\$4,652,338	\$5,697,586	\$1,045,248	\$1,368,452	\$1,713,590	\$345,138

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

THE CITY OF MONTGOMERY, 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, 2000

<i>Debt Service Funds</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)
\$1,939,894	\$2,141,901	\$202,007	\$525,500	\$571,107	\$45,607	\$9,890,548	\$10,286,476	\$395,928
0	0	0	0	0	0	307,721	331,104	23,383
0	0	0	0	0	0	217,919	239,914	21,995
0	0	0	0	0	0	145,490	213,481	67,991
17,103	28,619	11,516	0	0	0	441,023	534,428	93,405
243,650	244,251	601	0	0	0	243,650	244,251	601
0	0	0	0	0	0	188,550	189,393	843
0	0	0	0	0	0	474,860	526,501	51,641
2,200,647	2,414,771	214,124	525,500	571,107	45,607	11,909,761	12,565,548	655,787
0	0	0	0	0	0	3,273,305	3,036,817	236,488
0	0	0	0	0	0	67,507	59,756	7,751
0	0	0	0	0	0	678,846	557,049	121,797
0	0	0	0	0	0	449,252	385,246	64,006
0	0	0	0	0	0	1,189,593	1,139,879	49,714
100,000	100,000	0	578	854	(276)	2,554,387	2,059,892	494,495
0	0	0	613,544	441,660	171,884	613,544	441,660	171,884
714,883	714,883	0	0	0	0	714,883	714,883	0
812,620	811,341	1,279	0	0	0	812,620	811,341	1,279
1,627,503	1,626,224	1,279	614,122	442,514	171,608	10,353,937	9,206,523	1,147,414
573,144	788,547	215,403	(88,622)	128,593	217,215	1,555,824	3,359,025	1,803,201
0	0	0	0	0	0	250	6,235	5,985
199,000	199,000	0	0	0	0	987,150	987,150	0
0	0	0	0	0	0	(1,000,968)	(987,150)	13,818
199,000	199,000	0	0	0	0	(13,568)	6,235	19,803
772,144	987,547	215,403	(88,622)	128,593	217,215	1,542,256	3,365,260	1,823,004
1,258,762	1,258,762	0	384,987	384,987	0	6,360,927	6,360,927	0
0	0	0	294,544	294,544	0	739,422	739,422	0
<u>\$2,030,906</u>	<u>\$2,246,309</u>	<u>\$215,403</u>	<u>\$590,909</u>	<u>\$808,124</u>	<u>\$217,215</u>	<u>\$8,642,605</u>	<u>\$10,465,609</u>	<u>\$1,823,004</u>

THE CITY OF MONTGOMERY, OHIO
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN ACCUMULATED DEFICIT
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2000

	Enterprise Fund
<u>Operating Revenues:</u>	
Charges for Services	\$139,220
Other Operating Revenues	790
Total Operating Revenues	140,010
<u>Operating Expenses:</u>	
Personal Services	77,664
Materials and Supplies	41,948
Depreciation Expense	53,396
Total Operating Expenses	173,008
Operating Loss	(32,998)
<u>Nonoperating Revenues (Expenses):</u>	
Investment Earnings	3,744
Total Nonoperating Revenues	3,744
Net Loss	(29,254)
Accumulated Deficit at Beginning of Year	(79,746)
Accumulated Deficit at End of Year	(\$109,000)

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

THE CITY OF MONTGOMERY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2000

	<u><i>Enterprise Fund</i></u>
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$140,010
Cash Payments for Goods and Services	(43,030)
Cash Payments to Employees	<u>(76,897)</u>
Net Cash Provided by Operating Activities	<u>20,083</u>
<u>Cash Flows from Investing Activities:</u>	
Receipts of Interest	<u>3,744</u>
Net Cash Provided by Investing Activities	<u>3,744</u>
Net Increase in Cash and Cash Equivalents	23,827
Cash and Cash Equivalents at Beginning of Year	<u>25,622</u>
Cash and Cash Equivalents at End of Year	<u><u>\$49,449</u></u>
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Loss	(\$32,998)
Adjustments to Reconcile Operating Loss to	
Net Cash Provided by Operating Activities:	
Depreciation Expense	53,396
Changes in Assets and Liabilities:	
Decrease in Accounts Payable	(1,082)
Increase in Accrued Wages and Benefits	<u>767</u>
Total Adjustments	<u>53,081</u>
Net Cash Provided by Operating Activities	<u><u>\$20,083</u></u>

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



THE CITY OF MONTGOMERY, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2000

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Montgomery, 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. The current Charter provides for a City Manager-Council form of government. The community was established in 1902.

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 fund. The financial statements are presented as of December 31, 2000 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 (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 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 includes all component units, funds, account groups, agencies, boards and commissions that are part of the primary government, which include the following services: police and fire protection, emergency medical services, parks and recreation, planning, zoning, street maintenance, refuse collection and other governmental services.

Blended Component Unit - The Community Improvement Corporation of the City of Montgomery (the "CIC") was created in accordance with Chapter 1702 of the Ohio Revised Code. As a legally separate not-for-profit corporation, the CIC's purpose is to provide economic development loans. The balances and transactions of the CIC have been reported as a special revenue fund of the primary government because the governing board of the corporation is composed of those persons who are serving as members of the City Council of the City of Montgomery and the CIC only serves the City of Montgomery.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds 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 - Those funds through which most governmental functions typically are 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 fund) 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 special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Funds - These funds are 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 fund.

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 proprietary funds and trust funds).

Proprietary Fund

Enterprise Fund - This fund is used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The enterprise fund is accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of this fund are included on the balance sheet. Fund equity (i.e. net assets) is segregated into contributed capital and retained earnings components. The enterprise fund operating statements present increases (i.e. revenues) and decreases (i.e. expenses) in net total assets. The Municipal Pool Fund is operated as an enterprise fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)*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 an expendable trust fund and agency funds. Expendable trust funds are accounted for and reported similarly to governmental funds. 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 the 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 fund.

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

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 funds and expendable trust and agency funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. 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 considered to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Special assessment installments, including related accrued interest, which are measurable but not available at December 31 are recorded as deferred revenue. Property taxes measurable as of December 31, 2000 but which are not intended to finance 2000 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenue as further described in Note 5.

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund. Revenues are recognized when they are earned and expenses are recognized when they are 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 annual budgetary process is prescribed by Charter and 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 legal level of budgetary control is at the fund and department level. Budgetary control is maintained by not permitting expenditures to exceed appropriations at the major object level for each department within each fund without the approval of City Council.

Administrative control is maintained through the establishment of more detailed line-item budgets. Budgetary modifications above the major object level by fund may only be made by ordinance of the City Council.

1. Tax Budget

By July 15, the City Manager submits an annual tax budget for the following fiscal year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20th 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 determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Budget Commission then certifies its actions to the City by September 1st of each year. As part of the certification process, the City receives an official certificate of estimated resources which states 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 will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include 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 actual receipts exceed or fall short of current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2000.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1st of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1st of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level, and may only be modified during the year by ordinance of the City Council. Total fund appropriations may not exceed the current estimated resources as certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. During the year, several supplemental appropriations were necessary to budget contingency funds and intergovernmental grants. The supplemental appropriations increased year end appropriations by approximately 1% over the appropriation ordinance approved in January 2000. 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 the 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.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary 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 Funds	Capital Projects Funds
GAAP Basis (as reported)	\$2,323,979	\$695,779	\$1,038,992	\$286,087
Increase (Decrease):				
Accrued Revenues at December 31, 2000 received during 2001	(971,910)	(9,419)	(180,168)	(71,064)
Accrued Revenues at December 31, 1999 received during 2000	556,432	8,463	128,923	53,275
Accrued Expenditures at December 31, 2000 paid during 2001	158,289	103,753	0	13,064
Accrued Expenditures at December 31, 1999 paid during 2000	(258,057)	(78,432)	(200)	(451)
1999 Prepays for 2000	2,275	1,619	0	0
2000 Prepays for 2001	(20,387)	(9,884)	0	0
Outstanding Encumbrances	(132,462)	(120,918)	0	(152,318)
Budget Basis	<u>\$1,658,159</u>	<u>\$590,961</u>	<u>\$987,547</u>	<u>\$128,593</u>

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Cash and Cash Equivalents

During fiscal year 2000, cash and cash equivalents included amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). STAR Ohio is a very liquid investment and is reported as a cash equivalent in the general purpose financial statements.

The City pools its cash for investment and resource management purposes. Each fund's equity in cash and cash equivalents represents the balance on hand as if each had maintained its own cash and cash investment account. For purposes of the statement of cash flows, the proprietary fund considers its share of equity in demand deposits and STAR Ohio to be cash equivalents. See Note 4, "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. The City allocates interest among the various funds based upon applicable legal and administrative requirements. 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 4, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 2000. 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, 2000.

G. Fixed Assets and Depreciation

The accounting and reporting treatment applied to fixed assets is determined by their 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Fixed Assets and Depreciation (Continued)

1. Property, Plant and Equipment - General Governmental Purposes (Continued)

General fixed asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain fixed assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

The City has elected not to record depreciation in the General Fixed Assets Account Group.

2. Property, Plant and Equipment - Proprietary Fund

Property, plant and equipment acquired by the proprietary fund is stated at cost (or estimated historical cost), including interest capitalized during construction, and architectural and engineering fees where applicable. 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:

<u>Description</u>	<u>Estimated Lives (Years)</u>
Buildings and Improvements	15 - 25
Machinery, equipment, furniture and fixtures	3 - 10

H. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
Special Assessment Bonds	Debt Service Funds (Special Assessment Bond Retirement Fund) (Reserve of Montgomery Bond Retirement Fund)
General Obligation Bonds	Debt Service Funds (General Obligation Bond Retirement Fund) (Pioneer Park Bond Retirement Fund) (Ohio National Tax Increment Fund)
Compensated Absences	General Fund Special Revenue Funds (Fire Protection Fund) (Street Construction, Maintenance and Repair Fund)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Compensated Absences

All full-time City employees earn vacation at varying rates based upon length of service. An employee's vacation time may be carried over and accumulated in subsequent calendar years in an amount not to exceed the amount of vacation earned in a two-year period. Upon separation from the City, the employee (or his estate) is paid for his accumulated unused vacation leave balance.

All full-time City employees earn sick leave at the rate of 1.25 days per calendar month of active service. Upon separation from the City, other than retirement under the PERS of Ohio or the OP&F System of Ohio, an employee shall receive one day of monetary compensation for every three days of unused sick leave; the monetary compensation shall be at the hourly rate of compensation of the employee at the time of resignation if the employee is not given credit at his next place of employment.

Upon retirement from the City's service, an employee with 10-19 years of service to the City shall receive one day of monetary compensation for every three days of unused sick leave. An employee who retires with twenty or more years of service to the City shall receive one day of monetary compensation for every two days of unused sick leave. The monetary compensation shall be at the hourly rate of compensation of the employee at the time of 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, to rights that vest or accumulate, and where payment of the obligation is probable and can be reasonably determined. For governmental funds, that portion of unpaid compensated absences that is 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.

J. Pensions

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

K. Contributed Capital

Proprietary fund type contributed capital is recorded at fair market value of the related assets at the date received. Depreciation on contributed fixed assets resulting from grants, entitlements and shared revenues is recorded as an operating expense and closed along with other operating expenses directly to retained earnings. There was no change in the value of contributed capital during fiscal year 2000.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. There were no residual equity transfers during 2000.

Transactions that would be treated as revenues and expenditures/expenses if they 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. There were no cash advances during 2000.

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 debt service, prepaid items and encumbered amounts that have not been accrued at year end.

N. Total Columns on Combined Financial Statements - Overview

Total columns on the Combined Statements-Overview are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position or 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 – PRIOR PERIOD ADJUSTMENT

Certain adjustments were made to the beginning balance of the General Long-Term Obligations account group due to an accounting error in the reporting of compensated absences payable. The balance increased \$222,591, from the previously reported amount of \$174,799, to the restated amount of \$397,390.

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Retained Earnings Deficit - The accumulated deficit at December 31, 2000 of \$109,000 in the Municipal Pool Fund (enterprise fund) arose from the recognition of expenses on the accrual basis of accounting which are greater than expenses on the cash basis of accounting. A deficit does not exist under the cash basis of accounting. The general fund provides operating transfers when cash is required, not when accruals occur.

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of a majority of individual funds are combined to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents." Ohio law requires the classification of funds held by the City into three categories.

Category 1 consists of "active" funds - those funds required to be kept in a "cash" or "cash equivalent" 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 period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds which are not needed for immediate use but which will be 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 4 - 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 105% 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 collateral pools with securities being held by the pledging financial institutions' agent in the pool's name are classified as Category 3.

The Governmental Accounting Standards Board 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 Uncollateralized or 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, or 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 \$1,012,826 and the depository balance was \$1,224,748. Of the depository balance, \$244,536 was covered by federal depository insurance; \$980,212 was covered by collateral held by third party trustees in single financial institution collateral pools, but not in the City's name, collateralizing all public funds on deposit with the specific depository institution. In accordance with Section 135.18 of the Ohio Revised Code, all deposits with eligible financial institutions must be collateralized in an amount equal to 105% of uninsured deposits. A qualified trustee as defined by state law must hold the collateral. In addition, the City held \$1,500 in petty cash funds.

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The City's investments at December 31, 2000 are summarized below:

<u>Categorized Investments</u>	<u>Category 1</u>	<u>Category 2</u>	<u>Fair Value</u>
City of Montgomery			
Special Assessment Bond	\$92,761	\$0	\$92,761
US Government Securities	N/A	1,070,706	1,070,706
Total Categorized Investments	92,761	1,070,706	1,163,467
<u>Non-Categorized Investments</u>			
STAR Ohio	N/A	N/A	8,918,352
Total Investments	<u>\$92,761</u>	<u>\$1,070,706</u>	<u>\$10,081,819</u>

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. Repurchase agreements and STAR Ohio are treated as cash and cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note is 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	\$9,931,178	\$1,163,467
Investments:		
STAR Ohio	<u>(8,918,352)</u>	<u>8,918,352</u>
Per GASB Statement No. 3	<u>\$1,012,826</u>	<u>\$10,081,819</u>

* Includes Cash with Fiscal Agent.

NOTE 5 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property which is used in business, located in the City. Real property taxes (other than public utility) collected during 2000 were levied after October 1, 1999 on assessed values as of January 1, 1999, the lien date. Assessed values are established by the county auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments are made in the third year following reappraisal. The last reappraisal was completed in 1996. Real property taxes are payable annually or semi-annually. The first payment is due January 20, with the remainder payable by June 20.

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 percent 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, with 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 percent 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 Montgomery. The County Auditor remits in February and August of each year the City's portion of the taxes collected.

The full tax rate for all City operations for the year ended December 31, 2000 was \$10.75 per \$1,000 of assessed value. The assessed value upon which the 2000 levy was based was \$354,008,780. This amount constitutes \$324,262,130 in real property assessed value, \$7,580,120 in public utility assessed value and \$22,166,530 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 1.075% (10.75 mills) of assessed value.

NOTE 5 - TAXES (Continued)

B. Income Tax

The City levies a tax of 1% 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 the total amount assessed.

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. All income tax proceeds are received by the General Fund.

NOTE 6 - RECEIVABLES

Receivables at December 31, 2000 consisted of taxes, interest, accounts receivable, special assessments, interfund receivables and intergovernmental receivables arising from shared revenues. All receivables are considered collectible in full. Those receivables that relate to amounts not intended to finance the current fiscal year are offset by deferred revenue.

NOTE 7 - INTERFUND BALANCES

Individual interfund balances at December 31, 2000 are as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$2,330	\$0
Agency Fund:		
Mayor's Court Fund	0	2,330
Totals	<u>\$2,330</u>	<u>\$2,330</u>

NOTE 8 - OPERATING TRANSFERS

Following is a summary of operating transfers in and out for all funds for 2000:

Fund	Transfer In	Transfer Out
General Fund	\$0	\$788,150
Special Revenue Funds:		
Memorial Fund	1,200	0
Fire Protection - EMS Fund	0	119,000
Environmental Impact Tax Fund	40,000	80,000
Street Construction, Maintenance and Repair Fund	730,000	0
Street and Storm Sewer Fund	16,950	0
Total Special Revenue Funds	788,150	199,000
Debt Service Fund:		
General Obligation Bond Retirement Fund	199,000	0
Totals	\$987,150	\$987,150

NOTE 9 - FIXED ASSETS**A. General Fixed Assets**

Summary by category of changes in general fixed assets:

Category	December 31, 1999	Additions	Deletions	December 31, 2000
Land	\$5,493,783	\$0	\$0	\$5,493,783
Buildings	3,151,263	105,280	0	3,256,543
Improvements Other than Buildings	3,811,026	97,140	0	3,908,166
Machinery and Equipment	2,211,171	239,373	0	2,450,544
Totals	\$14,667,243	\$441,793	\$0	\$15,109,036

B. Proprietary Fixed Assets

Summary by category at December 31, 2000:

Category	Historical Cost	Accumulated Depreciation	Book Value
Land	\$405,576	\$0	\$405,576
Buildings	660,143	(82,518)	577,625
Improvements Other than Buildings	719,324	(147,472)	571,852
Machinery and Equipment	72,004	(32,071)	39,933
Property, Plant and Equipment	\$1,857,047	(\$262,061)	\$1,594,986

Contributed Capital in the Proprietary Fund did not change during 2000. The balance at December 31, 2000 is \$1,752,327.

NOTE 10 – DEFINED BENEFIT PENSION PLANS

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

A. 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 Retirement Board instituted a temporary employer contribution rate rollback for calendar year 2000. The rate rollback was 20% for state and local government divisions. The 2000 employer contribution rate for local government employer units was 10.84%, of covered payroll, 6.54% to fund the pension and 4.3% to fund health care. The 1999 and 1998 employer contribution rates were 13.55%. 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, 2000, 1999 and 1998 were \$148,720, \$184,695 and \$170,358, 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. The health care coverage provided by the PERS of Ohio is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. 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 2000 employer contribution rate (identified above) that was used to fund health care for the year 2000 was 4.3% of covered payroll which amounted to \$47,195.

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

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

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the PERS of Ohio’s latest actuarial review performed as of December 31, 1999. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 1999 was 7.75%. An annual increase of 4.75% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%. Health care costs were assumed to increase 4.75% annually.

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants was 401,339. The actuarial value of the PERS of Ohio net assets available for OPEB at December 31, 1999 is \$10,805.5 million. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$12,473.6 million and \$1,668.1 million, respectively.

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, 2000, 1999 and 1998 were \$201,665, \$209,318 and \$186,490 for police and \$116,462, \$97,476 and \$86,836 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

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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 2000 covered payroll that was used to fund postemployment health care benefits was \$74,978 representing 7.25% of covered payroll for police and \$35,181 representing 7.25% 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, 1999, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 12,467 for police and 9,807 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, 1999 were \$95,004,633, which was net of member contributions of \$5,518,098.

NOTE 11 - COMPENSATED ABSENCES

The costs of vacation time, compensatory time in lieu of overtime, and sick leave benefits are recorded as they are earned. Employees earn sick leave up to a maximum of 960 hours and vacation leave at varying rates based upon length of service, with a maximum accumulation of the amount earned over a two-year period. Upon retirement and, in certain instances, termination, an individual will be compensated for his/her accumulated sick leave at a maximum rate of 33%. If a full-time employee has accumulated 840 hours or more of unused sick leave, the employee may redeem sick leave hours at the employee's current rate of pay at the rate of one hour of compensation for each three hours of sick leave redeemed.

Accrued employee benefits for governmental funds not currently due and payable at year end are recorded in the General Long-Term Obligations Account Group. As of December 31, 2000, the liability for unpaid compensated absences was \$435,567 for all funds of the City, a net increase of \$38,177 from the amount restated at December 31, 1999 of \$397,390.

NOTE 12 - LONG-TERM OBLIGATIONS

Activity in the General Long-Term Obligations Account Group in 2000 was as follows:

				Balance December 31, 1999	Issued (Retired)	Balance December 31, 2000
General Long-Term Debt:						
General Obligation Bonds:						
5.00 - 7.50%	Pioneer Park Improvement Bonds	1991	\$920,000	(\$60,000)	\$860,000	
5.20 - 7.50%	Recreation Bonds	1992	1,295,000	(130,000)	1,165,000	
5.00 - 7.50%	Parking Lot Bonds	1992	120,000	(5,000)	115,000	
6.25%	Park and Recreation Bonds	1993	1,215,000	(60,000)	1,155,000	
5.05 - 6.75%	TIF Duke Realty Bonds	1995	3,265,000	(95,000)	3,170,000	
4.85%	Public Improvement	1997	5,310,000	(295,000)	5,015,000	
Total General Obligation Bonds			<u>12,125,000</u>	<u>(645,000)</u>	<u>11,480,000</u>	
Special Assessment Bonds						
With Governmental Commitment:						
5.25 - 5.70%	Acomb Sewer Bonds	1993	345,000	(15,000)	330,000	
6.25%	Public Improvement Bonds	1993	2,400,000	(45,000)	2,355,000	
6.00%	Swaim Sidewalk Bonds	1994	48,000	(2,000)	46,000	
6.50%	Street Lighting	1997	30,000	(1,000)	29,000	
6.00%	Montgomery Woods Sidewalk	1997	72,000	(2,000)	70,000	
6.00%	Tanager Woods	1999	97,644	(4,883)	92,761	
Total Special Assessment Bonds With Governmental Commitment			<u>2,992,644</u>	<u>(69,883)</u>	<u>2,922,761</u>	
Total General Long-Term Debt			<u>15,117,644</u>	<u>(714,883)</u>	<u>14,402,761</u>	
Other Long-Term Obligations:						
Restated Compensated Absences			<u>397,390</u>	<u>38,177</u>	<u>435,567</u>	
Total Other Long-Term Obligations			<u>397,390</u>	<u>38,177</u>	<u>435,567</u>	
Total General Long-Term Debt and Other Long-Term Obligations			<u>\$15,515,034</u>	<u>(\$676,706)</u>	<u>\$14,838,328</u>	

The principal amount of the City's special assessment debt outstanding at December 31, 2000 of \$2,922,761, is general obligation debt (backed by the full faith and credit of the City) that is to be 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 \$55,755 in the Special Assessment Bond Retirement Fund and the balance of \$31,024 in the Reserve of Montgomery Bond Retirement Fund at December 31, 2000 are reserved for the retirement of outstanding special assessment bonds.

Tax Increment Financing (TIF) Bonds have been issued as general obligation bonds to provide for additional security of the full faith and credit of the City. The TIF Bonds will be retired from the General Obligation Bond Retirement Fund utilizing payments in lieu of taxes received from Ohio National City Life Insurance Company. A service agreement with Duke Realty provides for minimum annual payments sufficient to satisfy all TIF Bond debt service requirements.

NOTE 12 - LONG-TERM OBLIGATIONS (Continued)

A. Principal and Interest Requirements

Principal and interest requirements to retire long-term debt outstanding at December 31, 2000 are as follows:

Years	General Obligation Bonds		Special Assessment Bonds	
	Bonds	Interest	Bonds	Interest
2001	\$660,000	\$592,279	\$74,883	\$156,162
2002	690,000	555,499	80,883	151,182
2003	730,000	519,091	85,883	145,757
2004	750,000	480,319	90,883	140,607
2005	780,000	442,771	96,883	136,382
2006-2010	3,795,000	1,615,124	578,415	603,715
2011-2015	3,155,000	745,709	693,415	436,765
2016-2020	920,000	64,479	711,516	243,773
2021-2023	0	0	510,000	47,600
Totals	<u>\$11,480,000</u>	<u>\$5,015,271</u>	<u>\$2,922,761</u>	<u>\$2,061,943</u>

NOTE 13 - 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. In 1991 the City entered into a joint insurance pool, Miami Valley Risk Management Association, Inc. (MVRMA, Inc.) with other local cities. As of December 31, 2000, the pool has sixteen members. The pool has been operational since December of 1988 and was formed in accordance with Section 2744 of the Ohio Revised Code. This jointly governed organization provides real and personal property, crime, general liability, boiler and machinery, police professional and public official liability coverage up to the limits stated below. Membership in MVRMA is intended to provide broad based coverage up to the limits stated below, with increased emphasis on safety and loss prevention and to create an opportunity for other local governments to participate. MVRMA is a non-profit corporation governed by a sixteen member board of trustees, consisting of a representative appointed by each of the member cities. The board of trustees elects the officers of the corporation, with each trustee having a single vote. Management is provided by an Executive Director, who is assisted by a full-time Claims Manager, Loss Control Manager and office staff. The board is responsible for its own financial matters and the corporation maintains its own books of account. Budgeting and financing of MVRMA is subject to the approval of the board.

NOTE 13 - RISK MANAGEMENT (Continued)

The sixteen participating cities and their respective pool contribution factors for the loss year ended December 31, 2000 are:

Entity	Percentage
Beavercreek	8.64 %
Blue Ash	7.49
Indian Hill	2.45
Kettering	16.56
Madeira	1.29
Mason	6.16
Miamisburg	12.15
Montgomery	3.94
Sidney	7.72
Springdale	5.89
Tipp City	2.66
Troy	8.14
Vandalia	5.57
West Carrollton	4.62
Wilmington	4.55
Wyoming	2.17
Total	<u>100.00 %</u>

The 2000 pool contribution of the City of Montgomery was \$87,425 representing 3.94% of the total collected from all members for that year's operating costs and projected loss reserves.

The individual MVRMA, Inc. members are not considered "participants having equity interest" as defined by GASB Statement No. 14 since members have no rights to any assets of MVRMA, Inc. other than possible residual claims upon dissolution. The risk of loss is transferred from the City to the pool. Therefore, MVRMA, Inc. is a multi-jurisdictional arrangement that has the characteristics of a joint venture but has additional features that distinguish it, for financial reporting purposes, from the traditional joint venture defined in GASB Statement No. 14.

The following is a summary of insurance coverages at year end:

Property	\$432,383,397	per occurrence
Crime	1,000,000	per occurrence
Liability	11,000,000	per occurrence
Boiler and Machinery	437,305,462	per occurrence
Public Officials Liability /		
Police Professional Liability	11,000,000	per occurrence
Ambulance Liability	10,500,000	per occurrence
Employee Theft Coverage	3,250,000	per occurrence
Flood (Property)	100,000,000	per occurrence
Earthquake (Property)	100,000,000	per occurrence

NOTE 13 - RISK MANAGEMENT (Continued)

The deductible per occurrence for most types of claims is \$2,500, except Boiler and Machinery which is \$1,000. The pool's self insured retention (SIR) for property claims is \$2,501 - \$250,000 per occurrence except Boiler and Machinery which is \$1,001 - \$5,000. The pool's SIR for liability claims is \$500,000 per occurrence. Excess insurance coverage, provided by commercial companies and an excess insurance pool is \$500,001 to the limits stated above. The City pays an annual premium to MVRMA which is intended to cover administrative expenses and any claims covered by the pool. The MVRMA Board of Trustees has the ability to require the member cities to make supplemental payments in the event reserves are not adequate to cover claims in a particular loss year. The City was not required to make any supplemental payments as of December 31, 2000, because an actuarial opinion issued as of that date reported actual MVRMA loss reserves of \$3,126,944, an amount in excess of the recommended net reserve of \$2,309,818. MVRMA reported Montgomery's loss experience for years 1999, 1998 and 1997 as \$39,425, \$38,897 and \$37,243 respectively.

MVRMA issues a stand-alone financial report that includes financial statements and required supplementary information for MVRMA, Inc. Interested parties may obtain a copy by making a written request to 1450 East Davidson Road, Suite 1B, Kettering, Ohio 45429.

Workers' Compensation claims are covered under the State of Ohio Bureau of Workers' Compensation. The City participates in the Ohio Municipal League's Workers' Compensation Group Rating Program to benefit from the shared risk of a pooled group. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on the group's 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 coverages in any of the past three fiscal years.

NOTE 14 - 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 on the financial condition of the City.



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

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

GENERAL FUND

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 Charter and/or the general laws of Ohio.

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

GENERAL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$5,349,591	\$5,475,854	\$126,263
Intergovernmental Revenues	307,721	331,104	23,383
Charges for Services	142,791	150,706	7,915
Licenses and Permits	105,921	175,470	69,549
Investment Earnings	380,316	403,604	23,288
Fines and Forfeitures	164,500	163,367	(1,133)
All Other Revenues	461,500	498,278	36,778
Total Revenues	6,912,340	7,198,383	286,043
<u>Expenditures:</u>			
Security of Persons and Property:			
Police:			
Personal Services	1,591,457	1,504,234	87,223
Material, Supplies, and Services	213,637	194,094	19,543
Capital Outlay	99,575	68,172	31,403
Total Police	1,904,669	1,766,500	138,169
Disaster Service:			
Material, Supplies, and Services	35,640	32,592	3,048
Capital Outlay	29,500	28,985	515
Total Disaster Service	65,140	61,577	3,563
Total Security of Persons and Property	1,969,809	1,828,077	141,732
Public Health and Welfare:			
Public Health and Welfare:			
Personal Services	41,135	37,073	4,062
Total Public Health and Welfare	41,135	37,073	4,062
Cemetery:			
Material, Supplies, and Services	16,372	14,583	1,789
Capital Outlay	10,000	8,100	1,900
Total Cemetery	26,372	22,683	3,689
Total Public Health and Welfare	67,507	59,756	7,751

(Continued)

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

GENERAL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Leisure Time Activities:			
Recreation:			
Personal Services	71,486	58,605	12,881
Material, Supplies, and Services	65,152	50,369	14,783
Capital Outlay	29,350	27,611	1,739
Total Recreation	165,988	136,585	29,403
City Parks:			
Personal Services	123,222	117,360	5,862
Material, Supplies, and Services	94,307	102,492	(8,185)
Capital Outlay	119,686	103,779	15,907
Total City Parks	337,215	323,631	13,584
Lodges:			
Material, Supplies, and Services	19,536	16,471	3,065
Capital Outlay	4,948	3,859	1,089
Total Lodges	24,484	20,330	4,154
Volunteer Services:			
Personal Services	25,594	25,484	110
Material, Supplies, and Services	7,275	5,560	1,715
Capital Outlay	0	0	0
Total Volunteer Services	32,869	31,044	1,825
Special Events:			
Material, Supplies, and Services	47,510	32,123	15,387
Total Special Events	47,510	32,123	15,387
Total Leisure Time Activities	608,066	543,713	64,353
Community Environment:			
Landmarks Commission:			
Material, Supplies, and Services	20,882	10,209	10,673
Total Landmarks Commission	20,882	10,209	10,673

(Continued)

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

GENERAL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
City Beautiful:			
Material, Supplies, and Services	73,876	67,548	6,328
Capital Outlay	23,000	23,028	(28)
Total City Beautiful	<u>96,876</u>	<u>90,576</u>	<u>6,300</u>
Development:			
Personal Services	188,385	168,813	19,572
Material, Supplies, and Services	92,256	77,942	14,314
Capital Outlay	500	466	34
Total Development	<u>281,141</u>	<u>247,221</u>	<u>33,920</u>
Planning Commission:			
Material, Supplies, and Services	8,932	8,809	123
Capital Outlay	30,421	18,421	12,000
Total Planning Commission	<u>39,353</u>	<u>27,230</u>	<u>12,123</u>
Total Community Environment	<u>438,252</u>	<u>375,236</u>	<u>63,016</u>
General Government:			
Administration:			
Personal Services	261,986	232,680	29,306
Material, Supplies, and Services	19,739	18,182	1,557
Capital Outlay	7,312	6,169	1,143
Total Administration	<u>289,037</u>	<u>257,031</u>	<u>32,006</u>
Finance Administration:			
Personal Services	160,922	120,331	40,591
Material, Supplies, and Services	57,020	74,204	(17,184)
Capital Outlay	1,500	12,592	(11,092)
Total Finance Administration	<u>219,442</u>	<u>207,127</u>	<u>12,315</u>

(Continued)

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

GENERAL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Legal Administration:			
Material, Supplies, and Services	131,529	80,436	51,093
Capital Outlay	5,000	5,000	0
Total Legal Administration	<u>136,529</u>	<u>85,436</u>	<u>51,093</u>
Income Tax:			
Personal Services	119,669	105,388	14,281
Material, Supplies, and Services	19,175	16,294	2,881
Capital Outlay	1,000	362	638
Total Income Tax	<u>139,844</u>	<u>122,044</u>	<u>17,800</u>
Council:			
Personal Services	15,968	10,132	5,836
Material, Supplies, and Services	2,232	2,014	218
Capital Outlay	6,000	6,044	(44)
Total Council	<u>24,200</u>	<u>18,190</u>	<u>6,010</u>
Mayor's Court:			
Personal Services	48,532	45,808	2,724
Material, Supplies, and Services	39,550	34,506	5,044
Total Mayor's Court	<u>88,082</u>	<u>80,314</u>	<u>7,768</u>
Civil Service:			
Material, Supplies, and Services	10,474	8,315	2,159
Total Civil Service	<u>10,474</u>	<u>8,315</u>	<u>2,159</u>
Central Services:			
Personal Services	203,820	164,674	39,146
Material, Supplies, and Services	53,407	53,921	(514)
Capital Outlay	3,650	3,220	430
Total Central Services	<u>260,877</u>	<u>221,815</u>	<u>39,062</u>
General Administration:			
Material, Supplies, and Services	1,256,115	946,628	309,487
Capital Outlay	5,245	4,627	618
Total General Administration	<u>1,261,360</u>	<u>951,255</u>	<u>310,105</u>
Total General Government	<u>2,429,845</u>	<u>1,951,527</u>	<u>478,318</u>
Total Expenditures	<u>5,513,479</u>	<u>4,758,309</u>	<u>755,170</u>

(Continued)

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2000

GENERAL FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,398,861	2,440,074	1,041,213
<u>Other Financing Sources (Uses):</u>			
Proceeds from Sale of Fixed Assets	250	6,235	5,985
Operating Transfers Out	<u>(786,200)</u>	<u>(788,150)</u>	<u>(1,950)</u>
Total Other Financing Sources (Uses)	<u>(785,950)</u>	<u>(781,915)</u>	<u>4,035</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	612,911	1,658,159	1,045,248
Fund Balance at Beginning of Year	3,730,263	3,730,263	0
Prior Year Encumbrances	<u>309,164</u>	<u>309,164</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4,652,338</u></u>	<u><u>\$5,697,586</u></u>	<u><u>\$1,045,248</u></u>

SPECIAL REVENUE FUNDS

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.

Memorial Fund

To account for revenue that is donated for special purchases, most notably trees and benches.

Law Enforcement Fund

To account for revenues received by the Police Department for contraband per state statute.

Drug Law Enforcement Fund

To account for revenues received from mandatory fines for drug offenses.

DUI Enforcement and Education Fund

To account for resources used to educate the public regarding laws governing the operation of motor vehicles while under the influence of alcohol.

Mayor's Court Technology Fund

To account for the assessment fee charged to each issued citation to be used only for the purchase and maintenance of computerizing the Mayor's Court operations.

Fire Protection / EMS Fund

To account for Fire Protection / EMS Levy revenues collected to fund Fire Department operations.

Environmental Impact Tax Fund

To account for revenue that is generated from fees attached to the new development in the City which is matched with City funds.

Street Construction, Maintenance and Repair Fund

To account revenues distributed the State-from the motor vehicle registration and gasoline tax. Expenditures may only be used for street construction, maintenance and repair.

(Continued)

SPECIAL REVENUE FUNDS

Street and Storm Sewer Fund

To account for capital improvements for street projects only.

Arts and Amenities Fund

To account for expenditures of the Arts Commission and the Sister Cities Commission.

THE CITY OF MONTGOMERY, OHIO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
DECEMBER 31, 2000

	Memorial	Law Enforcement	Drug Law Enforcement	DUI Enforcement and Education	Mayor's Court Technology
Assets:					
Cash and Cash Equivalents	\$4,880	\$1,784	\$2,285	\$5,288	\$64,974
Receivables (net of allowance for doubtful accounts):					
Taxes	0	0	0	0	0
Intergovernmental Receivables	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	\$4,880	\$1,784	\$2,285	\$5,288	\$64,974
Liabilities:					
Accounts Payable	\$0	\$0	\$0	\$0	\$321
Accrued Wages and Benefits	0	0	0	0	0
Intergovernmental Payables	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	0	0	0	0	321
Fund Equity:					
Fund Balances:					
Reserved for Encumbrances	550	0	0	0	0
Reserved for Prepaid Items	0	0	0	0	0
Unreserved - Undesignated	4,330	1,784	2,285	5,288	64,653
Total Fund Equity	4,880	1,784	2,285	5,288	64,653
Total Liabilities and Fund Equity	\$4,880	\$1,784	\$2,285	\$5,288	\$64,974

THE CITY OF MONTGOMERY, OHIO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
DECEMBER 31, 2000

Fire Protection/ EMS	Environmental Impact Tax	Street Construction, Maintenance and Repair	Street and Storm Sewer	Arts and Amenities	Totals
\$1,026,594	\$30,459	\$253,837	\$37,820	\$406,587	\$1,834,508
1,666,177	0	9,381	0	0	1,675,558
193,479	0	38	0	0	193,517
4,943	0	4,941	0	0	9,884
<u>\$2,891,193</u>	<u>\$30,459</u>	<u>\$268,197</u>	<u>\$37,820</u>	<u>\$406,587</u>	<u>\$3,713,467</u>
\$4,209	\$0	\$24,577	\$0	\$0	\$29,107
56,157	0	17,129	0	0	73,286
1,360	0	0	0	0	1,360
1,859,656	0	0	0	0	1,859,656
<u>1,921,382</u>	<u>0</u>	<u>41,706</u>	<u>0</u>	<u>0</u>	<u>1,963,409</u>
815	0	112,557	0	2,300	116,222
4,943	0	4,941	0	0	9,884
964,053	30,459	108,993	37,820	404,287	1,623,952
<u>969,811</u>	<u>30,459</u>	<u>226,491</u>	<u>37,820</u>	<u>406,587</u>	<u>1,750,058</u>
<u>\$2,891,193</u>	<u>\$30,459</u>	<u>\$268,197</u>	<u>\$37,820</u>	<u>\$406,587</u>	<u>\$3,713,467</u>

THE CITY OF MONTGOMERY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

	Memorial	Law Enforcement	Drug Law Enforcement	DUI Enforcement and Education	Mayor's Court Technology
Revenues:					
Taxes	\$0	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	0	0
Fines and Forfeitures	0	288	0	1,780	23,910
All Other Revenues	8,310	0	0	0	0
Total Revenues	8,310	288	0	1,780	23,910
Expenditures:					
Current:					
Security of Persons and Property	0	9,250	0	0	0
Leisure Time Activities	0	0	0	0	0
Community Environment	9,370	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	0	0	0	7,397
Total Expenditures	9,370	9,250	0	0	7,397
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,060)	(8,962)	0	1,780	16,513
Other Financing Sources (Uses):					
Operating Transfers In	1,200	0	0	0	0
Operating Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	1,200	0	0	0	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	140	(8,962)	0	1,780	16,513
Fund Balance at Beginning of Year	4,740	10,746	2,285	3,508	48,140
Fund Balance at End of Year	\$4,880	\$1,784	\$2,285	\$5,288	\$64,653

THE CITY OF MONTGOMERY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

Fire Protection/ EMS	Environmental Impact Tax	Street Construction, Maintenance and Repair	Street and Storm Sewer	Arts and Amenities	Totals
\$1,786,202	\$0	\$316,249	\$0	\$0	\$2,102,451
69,713	0	0	0	15,624	85,337
0	38,011	0	0	0	38,011
64,511	2,894	7,074	0	27,726	102,205
0	0	0	0	0	25,978
16,695	0	3,256	0	0	28,261
<u>1,937,121</u>	<u>40,905</u>	<u>326,579</u>	<u>0</u>	<u>43,350</u>	<u>2,382,243</u>
1,208,905	0	0	0	0	1,218,155
0	0	0	0	11,036	11,036
0	0	0	0	0	9,370
0	0	978,365	51,291	0	1,029,656
0	0	0	0	0	7,397
<u>1,208,905</u>	<u>0</u>	<u>978,365</u>	<u>51,291</u>	<u>11,036</u>	<u>2,275,614</u>
728,216	40,905	(651,786)	(51,291)	32,314	106,629
0	40,000	730,000	16,950	0	788,150
(119,000)	(80,000)	0	0	0	(199,000)
<u>(119,000)</u>	<u>(40,000)</u>	<u>730,000</u>	<u>16,950</u>	<u>0</u>	<u>589,150</u>
609,216	905	78,214	(34,341)	32,314	695,779
360,595	29,554	148,277	72,161	374,273	1,054,279
<u>\$969,811</u>	<u>\$30,459</u>	<u>\$226,491</u>	<u>\$37,820</u>	<u>\$406,587</u>	<u>\$1,750,058</u>

CITY OF MONTGOMERY, 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, 2000

MEMORIAL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
All Other Revenue	\$8,160	\$8,310	\$150
Total Revenues	8,160	8,310	150
<u>Expenditures:</u>			
Community Environment:			
Material, Supplies, and Services	11,000	10,010	990
Total Expenditures	11,000	10,010	990
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,840)	(1,700)	1,140
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	1,200	1,200	0
Total Other Financing Sources (Uses)	1,200	1,200	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,640)	(500)	1,140
Fund Balance at Beginning of Year	4,830	4,830	0
Fund Balance at End of Year	\$3,190	\$4,330	\$1,140

CITY OF MONTGOMERY, 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, 2000

LAW ENFORCEMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$250	\$288	\$38
Total Revenues	250	288	38
<u>Expenditures:</u>			
Security of Persons and Property:			
Capital Outlay	10,000	9,250	750
Total Expenditures	10,000	9,250	750
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,750)	(8,962)	788
Fund Balance at Beginning of Year	10,746	10,746	0
Fund Balance at End of Year	\$996	\$1,784	\$788

CITY OF MONTGOMERY, 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, 2000

DRUG LAW ENFORCEMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Security of Persons and Property:			
Material, Supplies, and Services	500	0	500
Total Expenditures	500	0	500
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(500)	0	(500)
Fund Balance at Beginning of Year	2,285	2,285	0
Fund Balance at End of Year	\$1,785	\$2,285	(\$500)

CITY OF MONTGOMERY, 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, 2000

DUI ENFORCEMENT AND EDUCATION FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$1,800	\$1,828	\$28
Total Revenues	1,800	1,828	28
<u>Expenditures:</u>			
Security of Persons and Property:			
Material, Supplies, and Services	1,000	0	1,000
Total Expenditures	1,000	0	1,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	800	1,828	1,028
Fund Balance at Beginning of Year	3,460	3,460	0
Fund Balance at End of Year	\$4,260	\$5,288	\$1,028

CITY OF MONTGOMERY, 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, 2000

MAYOR'S COURT TECHNOLOGY FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	<u>\$22,000</u>	<u>\$23,910</u>	<u>\$1,910</u>
Total Revenues	<u>22,000</u>	<u>23,910</u>	<u>1,910</u>
<u>Expenditures:</u>			
General Government:			
Personal Services	14,214	390	13,824
Material, Supplies, and Services	6,750	5,082	1,668
Capital Outlay	<u>3,000</u>	<u>2,039</u>	<u>961</u>
Total Expenditures	<u>23,964</u>	<u>7,511</u>	<u>16,453</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,964)	16,399	18,363
Fund Balance at Beginning of Year	<u>48,575</u>	<u>48,575</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$46,611</u></u>	<u><u>\$64,974</u></u>	<u><u>\$18,363</u></u>

CITY OF MONTGOMERY, 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, 2000

FIRE PROTECTION / EMS FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$1,770,913	\$1,786,202	\$15,289
Charges for Services	57,548	73,584	16,036
Investment Earnings	15,912	64,511	48,599
All Other Revenues	<u>5,200</u>	<u>16,695</u>	<u>11,495</u>
Total Revenues	<u>1,849,573</u>	<u>1,940,992</u>	<u>91,419</u>
<u>Expenditures:</u>			
Security of Persons and Property:			
Personal Services	1,027,448	982,528	44,920
Material, Supplies, and Services	144,538	140,484	4,054
Capital Outlay	<u>120,010</u>	<u>76,478</u>	<u>43,532</u>
Total Expenditures	<u>1,291,996</u>	<u>1,199,490</u>	<u>92,506</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	557,577	741,502	183,925
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	<u>(119,000)</u>	<u>(119,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(119,000)</u>	<u>(119,000)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	438,577	622,502	183,925
Fund Balance at Beginning of Year	377,885	377,885	0
Prior Year Encumbrances	<u>25,392</u>	<u>25,392</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$841,854</u></u>	<u><u>\$1,025,779</u></u>	<u><u>\$183,925</u></u>

CITY OF MONTGOMERY, 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, 2000

ENVIRONMENTAL IMPACT TAX FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Licenses and Permits	\$39,569	\$38,011	(\$1,558)
Investment Earnings	<u>1,152</u>	<u>2,894</u>	<u>1,742</u>
Total Revenues	<u>40,721</u>	<u>40,905</u>	<u>184</u>
<u>Expenditures:</u>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	40,721	40,905	184
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	40,000	40,000	0
Operating Transfers Out	<u>(80,000)</u>	<u>(80,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	721	905	184
Fund Balance at Beginning of Year	<u>29,554</u>	<u>29,554</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$30,275</u></u>	<u><u>\$30,459</u></u>	<u><u>\$184</u></u>

CITY OF MONTGOMERY, 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, 2000

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$304,650	\$311,412	\$6,762
Charges for Services	1,120	0	(1,120)
Investment Earnings	2,500	7,074	4,574
All Other Revenues	0	3,218	3,218
Total Revenues	308,270	321,704	13,434
<u>Expenditures:</u>			
Transportation:			
Personal Services	530,256	514,713	15,543
Material, Supplies, and Services	197,806	211,773	(13,967)
Capital Outlay	403,031	359,995	43,036
Total Expenditures	1,131,093	1,086,481	44,612
Excess (Deficiency) of Revenues Over (Under) Expenditures	(822,823)	(764,777)	58,046
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	730,000	730,000	0
Total Other Financing Sources (Uses)	730,000	730,000	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(92,823)	(34,777)	58,046
Fund Balance at Beginning of Year	125,289	125,289	0
Prior Year Encumbrances	46,072	46,072	0
Fund Balance at End of Year	\$78,538	\$136,584	\$58,046

CITY OF MONTGOMERY, 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, 2000

STREET AND STORM SEWER FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Transportation:			
Material, Supplies, and Services	12,885	15,194	(2,309)
Capital Outlay	45,615	38,204	7,411
Total Expenditures	58,500	53,398	5,102
Excess (Deficiency) of Revenues Over (Under) Expenditures	(58,500)	(53,398)	5,102
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	16,950	16,950	0
Operating Transfers Out	(15,768)	0	15,768
Total Other Financing Sources (Uses)	1,182	16,950	15,768
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(57,318)	(36,448)	20,870
Fund Balance at Beginning of Year	57,318	57,318	0
Prior Year Encumbrances	16,950	16,950	0
Fund Balance at End of Year	<u>\$16,950</u>	<u>\$37,820</u>	<u>\$20,870</u>

CITY OF MONTGOMERY, 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, 2000

ARTS AND AMENITIES FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for Services	\$16,460	\$15,624	(\$836)
Investment Earnings	24,040	27,726	3,686
All Other Revenues	0	0	0
Total Revenues	40,500	43,350	2,850
<u>Expenditures:</u>			
Leisure Time Activities:			
Material, Supplies, and Services	25,780	13,336	12,444
Capital Outlay	45,000	0	45,000
Total Expenditures	70,780	13,336	57,444
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,280)	30,014	60,294
Fund Balance at Beginning of Year	326,973	326,973	0
Prior Year Encumbrances	47,300	47,300	0
Fund Balance at End of Year	\$343,993	\$404,287	\$60,294



DEBT SERVICE FUNDS

Debt Service Funds are used to account for retirement of the City's general obligation and special assessment bonds.

Special Assessment Bond Retirement Fund

To account for the accumulation of special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of principal and interest on the City's special assessment bonds.

General Obligation Bond Retirement Fund

To account for accumulation of resources for the payments of principal and interest on the City's general obligation bonds including self-supporting obligations.

Pioneer Park Bond Retirement Fund

To account for the 0.7 mil levy, voted for the retirement of debt on the purchase and development of Pioneer Park.

Reserve of Montgomery Bond Retirement Fund

To account for accumulation of resources set up to fund the community improvement district that is part of the Great Traditions project and will be paid back as part of a thirty year special assessment.

Ohio National Tax Increment Fund

To account for service payments (in lieu of taxes) as a result of the Ohio National Life Insurance Company tax increment financing agreement. These monies will pay the debt service on money borrowed to complete improvements around the project site.

THE CITY OF MONTGOMERY, OHIO
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
DECEMBER 31, 2000

	Special Assessment Bond Retirement	General Obligation Bond Retirement	Pioneer Park Bond Retirement	Reserve of Montgomery Bond Retirement	Ohio National Tax Increment	Totals
Assets:						
Cash and Cash Equivalents	\$36,654	\$475,946	\$270,963	\$20,395	\$672,786	\$1,476,744
Investments	19,101	248,026	143,712	10,629	350,604	772,072
Receivables:						
Taxes	0	177,661	158,399	0	0	336,060
Special Assessments	693,804	0	0	4,576,583	0	5,270,387
Intergovernmental Receivables	0	0	17,782	0	0	17,782
Total Assets	<u>\$749,559</u>	<u>\$901,633</u>	<u>\$590,856</u>	<u>\$4,607,607</u>	<u>\$1,023,390</u>	<u>\$7,873,045</u>
Liabilities:						
Deferred Revenue	<u>\$693,804</u>	<u>\$0</u>	<u>\$176,181</u>	<u>\$4,576,583</u>	<u>\$0</u>	<u>\$5,446,568</u>
Total Liabilities	<u>693,804</u>	<u>0</u>	<u>176,181</u>	<u>4,576,583</u>	<u>0</u>	<u>5,446,568</u>
Fund Equity:						
Fund Balances:						
Reserved for Debt Service	<u>55,755</u>	<u>901,633</u>	<u>414,675</u>	<u>31,024</u>	<u>1,023,390</u>	<u>2,426,477</u>
Total Fund Equity	<u>55,755</u>	<u>901,633</u>	<u>414,675</u>	<u>31,024</u>	<u>1,023,390</u>	<u>2,426,477</u>
Total Liabilities and Fund Equity	<u>\$749,559</u>	<u>\$901,633</u>	<u>\$590,856</u>	<u>\$4,607,607</u>	<u>\$1,023,390</u>	<u>\$7,873,045</u>

CITY OF MONTGOMERY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>Special Assessment Bond Retirement</u>	<u>General Obligation Bond Retirement</u>	<u>Pioneer Park Bond Retirement</u>	<u>Reserve of Montgomery Bond Retirement</u>	<u>Ohio National Tax Increment</u>	<u>Totals</u>
Revenues:						
Taxes	\$0	\$1,303,951	\$169,200	\$0	\$713,224	\$2,186,375
Investment Earnings	0	0	35,390	0	0	35,390
Special Assessments	59,706	0	0	184,545	0	244,251
Total Revenues	<u>59,706</u>	<u>1,303,951</u>	<u>204,590</u>	<u>184,545</u>	<u>713,224</u>	<u>2,466,016</u>
Expenditures:						
General Government	0	0	0	0	100,000	100,000
Debt Service:						
Principal Retirement	24,883	490,000	60,000	45,000	95,000	714,883
Interest and Fiscal Charges	33,777	403,220	46,279	134,598	193,267	811,141
Total Expenditures	<u>58,660</u>	<u>893,220</u>	<u>106,279</u>	<u>179,598</u>	<u>388,267</u>	<u>1,626,024</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,046	410,731	98,311	4,947	324,957	839,992
Other Financing Sources (Uses):						
Operating Transfers In	0	199,000	0	0	0	199,000
Total Other Financing Sources (Uses)	<u>0</u>	<u>199,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>199,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,046	609,731	98,311	4,947	324,957	1,038,992
Fund Balance at Beginning of Year	54,709	291,902	316,364	26,077	698,433	1,387,485
Fund Balance at End of Year	<u>\$55,755</u>	<u>\$901,633</u>	<u>\$414,675</u>	<u>\$31,024</u>	<u>\$1,023,390</u>	<u>\$2,426,477</u>

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

SPECIAL ASSESSMENT BOND RETIREMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Special Assessments	\$59,650	\$59,706	\$56
Total Revenues	59,650	59,706	56
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	24,883	24,883	0
Interest and Fiscal Charges	33,777	33,777	0
Total Expenditures	58,660	58,660	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	990	1,046	56
Fund Balance at Beginning of Year	54,709	54,709	0
Fund Balance at End of Year	\$55,699	\$55,755	\$56

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

GENERAL OBLIGATION BOND RETIREMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$1,053,796	\$1,259,477	\$205,681
Total Revenues	1,053,796	1,259,477	205,681
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	490,000	490,000	0
Interest and Fiscal Charges	404,292	403,420	872
Total Debt Service	894,292	893,420	872
Total Expenditures	894,292	893,420	872
Excess (Deficiency) of Revenues Over (Under) Expenditures	159,504	366,057	206,553
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	199,000	199,000	0
Operating Transfers Out	0	0	0
Total Other Financing Sources (Uses)	199,000	199,000	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	358,504	565,057	206,553
Fund Balance at Beginning of Year	158,915	158,915	0
Fund Balance at End of Year	\$517,419	\$723,972	\$206,553

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

PIONEER PARK BOND RETIREMENT FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$176,098	\$169,200	(\$6,898)
Investment Earnings	17,103	28,619	11,516
Total Revenues	<u>193,201</u>	<u>197,819</u>	<u>4,618</u>
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	60,000	60,000	0
Interest and Fiscal Charges	46,581	46,279	302
Total Expenditures	<u>106,581</u>	<u>106,279</u>	<u>302</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	86,620	91,540	4,920
Fund Balance at Beginning of Year	<u>320,628</u>	<u>320,628</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$407,248</u></u>	<u><u>\$412,168</u></u>	<u><u>\$4,920</u></u>

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

RESERVE OF MONTGOMERY BOND RETIREMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Special Assessments	\$184,000	\$184,545	\$545
Total Revenues	<u>184,000</u>	<u>184,545</u>	<u>545</u>
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	45,000	45,000	0
Interest and Fiscal Charges	<u>134,602</u>	<u>134,598</u>	<u>4</u>
Total Expenditures	<u>179,602</u>	<u>179,598</u>	<u>4</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,398	4,947	549
Fund Balance at Beginning of Year	<u>26,077</u>	<u>26,077</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$30,475</u></u>	<u><u>\$31,024</u></u>	<u><u>\$549</u></u>

CITY OF MONTGOMERY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

OHIO NATIONAL TAX INCREMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$710,000	\$713,224	\$3,224
Total Revenues	<u>710,000</u>	<u>713,224</u>	<u>3,224</u>
<u>Expenditures:</u>			
General Government:			
Materials, Supplies, and Services	100,000	100,000	0
Total General Government	<u>100,000</u>	<u>100,000</u>	<u>0</u>
Debt Service:			
Principal Retirement	95,000	95,000	0
Interest and Fiscal Charges	193,368	193,267	101
Total Debt Service	<u>288,368</u>	<u>288,267</u>	<u>101</u>
Total Expenditures	<u>388,368</u>	<u>388,267</u>	<u>101</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	321,632	324,957	3,325
Fund Balance at Beginning of Year	<u>698,433</u>	<u>698,433</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,020,065</u></u>	<u><u>\$1,023,390</u></u>	<u><u>\$3,325</u></u>

CAPITAL PROJECTS FUNDS

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.

Capital Improvement Fund

To account for resources used for the major capital construction and/or improvement projects undertaken by the City.

Urban Redevelopment Fund

To account for the lease payments received from the Village Corner and Montgomery Commons projects in the downtown area.

Special Assessment Capital Projects Fund

To account for revenues and expenditures designated for capital improvements which are financed by levying special assessments against benefited property owners. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

THE CITY OF MONTGOMERY, OHIO
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
DECEMBER 31, 2000

	<u>Capital Improvement</u>	<u>Urban Redevelopment</u>	<u>Totals</u>
<u>Assets:</u>			
Cash and Cash Equivalents	\$566,896	\$64,508	\$631,404
Investments	295,422	33,616	329,038
Receivables (net of allowance for doubtful accounts):			
Taxes	<u>71,064</u>	<u>0</u>	<u>71,064</u>
Total Assets	<u><u>\$933,382</u></u>	<u><u>\$98,124</u></u>	<u><u>\$1,031,506</u></u>
<u>Liabilities:</u>			
Accounts Payable	<u>\$13,064</u>	<u>\$0</u>	<u>\$13,064</u>
Total Liabilities	<u>13,064</u>	<u>0</u>	<u>13,064</u>
<u>Fund Equity:</u>			
Fund Balances:			
Reserved for Encumbrances	131,083	10,000	141,083
Unreserved - Undesignated	<u>789,235</u>	<u>88,124</u>	<u>877,359</u>
Total Fund Equity	<u>920,318</u>	<u>98,124</u>	<u>1,018,442</u>
Total Liabilities and Fund Equity	<u><u>\$933,382</u></u>	<u><u>\$98,124</u></u>	<u><u>\$1,031,506</u></u>

THE CITY OF MONTGOMERY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

	<u>Capital Improvement</u>	<u>Urban Redevelopment</u>	<u>Special Assessment Capital Projects</u>	<u>Totals</u>
Revenues:				
Taxes	\$521,580	\$67,316	\$0	\$588,896
Total Revenues	<u>521,580</u>	<u>67,316</u>	<u>0</u>	<u>588,896</u>
Expenditures:				
General Government	0	854	0	854
Capital Outlay	265,473	22,823	13,659	301,955
Total Expenditures	<u>265,473</u>	<u>23,677</u>	<u>13,659</u>	<u>302,809</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	256,107	43,639	(13,659)	286,087
Fund Balance at Beginning of Year	<u>664,211</u>	<u>54,485</u>	<u>13,659</u>	<u>732,355</u>
Fund Balance at End of Year	<u><u>\$920,318</u></u>	<u><u>\$98,124</u></u>	<u><u>\$0</u></u>	<u><u>\$1,018,442</u></u>

CITY OF MONTGOMERY, 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, 2000

CAPITAL IMPROVEMENT FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	<u>\$459,000</u>	<u>\$503,791</u>	<u>\$44,791</u>
Total Revenues	<u>459,000</u>	<u>503,791</u>	<u>44,791</u>
<u>Expenditures:</u>			
Capital Outlay	<u>532,093</u>	<u>394,727</u>	<u>137,366</u>
Total Expenditures	<u>532,093</u>	<u>394,727</u>	<u>137,366</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(73,093)	109,064	182,157
Fund Balance at Beginning of Year	335,843	335,843	0
Prior Year Encumbrances	<u>275,093</u>	<u>275,093</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$537,843</u></u>	<u><u>\$720,000</u></u>	<u><u>\$182,157</u></u>

CITY OF MONTGOMERY, 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, 2000

URBAN REDEVELOPMENT FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	<u>\$66,500</u>	<u>\$67,316</u>	<u>\$816</u>
Total Revenues	<u>66,500</u>	<u>67,316</u>	<u>816</u>
<u>Expenditures:</u>			
General Government:			
Materials, Supplies, and Services	<u>578</u>	<u>854</u>	<u>(276)</u>
Total General Government	<u>578</u>	<u>854</u>	<u>(276)</u>
Capital Outlay			
Capital Outlay	<u>67,792</u>	<u>33,274</u>	<u>34,518</u>
Total Capital Outlay	<u>67,792</u>	<u>33,274</u>	<u>34,518</u>
Total Expenditures	<u>68,370</u>	<u>34,128</u>	<u>34,242</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,870)	33,188	35,058
Fund Balance at Beginning of Year	49,144	49,144	0
Prior Year Encumbrances	<u>5,792</u>	<u>5,792</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$53,066</u></u>	<u><u>\$88,124</u></u>	<u><u>\$35,058</u></u>

CITY OF MONTGOMERY, 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, 2000

SPECIAL ASSESSMENT CAPITAL PROJECTS FUND

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	13,659	13,659	0
Total Expenditures	13,659	13,659	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,659)	(13,659)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances	13,659	13,659	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FIDUCIARY FUND TYPES

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.

EXPENDABLE TRUST FUND

Historical Trust Fund

To account for the revenue generated from the rental of City owner properties in the historical district. The revenues are used to maintain the properties.

AGENCY FUNDS

Mayor's Court Fund

To account for funds that flow through the Mayor's Court.

Trust Reimbursement Fund

To account for a cost center for depositing insurance monies and other payments with the City prior to payments to the appropriate contractor or business.

THE CITY OF MONTGOMERY, OHIO
COMBINING BALANCE SHEET
FIDUCIARY FUNDS
DECEMBER 31, 2000

	Expendable Trust Fund	Agency Funds		Totals
	Historical Trust	Mayor's Court	Trust Reimbursement	
Assets:				
Cash and Cash Equivalents	\$68,250	\$0	\$0	\$68,250
Investments	42,322	0	20,035	62,357
Restricted Assets:				
Cash with Fiscal Agent	0	2,330	38,445	40,775
Total Assets	<u>\$110,572</u>	<u>\$2,330</u>	<u>\$58,480</u>	<u>\$171,382</u>
Liabilities and Fund Equity:				
Liabilities:				
Accounts Payable	\$1,060	\$0	\$58,480	\$59,540
Due to Other Funds	0	2,330	0	2,330
Total Liabilities	<u>1,060</u>	<u>2,330</u>	<u>58,480</u>	<u>61,870</u>
Fund Equity:				
Unreserved	109,512	0	0	109,512
Total Equity	<u>109,512</u>	<u>0</u>	<u>0</u>	<u>109,512</u>
Total Liabilities and Fund Equity	<u>\$110,572</u>	<u>\$2,330</u>	<u>\$58,480</u>	<u>\$171,382</u>

THE CITY OF MONTGOMERY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2000

	Balance December 31, 1999	Additions	Deductions	Balance December 31, 2000
<u>Mayor's Court</u>				
Assets:				
Accounts Receivable	\$4,811	\$0	(\$4,811)	\$0
Restricted Assets:				
Cash with Fiscal Agent	4,856	221,952	(224,478)	2,330
Total Assets	<u>\$9,667</u>	<u>\$221,952</u>	<u>(\$229,289)</u>	<u>\$2,330</u>
Liabilities:				
Due to Other Funds	\$4,856	\$221,952	(\$224,478)	\$2,330
Intergovernmental Payables	4,811	0	(4,811)	0
Total Liabilities	<u>\$9,667</u>	<u>\$221,952</u>	<u>(\$229,289)</u>	<u>\$2,330</u>
<u>Trust Reimbursement</u>				
Assets:				
Investments	\$31,906	\$9,467	(\$21,338)	\$20,035
Restricted Assets:				
Cash with Fiscal Agent	0	38,445	0	38,445
Total Assets	<u>\$31,906</u>	<u>\$47,912</u>	<u>(\$21,338)</u>	<u>\$58,480</u>
Liabilities:				
Accounts Payable	\$31,906	\$47,912	(\$21,338)	\$58,480
Total Liabilities	<u>\$31,906</u>	<u>\$47,912</u>	<u>(\$21,338)</u>	<u>\$58,480</u>
<u>Totals - All Agency Funds</u>				
Assets:				
Investments	\$31,906	\$9,467	(\$21,338)	\$20,035
Accounts Receivable	4,811	0	(4,811)	0
Restricted Assets:				
Cash with Fiscal Agent	4,856	260,397	(224,478)	40,775
Total Assets	<u>\$41,573</u>	<u>\$269,864</u>	<u>(\$250,627)</u>	<u>\$60,810</u>
Liabilities:				
Accounts Payable	\$31,906	\$47,912	(\$21,338)	\$58,480
Due to Other Funds	4,856	221,952	(224,478)	2,330
Intergovernmental Payables	4,811	0	(4,811)	0
Total Liabilities	<u>\$41,573</u>	<u>\$269,864</u>	<u>(\$250,627)</u>	<u>\$60,810</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the Proprietary Fund.

THE CITY OF MONTGOMERY, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE
DECEMBER 31, 2000

General Fixed Assets:

Land	\$5,493,783
Buildings	3,256,543
Improvements Other than Buildings	3,908,166
Machinery and Equipment	<u>2,450,544</u>
Total General Fixed Assets	<u><u>\$15,109,036</u></u>

Investment in General Fixed Assets from:

General Fund	\$12,200,432
Special Revenue Funds	2,815,425
Expendable Trust Funds	<u>93,179</u>
Total Investment in General Fixed Assets	<u><u>\$15,109,036</u></u>

THE CITY OF MONTGOMERY, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY CATEGORY
DECEMBER 31, 2000

Function and Activity	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Construction in Progress	Total
<u>General Government:</u>						
Administration	\$0	\$286,177	\$397,897	\$119,214	\$0	\$803,288
Mayor's Court	0	0	0	6,491	0	6,491
Finance	0	0	0	116,982	0	116,982
Total	0	286,177	397,897	242,687	0	926,761
<u>Security of Persons and Property:</u>						
Police	278,400	1,799,140	0	474,538	0	2,552,078
Fire/EMS	0	0	891	980,551	0	981,442
Total	278,400	1,799,140	891	1,455,089	0	3,533,520
<u>Transportation:</u>						
Street/Service	390,000	779,705	82,916	581,362	0	1,833,983
<u>Leisure Time Activities:</u>						
Parks/Recreation	4,284,640	124,407	3,261,623	73,395	0	7,744,065
<u>Community Environment:</u>						
Development	266,000	267,114	73,167	92,191	0	698,472
Historic Trust	0	0	87,359	5,820	0	93,179
Total	266,000	267,114	160,526	98,011	0	791,651
<u>Public Health and Welfare:</u>						
Cemetery	274,743	0	4,313	0	0	279,056
Total General Fixed Assets	<u>\$5,493,783</u>	<u>\$3,256,543</u>	<u>\$3,908,166</u>	<u>\$2,450,544</u>	<u>\$0</u>	<u>\$15,109,036</u>

THE CITY OF MONTGOMERY, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2000

Function and Activity	December 31, 1999	Additions	Deletions	December 31, 2000
<u>General Government:</u>				
Administration	\$672,320	\$130,968	\$0	\$803,288
Mayor's Court	6,491	0	0	6,491
Finance	108,283	8,699	0	116,982
Total	<u>787,094</u>	<u>139,667</u>	<u>0</u>	<u>926,761</u>
<u>Security of Persons and Property:</u>				
Police	2,485,121	66,957	0	2,552,078
Fire/EMS	882,841	98,601	0	981,442
Total	<u>3,367,962</u>	<u>165,558</u>	<u>0</u>	<u>3,533,520</u>
<u>Transportation:</u>				
Street/Service	1,800,829	33,154	0	1,833,983
<u>Leisure Time Activities:</u>				
Parks/Recreation	7,715,021	29,044	0	7,744,065
<u>Community Environment:</u>				
Development	678,569	19,903	0	698,472
Historic Trust	41,175	52,004	0	93,179
Total	<u>719,744</u>	<u>71,907</u>	<u>0</u>	<u>791,651</u>
<u>Public Health and Welfare:</u>				
Cemetery	276,593	2,463	0	279,056
Total General Fixed Assets	<u><u>\$14,667,243</u></u>	<u><u>\$441,793</u></u>	<u><u>\$0</u></u>	<u><u>\$15,109,036</u></u>



STATISTICAL SECTION

STATISTICAL TABLE

THE FOLLOWING UNAUDITED STATISTICAL TABLES REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS AND FISCAL CAPACITY OF THE CITY.

City of Montgomery
General Governmental Expenditures by Function (1)
Last Ten Years

Year	Security of Persons and Property	Public Health and Welfare Services	Leisure Time Activities	Community Environment	Basic Utility Services	Trans- portation	General Government	Capital Outlay	Debt Service	Total
1991	\$1,672,970	\$74,230	\$188,723	\$252,797	\$238,930	\$808,799	\$884,421	\$0	\$830,561	\$4,951,431
1992	1,701,386	71,728	182,155	273,483	201,630	671,704	1,030,955	0	849,600	4,982,641
1993	2,385,491	72,127	212,631	264,883	228,317	703,521	1,018,839	0	980,942	5,866,751
1994	1,919,030	57,988	247,578	297,830	263,262	545,886	1,147,563	0	1,295,945	5,775,082
1995	2,044,241	48,541	693,648	622,199	266,594	780,217	1,360,634	0	1,311,580	7,127,654
1996	2,194,986	54,461	464,171	363,793	411,842	788,858	1,506,270	0	1,432,095	7,216,476
1997	2,674,436	54,003	599,505	357,371	358,415	750,492	1,251,736	2,644,681	2,163,053	10,853,692
1998	2,406,355	59,926	326,311	373,941	328,556	734,320	1,368,527	507,448	2,238,606	8,343,990
1999	3,322,830	62,852	431,869	310,787	1,152	965,784	1,985,387	562,123	1,541,454	9,184,238
2000	3,024,669	47,900	507,291	350,474	0	1,029,656	1,924,549	301,955	1,526,024	8,712,518

(1) Includes General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds

City of Montgomery
General Governmental Revenues by Source (1)
Last Ten Years

Year	Taxes	Inter-Governmental Revenue	Charges for Service	Licenses and Permits	Investment Earnings	Fines and Forfeitures	All Other (2)	Total
1991	\$4,118,233	\$767,229	\$68,082	\$84,187	\$200,575	\$98,424	\$80,310	\$5,417,040
1992	4,007,067	905,293	65,694	103,254	146,281	135,802	67,558	5,430,949
1993	4,595,850	679,249	69,013	83,629	161,660	151,561	18,226	5,759,188
1994	4,865,515	978,020	148,889	135,985	162,400	184,175	224,258	6,699,242
1995	4,914,488	909,336	217,503	116,300	329,023	161,763	232,869	6,881,282
1996	5,709,941	712,552	318,774	152,904	353,987	145,321	324,389	7,717,868
1997	6,955,554	549,159	350,962	179,103	354,618	202,904	647,170	9,239,470
1998	7,815,545	314,739	253,453	162,761	368,884	297,359	1,136,785	10,349,526
1999	7,998,679	529,898	212,272	159,297	298,124	153,457	342,448	9,694,175
2000	10,921,055	122,067	236,043	214,031	614,128	173,629	770,167	13,051,120

(1) Includes General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds

(2) Special Assessments are included in All Other.

**City of Montgomery
Real 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
1991	\$1,762,221	\$1,696,129	\$53,189	\$1,749,318	99.27%	\$68,259	3.87%
1992	1,780,860	1,739,728	46,776	1,786,504	100.32%	67,910	3.81%
1993	1,827,027	1,773,484	36,871	1,810,355	99.09%	87,527	4.79%
1994	1,910,908	1,876,653	44,580	1,921,233	100.54%	89,536	4.69%
1995	2,036,861	1,995,021	31,385	2,026,406	99.49%	76,847	3.77%
1996	2,101,898	1,989,010	37,680	2,026,690	96.42%	162,551	7.73%
1997	2,263,997	2,135,574	34,309	2,169,883	95.84%	261,402	11.55%
1998	2,425,338	2,181,724	44,045	2,225,769	91.77%	195,163	8.05%
1999	2,499,219	2,423,510	124,006	2,547,516	101.93%	140,242	5.61%
2000	3,530,615	3,436,936	80,766	3,517,702	99.63%	224,721	6.36%

Source: Hamilton County Auditor

**City of Montgomery
Tangible Tax Collected
Last Ten Years**

<u>Year Paid</u>	<u>Amount</u>
1991	\$130,224
1992	163,986
1993	162,621
1994	160,208
1995	71,551
1996	152,856
1997	152,790
1998	179,461
1999	180,620
2000	224,196

Source: Hamilton County Auditor

City of Montgomery
Assessed Valuations and Estimated True Values
of Taxable Property Last Ten Years

Tax Year	Real Property (a)		Public Utility Personal (a)		Tangible Personal Property (b)		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1991	\$204,420,300	\$584,058,000	\$6,966,830	\$7,916,852	\$17,533,890	\$70,135,560	\$228,921,020	\$662,110,412	34.57%
1992	206,450,600	589,858,857	8,563,850	8,595,284	17,825,650	71,302,600	232,840,100	669,756,741	34.76%
1993	211,565,410	604,472,600	8,147,680	9,258,727	17,526,440	70,105,760	237,239,530	683,837,087	34.69%
1994	224,699,070	641,997,343	8,526,450	8,689,148	14,688,980	58,755,920	247,914,500	709,442,411	34.94%
1995	237,235,850	677,816,714	9,738,620	11,066,614	14,700,000	58,800,000	261,674,470	747,683,328	35.00%
1996	249,290,140	712,257,543	8,405,930	9,552,193	15,019,050	60,076,200	272,715,120	781,885,936	34.88%
1997	277,592,030	793,120,086	8,603,800	9,777,045	16,508,900	66,035,600	302,704,730	868,932,731	34.84%
1998	281,025,200	802,929,142	7,851,570	8,922,238	18,384,000	73,536,000	307,260,770	885,387,380	34.70%
1999	319,012,100	911,463,143	8,024,660	8,024,660	19,416,100	77,664,400	346,452,860	997,152,203	34.74%
2000	324,262,130	926,463,229	7,580,120	7,580,120	22,166,530	88,666,120	354,008,780	1,022,709,469	34.61%

(a) Assessed taxes are collected in subsequent year

(b) Assessed taxes are collected in same year

Source: Hamilton County Auditor

City of Montgomery
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuations)
Last Ten Years

Collection Year	City of Montgomery					Total	Sycamore School District	Hamilton County	Special Taxing Districts	Total
	General Fund	Fire / EMS Fund	Pioneer Park							
1991	\$4.50	\$3.94	\$0.70			\$9.14	\$46.74	\$16.88	\$2.70	\$75.46
1992	4.50	3.94	0.70			9.14	46.74	17.50	2.70	76.08
1993	4.50	3.94	0.70			9.14	54.14	18.56	2.70	84.54
1994	4.50	3.95	0.70			9.15	54.14	18.33	2.70	84.32
1995	4.50	3.95	0.70			9.15	54.14	18.30	2.70	84.29
1996	4.50	3.95	0.70			9.15	54.14	19.44	2.70	85.43
1997	4.50	3.95	0.70			9.15	54.14	19.44	2.70	85.43
1998	4.50	3.95	0.70			9.15	54.14	19.01	2.70	85.00
1999	4.50	3.95	0.70			9.15	61.53	18.51	3.73	92.92
2000	4.50	5.55	0.70			10.75	60.84	19.80	3.73	95.12

Source: Hamilton County Auditor

City of Montgomery
Special Assessment Billings and Collections
Last Ten Years

Collection Year	Amount Billed	Amount Collected	Percent Collected
1991	\$31,708	\$31,130	98.18%
1992	601	556	92.51%
1993	98	98	100.00%
1994	37,426	36,175	96.66%
1995	44,099	42,701	96.83%
1996	42,233	40,124	95.01%
1997	239,812	236,539	98.64%
1998	237,481	232,371	97.85%
1999	239,020	234,251	98.00%
2000	247,820	244,584	98.69%

These figures represent amounts certified to and collected by the Hamilton County Auditor.

Source: Hamilton County Auditor

City of Montgomery
Computation of Legal Debt Margin
December 31, 2000

	Total Debt	Unvoted Debt
Net Assessed Valuation	\$354,008,780	\$354,008,780
Legal Debt Limitation (%) (1)	10.50%	5.50%
Legal Debt Limitation (\$) (2)	37,170,922	19,470,483
Applicable City Debt Outstanding	8,310,000	8,310,000
Less: Applicable Debt Service Fund Amounts	(2,426,477)	(2,426,477)
Net Indebtedness Subject to Limitation	5,883,523	5,883,523
Legal Debt Margin	\$31,287,399	\$13,586,960

(1) Direct Debt Limitation Based Upon Section 133, The Uniform Bond Act of the Ohio Revised Code

(2) Tax Increment Financing Debt (Duke Realty Bonds) and Special Assessment Debt are not considered in the computation of the legal debt margin

Source: Finance Department, City of Montgomery and Hamilton County Auditor's Office

City of Montgomery
Ratio of Net General Obligation Bonded Debt to Assessed
Value and Net General Obligation Bonded Debt Per Capita
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Assessed Value (2)</u>	<u>Gross Bonded Debt (3)</u>	<u>Debt Service Funds Available</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Valuation</u>	<u>Net Bonded Debt Per Capita</u>
1991	9,753 (a)	\$231,548,340	\$3,365,000	\$9,523	\$3,355,477	1.45%	\$344
1992	9,753 (a)	237,538,740	6,390,000	5,995	6,384,005	2.69%	655
1993	9,753 (a)	250,751,960	7,340,000	55,228	7,284,772	2.91%	747
1994	9,753 (a)	261,663,450	6,725,000	115,262	6,609,738	2.53%	678
1995	9,753 (a)	272,396,070	9,550,000	271,467	9,278,533	3.41%	951
1996	9,753 (a)	301,214,880	8,845,000	460,625	8,384,375	2.78%	860
1997	9,753 (a)	302,704,750	15,905,958	1,158,782	14,747,176	4.87%	1,512
1998	9,753 (a)	307,261,570	15,703,000	1,236,819	14,466,181	4.71%	1,483
1999	9,753 (a)	346,452,860	8,860,000	1,387,485	7,472,515	2.16%	766
2000	10,163 (b)	354,008,780	8,310,000	2,426,477	5,883,523	1.66%	579

(1) Source: (a) U.S. Bureau of Census; 1990 Federal Census
(b) U.S. Bureau of Census; 1999 Federal Census

(2) Source: Hamilton County Auditor

(3) Includes all general obligation bonded debt except the TIF Duke Realty Bonds which are supported by payments in lieu of taxes

City of Montgomery
Ratio of Annual Debt Service Expenditures
For General Bonded Debt to Total General Governmental Expenditures
Last Ten Years

Year	Debt Principal	Interest and Fiscal Charges	Total Bonded Debt Service (1)	General Governmental Expenditures	Debt Service to General Governmental Expenditures
1991	\$365,000	\$251,775	\$616,775	\$4,951,431	12.46%
1992	390,000	227,138	617,138	4,982,641	12.39%
1993	550,000	489,097	1,039,097	5,866,751	17.71%
1994	615,000	460,206	1,075,206	5,775,082	18.62%
1995	665,000	417,019	1,082,019	7,127,654	15.18%
1996	705,000	587,513	1,292,513	7,216,476	17.91%
1997	830,000	521,301	1,351,301	10,853,692	12.45%
1998	1,170,000	754,760	1,924,760	8,343,990	23.07%
1999	540,000	482,356	1,022,356	9,184,238	11.13%
2000	550,000	447,139	997,139	8,712,518	11.44%

(1) Includes Debt Principal, Interest and Fiscal Charges on all general obligation bonded debt except the TIF Realty Bonds which are supported by pay in lieu of taxes

City of Montgomery
Computation of All Direct and Overlapping Governmental Debt
December 31, 2000

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of Montgomery (1)	Amount Applicable to City of Montgomery
City of Montgomery	\$11,480,000	100.00%	\$11,480,000
Sycamore School District	47,223,599	23.82%	11,248,661
Joint Vocational School District	8,850,000	2.52%	223,020
Hamilton County	<u>130,065,000</u>	2.00%	<u>2,601,300</u>
Total	<u>\$197,618,599</u>		<u>\$25,552,981</u>

The percentage of gross indebtedness of the city's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed value within the City by its total assessed value.

(1) Decimal places have been rounded to the nearest hundredth for presentation.

Source: Ohio Municipal Advisory Council.

**City of Montgomery
Demographic Statistics
Last Ten Years**

<u>Year</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate Cincinnati Metropolitan Area (3)</u>
1991	9,753 (a)	5,528	5.0%
1992	9,753 (a)	5,754	5.5%
1993	9,753 (a)	5,870	5.4%
1994	9,753 (a)	5,933	4.4%
1995	9,753 (a)	6,073	4.2%
1996	9,753 (a)	6,240	4.5%
1997	9,753 (a)	6,259	3.3%
1998	9,753 (a)	6,279	2.8%
1999	9,753 (a)	6,079	4.9%
2000	10,163 (b)	6,309	3.1%

(1) Source: (a) U.S. Bureau of Census - 1990 Federal Census
(b) U.S. Bureau of Census - 1999 Federal Census

(2) Source: Sycamore Community School District, Board of Education
Includes total Sycamore Community School District, a portion of which is located outside the City of Montgomery.

(3) Source: Greater Cincinnati Chamber of Commerce.

City of Montgomery
Property Value and Construction Permits
Last Ten Years

Year	Residential		Commercial	
	Number of Permits	Property Value	Number of Permits	Property Value
1991	202	\$6,111,190	92	\$3,245,172
1992	192	5,631,505	80	2,395,839
1993	193	12,645,818	61	2,203,657
1994	229	10,838,049	91	3,777,947
1995	217	13,156,019	96	18,023,060
1996	186	14,047,725	145	32,927,295
1997	209	7,355,986	126	7,345,788
1998	217	11,401,916	168	19,505,009
1999	392	13,642,941	106	7,253,005
2000	187	6,200,000	136	38,000,000

Source: City of Montgomery Building Department

**City of Montgomery
Principal Taxpayers (Property Tax)
December 31, 2000**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>1999 Assessed Valuation (Tax Duplicate)</u>	<u>Percentage of Total Assessed Valuation</u>
1. Cinergy	Public Utility	\$5,252,950	1.52%
2. Bethesda Properties, Inc.	Real Estate Development	4,569,440	1.32%
3. Bethesda Healthcare, Inc.	Health Care	3,815,010	1.11%
4. Coopers Myers Co.	Real Estate Management	2,843,700	0.82%
5. Bethesda Hospital, Inc.	Hospital	2,501,600	0.73%
6. Teachers Insurance	Insurance	2,303,740	0.67%
7. High Country Health Care	Health Care	1,901,770	0.55%
8. Cooper Realty, LLC	Real Estate Management	1,826,480	0.53%
9. Montgomery Swim	Recreation	1,823,890	0.53%
10. Cincinnati Bell	Public Utility	1,562,130	0.45%
	Sub-Total	28,400,710	8.23%
	All Others	316,525,110	91.77%
	Total	<u>\$344,925,820</u>	<u>100.00%</u>

Source: Hamilton County, Ohio: County Auditor.

**City of Montgomery
Principal Taxpayers (Income Tax)
December 31, 2000**

Taxpayer	Type of Business
1. Bethesda Hospital	Hospital
2. Ohio National Life Insurance Company	Insurance and Financial Services
3. Sycamore Community School District	Education
4. CEI Physicians PSC, Inc.	Health Care
5. Anesthesia Group Practice, Inc.	Health Care
6. Williams Ford Sales, Inc.	Automobile Dealership
7. Northeast Radiology, Inc.	Health Care
8. Mercy Health Partners	Health Care
9. Montgomery Inn, Inc.	Restaurant
10. Cardiology Center of Cincinnati, Inc.	Health Care

Source: City of Montgomery Income Tax Department

**CITY OF MONTGOMERY, OHIO
PRINCIPAL EMPLOYERS
DECEMBER 31, 2000**

<u>Employer</u>	<u>Type of Business</u>	<u>Number of Employees</u>
1. Bethesda Hospital	Hospital	2,196
2. Montgomery Inn, Inc.	Restaurant	722
3. Ohio National Life Insurance Company	Insurance and Financial Services	680
4. Sycamore Community School District	Education	526
5. CEI Physicians PSC, Inc.	Health Care	348
6. Meadowbrook Care Center	Health Care	281
7. Cincinnati Bell	Public Utility	264
8. Montgomery Care Center	Health Care	238
9. Williams Ford Sales, Inc.	Automobile Dealership	229
10. Kroger Limited Partnership	Grocery Retail	226

Source: City of Montgomery Income Tax Department

City of Montgomery
Miscellaneous Statistics
December 31, 2000

Date of Incorporation	1910
Form of Government	Council/Manager
Area	5.3 Square Miles
Miles of Streets	46
Number of Street Lights (per Light bill)	207
Police Protection:	Fire/Emergency Medical Services:
Number of Stations	Number of Stations
Number of Uniformed Personnel	1
Number of Civilian Personnel	Number of Full-time
Number of Patrol Units	Officers and Firefighter/Paramedics
Number of Law Violations:	Number of Part-time
Criminal/Juvenile Citations and Charges	Officers and Firefighter/Paramedics
Citations Issued	Number of Calls Answered:
Calls for Police	Fire Run Calls
	Emergency Medical Calls
Volunteer Hours	Recreation and Culture:
(excluding committees, boards & commissions)	Number of Parks
	Nature Preserve
	Park Area (acres)
	Number of Ball Fields
	Number of Tennis Courts
	Summer Camp Attendance
	1,194



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 MONTGOMERY

HAMILTON COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 7, 2001**