

**CITY OF BEAVERCREEK
GREENE COUNTY, OHIO**

Supplemental Report

FOR THE YEAR ENDED
DECEMBER 31, 2005

TERRY KLEIN, FINANCE DIRECTOR



Mary Taylor, CPA
Auditor of State

City Council
City of Beavercreek
1368 Research Park Drive
Beavercreek, Ohio 45432

We have reviewed the *Independent Auditors' Report* of the City of Beavercreek, Greene County, prepared by Julian and Grube, Inc., for the audit period January 1, 2005 through December 31, 2005. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

March 12, 2007

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CITY OF BEAVERCREEK

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Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements Performed
in Accordance With *Government Auditing Standards***

Members of Council and Mayor
City of Beavercreek
1368 Research Park Drive
Beavercreek, OH 45432

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Beavercreek, Ohio (the "City"), as of and for the year ended December 31, 2005, which collectively comprise the City of Beavercreek's basic financial statements and have issued our report thereon dated June 20, 2006. As disclosed in Note 16 to the basic financial statements, the City restated capital assets in its Governmental Activities and Enterprise fund due to errors and omissions in prior years. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States.

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 opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable 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 caused by error or fraud 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 we have reported to the management of the City in a separate letter dated June 20, 2006.

Members of Council and Mayor
City of Beavercreek, Greene County

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Beavercreek's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain matters that we reported to management of the City of Beavercreek in a separate letter dated June 20, 2006.

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

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

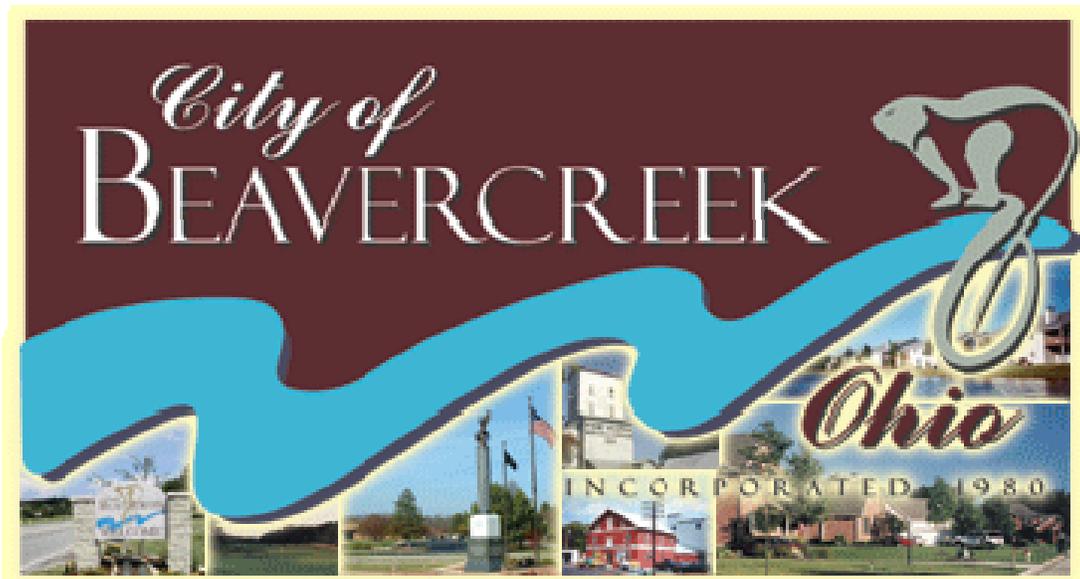
Julian & Grube, Inc.
June 20, 2006

**CITY OF BEAVERCREEK
GREENE COUNTY, OHIO**

**STATUS OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2005**

| Finding Number | Finding Summary | Fully Corrected? | Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain: |
|-----------------------|--|-------------------------|--|
| 2004-COB-001 | It was noted during the audit that the following fund appropriation accounts had an excess of expenditures over appropriations in noncompliance with Ohio Revised Code Section 5705.41(B): | Yes | N/A |
| 2004-COB-002 | Ohio Revised Code Section 5705.39 requires that the total appropriation from each fund should not exceed total estimated resources. | Partially corrected | Citation moved to management letter. |
| 2004-COB-003 | Ohio Revised Code Section 5705.10 in part requires that money paid into any fund shall be expended only after such fund receives monies to cover expenditures. | Yes | N/A |

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE YEAR ENDED DECEMBER 31, 2005

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CITY OF BEAVERCREEK, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2005

Prepared By:
DEPARTMENT OF FINANCE

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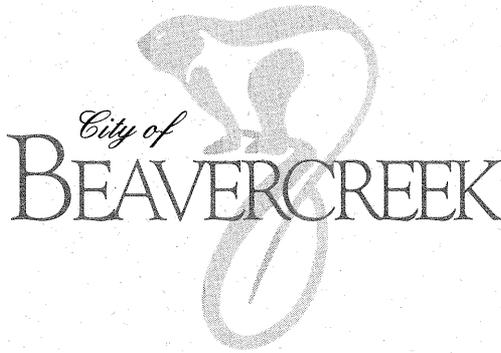
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INTRODUCTORY SECTION

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December 31, 2006

Honorable Mayor, Members of City Council
and Citizens of Beaver creek, Ohio:

The Comprehensive Annual Financial Report of the City of Beaver creek, Ohio, for the year ended December 31, 2005, is hereby submitted. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various fund and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City.

This Comprehensive Annual Financial Report incorporates GASB Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Statement No. 34 was developed to make annual financial reports of state and local governments easier to understand and more useful to those who make decisions using governmental financial information. This report represents and reflects upon the City's financial operations and condition to the City's residents, its elected officials, management personnel, financial institutions, City bondholders, rating agencies and all other parties interested in the financial affairs of the City.

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

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, a listing of principal City officials, the government's organizational chart and the Certificate of Achievement for Excellence in Financial Reporting award. The financial section begins with the Report of the Independent Accountants and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes to Basic Financial Statements that provide an overview of the City's financial position and operating results, the Required Supplementary Information, the Combining Statements for nonmajor funds, and other schedules that provide detailed information relative to the Basic Financial Statements. The statistical section includes selected economic data, financial trends and demographic information, generally presented on a multi-year basis.

This report includes all funds of the City. Reflected in this report is the range of services provided by the City of Beavercreek. These include police protection, street construction and maintenance, traffic control, storm drainage improvements and maintenance, park improvements and maintenance, cemetery maintenance, recreational activities, cultural events, land use development regulation, government access cable channel, golf course facilities and operations, and general administration services. At present, the City has no service responsibilities for fire suppression (furnished independently by Beavercreek Township), public water distribution or sanitary sewerage (furnished independently by the Greene County Sanitary Engineering Department), or solid waste collection (furnished entirely by private firms without governmental involvement).

ECONOMIC CONDITION AND OUTLOOK

Beavercreek's economic health is based in part on factors affecting the entire Dayton metropolitan ("Miami Valley") region and in part on more localized trends somewhat uniquely related to the community and its immediate surroundings.

Retail sales in constant dollars are forecasted to be about 3% above year before levels in the 2nd quarter of 2005 and rise in real terms during the 4th quarter of 2005 and the 1st quarter of 2006.

Beavercreek's economic health is based upon a mixture of trends, some identical to those affecting the entire region and some unique to its particular location within the region. The Mall at Fairfield Commons, with its five department stores and 135 specialty shops, anchors a growing regional business area that provides convenient shopping, dining and services for residents. Beavercreek is also home to numerous research and manufacturing firms engaged in defense technologies, aerospace, automotive components, electronics and other specialized advanced technologies. Immediately north of the community's border are two major regional employers, Wright Patterson Air Force Base and Wright State University, providing jobs for many City residents. Other residents commute to work at a diverse range of employers in Dayton and adjoining suburbs along the I-75 corridor 10 miles to the west of Beavercreek.

The City continues to experience a healthy expansion of new commercial, office, and industrial development reflected in the value of commercial construction permits issued during 2005 which totals over \$50,000,000.

The growth in residential construction, couple with a continuing increase in new commercial construction has resulted in an increase in the City's assessed value of \$1,083,718,295 for 2005 (collection year).

MAJOR INITIATIVES AND OUTLOOK

“THE GREENE” DEVELOPMENT

August 2006 a significant new commercial economic development project opened in the City of Beavercreek. “The Greene” is a 72 acre multi-use “Life Style Center” being developed by Steiner + Associates of Columbus, Ohio, at the intersection of I-675 and Indian Ripple Road. The Greene is an innovative shopping, entertainment, office, and residential project based on “neo traditional” urban design principles. The concept includes multi-story buildings, classical architectural, a “grid street system” and a community town square park.

The Greene will have several phases of development which will eventually total over \$200 million dollars in private investments. The project is also a “public/private partnership” in which approximately \$8 million dollars in infrastructure costs are being funded through a “Tax Increment Financing” (TIF) arrangement. This economic development strategy was made possible through a CEDA Agreement (Community Economic Development Agreement) involving the private developer (Steiner + Associates), Greene County, and the City of Beavercreek. The public improvements funded through the CEDA/TIF include roadways, some utilities, street trees and irrigation, street lighting, storm sewers, and sidewalks.

The incentive package provided through the CEDA Agreement will help to facilitate a project that will not only generate \$200 million dollars in total investment, but also has been estimated to produce a one time economic impact to the area of more \$350 million and over 3,100 construction related jobs. The principal recipients of tax revenue from construction are the State of Ohio, and various Greene and Montgomery jurisdictions through revenue derived from sales and income taxes. Total tax revenue generated each year, when complete and fully occupied, will be \$23.5 million dollars, of which approximately \$8.1 million dollars will be local revenue. The principal beneficiaries of this local increase in revenue are Greene County, Beavercreek City School District, and the City of Beavercreek.

Development of the project will occur in 2 phases. Phase 1 is now open and nearing completion. Phase 2 will begin in 2007. Once fully occupied, The Greene will support approximately 3,000 jobs and will be home to residents occupying a 136-unit residential rental community. The Greene will also include over 100,000 square feet of second floor office space, pedestrian friendly streetscapes, open air gathering spaces, fountains and parks for children, and over 85 best-of-class retail, entertaining and dining tenants. The Greene is the next step in the evolution of Steiner + Associates’ original mixed-use town center concept, which helped initiate and contribute to the “live, work, play” philosophy and lifestyle now growing across the United States.

FINANCIAL INFORMATION

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

Financial Assistance

The City of Beavercreek is recipient of federal, state, and county financial assistance. The City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by the management of the City.

Budgeting Controls

The City maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unused encumbrances are carried over to the following year.

Cash Management

Cash that remained temporarily idle during the year was invested in demand deposits and certificates of deposit. The government earned \$280,697 on all investments for the year ended December 31, 2005.

The City's investment policy is to minimize credit and market risks while maintaining competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized.

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City joined the Miami Valley Risk Management Association, Inc. (MVRMA) a risk sharing insurance pool. For more detailed information on MVRMA, see note 5 in the notes to the basic financial statements.

Independent Audit

The State of Ohio requires an annual audit by either the Auditor of State or by an independent accounting firm. The basic financial statements of the City of Beavercreek, Ohio for the year ended December 31, 2005 have been audited by Julian and Grube, Inc. Their 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 Beavercreek, Ohio for its comprehensive annual financial report for the fiscal year ended December 31, 2004. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government finance 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. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

Important contributions to the preparation of this annual financial report were made by staff members in the Finance Department, including Myra Jackson and Karen Balsley, and by the City's financial reporting consultants, Plattenburg & Associates.

In addition to expressing appreciation to the various persons assisting with the report's preparation, we also acknowledge the support of the Mayor and City Council for the responsible conduct of the City's financial operation.

Sincerely,



Terry C. Klein
Finance Director

CITY OF BEAVERCREEK, OHIO

**LISTING OF PRINCIPAL CITY OFFICIALS
DECEMBER 31, 2005**

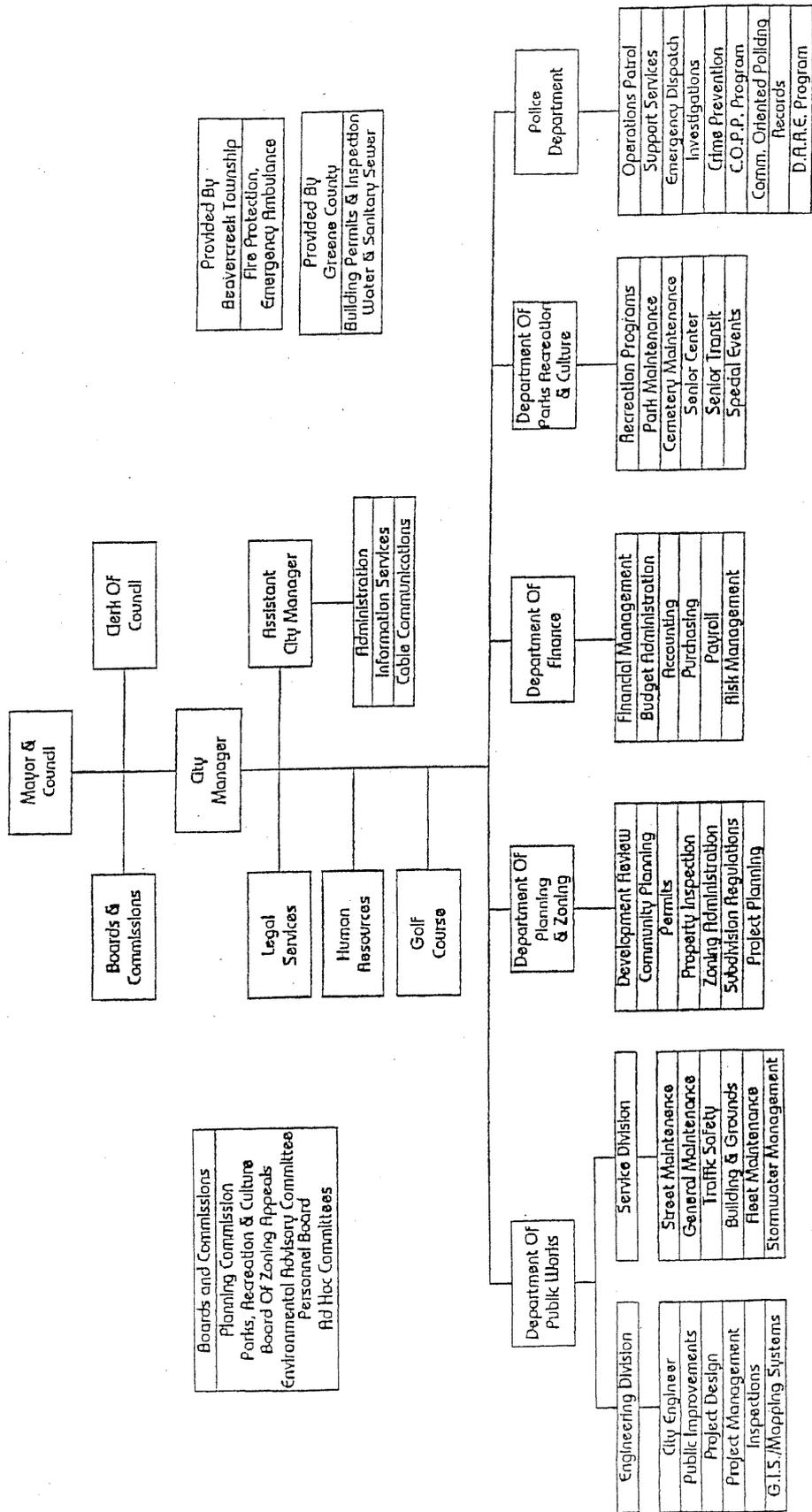
ELECTED OFFICIALS

| | |
|----------------|--------------------|
| Mayor | Joy Brailey |
| Vice Mayor | Phyllis Howard |
| Council Member | David Baker |
| Council Member | Robert J. Glaser |
| Council Member | Dr. Thomas Leonard |
| Council Member | Robert Stone |
| Council Member | Jay A. Tieber |

APPOINTED OFFICIALS

| | |
|----------------------|---------------|
| Interim City Manager | Jack Haney |
| Clerk of Council | Lucia W. Ball |

City of Beaver Creek Municipal Organization



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Beavercreek,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2004

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

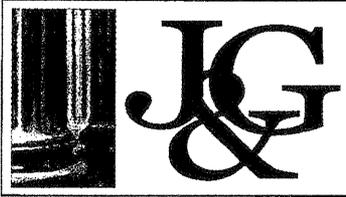


President

Executive Director

FINANCIAL SECTION

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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditors' Report

Members of Council and Mayor
City of Beavercreek
1368 Research Park Drive
Beavercreek, OH 45432

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Beavercreek, Ohio, (the "City") as of and for the year ended December 31, 2005, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Beavercreek, as of December 31, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As disclosed in Note 16 to the basic financial statements, the City restated capital assets in its Governmental Activities and Enterprise fund due to errors and omissions in prior years.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 20, 2006, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Independent Auditors' Report
City of Beavercreek, Ohio

The management's discussion and analysis and budgetary comparison information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Beavercreek's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and the statistical tables are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Julian & Grube, Inc.
June 20, 2006

City of Beavercreek

Management's Discussion and Analysis For The Year Ended December 31, 2005 (Unaudited)

MANAGEMENT'S DISCUSSION AND ANALYSIS

The City of Beavercreek's discussion and analysis of the annual financial reports provides a review of the financial performance for the fiscal year ending December 31, 2005. This is meant to be an easily readable summary of the most important financial information regarding the accompanying financial statements. Please read it in conjunction with the transmittal letter and the City's basic financial statements and the notes to the basic financial statements.

FINANCIAL HIGHLIGHTS

- The City's total net assets decreased \$1,737,315. Net assets of governmental activities decreased \$1,036,943, net assets of business-type activities decreased by \$700,372.
- The General Fund reported a net change in fund balance of \$319,639.
- Golf Course operations reflected an operating loss of \$528,821.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

Government-wide Financial Statements

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

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

In the Government-wide Financial Statements, the City is divided into two kinds of activities.

- **Governmental Activities** - Most of the City's services are reported here including police, street maintenance, parks and recreation, and general administration. Property taxes, intergovernmental revenue, charges for services, and interest finance most of these activities.
- **Business-Type Activities** - This service consists of a golf course. Service fees for this operation are charged based upon the amount of usage or a usage fee. The intent is that the fees charged recoup operational costs.

Fund Financial Statements

Information about the City's major funds is presented in the Fund Financial Statements (see table of contents). Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the City, with approval of council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for use of grants. The City's major funds are General, Police Levy, Street Levy, Street Maintenance, Debt Service, and Golf Course.

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

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

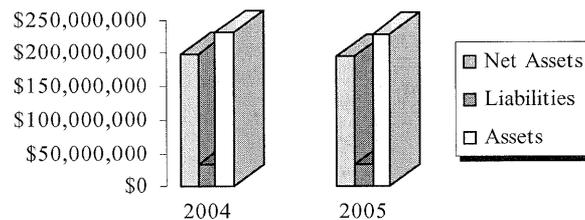
Fiduciary Funds - The City is the fiscal agent for three agency funds. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Statement of Changes in Assets and Liabilities. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

The City as a Whole

As stated previously, the Statement of Net Assets looks at the City as a whole. Table 1 provides a summary of the City's net assets for 2005 compared to 2004.

Table 1
Net Assets

| | Governmental Activities | | Business-Type Activities | | Total | |
|--------------------------|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | 2004 Restated | 2005 | 2004 Restated | 2005 | 2004 Restated | 2005 |
| Assets | | | | | | |
| Current Assets | \$25,856,457 | \$25,161,657 | \$239,164 | \$242,469 | \$26,095,621 | \$25,404,126 |
| Capital Assets, Net | 195,847,738 | 195,187,971 | 9,892,116 | 9,774,195 | 205,739,854 | 204,962,166 |
| Total Assets | 221,704,195 | 220,349,628 | 10,131,280 | 10,016,664 | 231,835,475 | 230,366,292 |
| Liabilities | | | | | | |
| Long-Term Liabilities | 11,542,998 | 11,154,173 | 9,668,682 | 10,001,161 | 21,211,680 | 21,155,334 |
| Other Liabilities | 9,831,316 | 9,902,517 | 3,180,738 | 3,434,015 | 13,012,054 | 13,336,532 |
| Total Liabilities | 21,374,314 | 21,056,690 | 12,849,420 | 13,435,176 | 34,223,734 | 34,491,866 |
| Net Assets | | | | | | |
| Invested in Capital | | | | | | |
| Assets Net of Debt | 185,232,738 | 185,075,436 | 1,849,614 | 1,138,072 | 187,082,352 | 186,213,508 |
| Restricted | 11,118,680 | 11,485,729 | 0 | 0 | 11,118,680 | 11,485,729 |
| Unrestricted | 3,978,463 | 2,731,773 | (4,567,754) | (4,556,584) | (589,291) | (1,824,811) |
| Total Net Assets | \$200,329,881 | \$199,292,938 | (\$2,718,140) | (\$3,418,512) | \$197,611,741 | \$195,874,426 |



Total net assets of the City as a whole decreased \$1,737,315. Net assets of the City's governmental activities decreased \$1,036,943, while the net assets of the City's business-type activities decreased \$700,372 from 2004. The largest portion of the City's net assets reflect its investment in capital assets, less any related debt to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens of the City. The City had a Governmental Activities unrestricted net assets balance of \$2,731,773 that may be used to meet the government's ongoing obligations to citizens and creditors.

The decrease in Capital Assets, net reflects depreciation expense on the capital assets is greater than capital assets purchased and constructed during 2005.

Table 2 shows the changes in net assets and revenues and expenses in comparison to 2004.

Table 2
Changes in Net Assets

| | Governmental Activities | | Business-Type Activities | | Total | |
|--|-------------------------|----------------------|--------------------------|----------------------|----------------------|----------------------|
| | 2004 Restated | 2005 | 2004 Restated | 2005 | 2004 Restated | 2005 |
| Program Revenues: | | | | | | |
| Charges for Services | \$1,839,063 | \$2,728,357 | \$1,719,585 | \$1,679,517 | \$3,558,648 | \$4,407,874 |
| Operating Grants, Contributions | 1,753,514 | 2,912,028 | 0 | 0 | 1,753,514 | 2,912,028 |
| Capital Grants and Contributions | 6,863,734 | 4,272,874 | 0 | 0 | 6,863,734 | 4,272,874 |
| Total Program Revenues | 10,456,311 | 9,913,259 | 1,719,585 | 1,679,517 | 12,175,896 | 11,592,776 |
| General Revenue: | | | | | | |
| Property Taxes | 9,464,596 | 10,003,015 | 0 | 0 | 9,464,596 | 10,003,015 |
| Grants and Entitlements | 1,935,734 | 2,098,339 | 0 | 0 | 1,935,734 | 2,098,339 |
| Unrestricted Contributions | 339,369 | 0 | 0 | 0 | 339,369 | 0 |
| Investment Earnings | 116,863 | 280,598 | 0 | 99 | 116,863 | 280,697 |
| Refunds and Reimbursements | 27,651 | 8,086 | 0 | 0 | 27,651 | 8,086 |
| Other | 789,806 | 313,994 | 198 | 0 | 790,004 | 313,994 |
| Total General Revenues | 12,674,019 | 12,704,032 | 198 | 99 | 12,674,217 | 12,704,131 |
| Total Revenues | 23,130,330 | 22,617,291 | 1,719,783 | 1,679,616 | 24,850,113 | 24,296,907 |
| Program Expenses: | | | | | | |
| General Government | 2,330,700 | 2,787,782 | 0 | 0 | 2,330,700 | 2,787,782 |
| Public Safety | 6,096,115 | 6,714,404 | 0 | 0 | 6,096,115 | 6,714,404 |
| Leisure Time Activities | 1,239,205 | 1,426,929 | 0 | 0 | 1,239,205 | 1,426,929 |
| Community Development | 501,272 | 522,613 | 0 | 0 | 501,272 | 522,613 |
| Basic Utility Service | 69,328 | 92,369 | 0 | 0 | 69,328 | 92,369 |
| Transportation and Street Repair | 7,043,492 | 10,744,435 | 0 | 0 | 7,043,492 | 10,744,435 |
| Public Health and Welfare | 252,386 | 194,730 | 0 | 0 | 252,386 | 194,730 |
| Interest and Fiscal Charges | 574,443 | 519,259 | 0 | 0 | 574,443 | 519,259 |
| Golf Course | 0 | 0 | 2,587,146 | 3,031,701 | 2,587,146 | 3,031,701 |
| Total Program Expenses | 18,106,941 | 23,002,521 | 2,587,146 | 3,031,701 | 20,694,087 | 26,034,222 |
| Increase (Decrease) in Net Assets | | | | | | |
| before Transfers | 5,023,389 | (385,230) | (867,363) | (1,352,085) | 4,156,026 | (1,737,315) |
| Transfers - Internal Activities | (606,525) | (651,713) | 606,525 | 651,713 | 0 | 0 |
| Change in Net Assets | 4,416,864 | (1,036,943) | (260,838) | (700,372) | 4,156,026 | (1,737,315) |
| Beginning Net Assets | 195,913,017 | 200,329,881 | (2,457,302) | (2,718,140) | 193,455,715 | 197,611,741 |
| Ending Net Assets | \$200,329,881 | \$199,292,938 | (\$2,718,140) | (\$3,418,512) | \$197,611,741 | \$195,874,426 |

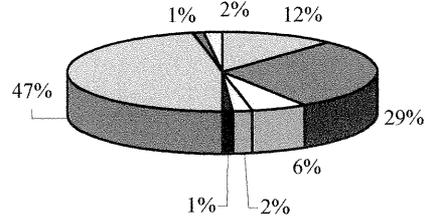
Governmental Activities

The City of Beavercreek has continued attracting large-scale employers to our city in the year 2005, thereby injecting the local economy with jobs and increasing the City's commercial tax base. Property taxes are the largest source of revenue for the City. Revenues generated by the property taxes represent more than 83% of the City's governmental activities general revenues. The City's 2005 property tax revenues increased approximately 5% over 2004 tax revenues.

Governmental activities program expenses for 2005 were as follows:

Program expenses for 2005 were as follows:

| | |
|--------------------------------|-------------|
| General Government | 12% |
| Public Safety | 29% |
| Leisure Time Activities | 6% |
| Community Development | 2% |
| Basic Utility Service | 1% |
| Transportation & Street Repair | 47% |
| Public Health & Welfare | 1% |
| Interest & Fiscal Charges | 2% |
| Total | <u>100%</u> |



General Government includes legislative and executive as well as judicial expenses. Storm drainage projects, aggressive street resurfacing program, amenities in the parks, and police services all culminate into a full service city. Transportation and street repair was over 47% of the governmental activities program expenses due to the depreciation on majority of the infrastructure was for transportation and street repair services.

Business-Type Activities

Business-type activities consist of a golf course. This program had revenues (including non-operating revenues) of \$2,331,329 and expenses (including non-operating expenses) of \$3,031,701 for fiscal year 2005. Business activities receive no support from tax revenues. The business activities net assets at the end of the year was (\$3,418,512), which decreased \$700,372 from 2004.

The Beavercreek Golf Club includes an 18-hole golf course, a restaurant and full-service bar, banquet facilities, and pro shop. Revenue is earned through green fees, cart fees, memberships, golf lessons, restaurant and pro shop sales, and rental of banquet facilities.

The City's Funds

The City has five major governmental funds: the General Fund, Police Levy Fund, Street Levy Fund, Street Maintenance Fund and Debt Service Fund. Assets of the general fund comprised \$4,453,313 (17%), the police levy fund comprised \$6,700,890 (26%), the street levy fund comprised \$3,922,452 (15%), the street maintenance fund comprised \$1,665,338 (8%) and the debt service fund comprised \$5,721,489 (23%) of the total \$25,251,037 governmental funds assets.

General Fund: Fund balance at December 31, 2005 was \$2,372,893 an increase in fund balance of \$319,639 from 2004. The increase in fund balance was due mainly to an increase in investment earnings of \$147,533 due to the City's continuing effort to increase investment income. The City has also received extra grant monies in 2005 when compared to 2004.

Police Levy Fund: Fund balance at December 31, 2005 was \$474,552 a decrease in fund balance of \$577,540 from 2004. The decrease in fund balance was largely due to an increase in the amount of monies spent on public safety throughout the City.

Street Levy Fund: Fund balance at December 31, 2005 was \$984,805 a decrease in fund balance of \$198,167 from 2004. The fund balance had a decrease in fund balance due to an increase in transportation and street repair expense due to the increased street maintenance throughout the City.

Street Maintenance Fund: Fund balance at December 31, 2005 was \$969,781 an increase in fund balance of \$72,983 from 2004. The street maintenance fund remained fairly consistent from 2004 to 2005.

Debt Service Fund: Fund balance at December 31, 2005 was \$148,973 a decrease in fund balance of \$5,541 from 2004. The debt service fund remained fairly consistent from 2004 to 2005.

General Fund Budgeting Highlights

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

As the City completed the year, its General Fund balance reported an actual fund balance of \$1,971,631, on a Non-GAAP Budgetary Basis.

Actual expenditures were less than final appropriations by \$305,652 because some appropriations were not being spent. This accrued due to cost saving actions by City officials and appropriations for contingencies not realized and delayed implementation of projects for cost saving and other reasons. Actual revenues exceeded original budget revenues by \$668,608 due to improving economic climate between the time of the original estimate and the end of the year and other factors.

Capital Assets and Debt Administration

Capital Assets

Table 3
Capital Assets, Net

| | Governmental Activities | | Business-Type Activities | | Total | |
|----------------------------|-------------------------|----------------------|--------------------------|--------------------|----------------------|----------------------|
| | 2004 Restated | 2005 | 2004 Restated | 2005 | 2004 Restated | 2005 |
| Land | \$5,856,919 | \$7,000,919 | \$7,833,601 | \$7,833,601 | \$13,690,520 | \$14,834,520 |
| Buildings and Improvements | 10,336,749 | 10,352,410 | 2,380,753 | 2,380,753 | 12,717,502 | 12,733,163 |
| Equipment | 4,037,447 | 4,123,857 | 632,972 | 632,972 | 4,670,419 | 4,756,829 |
| Infrastructure | 227,912,450 | 231,258,064 | 0 | 0 | 227,912,450 | 231,258,064 |
| Accumulated Depreciation | (52,295,827) | (57,547,279) | (955,210) | (1,073,131) | (53,251,037) | (58,620,410) |
| Total Net Capital Assets | <u>\$195,847,738</u> | <u>\$195,187,971</u> | <u>\$9,892,116</u> | <u>\$9,774,195</u> | <u>\$205,739,854</u> | <u>\$204,962,166</u> |

The decrease in net capital assets was the result of an increase in the amount of depreciation expense for the year being greater than the amount of capital asset additions for 2005.

See Note 6 in the notes to the basic financial statements for further details on the City's capital assets.

Debt

At year-end the City had \$19,507,513 in general obligation bonds and special assessment bonds.

Table 4
Outstanding Debt at Year End

| | | <u>2004</u> | <u>2005</u> |
|---------------------------------|------------|---------------------|---------------------|
| Governmental Activities | | | |
| <u>General Obligation Bonds</u> | | | |
| Various Purpose | 5.10% | \$745,000 | \$700,000 |
| 2002 Maintenance Facility | 4.30% | 5,265,000 | 5,065,000 |
| 2004-2018 Senior Center | 2.00-5.25% | 485,000 | 455,000 |
| Total General Obligation Bonds | | <u>6,495,000</u> | <u>6,220,000</u> |
| <u>Special Assessment Bonds</u> | | | |
| Apple Valley | 7.38% | 30,000 | 20,000 |
| Fairfield Commons Street | 5.97% | 1,015,000 | 910,000 |
| Crossing District Street | 6.47% | 1,120,000 | 1,015,000 |
| Various Purpose Street 1995 | 5.49% | 165,000 | 150,000 |
| Various Purpose 1997 | 5.79% | 65,000 | 60,000 |
| Various Purpose 1999 | 5.61% | 95,000 | 90,000 |
| Various Purpose 2000 | 4.76% | 370,000 | 330,000 |
| Kontagiannis Hills | 3.92% | 1,260,000 | 1,210,000 |
| Total Special Assessment Bonds | | <u>4,120,000</u> | <u>3,785,000</u> |
| Business Type Activities | | | |
| <u>Special Assessment Bonds</u> | | | |
| Current Interest Bonds | 4.00-4.80% | 3,940,000 | 3,460,000 |
| Capital Appreciation Bonds | 5.05-5.35% | 5,728,682 | 6,042,513 |
| Total Special Assessment Bonds | | <u>9,668,682</u> | <u>9,502,513</u> |
| Total Debt | | <u>\$20,283,682</u> | <u>\$19,507,513</u> |

Special Assessment Street Improvement Bonds will be paid with special assessment revenue.

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

See Note 10 in the notes to the basic financial statements for further details on the City's long-term debt.

CONTACTING THE CITY'S FINANCE DEPARTMENT

This financial report is designed to provide our citizens, taxpayers, customers and investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Department of Finance, City of Beavercreek, 1368 Research Park Drive, Beavercreek, Ohio 45432.

City of Beavercreek, Ohio
Statement of Net Assets
December 31, 2005

| | Governmental Activities | Business-Type Activities | Total |
|---|----------------------------|-----------------------------|----------------------|
| Assets: | | | |
| Equity in Pooled Cash and Investments | \$6,820,319 | \$73,544 | \$6,893,863 |
| Restricted Cash and Investments | 16,420 | 0 | 16,420 |
| Receivables: | | | |
| Taxes | 9,685,155 | 18,208 | 9,703,363 |
| Accounts | 616,982 | 36,248 | 653,230 |
| Intergovernmental | 2,262,208 | 0 | 2,262,208 |
| Special Assessments | 5,205,879 | 0 | 5,205,879 |
| Internal Balances | 191,653 | (191,653) | 0 |
| Deferred Bond Issuance Costs | 0 | 111,934 | 111,934 |
| Inventory | 363,041 | 194,188 | 557,229 |
| Nondepreciable Capital Assets | 7,000,919 | 7,833,601 | 14,834,520 |
| Depreciable Capital Assets, Net | 188,187,052 | 1,940,594 | 190,127,646 |
| Total Assets | 220,349,628 | 10,016,664 | 230,366,292 |
| Liabilities: | | | |
| Accounts Payable | 451,837 | 64,907 | 516,744 |
| Accrued Wages and Benefits | 542,761 | 31,950 | 574,711 |
| Accrued Interest Payable | 41,295 | 2,187,158 | 2,228,453 |
| Unearned Revenue | 8,866,624 | 0 | 8,866,624 |
| Judgement Note Payable | 0 | 1,150,000 | 1,150,000 |
| Long-Term Liabilities: | | | |
| Due Within One Year | 1,136,220 | 681,449 | 1,817,669 |
| Due In More Than One Year | 10,017,953 | 9,319,712 | 19,337,665 |
| Total Liabilities | 21,056,690 | 13,435,176 | 34,491,866 |
| Net Assets: | | | |
| Invested in Capital Assets, Net of Related Debt | 185,075,436 | 1,138,072 | 186,213,508 |
| Restricted for: | | | |
| Special Revenue | 4,553,274 | 0 | 4,553,274 |
| Debt Service | 5,343,020 | 0 | 5,343,020 |
| Capital Projects | 1,573,015 | 0 | 1,573,015 |
| Permanent | 16,420 | 0 | 16,420 |
| Unrestricted | 2,731,773 | (4,556,584) | (1,824,811) |
| Total Net Assets | \$199,292,938 | (\$3,418,512) | \$195,874,426 |

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Activities
For the Fiscal Year Ended December 31, 2005

| | Expenses | Program Revenues | | |
|----------------------------------|--------------|--------------------------------|------------------------------------|----------------------------------|
| | | Charges for Services and Sales | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental Activities: | | | | |
| General Government | \$2,787,782 | \$167,034 | \$212,198 | \$0 |
| Public Safety | 6,714,404 | 479,904 | 1,191,477 | 0 |
| Leisure Time Activities | 1,426,929 | 724,511 | 208,725 | 0 |
| Community Development | 522,613 | 657,903 | 0 | 0 |
| Basic Utility Service | 92,369 | 646,730 | 0 | 0 |
| Transportation and Street Repair | 10,744,435 | 47,393 | 1,280,717 | 4,272,874 |
| Public Health and Welfare | 194,730 | 4,882 | 18,911 | 0 |
| Interest and Fiscal Charges | 519,259 | 0 | 0 | 0 |
| Total Governmental Activities | 23,002,521 | 2,728,357 | 2,912,028 | 4,272,874 |
| Business-Type Activities: | | | | |
| Golf Course | 3,031,701 | 1,679,517 | 0 | 0 |
| Total Business-Type Activities | 3,031,701 | 1,679,517 | 0 | 0 |
| Totals | \$26,034,222 | \$4,407,874 | \$2,912,028 | \$4,272,874 |

General Revenues:
Property Taxes Levied for:
 General Purposes
 Special Revenue Purposes
 Debt Service Purposes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Refunds and Reimbursements
Other Revenues
Transfers-Internal Activities

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year, Restated

Net Assets End of Year

See accompanying notes to the basic financial statements.

| Net (Expense) Revenue and Changes in Net Assets | | |
|--|-----------------------------|----------------|
| Governmental Activities | Business-Type Activities | Total |
| (\$2,408,550) | \$0 | (\$2,408,550) |
| (5,043,023) | 0 | (5,043,023) |
| (493,693) | 0 | (493,693) |
| 135,290 | 0 | 135,290 |
| 554,361 | 0 | 554,361 |
| (5,143,451) | 0 | (5,143,451) |
| (170,937) | 0 | (170,937) |
| (519,259) | 0 | (519,259) |
| (13,089,262) | 0 | (13,089,262) |
| 0 | (1,352,184) | (1,352,184) |
| 0 | (1,352,184) | (1,352,184) |
| (\$13,089,262) | (\$1,352,184) | (\$14,441,446) |
| 1,062,485 | 0 | 1,062,485 |
| 8,555,514 | 0 | 8,555,514 |
| 385,016 | 0 | 385,016 |
| 2,098,339 | 0 | 2,098,339 |
| 280,598 | 99 | 280,697 |
| 8,086 | 0 | 8,086 |
| 313,994 | 0 | 313,994 |
| (651,713) | 651,713 | 0 |
| 12,052,319 | 651,812 | 12,704,131 |
| (1,036,943) | (700,372) | (1,737,315) |
| 200,329,881 | (2,718,140) | 197,611,741 |
| \$199,292,938 | (\$3,418,512) | \$195,874,426 |

City of Beavercreek, Ohio
Balance Sheet
Governmental Funds
December 31, 2005

| | General | Police Levy | Street Levy | Street Maintenance | Debt Service |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|
| Assets: | | | | | |
| Equity in Pooled Cash and Investments | \$1,781,832 | \$755,654 | \$1,080,981 | \$717,374 | \$149,328 |
| Restricted Cash and Investments | 0 | 0 | 0 | 0 | 0 |
| Receivables: | | | | | |
| Taxes | 1,143,086 | 5,548,787 | 2,644,728 | 0 | 348,554 |
| Accounts | 390,829 | 7,366 | 0 | 0 | 0 |
| Intergovernmental | 838,414 | 280,108 | 131,077 | 777,683 | 17,728 |
| Special Assessments | 0 | 0 | 0 | 0 | 5,205,879 |
| Due from Other Funds | 89,380 | 0 | 0 | 0 | 0 |
| Advance to Other Funds | 191,653 | 0 | 0 | 0 | 0 |
| Inventory | 18,119 | 108,975 | 65,666 | 170,281 | 0 |
| Total Assets | 4,453,313 | 6,700,890 | 3,922,452 | 1,665,338 | 5,721,489 |
| Liabilities and Fund Balances: | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | 211,403 | 109,380 | 10,994 | 39,809 | 355 |
| Accrued Wages and Benefits | 122,940 | 281,506 | 124,620 | 0 | 0 |
| Compensated Absences | 27,808 | 6,557 | 26,228 | 0 | 0 |
| Deferred Revenue | 1,718,269 | 5,828,895 | 2,775,805 | 655,748 | 5,572,161 |
| Due to Other Funds | 0 | 0 | 0 | 0 | 0 |
| Total Liabilities | 2,080,420 | 6,226,338 | 2,937,647 | 695,557 | 5,572,516 |
| Fund Balances: | | | | | |
| Reserved for Encumbrances | 0 | 0 | 128,880 | 406,280 | 0 |
| Reserved for Inventory | 18,119 | 108,975 | 65,666 | 170,281 | 0 |
| Reserved for Cemetery Bequest | 0 | 0 | 0 | 0 | 0 |
| Reserved for Advance | 191,653 | 0 | 0 | 0 | 0 |
| Unreserved, Undesignated, Reported in: | | | | | |
| General Fund | 2,163,121 | 0 | 0 | 0 | 0 |
| Special Revenue Funds | 0 | 365,577 | 790,259 | 393,220 | 0 |
| Debt Service Funds | 0 | 0 | 0 | 0 | 148,973 |
| Capital Projects Funds | 0 | 0 | 0 | 0 | 0 |
| Permanent Funds | 0 | 0 | 0 | 0 | 0 |
| Total Fund Balances | 2,372,893 | 474,552 | 984,805 | 969,781 | 148,973 |
| Total Liabilities and Fund Balances | \$4,453,313 | \$6,700,890 | \$3,922,452 | \$1,665,338 | \$5,721,489 |

See accompanying notes to the basic financial statements.

| Other Governmental Funds | Total Governmental Funds |
|--------------------------------|--------------------------------|
| \$2,335,150 | \$6,820,319 |
| 16,420 | 16,420 |
| 0 | 9,685,155 |
| 218,787 | 616,982 |
| 217,198 | 2,262,208 |
| 0 | 5,205,879 |
| 0 | 89,380 |
| 0 | 191,653 |
| 0 | 363,041 |
| 2,787,555 | 25,251,037 |
| 79,896 | 451,837 |
| 13,695 | 542,761 |
| 0 | 60,593 |
| 182,090 | 16,732,968 |
| 89,380 | 89,380 |
| 365,061 | 17,877,539 |
| 545,562 | 1,080,722 |
| 0 | 363,041 |
| 15,201 | 15,201 |
| 0 | 191,653 |
| 0 | 2,163,121 |
| 1,064,220 | 2,613,276 |
| 0 | 148,973 |
| 796,292 | 796,292 |
| 1,219 | 1,219 |
| 2,422,494 | 7,373,498 |
| \$2,787,555 | \$25,251,037 |

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City of Beavercreek, Ohio
Reconciliation of Total Governmental Fund Balance to
Net Assets of Governmental Activities
December 31, 2005

Total Governmental Fund Balance \$7,373,498

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

Capital assets used in governmental activities are not financial
resources and therefore are not reported in the funds. 195,187,971

Other long-term assets are not available to pay for current-
period expenditures and therefore are deferred in the funds.

| | | |
|---------------------------|------------------|-----------|
| Delinquent Property Taxes | 366,766 | |
| Intergovernmental | 2,293,699 | |
| Other | <u>5,205,879</u> | |
| | | 7,866,344 |

In the statement of net assets interest payable is accrued when
incurred, whereas in the governmental funds interest is
reported as a liability only when it will require the use of
current financial resources. (41,295)

Some liabilities reported in the statement of net assets do not
require the use of current financial resources and therefore
are not reported as liabilities in governmental funds.

| | | |
|----------------------|------------------|-----------|
| Compensated Absences | <u>(988,086)</u> | (988,086) |
|----------------------|------------------|-----------|

Long-term liabilities, are not due and payable in the current
period and therefore are not reported in the funds. (10,105,494)

Net Assets of Governmental Activities \$199,292,938

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended December 31, 2005

| | General | Police Levy | Street Levy | Street Maintenance | Debt Service |
|--|--------------------|------------------|------------------|-----------------------|------------------|
| Revenues: | | | | | |
| Taxes | \$1,074,262 | \$5,424,401 | \$2,655,265 | \$582,572 | \$391,872 |
| Fines, Licenses & Permits | 731,992 | 86,078 | 0 | 0 | 0 |
| Charges for Services | 114,171 | 169,490 | 0 | 0 | 0 |
| Investment Earnings | 250,991 | 0 | 0 | 23,207 | 0 |
| Intergovernmental | 1,794,568 | 713,166 | 342,160 | 1,469,314 | 47,066 |
| Special Assessments | 122,431 | 0 | 0 | 0 | 524,299 |
| Impact Fees | 329,191 | 0 | 0 | 0 | 0 |
| Other Revenues | 133,313 | 13,073 | 7,029 | 73,108 | 0 |
| Total Revenues | 4,550,919 | 6,406,208 | 3,004,454 | 2,148,201 | 963,237 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General Government | 1,377,059 | 437,512 | 407,280 | 0 | 6,152 |
| Public Safety | 0 | 6,459,820 | 0 | 0 | 0 |
| Leisure Time Activities | 984,777 | 0 | 0 | 0 | 0 |
| Community Development | 515,843 | 0 | 0 | 0 | 0 |
| Basic Utility Service | 92,369 | 0 | 0 | 0 | 0 |
| Transportation and Street Repair | 0 | 0 | 2,790,280 | 1,930,347 | 0 |
| Public Health and Welfare | 104,415 | 37,815 | 52,500 | 0 | 0 |
| Capital Outlay | 504,454 | 0 | 38,309 | 144,871 | 0 |
| Debt Service: | | | | | |
| Principal Retirement | 0 | 0 | 20,374 | 0 | 610,000 |
| Interest and Fiscal Charges | 0 | 0 | 4,136 | 0 | 518,843 |
| Total Expenditures | 3,578,917 | 6,935,147 | 3,312,879 | 2,075,218 | 1,134,995 |
| Excess of Revenues Over (Under) Expenditures | 972,002 | (528,939) | (308,425) | 72,983 | (171,758) |
| Other Financing Sources (Uses): | | | | | |
| Proceeds of Capital Leases | 0 | 0 | 120,868 | 0 | 0 |
| Proceeds from Sale of Capital Assets | 0 | 29,629 | 0 | 0 | 0 |
| Transfers In | 0 | 0 | 0 | 0 | 166,217 |
| Transfers (Out) | (652,363) | (78,140) | (10,610) | 0 | 0 |
| Total Other Financing Sources (Uses) | (652,363) | (48,511) | 110,258 | 0 | 166,217 |
| Net Change in Fund Balance | 319,639 | (577,450) | (198,167) | 72,983 | (5,541) |
| Fund Balance Beginning of Year | 2,066,034 | 1,051,946 | 1,241,865 | 859,341 | 154,514 |
| Change in Reserve for Inventory | (12,780) | 56 | (58,893) | 37,457 | 0 |
| Fund Balance End of Year | \$2,372,893 | \$474,552 | \$984,805 | \$969,781 | \$148,973 |

See accompanying notes to the basic financial statements.

| Other Governmental Funds | Total Governmental Funds |
|--------------------------------|--------------------------------|
| \$306,420 | \$10,434,792 |
| 485,213 | 1,303,283 |
| 165,509 | 449,170 |
| 6,400 | 280,598 |
| 571,306 | 4,937,580 |
| 0 | 646,730 |
| 0 | 329,191 |
| 66,703 | 293,226 |
| <u>1,601,551</u> | <u>18,674,570</u> |
| 233,458 | 2,461,461 |
| 27,634 | 6,487,454 |
| 287,589 | 1,272,366 |
| 0 | 515,843 |
| 0 | 92,369 |
| 131,215 | 4,851,842 |
| 0 | 194,730 |
| 1,062,803 | 1,750,437 |
| 0 | 630,374 |
| 0 | 522,979 |
| <u>1,742,699</u> | <u>18,779,855</u> |
| <u>(141,148)</u> | <u>(105,285)</u> |
| 0 | 120,868 |
| 0 | 29,629 |
| 0 | 166,217 |
| <u>(76,817)</u> | <u>(817,930)</u> |
| <u>(76,817)</u> | <u>(501,216)</u> |
| (217,965) | (606,501) |
| 2,640,459 | 8,014,159 |
| 0 | (34,160) |
| <u>\$2,422,494</u> | <u>\$7,373,498</u> |

City of Beavercreek, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended December 31, 2005

Net Change in Fund Balance - Total Governmental Funds (\$606,501)

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

Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

| | | |
|--|--------------------|-----------|
| Capital assets used in governmental activities | 4,631,820 | |
| Depreciation Expense | <u>(5,291,587)</u> | (659,767) |

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

| | | |
|---------------------------|------------------|-----------|
| Delinquent Property Taxes | (125,357) | |
| Intergovernmental | 521,712 | |
| Other | <u>(555,323)</u> | (158,968) |

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 630,374

In the statement of activities interest expense is accrued when incurred, whereas in governmental funds an interest expenditure is reported when due. 3,720

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

| | | |
|----------------------|-----------------|-----------|
| Compensated Absences | (90,773) | |
| Change in Inventory | <u>(34,160)</u> | (124,933) |

Proceeds from debt issues are an other financing source in the funds, but a debt issue increases long-term liabilities in the statement of net assets. (120,868)

Change in Net Assets of Governmental Activities (\$1,036,943)

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Net Assets
Proprietary Fund
December 31, 2005

| | Golf Course |
|---|----------------------|
| Current Assets: | |
| Equity in Pooled Cash and Investments | \$73,544 |
| Receivables: | |
| Taxes | 18,208 |
| Accounts | 36,248 |
| Deferred Bond Issuance Costs | 111,934 |
| Inventory | <u>194,188</u> |
| Total Current Assets | <u>434,122</u> |
| Noncurrent Assets: | |
| Nondepreciable Capital Assets | 7,833,601 |
| Depreciable Capital Assets, Net | <u>1,940,594</u> |
| Total Noncurrent Assets | <u>9,774,195</u> |
| Total Assets | <u>10,208,317</u> |
| Liabilities: | |
| Current Liabilities: | |
| Accounts Payable | 64,907 |
| Accrued Wages and Benefits | 31,950 |
| Compensated Absences | 12,950 |
| Accrued Interest Payable | 2,187,158 |
| Advance from Other Funds | 191,653 |
| Judgement Note Payable | 1,150,000 |
| Long-Term Liabilities Due Within One Year | <u>668,499</u> |
| Total Current Liabilities | <u>4,307,117</u> |
| Long-Term Liabilities: | |
| Compensated Absences | 206 |
| Bonds, Notes & Loans Payable | 8,952,513 |
| Capital Lease Payable | <u>366,993</u> |
| Total Noncurrent Liabilities | <u>9,319,712</u> |
| Total Liabilities | <u>13,626,829</u> |
| Net Assets: | |
| Invested in Capital Assets, Net of Related Debt | 1,138,072 |
| Unrestricted | <u>(4,556,584)</u> |
| Total Net Assets | <u>(\$3,418,512)</u> |

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended December 31, 2005

| | Golf Course |
|--|-----------------------------|
| Operating Revenues: | |
| Charges for Services | <u>\$1,679,517</u> |
| Total Operating Revenues | <u>1,679,517</u> |
| Operating Expenses: | |
| Personal Services | 820,343 |
| Contactual Services | 868,166 |
| Materials and Supplies | 401,908 |
| Depreciation | <u>117,921</u> |
| Total Operating Expenses | <u>2,208,338</u> |
| Operating Income (Loss) | <u>(528,821)</u> |
| Non-Operating Revenues (Expenses): | |
| Investment Earnings | 99 |
| Interest (Expense) | <u>(823,363)</u> |
| Total Non-Operating Revenues (Expenses) | <u>(823,264)</u> |
| Income (Loss) Before Contributions and Transfers | (1,352,085) |
| Transfers In | <u>651,713</u> |
| Change in Net Assets | (700,372) |
| Net Assets Beginning of Year, Restated | <u>(2,718,140)</u> |
| Net Assets End of Year | <u><u>(\$3,418,512)</u></u> |

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended December 31, 2005

| | <u>Golf Course</u> |
|---|---------------------------|
| Cash Flows from Operating Activities: | |
| Cash Received from Customers | \$1,704,831 |
| Cash Payments to Employees | (794,031) |
| Cash Payments to Suppliers | <u>(1,462,174)</u> |
| Net Cash Provided (Used) by Operating Activities | <u>(551,374)</u> |
| Cash Flows from Noncapital Financing Activities: | |
| Payments from Other Funds | <u>651,713</u> |
| Net Cash Provided (Used) by Noncapital Financing Activities | <u>651,713</u> |
| Cash Flows from Capital and Related Financing Activities: | |
| Debt Proceeds | 1,697,436 |
| Debt Principal Payments | (1,691,936) |
| Debt Interest Payments | <u>(203,338)</u> |
| Net Cash Provided (Used) by Capital and Related Financing Activities | <u>(197,838)</u> |
| Cash Flows from Investing Activities: | |
| Earnings on Investments | <u>99</u> |
| Net Cash Provided (Used) by Cash Flows from Investing Activities | <u>99</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | (97,400) |
| Cash and Cash Equivalents Beginning of Year | <u>170,944</u> |
| Cash and Cash Equivalents End of Year | <u><u>73,544</u></u> |
| Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities | |
| Operating Income (Loss) | (528,821) |
| Adjustments: | |
| Depreciation | 117,921 |
| Changes in Assets & Liabilities: | |
| (Increase) Decrease in Receivables | 36,607 |
| (Increase) Decrease in Inventory | (144,308) |
| Increase (Decrease) in Payables | (34,453) |
| Increase (Decrease) in Accrued Liabilities | 12,973 |
| Increase (Decrease) in Deferred Revenue | <u>(11,293)</u> |
| Net Cash Provided (Used) by Operating Activities | <u><u>(\$551,374)</u></u> |

See accompanying notes to the basic financial statements.

City of Beavercreek, Ohio
Statement of Fiduciary Net Assets
Fiduciary Fund
December 31, 2005

| | <u>Agency</u> |
|---------------------------------------|---------------------------|
| Assets: | |
| Equity in Pooled Cash and Investments | <u>\$5,157,786</u> |
| Total Assets | <u><u>\$5,157,786</u></u> |
| Liabilities: | |
| Accounts Payable | 1,401,347 |
| Other Liabilities | <u>3,756,439</u> |
| Total Liabilities | <u><u>\$5,157,786</u></u> |

See accompanying notes to the basic financial statements.

City of Beavercreek

Notes to the Basic Financial Statements
For The Year Ended December 31, 2005

1. DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Beavercreek, Ohio ("the City") was incorporated on January 11, 1980 and since 1981 has operated as a home rule municipal corporation operating under its own charter. The Council/Manager form of government, whereby the City Manager is the Chief Administrative Officer, provides the following services: public safety (police), highways and streets, drainage, parks and recreation, public improvements, community development, planning and zoning, public health and welfare, cemetery, and general administrative services.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. Council and the City Manager have direct responsibility for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organizations. Component units may also include organizations for which the City authorizes the issuance of debt or the levying of taxes, or determines the budget. There are no component units included as part of this report.

The Miami Valley Risk Management Association, Inc. (MVRMA) is a risk sharing insurance pool established for the purpose of enabling the subscribing political subdivisions to obtain liability insurance and providing a formalized, jointly administered self-insurance fund for its members. The members formed a not-for-profit corporation known as Miami Valley Risk Management Association, Inc. for the purpose of administering the pool. The subscribing members of the self-insurance pool include the Cities of Beavercreek, Bellbrook, Blue Ash, Centerville, Englewood, Kettering, Madeira, Mason, Miamisburg, Montgomery, Piqua, Sidney, Springdale, Tipp City, Troy, Vandalia, West Carrollton, Wilmington and Wyoming and the Village of Indian Hill. The City has no explicit and measurable equity interest in MVRMA and no ongoing financial responsibility for MVRMA.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The City follows Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, in its governmental and business-type activities and to its enterprise funds provided they do not conflict with or contradict GASB pronouncements (guidance). For proprietary funds the City has elected not to follow subsequent private-sector guidance. The most significant of the City's accounting policies are described below.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets.

Fund Financial Statements

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

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

Basis of Presentation

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

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

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

Fund Financial Statements

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

Fund Accounting

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

Governmental Funds

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

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

Police Levy – To account for property tax receipts designated for operation of the police department, including the payment of the employer portion of police pension fund contributions, and to account for monies charged for police services furnished outside the City.

Street Levy – To account for property tax receipts designated for street construction, maintenance and repair.

Street Maintenance – To account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

Debt Service – To account for the resources applied to the repayment of outstanding debt obligations.

The other governmental funds of the City account for grants and other resources that are generally restricted to use for a particular purpose.

Proprietary Funds

Proprietary fund reporting focuses on changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

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

Golf Course Fund – To account for all operations of the City's golf course. Revenues include charges for services. Expenses are comprised of cost of operations.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: agency funds, pension trust funds, investment trust funds and private-purpose trust funds. The City has four Agency funds. The City has a Miscellaneous Agency fund, which is used to hold incidental and occasional restricted gifts and donations intended for specified activities. The Cash Bonds Agency fund is used to hold cash deposits held in lieu of performance bonds from bidders, contractors or developers. The City's RERT Agency fund is used to hold/account for donations for the regional emergency response team. The Greene Agency Fund is used to hold/account for funds exclusively for the construction of the Greene Town Center, a multi-use development. The Agency Funds are custodial in nature (assets equal liabilities) and does not involve measurement of results of operations. Trust funds are used to account for assets held under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City currently has no trust funds.

Basis of Accounting

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

Revenues - Exchange and Non-exchange Transactions

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

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

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of the current year-end, but which were levied to finance future operations, have been recorded as deferred revenue. Special assessments not received within the available period and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Unearned Revenue

Unearned revenue represents amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met because such amounts have not yet been earned.

Expenses/Expenditures

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

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

Equity in Pooled Cash and Investments

To improve cash management the City's cash and investments are pooled. Monies for all funds, except cash and investments held in segregated accounts, are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet.

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

For purposes of the statement of cash flows and for presentation on the statement of net assets/balance sheet, investments with an original maturity of three months or less and investments of the cash management pool are considered to be cash equivalents.

Following the Ohio Revised Code, the City has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenues during 2005 amounted to \$280,697. The general fund interest revenue was \$250,991.

Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

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

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective proprietary funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City’s infrastructure consists of bridges, culverts, curbs, sidewalks, storm sewers, streets, and water and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not. The City uses a \$5,000 capitalization threshold. The City reported all infrastructure with the initial implementation of GASB 34.

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

| <u>Description</u> | <u>Governmental Activities Estimated Lives</u> | <u>Business-Type Activities Estimated Lives</u> |
|----------------------------|--|---|
| Buildings and Improvements | 25-50 years | 25-50 years |
| Machinery and Equipment | 5-20 years | 5-20 years |
| Infrastructure | 40-60 years | 40-60 years |
| Vehicles | 5-20 years | 5-20 years |

Compensated Absences

The City reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the vesting method. The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. Compensated absences are reported in governmental funds only if they have matured. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, capital leases and long-term loans are recognized as a liability on the fund financial statements when due.

Fund Balance Reserves

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. As a result, encumbrances, inventories, cemetery bequest and advances are recorded as a reservation of fund balance.

Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Operating Revenues and Expenses

The City, in its proprietary fund, distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund includes the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

On fund financial statements, long-term interfund loans are classified as "advances to/from other funds" on the balance sheet and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources. These amounts, as well as any short-term interfund balances, are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

As a general rule, the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

Estimates

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

3. EQUITY IN POOLED CASH AND INVESTMENTS

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

State statute requires the classification of monies held by the City into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the City. Such monies must by law be maintained either as cash in the City treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but limited to, passbook accounts.
- (5) Bonds and other obligations of the State of Ohio.

- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of December 31, 2005, \$14,629,278 of the City's bank balance of \$14,829,278 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the City's name.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

4. RECEIVABLES

Receivables at year end, consisted primarily of municipal income taxes, property and other taxes, intergovernmental receivables arising from entitlements, shared revenues, special assessments, accrued interest on investments and accounts receivable.

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

Special assessments expected to be collected in more than one year amounts to approximately \$5,205,879 in the Debt Service Fund.

Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2005 for real and public utility property taxes represents collections of the 2004 taxes. Property tax payments received during 2005 for tangible personal property (other than public utility property) is for 2005 taxes.

2005 real property taxes are levied after October 1, 2005, on the assessed value as of January 1, 2005, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2005 real property taxes are collected in and intended to finance 2006 operations.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2005 public utility property taxes became a lien December 31, 2004, are levied after October 1, 2005, and are collected in 2006 with real property taxes.

2005 tangible personal property taxes are levied after October 1, 2004, on the value as of December 31, 2004. Collections are made in 2005. Tangible personal property assessments are 25 percent of true value.

The assessed values of real and tangible personal property upon which current year property tax receipts were based are as follows:

| | |
|----------------------------|------------------------|
| Real Property | \$1,016,564,370 |
| Public Utility | 22,399,900 |
| Tangible Personal Property | <u>44,754,025</u> |
| Total Valuation | <u>\$1,083,718,295</u> |

Real property taxes are payable annually or semi-annually. The first payment is due February 15 with the remainder payable by July 15.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30; with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Accrued property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of year end for which there is an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at year end, nor were they levied to finance current year operations. The receivable is therefore offset by deferred revenue.

5. RISK MANAGEMENT

Miami Valley Risk Management Association, Inc.

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 1988, the City joined the Miami Valley Risk Management Association, Inc. (MVRMA) a risk sharing insurance pool. The pool consists of twenty municipalities who pool risk for property, crime, liability, boiler and machinery and public official liability. The City pays an annual premium to MVRMA for this coverage. The agreement provides that the MVRMA will be self-sustaining through member premiums and excess insurance. The deductible per occurrence for all types of claims is \$2,500.

Excess insurance coverage will cover additional claims up to the limits listed below:

| | |
|--|------------------------|
| General Liability: | \$7,000,000/occurrence |
| Automobile Liability: | \$7,000,000/occurrence |
| MVRMA coverage: \$2 million/occurrence with \$1 million excess \$1 million reinsured by Government Entities Mutual, Inc. (GEM) | |
| Excess Insurance: \$5 million/occurrence excess \$2 million insured by Illinois Union Insurance Co. (ACE) – Annual Aggregate \$15 million per member | |

| |
|---|
| Police Professional Liability |
| MVRMA coverage: \$2 million/occurrence with \$1 million excess \$1 million reinsured by GEM |
| Excess Insurance: \$5 million/occurrence excess \$2 million insured by Illinois Union Insurance Co. (ACE) – Annual Aggregate \$10 million per member* |

| |
|---|
| Employment Practices Liability and Public Officials Liability |
| MVRMA coverage: \$2 million/occurrence and aggregate per member with \$1 million excess \$1 million reinsured by GEM |
| Excess Insurance: \$5 million/occurrence excess \$2 million insured by Illinois Union Insurance Co. (ACE) – Annual Aggregate \$10 million per member* |

Property:

\$1 billion/occurrence

MVRMA SIR: \$200,000/occurrence

Coverage excess SIR provided by PEPPIP USA with carriers as follows:

Lexington Insurance Company (Primary \$10 million)

Excess carriers (\$990 million excess \$10 million):

AXIS Specialty Insurance Corp.

Lloyds of London

Great Lakes

Commonwealth Ins. Co.

Essex Insurance Corp.

Arch Insurance

Insurance Company of the West

Flood (included in property policy):

\$25 million/occurrence and annual aggregate (Flood Zone A & V -\$5 million/occurrence and annual aggregate)

MVRMA SIR: \$100,000/occurrence excluding Flood Zones A & V

MVRMA SIR: \$250,000/occurrence Flood Zones A & V

Earthquake (included in property policy):

\$25 million/occurrence and annual aggregate

MVRMA SIR: \$100,000/occurrence

Boiler & Machinery (included in PEPPIP Program):

\$100,000,000/occurrence

MVRMA SIR: \$5,000/occurrence

Coverage excess SIR provided by Continental Casualty

*Note: Police Professional, Employment Practices & Public Officials Liability are combined in a single aggregate limit of \$10 million per member by Illinois Union Insurance Co. (ACE).

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

6. CAPITAL ASSETS

Capital asset activity for the current year end was as follows:

| | Restated Beginning Balance | Additions | Deletions | Ending Balance |
|---|----------------------------------|---------------------------|-------------------|-----------------------------|
| Governmental Activities | | | | |
| <i>Capital Assets, not being depreciated:</i> | | | | |
| Land | \$5,856,919 | \$1,144,000 | \$0 | \$7,000,919 |
| <i>Capital Assets, being depreciated:</i> | | | | |
| Buildings and Improvements | 10,336,749 | 15,661 | 0 | 10,352,410 |
| Equipment | 4,037,447 | 126,545 | 40,135 | 4,123,857 |
| Infrastructure | 227,912,450 | 3,345,614 | 0 | 231,258,064 |
| Totals at Historical Cost | <u>248,143,565</u> | <u>4,631,820</u> | <u>40,135</u> | <u>252,735,250</u> |
| Less Accumulated Depreciation: | | | | |
| Buildings and Improvements | 2,871,493 | 316,450 | 0 | 3,187,943 |
| Equipment | 2,564,744 | 299,038 | 40,135 | 2,823,647 |
| Infrastructure | 46,859,590 | 4,676,099 | 0 | 51,535,689 |
| Total Accumulated Depreciation | <u>\$52,295,827</u> | <u>\$5,291,587</u> | <u>\$40,135</u> | <u>\$57,547,279</u> |
| Governmental Activities Capital Assets, Net | <u><u>\$195,847,738</u></u> | <u><u>(\$659,767)</u></u> | <u><u>\$0</u></u> | <u><u>\$195,187,971</u></u> |
| Business-Type Activities | | | | |
| <i>Capital Assets, not being depreciated:</i> | | | | |
| Land | \$7,833,601 | \$0 | \$0 | \$7,833,601 |
| <i>Capital Assets, being depreciated:</i> | | | | |
| Buildings and Improvements | 2,380,753 | 0 | 0 | 2,380,753 |
| Equipment | 632,972 | 0 | 0 | 632,972 |
| Totals at Historical Cost | <u>10,847,326</u> | <u>0</u> | <u>0</u> | <u>10,847,326</u> |
| Less Accumulated Depreciation: | | | | |
| Buildings and Improvements | 632,562 | 74,790 | 0 | 707,352 |
| Equipment | 322,648 | 43,131 | 0 | 365,779 |
| Total Accumulated Depreciation | <u>\$955,210</u> | <u>\$117,921</u> | <u>\$0</u> | <u>\$1,073,131</u> |
| Business-Type Activities Capital Assets, Net | <u><u>\$9,892,116</u></u> | <u><u>(\$117,921)</u></u> | <u><u>\$0</u></u> | <u><u>\$9,774,195</u></u> |

Depreciation expense was charged to governmental functions as follows:

| | |
|----------------------------------|---------------------------|
| General Government | \$302,691 |
| Public Safety | 186,072 |
| Leisure Time Activities | 116,974 |
| Community Development | 2,212 |
| Transportation and Street Repair | 4,683,638 |
| Total Depreciation Expense | <u><u>\$5,291,587</u></u> |

7. INTERFUND ACTIVITY

At year end, receivables and payables that resulted from various interfund transactions were as follows:

| | Advance From Other Funds | Advance to Other Funds | Due From Other Funds | Due to Other Funds | Transfers In | Transfers Out |
|-----------------|-----------------------------|---------------------------|-------------------------|-----------------------|------------------|------------------|
| General Fund | \$0 | \$191,653 | \$89,380 | \$0 | \$0 | \$652,363 |
| Police Levy | 0 | 0 | 0 | 0 | 0 | 78,140 |
| Street Levy | 0 | 0 | 0 | 0 | 0 | 10,610 |
| Debt Service | 0 | 0 | 0 | 0 | 166,217 | 0 |
| Golf Course | 191,653 | 0 | 0 | 0 | 651,713 | 0 |
| Non-Major Funds | <u>0</u> | <u>0</u> | <u>0</u> | <u>89,380</u> | <u>0</u> | <u>76,817</u> |
| Total All Funds | <u>\$191,653</u> | <u>\$191,653</u> | <u>\$89,380</u> | <u>\$89,380</u> | <u>\$817,930</u> | <u>\$817,930</u> |

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

All transfers were made in accordance with the Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

8. COMPENSATED ABSENCES

Compensated absences consist of unpaid vacation and certain portions of unused sick leave. Vacation is accumulated based upon length of service as follows:

| <u>Length of Service</u> | <u>Hourly Accrual Rate</u> | <u>Average Annual Days Vacation</u> |
|--|--------------------------------|---|
| Date of hire through five (5) years service | .03875 per hour | 10 days (2 weeks) |
| Six (6) through ten (10) complete years service | .0575 per hour | 15 days (3 weeks) |
| Eleven (11) through nineteen (19) complete years service | .0775 per hour | 20 days (4 weeks) |
| Twenty (20) complete years service and over | .09625 per hour | 25 days (5 weeks) |

Overtime hours cannot be used to accumulate vacation. No more than two years vacation at the applicable accrual rate can be carried forward into the next calendar year. In the case of death, termination, or retirement, an employee (or his estate) is paid for the unused vacation up to a maximum of the two-year accrual. Therefore, the entire liability as determined by the above policy is recognized for each fund.

All employees earn sick leave at the rate of .0577 per hour (an annual average of 15 days). Overtime hours cannot be used to accrue sick leave. There is no maximum amount for accrued sick leave hours.

It is the policy of the City that an employee upon retirement is entitled to receive payment on the basis of one day’s pay for each two days of accrued sick leave. A sick leave liability is recorded for those employees that are considered probable to receive such payment.

At year end, the accrued liability for unpaid compensated absences was \$1,048,679 for all funds.

9. NOTES PAYABLE

A summary of the note transactions for the current year end are as follows:

| | | | | | |
|----------------------------------|--------------------|--------------------|----------------------|---------------|--------------------|
| Business-Type Activities: | | | | | |
| 2.75% Golf Course Judgement Note | \$1,150,000 | | \$0 | (\$1,150,000) | \$0 |
| 4.25% Golf Course Judgement Note | <u>0</u> | <u>1,150,000</u> | <u>0</u> | <u>0</u> | <u>1,150,000</u> |
| Total Business-Type Activities | <u>1,150,000</u> | <u>1,150,000</u> | <u>(1,150,000)</u> | <u>0</u> | <u>1,150,000</u> |
| Total Notes Payable | <u>\$1,150,000</u> | <u>\$1,150,000</u> | <u>(\$1,150,000)</u> | <u>0</u> | <u>\$1,150,000</u> |

All of the notes are bond anticipation notes, are backed by the full faith and credit of the City, and mature within one year. The note liability is reflected in the fund which received the proceeds.

10. LONG-TERM DEBT

A schedule of changes in bonds and other long-term obligations of the City during the current year, follows:

| | | Beginning Balance | Additions | Deletions | Ending Balance | Due Within One Year |
|---|-------|----------------------|------------------|----------------------|---------------------|------------------------|
| Governmental Activities | | | | | | |
| <u>General Obligation Bonds</u> | | | | | | |
| 1997-2016 Various Purpose Public Improvements | 5.10% | \$745,000 | \$0 | (\$45,000) | \$700,000 | \$45,000 |
| 2002-2022 Maintenance Facility Construction | 4.00% | 5,265,000 | 0 | (200,000) | 5,065,000 | 205,000 |
| 2004-2018 Senior Center | 3.46% | 485,000 | 0 | (30,000) | 455,000 | 30,000 |
| Total General Obligation Bonds | | <u>6,495,000</u> | <u>0</u> | <u>(275,000)</u> | <u>6,220,000</u> | <u>280,000</u> |
| <u>Special Assessment Bonds</u> | | | | | | |
| 1989-2007 Apple Valley Street Improvement | 7.38% | 30,000 | 0 | (10,000) | 20,000 | 10,000 |
| 1994-2014 Fairfield Commons Street Improvements | 5.97% | 1,015,000 | 0 | (105,000) | 910,000 | 105,000 |
| 1995-2015 Crossing District Street Improvements | 6.47% | 1,120,000 | 0 | (105,000) | 1,015,000 | 105,000 |
| 1995-2015 Various Purpose Street Improvements | 5.49% | 165,000 | 0 | (15,000) | 150,000 | 15,000 |
| 1997-2016 Golf Course Access Roadway Project | 5.79% | 65,000 | 0 | (5,000) | 60,000 | 5,000 |
| 1999-2019 Various Purpose Street Improvements | 5.61% | 95,000 | 0 | (5,000) | 90,000 | 5,000 |
| 2001-2021 Various Purpose Street Improvements | 4.76% | 370,000 | 0 | (40,000) | 330,000 | 50,000 |
| 2003-2023 Kontagionnis Hills Street Development | 3.92% | 1,260,000 | 0 | (50,000) | 1,210,000 | 50,000 |
| Total General Obligation Bonds | | <u>4,120,000</u> | <u>0</u> | <u>(335,000)</u> | <u>3,785,000</u> | <u>345,000</u> |
| Capital Leases | | | | | | |
| Bucket Truck | 4.04% | 0 | 120,868 | (20,374) | 100,494 | 23,103 |
| Compensated Absences | | 927,998 | 521,059 | (400,378) | 1,048,679 | 488,117 |
| Total Governmental Activities | | <u>\$11,542,998</u> | <u>\$641,927</u> | <u>(\$1,030,752)</u> | <u>\$11,154,173</u> | <u>\$1,136,220</u> |

The various purpose public improvements and the Maintenance Facility construction bond will be paid through the Debt Service Fund. The special assessment bonds are backed by the full faith and credit of the City and are repaid from the resources of the debt service fund. The City levies an assessment against the effected property owners. Compensated Absences will be paid from the fund which the person is paid. Historically, this is the General Fund or a Special Revenue Fund. Capital Lease payments will be made from the Street Levy Fund.

Business Type Activities

| <u>General Obligation Bonds</u> | | | | | | |
|---------------------------------------|------------|--------------------|------------------|--------------------|---------------------|------------------|
| 1999-2023 Current Interest Bonds | 4.00-4.80% | \$3,940,000 | \$0 | (\$480,000) | \$3,460,000 | \$550,000 |
| 1999-2023 Capital Appreciation Bonds | 5.05-5.35% | 5,728,682 | 313,831 | 0 | 6,042,513 | 0 |
| Total General Obligation Bonds | | <u>9,668,682</u> | <u>313,831</u> | <u>(480,000)</u> | <u>9,502,513</u> | <u>550,000</u> |
| Capital Leases | | | | | | |
| Golf Carts Lease | 3.97% | 0 | 337,939 | 0 | 337,939 | 48,952 |
| Golf Equipment Lease | 3.08% | 0 | 209,489 | (61,936) | 147,553 | 69,547 |
| Total Capital Leases | | <u>0</u> | <u>547,428</u> | <u>(61,936)</u> | <u>485,492</u> | <u>118,499</u> |
| Compensated Absences | | 0 | 13,156 | 0 | 13,156 | 12,950 |
| Total Business-Type Activities | | <u>\$9,668,682</u> | <u>\$874,415</u> | <u>(\$541,936)</u> | <u>\$10,001,161</u> | <u>\$681,449</u> |

On December 15, 1997 the City issued \$9,583,455 in unvoted general obligation bonds for constructing and installing a municipal golf course within the City. The bond issue included current interest bonds and capital appreciation bonds in the amount of \$5,425,000 and \$4,158,455, respectively. These bonds were issued for a twenty-five year period, with final maturity occurring in 2023.

The capital appreciation bonds do not bear current interest, but will accrete in value from their date of issuance. These bonds will accrete in value at the yield to maturity as established. The capital appreciation bonds will mature in 2011 thru 2023. The maturity amount of the bonds is \$10,975,000. For 2005, \$313,831 was accreted for a cumulative appreciation of \$1,884,058 and a total bond value of \$6,042,513.

Principal and interest requirements to retire the City's long-term obligations outstanding at year end are as follows:

| Year Ending December 31 | General Obligation Bonds | | | | | |
|----------------------------|--------------------------|--------------------|----------------------------|------------|--------------------------|--------------------|
| | Current Interest Bonds | | Capital Appreciation Bonds | | Special Assessment Bonds | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2006 | \$830,000 | \$436,589 | \$0 | \$0 | \$345,000 | \$203,329 |
| 2007 | 920,000 | 401,209 | 0 | 0 | 305,000 | 185,631 |
| 2008 | 1,015,000 | 360,884 | 0 | 0 | 300,000 | 168,953 |
| 2009 | 1,085,000 | 315,225 | 0 | 0 | 295,000 | 152,518 |
| 2010 | 1,135,000 | 265,838 | 0 | 0 | 295,000 | 135,568 |
| 2011-2015 | 1,910,000 | 909,799 | 3,080,000 | 0 | 1,430,000 | 416,890 |
| 2016-2020 | 1,955,000 | 474,218 | 4,215,000 | 0 | 525,000 | 133,800 |
| 2021-2023 | 830,000 | 62,750 | 3,680,000 | 0 | 290,000 | 24,581 |
| Total | <u>\$9,680,000</u> | <u>\$3,226,512</u> | <u>\$10,975,000</u> | <u>\$0</u> | <u>\$3,785,000</u> | <u>\$1,421,270</u> |

11. CAPITAL LEASE

The City has entered into three capital leases for 2005. The capital leases are for golf carts, golf equipment and a bucket truck.

The City's lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases", and have been recorded on the government-wide statements. The leased assets have been capitalized for the amount of the present value of the minimum lease payments at the inception of the lease. Capital lease payments will be made from the golf course fund and street levy fund.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of fiscal year end.

| Fiscal Year <u>Ending June 30,</u> | Long-Term <u>Debt</u> |
|---|--------------------------|
| 2006 | \$164,782 |
| 2007 | 164,783 |
| 2008 | 97,673 |
| 2009 | 91,573 |
| 2010 | 67,061 |
| 2011 | <u>59,999</u> |
| Total Minimum Lease Payments | 645,871 |
| Less: Amount Representing Interest | <u>(59,885)</u> |
| Present Value of Minimum Lease Payments | <u>\$585,986</u> |

Capital assets acquired under capital leases in accordance with Statement of Financial Accounting Standards No. 13 are as follows:

| | |
|-----------|-----------|
| Equipment | \$668,296 |
|-----------|-----------|

12. PENSION PLANS

Ohio Public Employees Retirement System

All full-time employees, other than non-administrative full-time police officers and firefighters, participate in the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. OPERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

Members have a choice of three separate pension plans, a Traditional Pension Plan (TP), a Member-Directed Plan (MD) and a Combined Plan (CO). The TP Plan is a cost-sharing multiple-employer defined benefit pension plan. The MD Plan is a defined contribution plan in which member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the TP and CO Plans. Members of the MD Plan do not qualify for the ancillary benefits.

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations. The employer pension contribution rate for the City is 13.55 percent of covered payroll. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to OPERS for the years ended December 31, 2005, 2004 and 2003 were \$671,406, \$653,379, and \$482,394, respectively. The full amount has been contributed for 2004 and 2003 and 77% has been contributed for 2005.

Ohio Police and Fire Pension Fund

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple employer defined benefit pension plan administered by the OP&F's Board of Trustees. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 19.5 percent for police and 24.0 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for the years ending December 31, 2005, 2004 and 2003 were \$595,312, \$565,267, and \$537,425, respectively. The full amount has been contributed for 2004 and 2003 and 71% has been contributed for 2005.

13. POST EMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides retirement, disability, survivor, and postretirement health care benefits to qualifying members of both the Traditional and the Combined Plans; however, health care benefits are not statutorily guaranteed. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage. In order to qualify for postretirement health care coverage, age and service retirees must have ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of postretirement health care based on authority granted by State statute. The current year employer contribution rate was 13.55 percent of covered payroll; 4.00 percent was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2003, include a rate of return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase at the projected wage inflation rates plus an additional factor ranging from 1 percent to 6 percent for the next 8 years. In subsequent years (9 and beyond) health care cost were assumed to increase at 4 percent (the projected wage inflation rate).

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets.

At December 31, 2005, the number of active contributing participants in the Traditional and Combined Plans totaled 376,109. The City's actual contributions for the current year, which were used to fund postemployment benefits were \$198,201. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2004, (the latest information available) were \$10.8 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$29.5 billion and \$18.7 billion, respectively.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, will be effective January 1, 2007. In addition to the HCPP, OPERS has taken additional action to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. As an additional component of the HCPP, member and employer contribution rates increased as of January 1, 2006, which will allow additional funds to be allocated to the health care plan.

Under the HCPP, retirees eligible for health care coverage will receive a graded monthly allocation based on their years of service at retirement. The Plan incorporates a cafeteria approach, offering a broad range of health care options that allow benefit recipients to use their monthly allocation to purchase health care coverage customized to meet their individual needs. If the monthly allocation exceeds the cost of the options selected, the excess is deposited into a Retiree Medical Account that can be used to fund future health care expenses.

Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives 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 full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund’s board of trustees to provide health care coverage and states that health care costs paid from the Ohio Police and Fire Pension Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during the current year. 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. Beginning in 2001, all retirees and survivors have monthly health care contributions.

The City's actual contributions for the current year that were used to fund postemployment benefits were \$236,598 for police officers. The OP&F’s total health care expenses for the year ended December 31, 2004, (the latest information available) were \$102,173,796, which was net of member contributions of \$55,665,341. The number of OP&F participants eligible to receive health care benefits as of December 31, 2004, was 13,812 for police and 10,528 for firefighters.

14. CONSTRUCTION COMMITMENTS

The City had the following outstanding commitments at year end:

| Projects | Amount |
|--------------------------------|------------------------|
| The Greene | \$5,124,897 |
| Municipal Maintenance Facility | 12,350 |
| Street Improvements | 635,544 |
| Street Lighting Projects | 460,195 |
| Park Improvements | <u>20,428</u> |
| Total | <u>\$6,253,414</u> |

15. COMPLIANCE AND ACCOUNTABILITY

Fund Deficits and Deficits in Net Assets:

The following individual funds had deficit fund balances/net assets at year end:

| <u>Fund</u> | <u>Deficit</u> |
|-----------------------------------|----------------|
| Special Revenue Funds: | |
| Community Development Block Grant | 6,387 |
| Miscellaneous Special Revenue | 91,723 |
| Enterprise Fund: | |
| Golf Course | 3,418,512 |

The City has obtained reduced interest expense and additional flexibility through the use of short-term debt. However, fund deficits have resulted since short-term debt is reported within the associated fund rather than in the Governmental Activities long-term liabilities.

The remaining deficits occurred as a result of certain expenditures being incurred in anticipation of the receipt of revenues early in the next fiscal year. These deficits are expected to be provided for through future revenues.

16. PRIOR PERIOD ADJUSTMENT

At December 31, 2005, capital assets were restated in the Governmental Activities and Enterprise Fund. This restatement had the following effect on net assets as it was previously reported:

| | <u>Governmental Activities</u> | <u>Golf Course</u> |
|--|------------------------------------|------------------------|
| Net Assets, December 31, 2004 | \$200,413,440 | (\$2,635,187) |
| Restatement | <u>(83,559)</u> | <u>(82,953)</u> |
| Adjusted Net Assets, December 31, 2005 | <u>\$200,329,881</u> | <u>(\$2,718,140)</u> |

17. CHANGE IN ACCOUNTING PRINCIPLE

For fiscal year 2005, the City has implemented GASB Statement No. 40, "Deposit and Investment Risk Disclosures". GASB 40 establishes and modifies disclosure requirements related to investment risk: credit risk (including custodial credit risk and concentrations of credit risk) and interest rate risk. This statement also establishes and modifies disclosure requirements for custodial credit risk on deposits. This statement applies to all state and local governments.

REQUIRED SUPPLEMENTARY INFORMATION

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | General Fund | | | |
|--|--------------------|------------------|--------------------|----------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$913,238 | \$1,076,075 | \$1,073,859 | (\$2,216) |
| Fines, Licenses & Permits | 622,505 | 284,200 | 731,992 | 447,792 |
| Intergovernmental | 1,474,161 | 1,720,000 | 1,733,438 | 13,438 |
| Special Assessments | 104,119 | 110,000 | 122,431 | 12,431 |
| Charges for Services | 97,094 | 97,500 | 114,171 | 16,671 |
| Investment Earnings | 213,449 | 90,000 | 250,991 | 160,991 |
| Impact Fees | 279,953 | 200,000 | 329,191 | 129,191 |
| Other Revenues | 96,961 | 111,900 | 114,015 | 2,115 |
| Total Revenues | 3,801,480 | 3,689,675 | 4,470,088 | 780,413 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 2,344,859 | 2,097,911 | 2,067,334 | 30,577 |
| Leisure Time Activities | 1,142,818 | 1,032,384 | 1,007,560 | 24,824 |
| Community Development | 599,962 | 600,385 | 528,954 | 71,431 |
| Basic Utility Service | 100,874 | 130,000 | 88,935 | 41,065 |
| Public Health and Welfare | 112,524 | 126,109 | 99,206 | 26,903 |
| Capital Outlay | 322,326 | 395,029 | 284,177 | 110,852 |
| Total Expenditures | 4,623,363 | 4,381,818 | 4,076,166 | 305,652 |
| Excess of Revenues Over (Under) Expenditures | (821,883) | (692,143) | 393,922 | 1,086,065 |
| Other financing sources (uses): | | | | |
| Proceeds from Sale of Capital Assets | 0 | 10,000 | 0 | (10,000) |
| Transfers In | 561,778 | 660,584 | 660,584 | 0 |
| Transfers (Out) | (783,638) | (691,891) | (690,891) | 1,000 |
| Total Other Financing Sources (Uses) | (221,860) | (21,307) | (30,307) | (9,000) |
| Net Change in Fund Balance | (1,043,743) | (713,450) | 363,615 | 1,077,065 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 1,608,016 | 1,608,016 | 1,608,016 | 0 |
| Fund Balance End of Year | \$564,273 | \$894,566 | \$1,971,631 | \$1,077,065 |

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Police Levy Fund | | | |
|--|------------------------|------------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$5,659,398 | \$5,312,500 | \$5,424,401 | \$111,901 |
| Fines, Licenses & Permits | 90,193 | 110,200 | 86,448 | (23,752) |
| Intergovernmental | 744,062 | 695,500 | 713,166 | 17,666 |
| Charges for Services | 176,833 | 157,000 | 169,490 | 12,490 |
| Other Revenues | 17,102 | 46,300 | 16,392 | (29,908) |
| Total Revenues | <u>6,687,588</u> | <u>6,321,500</u> | <u>6,409,897</u> | <u>88,397</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 505,972 | 287,813 | 461,427 | (173,614) |
| Public Safety | 6,882,608 | 6,412,007 | 6,276,672 | 135,335 |
| Public Health and Welfare | 42,173 | 80,000 | 38,460 | 41,540 |
| Total Expenditures | <u>7,430,753</u> | <u>6,779,820</u> | <u>6,776,559</u> | <u>3,261</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(743,165)</u> | <u>(458,320)</u> | <u>(366,662)</u> | <u>91,658</u> |
| Other financing sources (uses): | | | | |
| Proceeds from Sale of Capital Assets | 30,913 | 12,000 | 29,629 | 17,629 |
| Transfers (Out) | <u>(449,247)</u> | <u>(409,696)</u> | <u>(409,696)</u> | <u>0</u> |
| Total Other Financing Sources (Uses) | <u>(418,334)</u> | <u>(397,696)</u> | <u>(380,067)</u> | <u>17,629</u> |
| Net Change in Fund Balance | (1,161,499) | (856,016) | (746,729) | 109,287 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | <u>1,484,375</u> | <u>1,484,375</u> | <u>1,484,375</u> | <u>0</u> |
| Fund Balance End of Year | <u>\$322,876</u> | <u>\$628,359</u> | <u>\$737,646</u> | <u>\$109,287</u> |

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Street Levy Fund | | | |
|---|------------------------|------------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$2,620,177 | \$2,618,200 | \$2,651,823 | \$33,623 |
| Fines, Licenses & Permits | 0 | 1,000 | 0 | (1,000) |
| Intergovernmental | 338,077 | 311,600 | 342,160 | 30,560 |
| Charges for Services | 0 | 25,000 | 0 | (25,000) |
| Other Revenues | 10,346 | 12,800 | 10,471 | (2,329) |
| Total Revenues | 2,968,600 | 2,968,600 | 3,004,454 | 35,854 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 447,834 | 472,634 | 396,141 | 76,493 |
| Transportation & Street Repair | 2,986,947 | 2,711,919 | 2,642,167 | 69,752 |
| Public Health and Welfare | 79,134 | 65,000 | 70,000 | (5,000) |
| Capital Outlay | 199,015 | 315,040 | 176,043 | 138,997 |
| Total Expenditures | 3,712,930 | 3,564,593 | 3,284,351 | 280,242 |
| Excess of Revenues Over (Under) Expenditures | (744,330) | (595,993) | (279,897) | 316,096 |
| Other financing sources (uses): | | | | |
| Transfers (Out) | (54,069) | (47,828) | (47,828) | 0 |
| Total Other Financing Sources (Uses) | (54,069) | (47,828) | (47,828) | 0 |
| Net Change in Fund Balance | (798,399) | (643,821) | (327,725) | 316,096 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 1,267,058 | 1,267,058 | 1,267,058 | 0 |
| Fund Balance End of Year | \$468,659 | \$623,237 | \$939,333 | \$316,096 |

See accompanying notes to the required supplementary information.

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Street Maintenance Fund | | | |
|---|-------------------------------|--------------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$515,062 | \$190,000 | \$582,572 | \$392,572 |
| Intergovernmental | 1,290,128 | 1,558,343 | 1,459,228 | (99,115) |
| Investment Earnings | 20,518 | 10,000 | 23,207 | 13,207 |
| Other Revenues | 64,636 | 1,000 | 73,108 | 72,108 |
| Total Revenues | <u>1,890,344</u> | <u>1,759,343</u> | <u>2,138,115</u> | <u>378,772</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Transportation & Street Repair | 1,629,675 | 1,672,055 | 1,762,232 | (90,177) |
| Capital Outlay | 487,130 | 589,000 | 526,753 | 62,247 |
| Total Expenditures | <u>2,116,805</u> | <u>2,261,055</u> | <u>2,288,985</u> | <u>(27,930)</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(226,461)</u> | <u>(501,712)</u> | <u>(150,870)</u> | <u>350,842</u> |
| Other financing sources (uses): | | | | |
| Transfers (Out) | <u>(231,195)</u> | <u>(250,000)</u> | <u>(250,000)</u> | <u>0</u> |
| Total Other Financing Sources (Uses) | <u>(231,195)</u> | <u>(250,000)</u> | <u>(250,000)</u> | <u>0</u> |
| Net Change in Fund Balance | (457,656) | (751,712) | (400,870) | 350,842 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | <u>621,047</u> | <u>621,047</u> | <u>621,047</u> | <u>0</u> |
| Fund Balance End of Year | <u>\$163,391</u> | <u>(\$130,665)</u> | <u>\$220,177</u> | <u>\$350,842</u> |

See accompanying notes to the required supplementary information.

1. BUDGETARY PROCESS

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

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

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

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.

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

Net Change in Fund Balance

| | <u>General</u> | <u>Police Levy</u> | <u>Street Levy</u> | <u>Street Maintenance</u> |
|---|------------------|--------------------|--------------------|---------------------------|
| GAAP Basis | \$319,639 | (\$577,450) | (\$198,167) | \$72,983 |
| Net Adjustment for Revenue Accruals | 579,753 | 3,689 | (120,868) | (10,086) |
| Net Adjustment for Expenditure Accruals | (421,487) | (160,320) | 131,184 | (17,678) |
| Encumbrances | <u>(114,290)</u> | <u>(12,648)</u> | <u>(139,874)</u> | <u>(446,089)</u> |
| Budget Basis | <u>\$363,615</u> | <u>(\$746,729)</u> | <u>(\$327,725)</u> | <u>(\$400,870)</u> |

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**COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

FUND DESCRIPTIONS

NONMAJOR FUNDS

Special Revenue Funds

Street Highway - Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

Cable Television - To account for cable television franchise fees.

Beautification - To account for marriage donations and other monies designated for community beautification activities.

Community Development Block Grant - To account for community development block grant funds.

Recreational Activities - To account for monies received through charges for services for recreational and cultural events provided for public enjoyment.

Law Enforcement - To account for monies designated to be used for law enforcement.

Drug Law Enforcement - To account for monies designated to be used for drug law enforcement.

DUI Enforcement and Education - To account for special court fines designated for programs to deter driving under the influence of alcohol.

Drug Offenses Forfeiture - To account for monies acquired through seizures in conjunction with violation of Ohio statutes and designated for law enforcement purposes.

Federal Forfeitures - To account for monies acquired through seizures under federal statute and designated for specified law enforcement purposes.

Youth Activities – To account for monies designated for youth activities.

Crime Prevention - To account for monies designated for special crime prevention programs.

Miscellaneous Special Revenue - To account for incidental or occasional special revenue categories.

Capital Projects Funds

Street Capital Improvement - To account for receipts of the municipal vehicle license tax designated for the improvement of arterial streets.

Parks and Recreation Capital Improvement - To account for various park development projects financed by governmental funds.

OPWC Capital Projects - To account for capital projects financed by state grants administered by the Ohio Public Works Commission (OPWC).

Service Facility Site – To account for service facility site improvements financed by governmental funds.

Minor Special Assessment District Projects - To account for various infrastructure projects estimated to be less than one million dollars each that are required to be paid by new private developments upon petition to the City.

Municipal Facilities - To account for municipal facility improvements financed by governmental funds.

Permanent Fund

Cemetery Bequest - To account for amounts distributed by court order in the division of former township assets having the restriction that the donor desired the principal amount to remain intact with the interest revenue to be used for the general care and maintenance of the cemetery.

Agency Funds

Miscellaneous - To account (hold) for incidental and occasional restricted gifts and donations intended for specified activities.

Cash Bonds - To account (hold) cash deposits held in lieu of performance bonds from bidders, contractors or developers.

RERT Police - To account (hold) for donations for the regional emergency response team.

The Greene - To account (hold) for funds exclusively for the construction of the Greene Town Center, a multi-use development.

City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2005

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Nonmajor Permanent Fund | Total Nonmajor Governmental Funds |
|---|---|--|-------------------------------|--|
| Assets: | | | | |
| Equity in Pooled Cash and Investments | \$982,858 | \$1,352,292 | \$0 | \$2,335,150 |
| Restricted Cash and Investments | 0 | 0 | 16,420 | 16,420 |
| Receivables: | | | | |
| Accounts | 218,787 | 0 | 0 | 218,787 |
| Intergovernmental | 60,449 | 156,749 | 0 | 217,198 |
| Total Assets | 1,262,094 | 1,509,041 | 16,420 | 2,787,555 |
| Liabilities and Fund Balances: | | | | |
| Liabilities: | | | | |
| Accounts Payable | 15,954 | 63,942 | 0 | 79,896 |
| Accrued Wages and Benefits | 13,695 | 0 | 0 | 13,695 |
| Deferred Revenue | 50,562 | 131,528 | 0 | 182,090 |
| Due to Other Funds | 89,380 | 0 | 0 | 89,380 |
| Total Liabilities | 169,591 | 195,470 | 0 | 365,061 |
| Fund Balances: | | | | |
| Reserved for Encumbrances | 28,283 | 517,279 | 0 | 545,562 |
| Reserved for Cemetery Bequest | 0 | 0 | 15,201 | 15,201 |
| Unreserved, Undesignated, Reported in: | | | | |
| Special Revenue Funds | 1,064,220 | 0 | 0 | 1,064,220 |
| Capital Projects Funds | 0 | 796,292 | 0 | 796,292 |
| Permanent Funds | 0 | 0 | 1,219 | 1,219 |
| Total Fund Balances | 1,092,503 | 1,313,571 | 16,420 | 2,422,494 |
| Total Liabilities and Fund Balances | \$1,262,094 | \$1,509,041 | \$16,420 | \$2,787,555 |

City of Beavercreek, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2005

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Nonmajor Permanent Fund | Total Nonmajor Governmental Funds |
|---|---|--|-------------------------------|--|
| Revenues: | | | | |
| Taxes | \$0 | \$306,420 | \$0 | \$306,420 |
| Fines, Licenses & Permits | 485,213 | 0 | 0 | 485,213 |
| Charges for Services | 165,509 | 0 | 0 | 165,509 |
| Investment Earnings | 5,898 | 0 | 502 | 6,400 |
| Intergovernmental | 289,407 | 281,899 | 0 | 571,306 |
| Other Revenues | 29,752 | 36,951 | 0 | 66,703 |
| Total Revenues | 975,779 | 625,270 | 502 | 1,601,551 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 233,458 | 0 | 0 | 233,458 |
| Public Safety | 27,634 | 0 | 0 | 27,634 |
| Leisure Time Activities | 287,589 | 0 | 0 | 287,589 |
| Transportation and Street Repair | 0 | 131,215 | 0 | 131,215 |
| Capital Outlay | 59,984 | 1,002,819 | 0 | 1,062,803 |
| Total Expenditures | 608,665 | 1,134,034 | 0 | 1,742,699 |
| Excess of Revenues Over (Under) Expenditures | 367,114 | (508,764) | 502 | (141,148) |
| Other Financing Sources (Uses): | | | | |
| Transfers (Out) | (44,948) | (31,869) | 0 | (76,817) |
| Total Other Financing Sources (Uses) | (44,948) | (31,869) | 0 | (76,817) |
| Net Change in Fund Balance | 322,166 | (540,633) | 502 | (217,965) |
| Fund Balance Beginning of Year | 770,337 | 1,854,204 | 15,918 | 2,640,459 |
| Fund Balance End of Year | \$1,092,503 | \$1,313,571 | \$16,420 | \$2,422,494 |

City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2005

| | Street Highway | Cable Television | Beautification | Community Development Block Grant | Recreational Activities |
|---|-------------------|---------------------|----------------|---|----------------------------|
| Assets: | | | | | |
| Equity in Pooled Cash and Investments | \$231,398 | \$411,722 | \$6,295 | \$0 | \$187,958 |
| Receivables: | | | | | |
| Accounts | 0 | 218,787 | 0 | 0 | 0 |
| Intergovernmental | 60,449 | 0 | 0 | 0 | 0 |
| Total Assets | 291,847 | 630,509 | 6,295 | 0 | 187,958 |
| Liabilities and Fund Balances: | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | 0 | 6,946 | 0 | 0 | 1,371 |
| Accrued Wages and Benefits | 0 | 7,242 | 0 | 0 | 0 |
| Deferred Revenue | 50,562 | 0 | 0 | 0 | 0 |
| Due to Other Funds | 0 | 0 | 0 | 6,387 | 0 |
| Total Liabilities | 50,562 | 14,188 | 0 | 6,387 | 1,371 |
| Fund Balances: | | | | | |
| Reserved for Encumbrances | 17,380 | 7,375 | 0 | 0 | 0 |
| Unreserved, Undesignated, Reported in: Special Revenue Funds | 223,905 | 608,946 | 6,295 | (6,387) | 186,587 |
| Total Fund Balances | 241,285 | 616,321 | 6,295 | (6,387) | 186,587 |
| Total Liabilities and Fund Balances | \$291,847 | \$630,509 | \$6,295 | \$0 | \$187,958 |

| Law Enforcement | Drug Law Enforcement | DUI Enforcement and Education | Drug Offenses Forfeiture | Federal Forfeiture | Youth Activities | Crime Prevention | Miscellaneous Special Revenue |
|-----------------|----------------------|-------------------------------|--------------------------|--------------------|------------------|------------------|-------------------------------|
| \$8,708 | \$16,971 | \$38,081 | \$1,422 | \$69,000 | \$5,425 | \$5,878 | \$0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8,708 | 16,971 | 38,081 | 1,422 | 69,000 | 5,425 | 5,878 | 0 |
| 0 | 5,360 | 0 | 0 | 0 | 0 | 0 | 2,277 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 6,453 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 82,993 |
| 0 | 5,360 | 0 | 0 | 0 | 0 | 0 | 91,723 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 3,528 |
| 8,708 | 11,611 | 38,081 | 1,422 | 69,000 | 5,425 | 5,878 | (95,251) |
| 8,708 | 11,611 | 38,081 | 1,422 | 69,000 | 5,425 | 5,878 | (91,723) |
| \$8,708 | \$16,971 | \$38,081 | \$1,422 | \$69,000 | \$5,425 | \$5,878 | \$0 |

Continued

City of Beavercreek, Ohio
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2005

| | Total Nonmajor Special Revenue Funds |
|---|---|
| Assets: | |
| Equity in Pooled Cash and Investments | \$982,858 |
| Receivables: | |
| Accounts | 218,787 |
| Intergovernmental | 60,449 |
| Total Assets | <u>1,262,094</u> |
| Liabilities and Fund Balances: | |
| Liabilities: | |
| Accounts Payable | 15,954 |
| Accrued Wages and Benefits | 13,695 |
| Deferred Revenue | 50,562 |
| Due to Other Funds | 89,380 |
| Total Liabilities | <u>169,591</u> |
| Fund Balances: | |
| Reserved for Encumbrances | 28,283 |
| Unreserved, Undesignated, Reported in: Special Revenue Funds | <u>1,064,220</u> |
| Total Fund Balances | <u>1,092,503</u> |
| Total Liabilities and Fund Balances | <u>\$1,262,094</u> |

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City of Beavercreek, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended December 31, 2005

| | Street Highway | Cable Television | Beautification | Community Development Block Grant | Recreational Activities |
|--|-------------------|---------------------|----------------|---|----------------------------|
| Revenues: | | | | | |
| Fines, Licenses & Permits | \$0 | \$433,546 | \$0 | \$0 | \$0 |
| Charges for Services | 0 | 0 | 0 | 0 | 162,269 |
| Investment Earnings | 5,898 | 0 | 0 | 0 | 0 |
| Intergovernmental | 119,258 | 0 | 0 | 55,219 | 0 |
| Other Revenues | 0 | 178 | 0 | 0 | 23,620 |
| Total Revenues | 125,156 | 433,724 | 0 | 55,219 | 185,889 |
| Expenditures: | | | | | |
| Current: | | | | | |
| General Government | 0 | 233,458 | 0 | 0 | 0 |
| Public Safety | 0 | 0 | 0 | 0 | 0 |
| Leisure Time Activities | 0 | 0 | 0 | 0 | 151,807 |
| Capital Outlay | 43,783 | 8,350 | 0 | 0 | 0 |
| Total Expenditures | 43,783 | 241,808 | 0 | 0 | 151,807 |
| Excess of Revenues Over (Under) Expenditures | 81,373 | 191,916 | 0 | 55,219 | 34,082 |
| Other Financing Sources (Uses): | | | | | |
| Transfers (Out) | 0 | 0 | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | 0 | 0 | 0 | 0 | 0 |
| Net Change in Fund Balance | 81,373 | 191,916 | 0 | 55,219 | 34,082 |
| Fund Balance Beginning of Year | 159,912 | 424,405 | 6,295 | (61,606) | 152,505 |
| Fund Balance End of Year | \$241,285 | \$616,321 | \$6,295 | (\$6,387) | \$186,587 |

| Law Enforcement | Drug Law Enforcement | DUI Enforcement and Education | Drug Offenses Forfeiture | Federal Forfeiture | Youth Activities | Crime Prevention | Miscellaneous Special Revenue |
|-----------------|----------------------|-------------------------------|--------------------------|--------------------|------------------|------------------|-------------------------------|
| \$0 | \$3,335 | \$0 | \$0 | \$48,332 | \$0 | \$0 | \$0 |
| 0 | 850 | 2,390 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 114,930 |
| 0 | 0 | 0 | 0 | 0 | 190 | 0 | 5,764 |
| 0 | 4,185 | 2,390 | 0 | 48,332 | 190 | 0 | 120,694 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 23,439 | 0 | 4,195 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 135,782 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 7,851 |
| 0 | 23,439 | 0 | 4,195 | 0 | 0 | 0 | 143,633 |
| 0 | (19,254) | 2,390 | (4,195) | 48,332 | 190 | 0 | (22,939) |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | (44,948) |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | (44,948) |
| 0 | (19,254) | 2,390 | (4,195) | 48,332 | 190 | 0 | (67,887) |
| 8,708 | 30,865 | 35,691 | 5,617 | 20,668 | 5,235 | 5,878 | (23,836) |
| <u>\$8,708</u> | <u>\$11,611</u> | <u>\$38,081</u> | <u>\$1,422</u> | <u>\$69,000</u> | <u>\$5,425</u> | <u>\$5,878</u> | <u>(\$91,723)</u> |

Continued

City of Beavercreek, Ohio
 Combining Statement of Revenues, Expenditures
 and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For the Fiscal Year Ended December 31, 2005

| | Total Nonmajor Special Revenue Funds |
|--|---|
| Revenues: | |
| Fines, Licenses & Permits | \$485,213 |
| Charges for Services | 165,509 |
| Investment Earnings | 5,898 |
| Intergovernmental | 289,407 |
| Other Revenues | <u>29,752</u> |
| Total Revenues | <u>975,779</u> |
| Expenditures: | |
| Current: | |
| General Government | 233,458 |
| Public Safety | 27,634 |
| Leisure Time Activities | 287,589 |
| Capital Outlay | <u>59,984</u> |
| Total Expenditures | <u>608,665</u> |
| Excess of Revenues Over (Under) Expenditures | <u>367,114</u> |
| Other Financing Sources (Uses): | |
| Transfers (Out) | <u>(44,948)</u> |
| Total Other Financing Sources (Uses) | <u>(44,948)</u> |
| Net Change in Fund Balance | 322,166 |
| Fund Balance Beginning of Year | <u>770,337</u> |
| Fund Balance End of Year | <u><u>\$1,092,503</u></u> |

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City of Beavercreek, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2005

| | Street Capital Improvement | Parks and Recreation Capital Improvement | OPWC Capital Projects | Service Facility Site | Minor Special Assessment District Projects |
|--|----------------------------------|---|-----------------------------|--------------------------|---|
| Assets: | | | | | |
| Equity in Pooled Cash and Investments | \$711,320 | \$6,006 | \$31,807 | \$435,558 | \$164,679 |
| Receivables: | | | | | |
| Intergovernmental | 156,749 | 0 | 0 | 0 | 0 |
| Total Assets | <u>868,069</u> | <u>6,006</u> | <u>31,807</u> | <u>435,558</u> | <u>164,679</u> |
| Liabilities and Fund Balances: | | | | | |
| Liabilities: | | | | | |
| Accounts Payable | 60,111 | 3,406 | 0 | 425 | 0 |
| Deferred Revenue | 131,528 | 0 | 0 | 0 | 0 |
| Total Liabilities | <u>191,639</u> | <u>3,406</u> | <u>0</u> | <u>425</u> | <u>0</u> |
| Fund Balances: | | | | | |
| Reserved for Encumbrances | 57,084 | 0 | 0 | 0 | 460,195 |
| Unreserved, Undesignated, Reported in: Capital Projects Funds | 619,346 | 2,600 | 31,807 | 435,133 | (295,516) |
| Total Fund Balances | <u>676,430</u> | <u>2,600</u> | <u>31,807</u> | <u>435,133</u> | <u>164,679</u> |
| Total Liabilities and Fund Balances | <u>\$868,069</u> | <u>\$6,006</u> | <u>\$31,807</u> | <u>\$435,558</u> | <u>\$164,679</u> |

| Municipal Facilities | Total Nonmajor Capital Projects Funds |
|-------------------------|--|
| \$2,922 | \$1,352,292 |
| <u>0</u> | <u>156,749</u> |
| <u>2,922</u> | <u>1,509,041</u> |
| | |
| 0 | 63,942 |
| <u>0</u> | <u>131,528</u> |
| <u>0</u> | <u>195,470</u> |
| | |
| 0 | 517,279 |
| <u>2,922</u> | <u>796,292</u> |
| <u>2,922</u> | <u>1,313,571</u> |
| <u>\$2,922</u> | <u>\$1,509,041</u> |

City of Beavercreek, Ohio
 Combining Statement of Revenues, Expenditures
 and Changes in Fund Balance
 Nonmajor Capital Projects Funds
 For the Fiscal Year Ended December 31, 2005

| | Street Capital Improvement | Parks and Recreation Capital Improvement | OPWC Capital Projects | Service Facility Site | Minor Special Assessment District Projects |
|--|----------------------------------|---|-----------------------------|--------------------------|---|
| Revenues: | | | | | |
| Taxes | \$306,420 | \$0 | \$0 | \$0 | \$0 |
| Intergovernmental | 256,104 | 25,795 | 0 | 0 | 0 |
| Other Revenues | 0 | 36,951 | 0 | 0 | 0 |
| Total Revenues | <u>562,524</u> | <u>62,746</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Expenditures: | | | | | |
| Current: | | | | | |
| Transportation and Street Repair | 131,215 | 0 | 0 | 0 | 0 |
| Capital Outlay | <u>362,646</u> | <u>620,477</u> | <u>0</u> | <u>19,696</u> | <u>0</u> |
| Total Expenditures | <u>493,861</u> | <u>620,477</u> | <u>0</u> | <u>19,696</u> | <u>0</u> |
| Excess of Revenues Over (Under) Expenditures | <u>68,663</u> | <u>(557,731)</u> | <u>0</u> | <u>(19,696)</u> | <u>0</u> |
| Other Financing Sources (Uses): | | | | | |
| Transfers (Out) | <u>(31,869)</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Total Other Financing Sources (Uses) | <u>(31,869)</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Net Change in Fund Balance | 36,794 | (557,731) | 0 | (19,696) | 0 |
| Fund Balance Beginning of Year | <u>639,636</u> | <u>560,331</u> | <u>31,807</u> | <u>454,829</u> | <u>164,679</u> |
| Fund Balance End of Year | <u>\$676,430</u> | <u>\$2,600</u> | <u>\$31,807</u> | <u>\$435,133</u> | <u>\$164,679</u> |

| Municipal Facilities | Total Nonmajor Capital Projects Funds |
|-------------------------|--|
| \$0 | \$306,420 |
| 0 | 281,899 |
| 0 | 36,951 |
| 0 | 625,270 |
| 0 | 131,215 |
| 0 | 1,002,819 |
| 0 | 1,134,034 |
| 0 | (508,764) |
| 0 | (31,869) |
| 0 | (31,869) |
| 0 | (540,633) |
| 2,922 | 1,854,204 |
| <u>\$2,922</u> | <u>\$1,313,571</u> |

City of Beavercreek, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2005

| | Miscellaneous | | | Ending Balance |
|---------------------------------------|----------------------|--------------|-----------------|-------------------|
| | Beginning Balance | Additions | Deductions | |
| Assets: | | | | |
| Equity in Pooled Cash and Investments | \$94,904 | \$0 | \$11,462 | \$83,442 |
| Total Assets | <u>94,904</u> | <u>0</u> | <u>11,462</u> | <u>83,442</u> |
| Liabilities: | | | | |
| Accounts Payable | 0 | 388 | 0 | 388 |
| Other Liabilities | 94,904 | 0 | 11,850 | 83,054 |
| Total Liabilities | <u>\$94,904</u> | <u>\$388</u> | <u>\$11,850</u> | <u>\$83,442</u> |

| | Cash Bonds | | | Ending Balance |
|---------------------------------------|----------------------|------------------|------------------|-------------------|
| | Beginning Balance | Additions | Deductions | |
| Assets: | | | | |
| Equity in Pooled Cash and Investments | \$388,584 | \$153,280 | \$0 | \$541,864 |
| Total Assets | <u>388,584</u> | <u>153,280</u> | <u>0</u> | <u>541,864</u> |
| Liabilities: | | | | |
| Accounts Payable | 0 | 432,957 | 0 | 432,957 |
| Other Liabilities | 388,584 | 153,280 | 432,957 | 108,907 |
| Total Liabilities | <u>\$388,584</u> | <u>\$586,237</u> | <u>\$432,957</u> | <u>\$541,864</u> |

| | RERT Police | | | Ending Balance |
|---------------------------------------|----------------------|-----------------|------------|-------------------|
| | Beginning Balance | Additions | Deductions | |
| Assets: | | | | |
| Equity in Pooled Cash and Investments | \$21,000 | \$27,825 | \$0 | \$48,825 |
| Total Assets | <u>21,000</u> | <u>27,825</u> | <u>0</u> | <u>48,825</u> |
| Liabilities: | | | | |
| Other Liabilities | 21,000 | 27,825 | 0 | 48,825 |
| Total Liabilities | <u>\$21,000</u> | <u>\$27,825</u> | <u>\$0</u> | <u>\$48,825</u> |

City of Beavercreek, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2005

| | The Greene | | | Ending Balance |
|---------------------------------------|----------------------|--------------------|------------|--------------------|
| | Beginning Balance | Additions | Deductions | |
| Assets: | | | | |
| Equity in Pooled Cash and Investments | \$0 | \$4,483,655 | \$0 | \$4,483,655 |
| Total Assets | <u>0</u> | <u>4,483,655</u> | <u>0</u> | <u>4,483,655</u> |
| Liabilities: | | | | |
| Accounts Payable | 0 | 968,002 | 0 | 968,002 |
| Other Liabilities | 0 | 3,515,653 | 0 | 3,515,653 |
| Total Liabilities | <u>\$0</u> | <u>\$4,483,655</u> | <u>\$0</u> | <u>\$4,483,655</u> |

| | Total All Agency Funds | | | Ending Balance |
|---------------------------------------|------------------------|--------------------|------------------|--------------------|
| | Beginning Balance | Additions | Deductions | |
| Assets: | | | | |
| Equity in Pooled Cash and Investments | \$504,488 | \$4,664,760 | \$11,462 | \$5,157,786 |
| Total Assets | <u>504,488</u> | <u>4,664,760</u> | <u>11,462</u> | <u>5,157,786</u> |
| Liabilities: | | | | |
| Accounts Payable | 0 | 1,401,347 | 0 | 1,401,347 |
| Other Liabilities | 504,488 | 3,696,758 | 444,807 | 3,756,439 |
| Total Liabilities | <u>\$504,488</u> | <u>\$5,098,105</u> | <u>\$444,807</u> | <u>\$5,157,786</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Street Highway Fund | | | |
|---|---------------------------|------------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Intergovernmental | \$95,828 | \$99,000 | \$118,440 | \$19,440 |
| Investment Earnings | 4,772 | 1,600 | 5,898 | 4,298 |
| Total Revenues | <u>100,600</u> | <u>100,600</u> | <u>124,338</u> | <u>23,738</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 50,000 | 89,163 | 61,163 | 28,000 |
| Total Expenditures | <u>50,000</u> | <u>89,163</u> | <u>61,163</u> | <u>28,000</u> |
| Excess of Revenues Over (Under) Expenditures | <u>50,600</u> | <u>11,437</u> | <u>63,175</u> | <u>51,738</u> |
| Net Change in Fund Balance | 50,600 | 11,437 | 63,175 | 51,738 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | <u>150,843</u> | <u>150,843</u> | <u>150,843</u> | <u>0</u> |
| Fund Balance End of Year | <u>\$201,443</u> | <u>\$162,280</u> | <u>\$214,018</u> | <u>\$51,738</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Cable Television Fund | | | |
|--|-----------------------------|------------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Fines, Licenses & Permits | \$400,555 | \$400,000 | \$431,735 | \$31,735 |
| Other Revenues | 165 | 720 | 178 | (542) |
| Total Revenues | 400,720 | 400,720 | 431,913 | 31,193 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 305,616 | 265,069 | 255,311 | 9,758 |
| Capital Outlay | 9,994 | 30,000 | 8,349 | 21,651 |
| Total Expenditures | 315,610 | 295,069 | 263,660 | 31,409 |
| Excess of Revenues Over (Under) Expenditures | 85,110 | 105,651 | 168,253 | 62,602 |
| Other financing sources (uses): | | | | |
| Transfers (Out) | (2,390) | (1,997) | (1,997) | 0 |
| Total Other Financing Sources (Uses) | (2,390) | (1,997) | (1,997) | 0 |
| Net Change in Fund Balance | 82,720 | 103,654 | 166,256 | 62,602 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 231,145 | 231,145 | 231,145 | 0 |
| Fund Balance End of Year | \$313,865 | \$334,799 | \$397,401 | \$62,602 |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Beautification Fund | | | |
|---|------------------------|-----------------|---------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Excess of Revenues Over (Under) Expenditures | 0 | 0 | 0 | 0 |
| Net Change in Fund Balance | 0 | 0 | 0 | 0 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 6,295 | 6,295 | 6,295 | 0 |
| Fund Balance End of Year | \$6,295 | \$6,295 | \$6,295 | \$0 |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Community Development Block Grant Fund | | | |
|---|---|-----------------|-----------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Intergovernmental | \$55,000 | \$122,607 | \$55,219 | (\$67,388) |
| Total Revenues | 55,000 | 122,607 | 55,219 | (67,388) |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 61,000 | 61,000 | 0 | 61,000 |
| Total Expenditures | 61,000 | 61,000 | 0 | 61,000 |
| Excess of Revenues Over (Under) Expenditures | (6,000) | 61,607 | 55,219 | (6,388) |
| Net Change in Fund Balance | (6,000) | 61,607 | 55,219 | (6,388) |
| Fund Balance Beginning of Year, Restated (includes prior year encumbrances appropriated) | (61,607) | (61,607) | (61,607) | 0 |
| Fund Balance End of Year | (\$67,607) | \$0 | (\$6,388) | (\$6,388) |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Recreational Activities Fund | | | |
|---|------------------------------------|-----------------|-----------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Charges for Services | \$148,544 | \$146,550 | \$162,269 | \$15,719 |
| Other Revenues | 21,622 | 23,616 | 23,620 | 4 |
| Total Revenues | 170,166 | 170,166 | 185,889 | 15,723 |
| Expenditures: | | | | |
| Current: | | | | |
| Leisure Time Activities | 200,871 | 182,623 | 152,164 | 30,459 |
| Total Expenditures | 200,871 | 182,623 | 152,164 | 30,459 |
| Excess of Revenues Over (Under) Expenditures | (30,705) | (12,457) | 33,725 | 46,182 |
| Other financing sources (uses): | | | | |
| Transfers (Out) | (129) | (98) | (98) | 0 |
| Total Other Financing Sources (Uses) | (129) | (98) | (98) | 0 |
| Net Change in Fund Balance | (30,834) | (12,555) | 33,627 | 46,182 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 152,505 | 152,505 | 152,505 | 0 |
| Fund Balance End of Year | \$121,671 | \$139,950 | \$186,132 | \$46,182 |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Law Enforcement Fund | | | |
|---|----------------------------|-----------------|----------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Net Change in Fund Balance | 0 | 0 | 0 | 0 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 8,708 | 8,708 | 8,708 | 0 |
| Fund Balance End of Year | <u>\$8,708</u> | <u>\$8,708</u> | <u>\$8,708</u> | <u>\$0</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Drug Law Enforcement Fund | | | |
|---|---------------------------------|-----------------|-----------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Fines, Licenses & Permits | \$0 | \$0 | \$3,335 | \$3,335 |
| Charges for Services | 0 | 0 | 850 | 850 |
| Total Revenues | 0 | 0 | 4,185 | 4,185 |
| Expenditures: | | | | |
| Current: | | | | |
| Public Safety | 20,000 | 20,000 | 18,079 | 1,921 |
| Total Expenditures | 20,000 | 20,000 | 18,079 | 1,921 |
| Excess of Revenues Over (Under) Expenditures | (20,000) | (20,000) | (13,894) | 6,106 |
| Net Change in Fund Balance | (20,000) | (20,000) | (13,894) | 6,106 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 30,865 | 30,865 | 30,865 | 0 |
| Fund Balance End of Year | <u>\$10,865</u> | <u>\$10,865</u> | <u>\$16,971</u> | <u>\$6,106</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | DUI Enforcement and Education Fund | | | |
|---|---|-----------------|-----------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Charges for Services | \$0 | \$0 | \$2,390 | \$2,390 |
| Total Revenues | 0 | 0 | 2,390 | 2,390 |
| Expenditures: | | | | |
| Current: | | | | |
| Public Safety | 5,500 | 2,500 | 0 | 2,500 |
| Capital Outlay | 5,500 | 6,900 | 0 | 6,900 |
| Total Expenditures | 11,000 | 9,400 | 0 | 9,400 |
| Excess of Revenues Over (Under) Expenditures | (11,000) | (9,400) | 2,390 | 11,790 |
| Net Change in Fund Balance | (11,000) | (9,400) | 2,390 | 11,790 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 35,691 | 35,691 | 35,691 | 0 |
| Fund Balance End of Year | <u>\$24,691</u> | <u>\$26,291</u> | <u>\$38,081</u> | <u>\$11,790</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Drug Offenses Forfeiture Fund | | | |
|---|--|-----------------|---------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| Public Safety | 5,000 | 4,195 | 4,195 | 0 |
| Total Expenditures | 5,000 | 4,195 | 4,195 | 0 |
| Excess of Revenues Over (Under) Expenditures | (5,000) | (4,195) | (4,195) | 0 |
| Net Change in Fund Balance | (5,000) | (4,195) | (4,195) | 0 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 5,617 | 5,617 | 5,617 | 0 |
| Fund Balance End of Year | \$617 | \$1,422 | \$1,422 | \$0 |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Federal Forfeiture Fund | | | |
|---|-------------------------------|-----------------|----------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Fines, Licenses & Permits | \$0 | \$0 | \$48,332 | \$48,332 |
| Total Revenues | 0 | 0 | 48,332 | 48,332 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Excess of Revenues Over (Under) Expenditures | 0 | 0 | 48,332 | 48,332 |
| Net Change in Fund Balance | 0 | 0 | 48,332 | 48,332 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 20,668 | 20,668 | 20,668 | 0 |
| Fund Balance End of Year | \$20,668 | \$20,668 | \$69,000 | \$48,332 |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Youth Activities Fund | | | |
|---|-----------------------------|-----------------|---------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Other Revenues | \$0 | \$0 | \$190 | \$190 |
| Total Revenues | 0 | 0 | 190 | 190 |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 6,000 | 5,235 | 0 | 5,235 |
| Total Expenditures | 6,000 | 5,235 | 0 | 5,235 |
| Excess of Revenues Over (Under) Expenditures | (6,000) | (5,235) | 190 | 5,425 |
| Net Change in Fund Balance | (6,000) | (5,235) | 190 | 5,425 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 5,235 | 5,235 | 5,235 | 0 |
| Fund Balance End of Year | (\$765) | \$0 | \$5,425 | \$5,425 |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Crime Prevention Fund | | | |
|---|-----------------------------|-----------------|---------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 3,000 | 2,000 | 0 | 2,000 |
| Total Expenditures | 3,000 | 2,000 | 0 | 2,000 |
| Excess of Revenues Over (Under) Expenditures | (3,000) | (2,000) | 0 | 2,000 |
| Net Change in Fund Balance | (3,000) | (2,000) | 0 | 2,000 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 5,878 | 5,878 | 5,878 | 0 |
| Fund Balance End of Year | \$2,878 | \$3,878 | \$5,878 | \$2,000 |

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Miscellaneous Special Revenue Fund | | | |
|---|--|-----------------|-------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Fines, Licenses & Permits | \$0 | \$5,000 | \$0 | (\$5,000) |
| Intergovernmental | 211,114 | 116,602 | 114,930 | (1,672) |
| Other Revenues | 10,588 | 100,100 | 5,764 | (94,336) |
| Total Revenues | 221,702 | 221,702 | 120,694 | (101,008) |
| Expenditures: | | | | |
| Current: | | | | |
| Leisure Time Activities | 146,145 | 138,957 | 136,370 | 2,587 |
| Capital Outlay | 8,413 | 5,500 | 7,850 | (2,350) |
| Total Expenditures | 154,558 | 144,457 | 144,220 | 237 |
| Excess of Revenues Over (Under) Expenditures | 67,144 | 77,245 | (23,526) | (100,771) |
| Other financing sources (uses): | | | | |
| Transfers (Out) | (49,442) | (46,135) | (46,135) | 0 |
| Total Other Financing Sources (Uses) | (49,442) | (46,135) | (46,135) | 0 |
| Net Change in Fund Balance | 17,702 | 31,110 | (69,661) | (100,771) |
| Fund Balance Beginning of Year, Restated (includes prior year encumbrances appropriated) | (18,028) | (18,028) | (18,028) | 0 |
| Fund Balance End of Year | (\$326) | \$13,082 | (\$87,689) | (\$100,771) |

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Debt Service Fund | | | |
|--|-------------------|--------------|-------------|----------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$377,678 | \$442,000 | \$391,872 | (\$50,128) |
| Intergovernmental | 45,361 | 0 | 47,066 | 47,066 |
| Special Assessments | 505,308 | 520,260 | 524,299 | 4,039 |
| Total Revenues | 928,347 | 962,260 | 963,237 | 977 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 5,747 | 7,000 | 6,152 | 848 |
| Debt Service: | | | | |
| Principal Retirement | 2,092,594 | 2,240,000 | 2,240,000 | 0 |
| Interest and Fiscal Charges | 676,659 | 724,481 | 724,324 | 157 |
| Total Expenditures | 2,775,000 | 2,971,481 | 2,970,476 | 1,005 |
| Excess of Revenues Over (Under) Expenditures | (1,846,653) | (2,009,221) | (2,007,239) | 1,982 |
| Other financing sources (uses): | | | | |
| Proceeds from Sale of Notes and Bonds | 1,110,412 | 0 | 1,152,145 | 1,152,145 |
| Transfers In | 818,782 | 1,999,555 | 849,555 | (1,150,000) |
| Total Other Financing Sources (Uses) | 1,929,194 | 1,999,555 | 2,001,700 | 2,145 |
| Net Change in Fund Balance | 82,541 | (9,666) | (5,539) | 4,127 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 154,869 | 154,869 | 154,869 | 0 |
| Fund Balance End of Year | \$237,410 | \$145,203 | \$149,330 | \$4,127 |

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Street Capital Improvement Fund | | | |
|---|--|-----------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$290,000 | \$421,215 | \$306,420 | (\$114,795) |
| Total Revenues | 290,000 | 421,215 | 306,420 | (114,795) |
| Expenditures: | | | | |
| Current: | | | | |
| Transportation & Street Repair | 252,379 | 131,215 | 131,215 | 0 |
| Capital Outlay | 579,539 | 800,969 | 301,310 | 499,659 |
| Total Expenditures | 831,918 | 932,184 | 432,525 | 499,659 |
| Excess of Revenues Over (Under) Expenditures | (541,918) | (510,969) | (126,105) | 384,864 |
| Other financing sources (uses): | | | | |
| Transfers (Out) | (61,297) | (31,869) | (31,869) | 0 |
| Total Other Financing Sources (Uses) | (61,297) | (31,869) | (31,869) | 0 |
| Net Change in Fund Balance | (603,215) | (542,838) | (157,974) | 384,864 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 620,884 | 620,884 | 620,884 | 0 |
| Fund Balance End of Year | <u>\$17,669</u> | <u>\$78,046</u> | <u>\$462,910</u> | <u>\$384,864</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Parks and Recreation Capital Improvement Fund | | | |
|---|---|------------------|------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Intergovernmental | \$10,278 | \$25,000 | \$25,795 | \$795 |
| Other Revenues | 14,722 | 34,362 | 36,951 | 2,589 |
| Total Revenues | <u>25,000</u> | <u>59,362</u> | <u>62,746</u> | <u>3,384</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 0 | 620,632 | 620,632 | 0 |
| Total Expenditures | <u>0</u> | <u>620,632</u> | <u>620,632</u> | <u>0</u> |
| Excess of Revenues Over (Under) Expenditures | <u>25,000</u> | <u>(561,270)</u> | <u>(557,886)</u> | <u>3,384</u> |
| Net Change in Fund Balance | 25,000 | (561,270) | (557,886) | 3,384 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | <u>561,270</u> | <u>561,270</u> | <u>561,270</u> | <u>0</u> |
| Fund Balance End of Year | <u>\$586,270</u> | <u>\$0</u> | <u>\$3,384</u> | <u>\$3,384</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | OPWC Capital Projects Fund | | | |
|---|-------------------------------------|-----------------|-----------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 31,807 | 31,807 | 31,807 | 0 |
| Fund Balance End of Year | <u>\$31,807</u> | <u>\$31,807</u> | <u>\$31,807</u> | <u>\$0</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Service Facility Site Fund | | | |
|---|----------------------------------|-----------------|-----------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 457,000 | 415,000 | 19,696 | 395,304 |
| Total Expenditures | 457,000 | 415,000 | 19,696 | 395,304 |
| Excess of Revenues Over (Under) Expenditures | (457,000) | (415,000) | (19,696) | 395,304 |
| Net Change in Fund Balance | (457,000) | (415,000) | (19,696) | 395,304 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 454,829 | 454,829 | 454,829 | 0 |
| Fund Balance End of Year | (\$2,171) | \$39,829 | \$435,133 | \$395,304 |

City of Beavercreek, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2005

| | Minor Special Assessment District Projects Fund | | | |
|---|--|------------------|--------------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$82,500 | \$0 | \$0 | \$0 |
| Total Revenues | 82,500 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| Capital Outlay | 91,000 | 542,695 | 460,195 | 82,500 |
| Total Expenditures | 91,000 | 542,695 | 460,195 | 82,500 |
| Excess of Revenues Over (Under) Expenditures | (8,500) | (542,695) | (460,195) | 82,500 |
| Other financing sources (uses): | | | | |
| Proceeds from Sale of Notes and Bonds | 0 | 534,195 | 0 | (534,195) |
| Total Other Financing Sources (Uses) | 0 | 534,195 | 0 | (534,195) |
| Net Change in Fund Balance | (8,500) | (8,500) | (460,195) | (451,695) |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 164,679 | 164,679 | 164,679 | 0 |
| Fund Balance End of Year | <u>\$156,179</u> | <u>\$156,179</u> | <u>(\$295,516)</u> | <u>(\$451,695)</u> |

City of Beavercreek, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2005

| | Municipal Facilities Fund | | | |
|---|---------------------------------|-----------------|----------------|-------------------------------|
| | Original Budget | Final Budget | Actual | Variance from Final Budget |
| Revenues: | | | | |
| Taxes | \$0 | \$0 | \$0 | \$0 |
| Total Revenues | 0 | 0 | 0 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Net Change in Fund Balance | 0 | 0 | 0 | 0 |
| Fund Balance Beginning of Year (includes prior year encumbrances appropriated) | 2,922 | 2,922 | 2,922 | 0 |
| Fund Balance End of Year | <u>\$2,922</u> | <u>\$2,922</u> | <u>\$2,922</u> | <u>\$0</u> |

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STATISTICAL SECTION

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City of Beavercreek, Ohio

Table 1

General Governmental Revenues By Source (A)

Last Ten Fiscal Years

| Year | Local Taxes (B) | Intergovernmental Revenue | Charges for Services | Fines, Licenses and Permits | Investment Earnings | Special Assessments | Other Revenue | Total |
|------|-----------------|---------------------------|----------------------|-----------------------------|---------------------|---------------------|---------------|--------------|
| 1996 | \$6,246,656 | \$3,384,304 | \$497,774 | \$422,444 | \$449,412 | \$631,616 | \$260,198 | \$11,892,404 |
| 1997 | 6,684,658 | 3,826,326 | 527,602 | 459,182 | 439,765 | 682,213 | 286,772 | 12,906,518 |
| 1998 | 6,680,646 | 3,934,912 | 564,509 | 389,585 | 518,400 | 666,541 | 600,920 | 13,355,513 |
| 1999 | 7,098,375 | 4,886,314 | 982,553 | 482,916 | 534,684 | 704,155 | 175,853 | 14,864,850 |
| 2000 | 7,179,628 | 4,590,486 | 1,042,793 | 615,581 | 722,293 | 649,988 | 292,684 | 15,093,453 |
| 2001 | 7,507,036 | 4,591,757 | 1,097,721 | 475,486 | 436,302 | 629,868 | 282,523 | 15,020,693 |
| 2002 | 8,108,130 | 4,340,996 | 1,102,439 | 500,231 | 279,340 | 639,148 | 323,441 | 15,293,725 |
| 2003 | 8,957,014 | 6,317,645 | 346,942 | 669,384 | 136,016 | 593,923 | 563,247 | 17,584,171 |
| 2004 | 9,585,048 | 3,292,249 | 479,924 | 1,067,162 | 116,863 | 630,727 | 825,372 | 15,997,345 |
| 2005 | 10,434,792 | 4,937,580 | 449,170 | 1,303,283 | 280,598 | 646,730 | 622,417 | 18,674,570 |

Source: Department of Finance, City of Beavercreek, Ohio

A. Includes all governmental funds.

B. Includes property and permissive local motor vehicle taxes.

City of Beavercreek, Ohio

Table 2
General Governmental Expenditures By Function (A)
Last Ten Fiscal Years

| Year | Public Safety | Public Health and Welfare | Leisure Time Activities | Community Development | Transportation and Street | | Basic Utility Services | General Government | Capital Outlay | Debt Service | | Total |
|------|---------------|---------------------------|-------------------------|-----------------------|---------------------------|-----------------------|------------------------|--------------------|----------------|--------------|--|-------|
| | | | | | Repair | Community Development | | | | Debt Service | | |
| 1996 | \$3,758,111 | \$211,705 | \$612,462 | \$236,400 | \$2,388,949 | \$51,587 | \$1,827,029 | \$2,119,081 | \$727,829 | \$11,933,153 | | |
| 1997 | 3,873,430 | 203,751 | 578,244 | 259,295 | 2,186,524 | 42,753 | 1,578,757 | 2,487,194 | 684,766 | 11,894,714 | | |
| 1998 | 4,364,172 | 194,895 | 620,536 | 305,768 | 2,325,849 | 52,425 | 1,811,355 | 1,369,579 | 723,527 | 11,768,106 | | |
| 1999 | 4,789,730 | 211,338 | 650,287 | 352,098 | 2,601,751 | 83,509 | 2,144,706 | 3,205,199 | 673,316 | 14,711,934 | | |
| 2000 | 5,021,273 | 233,023 | 733,534 | 426,337 | 2,666,588 | 53,153 | 2,182,289 | 2,836,745 | 698,635 | 14,851,577 | | |
| 2001 | 5,109,186 | 267,456 | 872,415 | 467,783 | 3,038,704 | 52,900 | 2,648,743 | 2,188,868 | 636,585 | 15,282,640 | | |
| 2002 | 5,605,614 | 290,982 | 955,974 | 446,584 | 3,144,927 | 60,914 | 2,367,549 | 3,607,624 | 1,054,760 | 17,534,928 | | |
| 2003 | 5,916,895 | 365,334 | 972,064 | 474,058 | 5,087,897 | 69,719 | 2,757,961 | 5,093,391 | 1,354,169 | 22,091,488 | | |
| 2004 | 6,039,635 | 250,993 | 1,146,703 | 486,839 | 2,774,236 | 69,328 | 2,798,854 | 1,646,705 | 1,131,728 | 16,345,021 | | |
| 2005 | 6,487,454 | 194,730 | 1,272,366 | 515,843 | 4,851,842 | 92,369 | 2,461,461 | 1,750,437 | 1,153,353 | 18,779,855 | | |

Source: Department of Finance, City of Beavercreek, Ohio

A. Includes all governmental funds.

City of Beavercreek, Ohio

Table 3

Assessed And Estimated Actual Value Of Taxable Property
Last Ten Fiscal Years

| Tax Year/ Collection Year | Real Property | | | Personal Property Assessed Value | Public Utilities Assessed Value | Total Assessed Value |
|------------------------------|----------------|-------------------------------|--|--|---------------------------------------|-------------------------|
| | Assessed Value | Estimated Actual Value (A) | | | | |
| 1995/1996 | \$635,281,020 | \$1,815,088,628 | | \$36,873,527 | \$29,118,390 | \$701,272,937 |
| 1996/1997 | 740,960,490 | 2,117,029,971 | | 49,521,322 | 29,671,370 | 820,153,182 |
| 1997/1998 | 748,454,730 | 2,138,442,086 | | 52,442,922 | 29,782,510 | 830,680,162 |
| 1998/1999 | 768,980,770 | 2,197,087,914 | | 52,874,218 | 30,668,410 | 852,523,398 |
| 1999/2000 | 803,994,870 | 2,297,128,200 | | 53,593,427 | 32,020,120 | 889,608,417 |
| 2000/2001 | 832,352,760 | 2,378,150,742 | | 55,581,445 | 27,153,730 | 915,087,935 |
| 2001/2002 | 861,375,820 | 2,461,073,771 | | 51,001,469 | 21,501,990 | 933,879,279 |
| 2002/2003 | 963,710,820 | 2,753,459,000 | | 47,103,324 | 22,553,160 | 1,033,367,304 |
| 2003/2004 | 992,300,500 | 2,835,144,286 | | 45,288,889 | 22,153,510 | 1,059,742,899 |
| 2004/2005 | 1,016,564,370 | 2,904,469,629 | | 44,754,025 | 22,399,900 | 1,083,718,295 |

Source: Greene County Auditor

A. Estimated actual value based on assessment level of 35 percent.

City of Beavercreek, Ohio

Table 4

Property Tax Rates - Direct And Overlapping Governments
Per \$1,000 Of Assessed Valuation
Last Ten Fiscal Years

| Tax Year/ Collection Year | Beavercreek | | Beavercreek | | Greene Joint Vocational | Greene County | Total |
|------------------------------|-------------|----------|-------------------------|----------|----------------------------|------------------|-------|
| | City | Township | City School District | District | | | |
| 1995/1996 | 12.70 | 8.25 | 42.50 | 42.50 | 3.45 | 9.08 | 75.98 |
| 1996/1997 | 12.00 | 8.25 | 43.00 | 43.00 | 3.45 | 9.08 | 75.78 |
| 1997/1998 | 12.00 | 8.25 | 42.90 | 42.90 | 3.45 | 9.08 | 75.68 |
| 1998/1999 | 12.00 | 8.25 | 42.00 | 42.00 | 3.45 | 9.08 | 74.78 |
| 1999/2000 | 12.00 | 8.25 | 42.60 | 42.60 | 3.45 | 9.38 | 75.68 |
| 2000/2001 | 12.00 | 8.25 | 42.12 | 42.12 | 3.45 | 10.63 | 76.45 |
| 2001/2002 | 12.50 | 8.25 | 45.40 | 45.40 | 3.45 | 10.63 | 80.23 |
| 2002/2003 | 12.95 | 8.25 | 43.50 | 43.50 | 3.45 | 10.83 | 78.98 |
| 2003/2004 | 13.10 | 8.25 | 49.00 | 49.00 | 3.45 | 10.57 | 84.37 |
| 2004/2005 | 13.10 | 8.25 | 48.40 | 48.40 | 3.45 | 11.80 | 85.00 |

Source: Greene County Auditor

City of Beavercreek, Ohio
 Table 5
 Property Tax Levies And Collection
 Real And Public Utility
 Last Ten Fiscal Years

| Tax Year/ Collection Year | Current Levy | Collection Including Delinquencies | Total Collections As Percent of Current Year | Accumulated Delinquencies |
|------------------------------|--------------|--|--|------------------------------|
| 1995/1996 | \$6,729,072 | \$6,746,938 | 100.27% | \$188,200 |
| 1996/1997 | 7,280,080 | 7,257,508 | 99.69% | 169,949 |
| 1997/1998 | 7,510,590 | 7,255,612 | 96.61% | 287,561 |
| 1998/1999 | 7,712,620 | 7,703,942 | 99.89% | 287,561 |
| 1999/2000 | 7,871,157 | 7,817,275 | 99.32% | 387,966 |
| 2000/2001 | 8,075,161 | 8,134,860 | 100.74% | 373,693 |
| 2001/2002 | 8,179,561 | 8,214,148 | 100.42% | 215,916 |
| 2002/2003 | 9,199,386 | 9,149,864 | 99.46% | 277,200 |
| 2003/2004 | 9,716,197 | 9,730,508 | 100.15% | 304,036 |
| 2004/2005 | 9,941,655 | 10,036,557 | 100.95% | 244,700 |

Source: Greene County Auditor

City of Beavercreek, Ohio
 Table 6
 Special Assessments Collections
 Last Ten Fiscal Years

| Tax Year/ Collection Year | Current Assessments Due | Collection Including Delinquencies | Total Collections As Percent of Current Assessments | Accumulated Delinquencies |
|------------------------------|----------------------------|--|---|------------------------------|
| 1995/1996 | \$673,192 | \$664,921 | 98.77% | \$8,270 |
| 1996/1997 | 664,950 | 676,334 | 101.71% | 1,416 |
| 1997/1998 | 712,942 | 701,683 | 98.42% | 18,286 |
| 1998/1999 | 650,887 | 634,645 | 97.50% | 16,961 |
| 1999/2000 | 646,010 | 638,851 | 98.89% | 49,204 |
| 2000/2001 | 618,808 | 665,630 | 107.57% | 5,787 |
| 2001/2002 | 624,944 | 672,831 | 107.66% | 28,641 |
| 2002/2003 | 629,917 | 625,341 | 99.27% | 8,154 |
| 2003/2004 | 679,617 | 664,267 | 97.74% | 24,553 |
| 2004/2005 | 666,728 | 685,906 | 102.88% | 23,498 |

Source: Greene County Auditor

City of Beavercreek, Ohio
 Table 7
 Computation Of Legal Debt Margin
 December 31, 2005

| | Debt Outstanding | 10 1/2% of Assessed Valuation | 5 1/2% of Assessed Valuation |
|--------------------------------------|---------------------|----------------------------------|---------------------------------|
| Overall Debt Limitations | | \$113,790,421 | \$59,604,506 |
| Gross Indebtedness | 19,507,513 | | |
| Less: Debt Outside Limitations (A) | 6,220,000 | | |
| Net Debt Within Limitations | | <u>13,287,513</u> | <u>13,287,513</u> |
| Legal Debt Margin Within Limitations | | <u>\$100,502,908</u> | <u>\$46,316,993</u> |

Source: Department of Finance, City of Beavercreek, Ohio

A. Special assessment debt with government commitment has been excluded.

City of Beavercreek, Ohio
 Table 8
 Computation Of Direct And Overlapping Debt
 December 31, 2005

| Jurisdiction | Net Debt Outstanding | Percentage Applicable to City of Beavercreek | Amount Applicable to City of Beavercreek |
|----------------------------------|-------------------------|---|---|
| Direct: | | | |
| City of Beavercreek | \$14,288,455 | 100.00% | \$14,288,455 |
| Overlapping: | | | |
| Beavercreek City School District | 32,290,000 | 79.84% | 25,780,336 |
| Beavercreek Township | 430,000 | 81.13% | 348,859 |
| Greene County | 28,574,000 | 33.90% | 9,686,586 |
| Total Overlapping | 61,294,000 | | 35,815,781 |
| Total Direct and Overlapping | \$75,582,455 | | \$50,104,236 |

Source: Direct- Department of Finance, City of Beavercreek, Ohio
 Overlapping- Ohio Municipal Advisory Council

Note: The percentage of net indebtedness of the City's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed value within the City by the subdivision's total assessed value.

City of Beavercreek, Ohio

Table 9
Ratio Of Annual Debt Service Expenditures For
General Bonded Debt To General Government Expenditures (A)
Last Ten Fiscal Years

| Year | Principal | Interest (B) | Total Debt Service | General Governmental Expenditures (C) | Ratio of Debt Service |
|------|-----------|--------------|-----------------------|--|---|
| | | | | | to General Governmental Expenditures |
| 1996 | \$0 | \$0 | \$0 | \$11,933,153 | 0.00% |
| 1997 | 0 | 37,587 | 37,587 | 11,894,714 | 0.32% |
| 1998 | 35,000 | 56,380 | 91,380 | 11,768,106 | 0.78% |
| 1999 | 35,000 | 54,875 | 89,875 | 14,711,934 | 0.61% |
| 2000 | 35,000 | 53,265 | 88,265 | 14,851,557 | 0.59% |
| 2001 | 35,000 | 51,585 | 86,585 | 15,282,640 | 0.57% |
| 2002 | 40,000 | 49,870 | 89,870 | 17,534,928 | 0.51% |
| 2003 | 230,000 | 305,392 | 535,392 | 22,091,488 | 2.42% |
| 2004 | 250,000 | 307,181 | 557,181 | 16,345,021 | 3.41% |
| 2005 | 275,000 | 285,941 | 560,941 | 18,779,855 | 2.99% |

Source: Department of Finance, City of Beavercreek, Ohio

- A. General obligation bonds reported in the enterprise funds and special assessment debt with government commitment have been excluded.
- B. Excludes bond issuance and other cost.
- C. Includes all governmental funds.

City of Beavercreek, Ohio

Table 10

Ratio Of Net General Bonded Debt To Assessed
Valuation And Net Bonded Debt Per Capita

Last Ten Fiscal Years

| Year | Population (A) | Total Assessed Value (B) | Gross General Bonded Debt | Less: Balance in Debt Service Fund (C) | Bonded Debt (C) | Ratio of Net | |
|------|----------------|-----------------------------|------------------------------|---|--------------------|----------------------------------|-------------------------------|
| | | | | | | Bonded Debt to Assessed Value | Net Bonded Debt Per Capita |
| 1996 | 33,626 | \$701,272,937 | \$0 | \$0 | \$0 | 0.00% | \$0 |
| 1997 | 33,626 | 820,153,182 | 10,588,455 | 0 * | 10,588,455 | 1.29% | 315 |
| 1998 | 33,626 | 830,680,162 | 10,553,455 | 0 * | 10,553,455 | 1.27% | 314 |
| 1999 | 33,626 | 852,523,398 | 10,493,455 | 0 * | 10,493,455 | 1.23% | 312 |
| 2000 | 37,984 | 889,608,417 | 10,318,455 | 0 * | 10,318,455 | 1.16% | 272 |
| 2001 | 37,984 | 915,087,935 | 10,756,722 | 0 * | 10,756,722 | 1.18% | 283 |
| 2002 | 37,984 | 933,879,279 | 16,334,122 | 92,222 | 16,241,900 | 1.74% | 428 |
| 2003 | 37,984 | 1,033,367,304 | 16,031,169 | 51,523 | 15,979,646 | 1.55% | 421 |
| 2004 | 37,984 | 1,059,742,899 | 16,163,682 | 154,514 | 16,009,168 | 1.51% | 421 |
| 2005 | 37,984 | 1,083,718,295 | 15,722,513 | 148,973 | 15,573,540 | 1.44% | 410 |

Source:

- A. Federal Census
- B. Greene County Auditor
- C. Department of Finance, City of Beavercreek, Ohio
- * Debt Service Fund has a negative fund balance.

City of Beavercreek, Ohio
 Table 11
 Demographic Statistics
 December 31, 2005

| | 1980 Census | 1990 Census | 2000 Census |
|---------------------------------|----------------|----------------|----------------|
| Population | 31,589 | 33,626 | 37,984 |
| Per Capita Income | \$9,312 | \$18,362 | n/a |
| Number of Housing Units | 10,190 | 12,148 | 14,769 |
| Person(s) Per Household | 3.15 | 2.84 | 2.66 |
| Median Age | 31.9 | 36.6 | 40.5 |
| Percentage Owner Occupied Units | 88.60% | 82.90% | 84.50% |
| Median Family Income | \$28,434 | \$52,531 | n/a |
| Family Income Distribution | | | |
| \$0-14,999 | 1,457 | 371 | n/a |
| 15,000-24,999 | 2,438 | 754 | n/a |
| 25,000-34,999 | 3,037 | 1,036 | n/a |
| 35,000-49,999 | 2,182 | 2,311 | n/a |
| 50,000-74,999 | 610 | 3,457 | n/a |
| 75,000 and Over | 154 | 1,940 | n/a |
| Education Distribution: | | | |
| Grades/Years Completed | | | |
| 0-11 | 2,767 | 2,440 | n/a |
| 12 | 7,271 | 5,642 | n/a |
| 13-15 | 3,160 | 5,831 | n/a |
| 16 or More | 5,679 | 8,245 | n/a |

Source: U.S. Census of Population and Housing

City of Beavercreek, Ohio

Table 12

Construction And Bank Deposits

Last Ten Fiscal Years

| Year | Commercial Construction (1) | | | Residential Construction (1) | | | Bank Deposits in Thousands (2) |
|------|-----------------------------|--------------|--------------------------|------------------------------|---------------|--------------|--------------------------------|
| | Number of Permits | Value | New 1-2-3 Family Permits | Other Residential Permits | Total Permits | Value | |
| 1996 | 435 | \$45,489,690 | 106 | 1,226 | 1,332 | \$19,038,274 | \$268,999 |
| 1997 | 664 | 74,966,303 | 106 | 1,193 | 1,299 | 18,164,842 | 166,034 |
| 1998 | 979 | 78,383,628 | 157 | 1,153 | 1,310 | 26,729,847 | 0 |
| 1999 | 696 | 20,141,625 | 135 | 1,202 | 2,033 | 24,140,468 | 0 |
| 2000 | 555 | 36,764,503 | 159 | 1,240 | 1,954 | 27,441,324 | 0 |
| 2001 | 602 | 37,393,873 | 159 | 1,149 | 1,910 | 29,858,181 | 0 |
| 2002 | 605 | 33,964,456 | 199 | 1,338 | 2,142 | 40,181,610 | 0 |
| 2003 | 644 | 36,230,298 | 208 | 1,289 | 2,141 | 42,147,796 | 0 |
| 2004 | 629 | 50,384,857 | 246 | 1,443 | 2,318 | 70,376,709 | 0 |
| 2005 | 809 | 135,651,718 | 244 | 1,292 | 2,345 | 76,570,989 | 0 |

Source:

1. Greene County Department of Public Works, Office of Building Regulations.
2. Federal Reserve Bank of Cleveland - Amounts are for Greene County (Note: County bank deposits measures total deposits for those banks deemed "domiciled" within a given county.)

City of Beavercreek, Ohio
 Table 13
 Principal Taxpayers
 December 31, 2005

| Taxpayer | Type of Business | Real Property Assessed Valuation | Personal Property Assessed Valuation | Public Utilities Assessed Valuation | Total Assessed Valuation | Percentage |
|---------------------------------|-------------------|----------------------------------|--------------------------------------|-------------------------------------|--------------------------|------------|
| MFC Beavercreek, LLC | Shopping Center | \$40,023,650 | \$0 | \$0 | \$40,023,650 | 3.69% |
| Dayton Power and Light | Utility | 83,580 | 0 | 11,855,400 | 11,938,980 | 1.10% |
| MV-RG II | Shopping Center | 8,592,930 | 0 | 0 | 8,592,930 | 0.79% |
| E L Apartments, LLC | Rental Apartments | 6,948,640 | 0 | 0 | 6,948,640 | 0.64% |
| George J. Kontogiannis | Individual | 6,413,470 | 0 | 0 | 6,413,470 | 0.59% |
| Ohio Bell Telephone | Utility | 279,580 | 0 | 6,041,650 | 6,321,230 | 0.58% |
| Mallard Landing Apartments, LLC | Rental Apartments | 6,090,170 | 0 | 0 | 6,090,170 | 0.56% |
| Continental 44 Fund | Shopping Center | 5,847,860 | 0 | 0 | 5,847,860 | 0.54% |
| Meijer Stores Limited Partners | Department Store | 3,521,100 | 2,280,420 | 0 | 5,801,520 | 0.54% |
| Wares Delaware Corporation | Shopping Center | 5,743,310 | 0 | 0 | 5,743,310 | 0.53% |
| Total by Principal Taxpayer | | \$83,544,290 | \$2,280,420 | \$17,897,050 | \$103,721,760 | 9.57% |
| Total Valuation of City | | \$1,016,564,370 | \$44,754,025 | \$22,399,900 | \$1,083,718,295 | 100.00% |

Source: Greene County Auditor

City of Beavercreek, Ohio
 Table 1-4
 Other Statistics
 December 31, 2005

| | |
|-------------------------------|---------------------|
| Year of Incorporation | 1980 |
| Form of Government | Council/Manager |
| Area | 27,515 Square Miles |
| Miles of Streets | 241.0 |
| Police Protection: | |
| Number of Stations | 1 |
| Number of Sworn Officers | 47 |
| Parks and Recreation: | |
| Number of Parks | 23 |
| Number of Acres | 319.08 |
| Number of Golf Courses | 1 |
| Miles of Dedicated Bike Trail | 4.9 |
| Employees (Full-Time) | 128 |
| Bond Rating | A1 (Moody's) |

Source: City of Beavercreek, Ohio



Mary Taylor, CPA
Auditor of State

CITY OF BEAVERCREEK

GREENE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MARCH 22, 2007**