

CITY OF MIAMISBURG, OHIO

**Independent Auditors' Report on
Internal Controls and Compliance**

December 31, 2006



Mary Taylor, CPA
Auditor of State

City Council
City of Miamisburg
10 North First Street
Miamisburg, Ohio 45342

We have reviewed the *Independent Auditors' Report* of the City of Miamisburg, Montgomery County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2006 through December 31, 2006. 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 Miamisburg is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 29, 2007

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CITY OF MIAMISBURG, OHIO

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Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

**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***

City Council
City of Miamisburg, Ohio
10 N. First Street
Miamisburg, Ohio 45343

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Miamisburg, Ohio (City) as of and for the year ended December 31, 2006, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 27, 2007. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City's financial statements that is more than inconsequential will not be prevented or detected by the City's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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*.

We noted certain matters that we reported to management of the City of Miamisburg, Ohio in a separate letter dated June 27, 2007.

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



Middletown, Ohio
June 27, 2007

City of Miamisburg, Ohio



Comprehensive Annual Financial Report

For the year ended December 31, 2006

**INTRODUCTORY
SECTION**

CITY OF MIAMISBURG, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2006

Issued by:
Finance Department

George S. Perrine
Finance Director

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CITY OF MIAMISBURG, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2006

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June 29, 2007

Honorable Mayor, Members of City Council
and Citizens of Miamisburg, Ohio:

State law requires that the annual financial statements of the City of Miamisburg be audited every year. Therefore, we are pleased to present this Comprehensive Annual Financial Report (CAFR) for the City of Miamisburg, which is being published to fulfill that requirement for the year ended December 31, 2006.

Management of the City, specifically the Office of the Finance Director, assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. This evaluation involves estimates and judgment by the management of the City. We believe that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

Clark, Schaefer, Hackett & Co., Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Miamisburg's financial statements for the year ended December 31, 2006. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complement this letter of transmittal and should be read in conjunction with it.

City Profile

The City of Miamisburg is located in southwestern Ohio in Montgomery County and was first settled in 1797. In 1818, the City was platted and named Miamisburg after the Miami Indians, who originally inhabited the area. In 1966, the citizens of the City adopted a home rule charter and approved a Council/Manager form of government. The legislative powers of the City are vested in a council of seven members, three of whom are elected at-large and four of whom are elected from wards established by the charter. The council members, who serve staggered four-year terms, appoint the City Manager. The Mayor of the City is elected separately to a four-year term. The City Manager appoints all department directors.

**City of Miamisburg
Finance Department**
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The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading.

The primary government consists of all funds and departments which provide a full range of public services, including police protection, fire and emergency medical services (EMS), water supply and treatment, wastewater collection and treatment, refuse collection and disposal, street maintenance and repair, parks and recreation, economic development, planning and zoning, municipal court operations and general administrative services. The operation and control of these activities are provided by the City Council through the budgetary process and by the City Manager through administrative and managerial policies and procedures.

The Miamisburg Mound Community Improvement Corporation (MMCIC), a related organization to the City, was established to promote the industrial, economic, commercial, and civic development of the Mound Facility. While the majority of the Board of Trustees for MMCIC are appointed by the City Council (four of the seven), the City Council does not promote its will on the MMCIC Board. With no authority to approve or modify the budget, influence management activities, or approve hiring and firing of employees, the MMCIC is not considered a component unit of the City. Additional information on MMCIC is presented in Note 14.

The City also participates in the Miami Valley Risk Management Association, Inc. (MVRMA), a risk sharing insurance pool, which provides property and liability insurance coverage to the City. The pool consists of twenty municipalities who pool risk for property, crime, liability, boiler and machinery and public official liability.

The Council is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation of the City of Miamisburg's financial planning and control. The budget is prepared at the fund level. The finance director may transfer resources within the function and department levels. The department heads may transfer resources within their department as they see fit. Budgetary control is maintained by the encumbrance of purchase amounts prior to the release of purchase orders to the vendors. Purchase orders are not issued with insufficient appropriations preclude the encumbrance of the amount of the purchase.

Local Economy

Located in the southwestern part of the Dayton metropolitan region, Miamisburg has benefited from the general growth and development occurring within the Miami Valley. The City's eastern and southern edges continue to draw and attract both residential and commercial development. Though the region overall has traditionally been reliant upon automobile manufacturing and national defense spending as a base for employment, diversification has given the area economy greater stability.

The City of Miamisburg has experienced significant growth and development over the past two decades. The 2000 U.S. Census report indicated that the City's population increased 9.3 percent during the 1990s to 19,489. This followed the 1990 Census that reported Miamisburg had the largest percentage increase in population (17 percent) of any city in Montgomery County during the 1980s. This continuing growth was acknowledged in the results of a joint study by *Ohio Business* magazine and Cleveland State University announced in December 2002 that ranked Miamisburg as one of 50 "growth cities" in the state. The study used an exclusive formula for measuring economic vibrancy, charting population growth, housing growth, median family income growth and labor force changes over the past decade. Population and land area growth have also occurred due to several annexations, and the current physical size of the City is approximately 12.4 square miles.

The 1990s and early 2000s also have proven to be a period of transition for the City in its role as host to a U.S. Department of Energy (DOE) facility. Site of the "Mound" plant since the late 1940s, Miamisburg benefited greatly over the years from federal payrolls. However, when DOE officials announced in 1991 that Mound would be decommissioned after extensive environmental restoration, the City faced economic uncertainty. In the ensuing 15 years, that uncertainty has eased due to a diversification of the community's employment base and successful efforts to convert Mound to commercial use as a light industrial and technology business park.

When the DOE announced it would discontinue its federal defense operation at Mound, the site contractor at the time, EG&G Mound Applied Technologies, had over 2,100 employees. At the end of 2006, the contractor employment level totaled less than 200. In the face of this loss of jobs, the City's economic reliance on the Mound has lessened. Total General Fund revenues have increased from \$7.8 million in 1991 to \$14.5 million in 2006, an average annual rate of 5.6 percent. Meanwhile, the percentage of total General Fund revenues represented by the Mound contractor has decreased from 17 percent in 1991 to 1 percent in 2006. In October 2006, Accelerated Remediation Co. of Idaho Falls, Idaho was selected to conduct cleanup of the two remaining contaminated areas on site. This last remaining work is expected to be complete by the end of 2007.

Growth and development in Miamisburg outside the Mound facility has more than offset the job losses within the facility. New jobs have been created in the City through concentrated efforts to attract light industrial, retail and service sector employers. Miamisburg's largest employer currently is the Kettering Medical Center Network (KMCN), which operates the Kettering Medical Center-Sycamore healthcare campus in the City. The Network's employment total rose dramatically when it brought over 400 new jobs to the City in 2002 following construction of a \$6 million administrative support building on the Sycamore campus. Employment will continue to increase in the future. In 2005, KMCN officials introduced an ambitious 10-year master plan for the campus that will expand medical services on the site and add more than 500,000-square-foot of space and 700 jobs. Other major employers in the City include Paxar, Miamisburg City Schools, Huffy Corp., O'Neil and Associates, Dayton Power & Light, Dayton/Richmond, LifeCare Hospital, Ceva Logistics, United Grinding Technologies and Shore-to-Shore.

Long-Term Financial Planning

City Council opted in 2004 to redirect one-tenth of 1 percent of City income tax collections from the Capital Improvement Fund to the General Fund. This decision, made under the authority granted to Council in the City's charter, was made due to fiscal conditions that resulted in a period of declining General Fund revenues for the City. The reallocation helped turn projected 2004 and 2006 deficits into modest surpluses and was responsible for nearly half of the City's approximate \$1 million surplus realized in 2005. With General Fund revenues showing more strength and stability, Council decided that the discretionary one-tenth of 1 percent should be redirected back to the Capital Improvement Fund effective January 1, 2007. This decision will enable the City to more appropriately fund necessary capital improvements in the community and make capital purchases.

However, both City Council and the administration recognize that redirecting the discretionary income tax percentage could present challenges within the General Fund. Those challenges in 2007 are expected to include increased expenses in the following areas:

- The City's employer contributions into the Ohio Public Employees Retirement System increase from 13.7% of gross payroll to 13.85%.
- The transfer of street light expenses estimated at \$240,000 from the Capital Improvement Fund to the General Fund.
- New expenses estimated at \$30,000 related to the City's role as caretaker of the Hillgrove Cemetery.
- An increase in the minimum wage.
- Continual increases in employee healthcare coverage.
- An increase in refuse collection expenses by approximately \$8,000 due to a rise in a Montgomery County fee.
- Increasing gasoline and energy costs.

Fortunately, the major economic development projects outlined earlier (e.g. hospital expansion, Austin Road interchange, Southpointe Business Park) present potentially strong revenue streams on the horizon. Further, the City has trimmed approximately \$500,000 from its budget in recent years as a result of staffing adjustments.

The City has prioritized capital expenditures in the near term to include equipment, road improvements, downtown redevelopment projects and Austin Road interchange costs. The following are some of the more significant budgeted items planned for 2007:

The City will fund construction of a new intersection on State Route 725 that will provide direct access for the first time from this busy thoroughfare onto the Kettering Medical Center – Sycamore campus. This project, which includes construction of an access road onto the campus, related road improvements and a traffic signal, is an important component of the master plan for the site and demonstrates City support for current expansion efforts by KMCN. Cost is estimated at \$450,000, with \$350,000 of that total allocated from General Fund reserves and \$100,000 from Capital Improvement funds.

Major improvements will be done on Gebhart Church Road between Maue and Belvo roads. The City was awarded a State of Ohio Issue 2 grant in the amount of \$502,000 to make possible this major project. This City has pledged \$190,000 in matching funds, which is budgeted from capital funds.

A new gateway into the City's downtown district on N. Main Street and related streetscape improvements is estimated at \$412,500. Of this total, \$301,125 will be funded by a federal TE grant, while \$111,375 will be funded by City capital funds. Creation of these gateways was a recommendation of the City's downtown/riverfront master plan developed in 2000.

With preparation well underway for future construction of the new Austin Center I-75 interchange, the City will begin incurring certain expenses related to the local financing agreement reached by the cities of Miamisburg and Springboro and Miami Township. This agreement features the formation of Tax Increment Financing (TIF) Districts around the planned interchange area. The City of Miamisburg's share of the local financing obligation will total \$2.2 million over time. In 2007, the City has budgeted \$50,000 in capital funds for administrative services and project agreements with the coordinating agency, the Montgomery County Transportation Improvement District. This amount will be an advance to the City's TIF Fund to be reimbursed in future years by TIF revenues.

The City's annual roadway maintenance programs, important long-term investments in the community, are budgeted for \$350,000. This includes paving; surface treatment; and sidewalk, curb and gutter programs.

In Parks and Recreation, a public process will occur in 2007 to design new park and green space between the City's downtown business district and the nearby Great Miami River. Creation of this new park is a key component of the downtown/riverfront master plan, and property acquisition to accommodate the park has been ongoing. There is \$150,000 budgeted for the engineering and design of the park and \$375,000 budgeted for additional property purchases. Additionally in Parks and Recreation, there is \$30,000 allocated for improvements to the Sycamore Trails Aquatic Center, which will celebrate its 10th anniversary in June 2007, and \$20,000 for improvements to Rice and Beachler baseball/softball fields.

Police Department expenditures in 2007 will include the purchase of three new cruisers (\$75,000), new cruiser equipment (\$22,000) and one new administrative vehicle (\$20,000).

In 1990, Miamisburg residents approved a permanent three-mill Fire Levy to fund the purchase of capital equipment, as well as the addition of 10 new firefighter/paramedic staff positions. In 2007, Fire Levy fund allocations will include the purchase of physical fitness equipment (\$20,000), computer equipment (\$16,000) and replacement fire gear (\$15,000).

In the Public Works Department, capital funding in the amount of \$40,000 has been allocated for storm sewer improvements. Capital purchases will include a new refuse packer (\$160,000) and a new dump truck with snowplow equipment (\$110,000). A related capital purchase will occur in the Traffic Division of the Engineering Department, where funding is allocated for a new pickup truck equipped with a snow plow (\$28,000).

Administratively, \$145,000 is allocated for maintenance and continuing updates and upgrades in management information systems (MIS) technology. In 2002-03, the City implemented a technology master plan that networked most City facilities and included the purchase and installation of computer hardware, software, servers and cabling. Among the features of the new network are e-mail and electronic information sharing, comprehensive internet access, fiber optic I-net access, current systems upgrades and the framework to implement future e-business services. Also in 2007, \$82,000 is allocated for replacement of the City's internal telephone system.

Major Initiatives

Perhaps the most significant news related to the City of Miamisburg in 2006 was the departure of long-time City Manager John Weithofer, who made a significant impact on the community during his 26-year career. Weithofer was appointed to the city manager position in 1988 after serving the previous eight years as assistant city manager. Clearly, he played a crucial role as a trusted partner of City Council during one of the most noteworthy periods in Miamisburg history.

Weithofer provided guidance as Council pursued a path of smart growth and development. Miamisburg has grown in population by approximately 30 percent since 1980 and added hundreds of acres to its physical size through annexations. His fiscal management kept the local government economically sound, despite the gradual departure of the City's largest employer, the aforementioned Mound Laboratory. Miamisburg obtained millions of dollars in grant funding for many projects during Weithofer's tenure. He believed strongly in planning for the future, initiating processes to develop master plans for the community as a whole, the historic downtown district and the Parks and Recreation Department. He successfully led many major capital projects like the creation of PipeStone Golf Course and residential development, the Sycamore Trails Aquatic Center and the expansion of the Water Treatment and Water Reclamation facilities. In recognition of his outstanding career, Weithofer was honored by his peers as Miami Valley Manager of the Year for 2006.

Miamisburg has a long record of successfully tackling challenges, and City officials take great pride when their achievements are recognized by others. In 2006 it was chambers of commerce that took note of these efforts on three separate fronts. In April the Dayton Area Chamber of Commerce presented Miamisburg and three other local jurisdictions with the Jonathan Dayton Public Partner Award. Miamisburg's honor was a result of the City's involvement in a landmark local financing agreement for the future I-75 Austin Center interchange. Then, later in the year the South Metro Regional Chamber of Commerce recognized the substantial progress being made on two long-term top priority initiatives in Miamisburg. South Metro presented its "Eagle in Flight" Courage in Business Award to the City and other partnering organizations leading the way on downtown revitalization and Mound facility reuse. The Eagle in Flight Award honors "a business or entity that demonstrates courage or entrepreneurial spirit above and beyond the operating norm." This recognition was especially significant because both projects are immense in scope and truly require the contributions and vision of many people throughout the Miamisburg community. The awards also indicate that 1) there is real progress being made on priority issues; and 2) the redevelopment of Mound and the revitalization of historic downtown Miamisburg are important to both the City and the Miami Valley region.

A regional focus among governments continued to be a major regional theme in 2006, and Miamisburg is among those setting the pace in partnerships. The aforementioned Austin Center interchange project was one example. Joint land-use plans and financing agreements between jurisdictions have laid the foundation for this economic development project, which should begin in late 2008 or 2009. Another prime example was an initiative by Miamisburg and Miami Township to study whether or not there might be opportunities for more cooperative efforts in the provision of fire and EMS services. That study was ongoing in early 2007. In another example, those same two jurisdictions reached an agreement to jointly maintain the historic Hillgrove Cemetery after its ownership association determined that it could no longer function economically. Under state law, these circumstances dictate that local government assumes stewardship of a cemetery, and both the City and the Township stepped forward in this role and established a Board of Trustees as a new governing body. On a countywide scale, a study began in 2006 to explore whether or not police and fire dispatch, including 9-1-1 operations, might be improved in terms of cost and service if consolidated into one large Communications Center. This is an issue that will continue to evolve in 2007.

The City of Miamisburg has for many years recognized the importance of partnerships in making local government the best it can be. These relationships are not limited to those with other governmental bodies. Two very important partnerships were initiated in 2006 that will boost the ongoing efforts to revitalize downtown Miamisburg and redevelop the Mound facility.

In downtown a project began to rehab an historic structure that once served as the Miami Hotel and most recently housed a local dry cleaner. Donated to the City in 2003, it sits at the busy corner of Main Street and Linden Avenue, a strategically important intersection. A consortium of local business people stepped forward last year with a plan to bring the building back to life with new retail space developed on the lower level and office space or apartments on the upper levels. With the building having historic value, but very little tangible value, and wholesale renovations sure to be costly, the City approved an agreement and work began in the fall. One of the City's primary responsibilities in the project was to secure a \$150,000 Community Development Block Grant to replace the one-story building behind the Hotel with a new public parking lot. This public/private partnership will be an important cog in the revitalization process.

Meanwhile, the newest partnership at Mound involves a local university. The Miamisburg Mound Community Improvement Corp., the agency that oversees redevelopment of Mound, secured an education component for the site. Wright State University agreed to offer a new graduate business program focused on technology, innovation and entrepreneurship beginning January 2007 on the Mound Advanced Technology Center campus. This MBA coursework through the Raj Sojin College of Business is not being replicated on Wright State's main campus in Fairborn.

Like any progressive community, capital improvement projects are an ongoing priority in the City of Miamisburg. At a dedication ceremony in May 2006, the City celebrated a 2-year, \$2 million project to expand and renovate its Water Treatment Plant on Riverview Avenue. Like the similar project that took place immediately prior at the Water Reclamation Facility, these improvements enabled the City to expand treatment capacity, take advantage of new technologies and meet increasing EPA requirements. Together, these projects represented a \$10

million investment in the City's utility infrastructure. Yet, the City continues to provide great value to customers. In a regional survey of water and sewer utilities in Southwest Ohio, the City of Miamisburg's combined rates were second-lowest among 64 providers.

The Police Department continued to see favorable results in year number three of its Downtown Citizens Police Initiative (DCPI). With an officer dedicated to the downtown district and additional overtime funding, statistical data indicates criminal activity is significantly lower and continues to decrease. Surveys also indicate that the perception of safety downtown is much improved. The DCPI program supports the community's vision for downtown and is funded primarily by a grant from the Ohio Department of Criminal Justice Services.

In the Fire Department, aside from the aforementioned study with Miami Township, there were two major developments. First, the Department placed into service a new medic unit. Secondly, a new staff position of fire marshal was created and filled by a 17-year veteran of the Department.

While the Police and Fire departments provide public safety services, the City takes strides to provide a safe work environment for all of its employees. In 2006 these efforts earned a perfect score in a safety audit by the Miami Valley Risk Management Association. There were over 60 performance standards assessed, and the City achieved 100% compliance. As an employer, this was a very significant accomplishment.

Annexations in 2006 further expanded Miamisburg's borders. Three separate annexations added 392 acres to the City west of the Great Miami River. This is an area in which future growth is expected.

In business activity, construction began at Kettering Medical Center-Sycamore on the hospital's aforementioned master plan. In total, the plan represents a \$55 million investment by KMCN, and City officials are thrilled by that commitment to Miamisburg. Also in local commerce, Carlisle Companies wrapped up construction and moved into its new 13,000-square-foot home in the new Southpointe Business Park off Alexandersville Road. Carlisle was an existing Miamisburg business looking to relocate, and it now serves as an anchor in this important commercial development.

Within the City organization, the City's Finance Department twice earned acclaim during the year for outstanding performance. Former Ohio Auditor Betty Montgomery visited Miamisburg in the spring to present the Department with her office's Auditor's Award. It was the fifth time since 1989 that Miamisburg had received this prestigious honor, which is presented annually to fewer than five percent of the 5,000 agencies audited by the state. Then, later in 2006 the City received an audit report from an independent public accounting firm and the state auditor's office indicating that the City was fully in compliance with federal Government Auditing Standards.

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Miamisburg for its CAFR for the year ended December 31, 2005. In order to be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized CAFR that satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

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

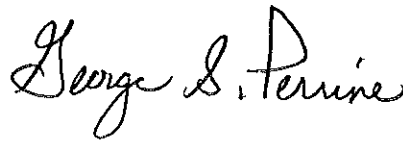
Preparation of this comprehensive annual financial report represents months of effort by many members of staff. The Finance Department staff has worked diligently to gather the data for this report while still attending to the day-to-day responsibilities of the department.

Sincere appreciation is extended to the Mayor and City Council, whose guidance and support represent an invaluable asset in managing the financial affairs and reporting requirements of the City of Miamisburg.

Respectfully submitted,



William H. Nelson
City Manager



George S. Perrine
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Miamisburg
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2005

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

CITY OF MIAMISBURG, OHIO
LIST OF PRINCIPAL OFFICIALS

CITY COUNCIL

Richard C. Church, Jr., Mayor

Tom Nicholas, Vice-Mayor

Jane Chance

Bob Faulkner

Lisa Hughes

Darin Preston

Mady Ransdell

John Stalder

CITY MANAGER

William H. Nelson

ASSISTANT CITY MANAGER

Dody Bruck

DIRECTOR OF LAW

K. Philip Callahan

DEPARTMENT DIRECTORS

Keith Johnson, Economic Development and Planning

Robert Stanley, Engineering

George Perrine, Finance

Robert Bobbitt, Fire

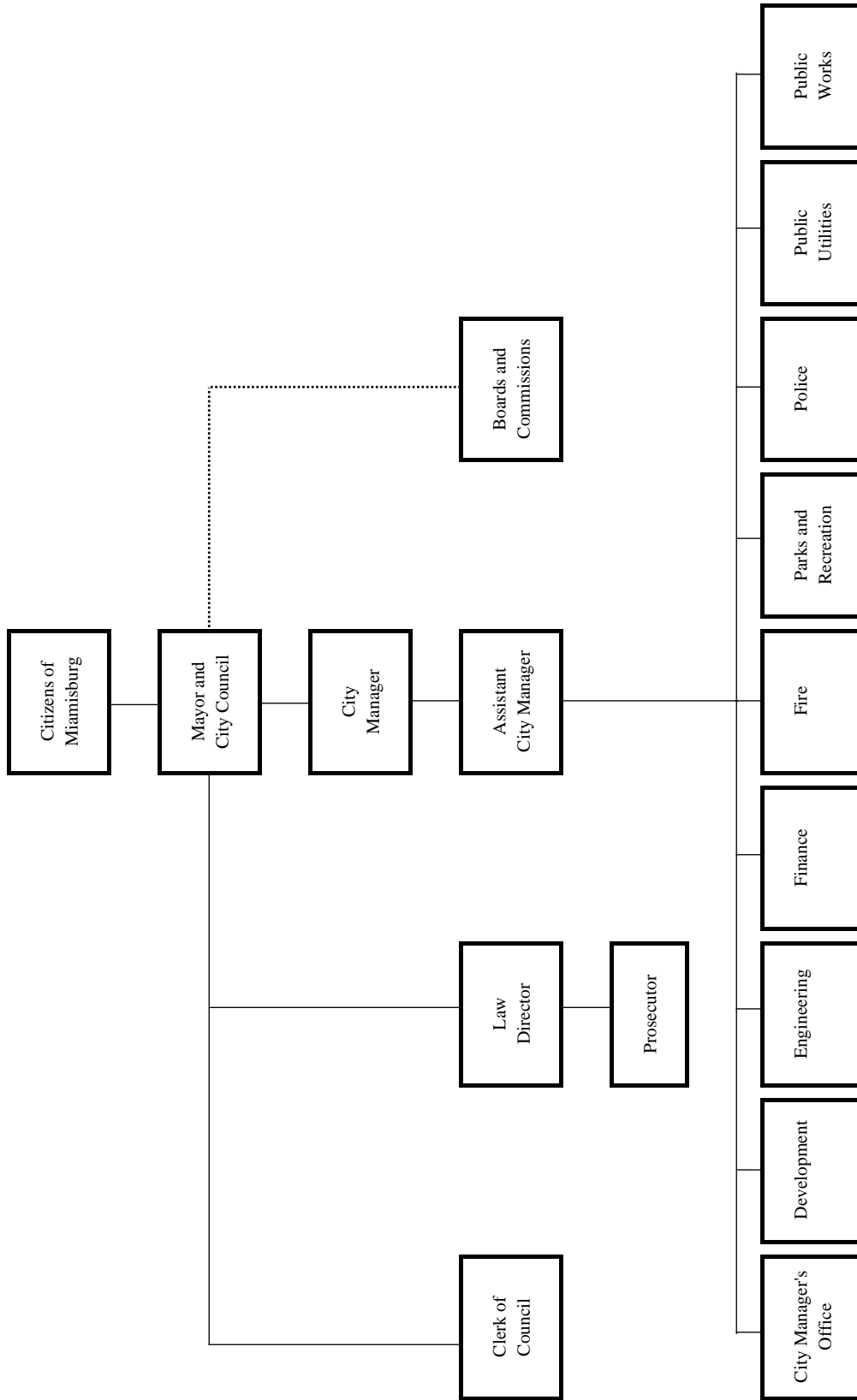
Deborah McLaughlin, Parks and Recreation

John Sedlak, Police

Beth Moore, Public Works

CITY OF MIAMISBURG, OHIO

ORGANIZATIONAL CHART



**FINANCIAL
SECTION**



Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

INDEPENDENT AUDITORS' REPORT

City Council
City of Miamisburg, Ohio:

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 Miamisburg, Ohio (the City) as of and for the year ended December 31, 2006, 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 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 Miamisburg, Ohio as of December 31, 2006, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2007, 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.

The Management's Discussion and Analysis on pages 3-11 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 Miamisburg, Ohio's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules 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.

Clark, Schaefer, Hachett & Co.

Middletown, Ohio
June 27, 2007

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

The discussion and analysis of the City of Miamisburg, Ohio's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2006. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for the year ended December 31, 2006 are as follows:

- Total net assets increased by \$1.4 million, which represents 2.4 percent of the net assets at the beginning of 2006. Of the increase, \$1.3 million was reported in governmental activities and approximately \$64,000 was reported in the business-type activities.
- Total assets of governmental activities increased by approximately \$1.2 million attributed predominantly to additional income tax revenues which added to cash balance coupled with the current year capital asset additions exceeding depreciation expense for the year.
- Overall, the assets of the City's business-type activities decreased by \$1.4 million which is attributable to no substantial increases in capital assets. Depreciation on the new water treatment plant began in 2006, which reduced net capital assets. Long-term liabilities decreased by over \$1.5 million due to the repayment of scheduled debt service requirements. The ending unrestricted net assets of all business-type activities funds remained a healthy \$6.1 million at December 31, 2006.
- The \$4 million unreserved, undesignated ending fund balance reported in the General Fund represents 27 percent of the total expenditures and transfers out reported in the General Fund for 2006. The City's Capital Improvement Fund's increase in fund balance is due primarily to proceeds from special assessment bonds and a \$160,000 General Fund transfer received in 2006 to cover the cost of a street sweeper.
- On a budgetary basis, the General Fund realized an increase in fund balance of \$127,865 or nearly 3 percent of the fund balance at the beginning of the year. Even though income tax, property tax and charges for services all increased over 2005 levels, intergovernmental revenue, specifically estate tax, was much less. This, along with increased expenditures, contributed to the small increase in fund balance. Ending budgetary fund balance at December 31, 2006 was approximately 34 percent of the General Fund's annual expenditures.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the City of Miamisburg, Ohio as a financial whole. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

Reporting the City as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2006?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most 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 in 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 should 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 its capital assets. In the Statement of Net Assets and the Statement of Activities, the financial information of the City is divided into two kinds of activities:

- **Governmental Activities** – Most of the City's services are reported here including police and fire protection, parks and recreation, community environment, street repair and maintenance, and general government.
- **Business-Type Activities** – These activities include the golf, sewer, and water operations where the fees charged for these services are based upon the amount of usage and the intent is to recoup operational costs through the user fees.

Reporting the City's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about each major fund. The major funds of the City include the General, Municipal Trust, Capital Improvement, Golf, Water and Sewer funds. The City uses many funds to account for a multitude of financial transactions. However, the focus of the fund financial statements is on the City's most significant funds, and therefore only the major funds are presented in separate columns. All other funds are combined into one column for reporting purposes.

Governmental Funds

Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual, 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 you determine whether there are more or fewer 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.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

Proprietary Funds

When the City charges citizens for the services it provides, with the intent of recouping 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. Internal service funds are used to report activities that provide services to the City's other funds and departments.

Fiduciary Funds

The financial activity of custodial funds, for which the City acts as the fiscal agent, is reported separately in the Statement of Assets and Liabilities. This financial activity is excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring the assets reported in these funds are used for their intended purposes.

The City as a Whole

Recall that the Statement of Net Assets provides the perspective of the City as a whole. In the case of the City of Miamisburg, Ohio, assets exceeded liabilities by a total of \$57.8 million at December 31, 2006.

Table 1 provides a summary of the City's net assets for 2006 compared to 2005:

TABLE 1
NET ASSETS (in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2006	2005	2006	2005	2006	2005
Assets:						
Current and Other Assets	\$ 21,714	\$ 21,103	\$ 7,739	\$ 8,410	\$ 29,453	\$ 29,513
Capital Assets, Net	19,230	18,634	34,477	35,216	53,707	53,850
Total Assets	40,944	39,737	42,216	43,626	83,160	83,363
Liabilities:						
Current and Other Liabilities	4,073	4,003	251	228	4,324	4,231
Long-Term Liabilities:						
Due within One Year	414	594	1,445	1,422	1,859	2,016
Due in more than One Year	5,066	5,065	14,129	15,649	19,195	20,714
Total Liabilities	9,553	9,662	15,825	17,299	25,378	26,961
Net Assets:						
Invested in Capital Assets, Net of Related Debt	15,966	15,059	19,010	18,419	34,976	33,478
Restricted:						
Municipal Trust	5,217	5,166	-	-	5,217	5,166
Debt Service	-	321	1,608	1,587	1,608	1,908
Capital Projects	291	30	-	-	291	30
Other Purposes	1,671	1,135	-	-	1,671	1,135
Unrestricted	8,246	8,364	5,773	6,321	14,019	14,685
Total Net Assets	\$ 31,391	\$ 30,075	\$ 26,391	\$ 26,327	\$ 57,782	\$ 56,402

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

As displayed in Table 1, total net assets of the City increased by approximately \$1.4 million from 2005 to 2006. Revenues and expenses of the City remained fairly constant with small increases in governmental funds and a decrease in revenues for business activities during 2006. The City continues to invest in its capital assets. Net capital assets reported at December 31, 2006 decreased \$143,000 from the net capital assets reported at December 31, 2005. This is the result of the annual depreciation of existing assets. Annual debt service payments resulted in long-term obligations for the City being \$1.6 million less than the amount reported for 2005.

Table 2 shows the changes in the governmental and business-type net assets for the year ended December 31, 2006 compared with the prior year.

TABLE 2
NET ASSETS (in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2006	2005	2006	2005	2006	2005
Revenues:						
Program Revenues:						
Charges for Services	\$ 4,092	\$ 3,715	\$ 4,527	\$ 5,168	\$ 8,619	\$ 8,883
Operating Grants/Contributions	1,196	1,607	-	-	1,196	1,607
Capital Grants/Contributions	443	670	253	1,428	696	2,098
General Revenues:						
Municipal Income Taxes	8,902	9,274	1,440	1,478	10,342	10,752
Property and Other Taxes	2,845	2,521	-	-	2,845	2,521
Grants and Entitlements	1,447	2,214	-	-	1,447	2,214
Other	1,307	942	229	161	1,536	1,103
Total Revenues	<u>20,232</u>	<u>20,943</u>	<u>6,449</u>	<u>8,235</u>	<u>26,681</u>	<u>29,178</u>
Program Expenses:						
Security of Person & Property	8,607	8,181	-	-	8,607	8,181
Public Health Services	10	10	-	-	10	10
Leisure Time Activities	1,969	1,824	-	-	1,969	1,824
Community Environment	888	749	-	-	888	749
Basic Utility Services	924	1,055	-	-	924	1,055
Transportation	1,173	2,517	-	-	1,173	2,517
General Government	5,087	4,309	-	-	5,087	4,309
Interest and Fiscal Charges	171	158	-	-	171	158
Golf	-	-	1,743	1,759	1,743	1,759
Water	-	-	2,375	2,310	2,375	2,310
Sewer	-	-	2,354	2,438	2,354	2,438
Total Expenses	<u>18,829</u>	<u>18,803</u>	<u>6,472</u>	<u>6,507</u>	<u>25,301</u>	<u>25,310</u>
Excess(Deficit) before Transfers	1,403	2,140	(23)	1,728	1,380	3,868
Transfers	<u>(87)</u>	<u>(25)</u>	<u>87</u>	<u>25</u>	<u>-</u>	<u>-</u>
Changes in Net Assets	<u>\$ 1,316</u>	<u>\$ 2,115</u>	<u>\$ 64</u>	<u>\$ 1,753</u>	<u>\$ 1,380</u>	<u>\$ 3,868</u>

On the revenue side, the increase in charges for services for the governmental activities reported for 2006 is attributed to the refuse collection fee. This fee was instituted during 2004 and has more than covered expenses. The small decrease in municipal income taxes is attributable to the timing of the revenue and when it is recognized. As of December 31, 2006, intergovernmental revenues, which includes operating grants/contributions, capital grants/contributions and grants and entitlements, were down from 2005 due to less estate tax and Issue II money being received during 2006.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

Charges for services in the water and sewer funds were also down due mainly to a cool and wet climate during 2006. Usage was less during 2006, which in turn affects the amount of charges collected.

In addition to the normal annual increases in expenses (increases in wages, insurance premiums, as well as goods and services procured) the most significant increase in governmental expenses was reported in the general government function (\$778,000). This increase was the result of the City allocating additional resources to various repair and maintenance projects in 2006. Overall, expenses in both governmental and business-type activities were consistent with those reported for the prior year as a result of management's efforts to control costs.

Governmental Activities

During 2006, total net assets reported in the governmental activities increased by approximately \$1.3 million. The increase in charges for services and investment income helped offset the decreased reported in other categories. Due to management's continuing effort to control budget accounts, expenses reported for 2006 increased only slightly (less than one percent) from the expenses reported for the prior year.

Table 3 shows the percentage of total expenses each functional area comprises, the net cost of each functional area and the percentage of each functional area expenses financed with general revenue for 2006.

TABLE 3
ANALYSIS OF PROGRAM EXPENSES
GOVERNMENTAL ACTIVITIES

	Percentage of Total Program Expenses	Net Expense of Function	Percentage of Function Financed with General Revenues
Security of Person & Property	45.71%	\$ 7,597,949	88.28%
Public Health Services	0.05%	9,884	100.00%
Leisure Time Activities	10.46%	1,385,245	70.33%
Community Environment	4.71%	133,642	15.05%
Basic Utility Services	4.91%	(84,168)	-9.11%
Transportation	6.23%	160,207	13.65%
General Government	27.02%	3,724,213	73.21%
Interest & Fiscal Charges	0.91%	171,176	100.00%
Total	<u>100.00%</u>	<u>\$ 13,098,148</u>	69.56%

As indicated by Table 3, the City is spending the majority of its resources (56.17 percent) on security of person and property and leisure time activities. While the operation of the police and fire departments is 46 percent of total program expenses, revenues generated by those two departments covers only 12 percent of functional expenses. This means that general revenues collected by the city, principally municipal income taxes and property taxes, must cover the remaining 88 percent of those department expenses. Fees generated by the parks and recreation department and senior center help offset the expenses reported for the leisure time activities function. General government functions, principally legislation, administration and judicial activities, comprise 27 percent of the total governmental expenses. Court costs and fees generated by licenses and permits financed approximately 27 percent of the general government functional expenses while the remaining 73 percent comes from general revenue sources. Operating grants received from the State of Ohio provided funding for approximately 86 percent of the expenses incurred in the transportation function.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

The refuse collection fee, instituted by the City during 2004, provided over 100 percent of funding for that function. In total, program revenues offset 30.4 percent of governmental program expenses while general revenues cover the remaining 69.6 percent.

Business-Type Activities

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

Golf – The City operates two municipal golf courses; PipeStone golf course is an eighteen-hole championship golf course and Mound golf course is a nine-hole course. The activities at each course include operation of the golf course, pro shop, restaurant or snack bar, golf carts and driving range. While the golf fund experienced an increase in net assets of \$130,938, this amount includes a transfer-in of \$300,000. Of the transfer, \$200,000 was to provide funding for debt service requirements and \$100,000 was for operations. The City does not anticipate the financial condition of the Golf Fund to improve dramatically until the outstanding debt service for the construction of PipeStone Golf Course is completely paid. However, given the significant recreational value of the golf courses in the City, transfers will be provided to meet obligations.

Water – The public works department at the City of Miamisburg is responsible for the treatment and delivery of quality water to businesses and citizens within the boundaries of the City. Various functions within the water department include administration, water pumping, water distribution and treatment of water. While the water department realized an operating loss of \$492,998, the unrestricted net assets at year end totaled approximately \$2.2 million or 125 percent of the operating expenses, less depreciation expense, realized by the department during 2006.

Sewer – The City's public works department is responsible for the collection and treatment of wastewater generated throughout the City. Various functions within the sewer department include administration, treatment, and collection of wastewater. The sewer department realized an operating loss of \$683,869 during 2006. Revenues were down from last year and management kept the increase in costs at a minimum. At December 31, 2006 unrestricted net assets at year-end were \$4.0 million or 256.3 percent of the operating expenses, less depreciation expense, incurred during the year.

Overall, the City's business-type activities generated \$4.7 million in program revenue during 2006, while program expenses were \$6.5 million. General revenues, primarily income tax revenues, help offset the deficiency in program revenues and provide funding for debt service requirements associated with the enterprise activities. The City Council and management will continue to monitor utility rates and user fees and necessary adjustments will be made to provide any additional financial resources as needed.

The City's Funds

Information about the City's major governmental funds begins after the Statement of Activities. These funds are reported using the modified accrual basis of accounting. Governmental funds had total revenues of \$20.1 million, expenditures of \$20 million, bond proceeds of \$470,000 and net transfers out of \$50,366. During 2006, the net change in fund balance of the governmental funds increased by \$479,303 to an ending total fund balance of \$14.9 million at year end. While capital assets are included in the statement of net assets, expenditures are recognized in the fund statements thereby reducing the amount of resources available for future spending. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

The City's General Fund realized a decrease of \$76,852 in fund balance during 2006. The General Fund is the primary fund that finances government services to citizens. The decrease in fund balance is a result of intergovernmental revenue being substantially less than 2005. Most other revenue sources did increase but not enough to offset the total decrease to intergovernmental revenue. The City continues to maintain a fairly healthy General Fund balance in an attempt to provide stability in years in which revenues can not support spending levels. At December 31, 2006 the ending unreserved and undesignated fund balance of the general fund was \$4 million or 28 percent of the total General Fund expenditures reported for 2006.

The City's other two major funds, the Municipal Trust and the Capital Improvement Funds reported net change in fund balances of \$51,881 and \$291,306, respectively. The increase in the Municipal Trust Fund was exclusively due to an increase in the fair market value of the investments reported at December 31, 2006 versus the value of the investments at December 31, 2005. The increase in the Capital Improvement Fund balance is associated with the bonds issued during 2006 for the sidewalk, curb and gutter program and a transfer from the General Fund that was not received in 2005. On the statement of net assets the bonds are reported as a long-term liability whereas, on a modified accrual basis, the revenue is reported. Certain capital projects, primarily repair and maintenance to the City's infrastructure, were completed during the year. Other projects are prioritized and will be funded as future revenue collection permits. Fund balance at December 31, 2006 was \$849,116, of which \$108,217 was encumbered. Transfers from the General Fund and other funds are made when financing for capital improvements are needed. All other governmental fund balances increased by \$212,968 during 2006.

Explanation of the changes in the major enterprise funds of the City follow the same explanations as those provided in the assessment of the business-type activities noted above since enterprise funds are accounted for using full accrual accounting, the same accounting basis used in the City-wide statements.

General Fund Budgeting Highlights

The City's budget is adopted on a fund basis. Before the budget is adopted, Council reviews the detailed budgets of each department within the General Fund and other funds, and then adopts the budget on a fund basis. During 2006, the City amended its original budgetary amounts several times as certain information became known. Within each departmental budget, a department head may make small line item adjustments within their budget, as long as the total operational and maintenance amount does not exceed their budgetary allotment.

Minimal changes were made to the General Fund's budgeted revenues and expenditures during 2006. This was due primarily to minimal changes in funding from the City's major revenue sources and the lack of any significant unanticipated expenditures being required during the year.

Overall, actual revenue receipts were slightly more than \$600,000 (4.5 percent) greater than final budgeted revenue amounts. Overall revenues were less than 2005 due to less intergovernmental revenue.

Due to the City's continuing efforts to control expenditures, actual budgetary expenditures came in \$435,997 less than the \$14.6 million included in the final budget for 2006. No significant variances existed in any department budget amounts for 2006.

Budgetary fund balance at December 31, 2006 was \$4.8 million compared to the \$3.8 million anticipated in the final 2006 budget.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

Capital Assets

At the end of fiscal year 2006, the City had a total of \$77.8 million invested in capital assets less accumulated depreciation of \$24.1 million resulting in total capital assets, net of accumulated depreciation of \$53.7 million.

During 2006, the City continued its efforts to upgrade its capital assets. The multi-million dollar project to renovate and expand the Waterworks facility was completed in 2006. All but a small amount of this asset was capitalized in prior years.

Several police and fire vehicles were purchased during 2006

In addition, the City continued to purchase land associated with the Clean Ohio Grant program, which initially provides green space along the Great Miami River as called for in the Downtown and Riverfront Master plan, as well as providing additional protection to the City's well-fields. Total land purchases from the Clean Ohio Grant Fund totaled approximately \$662,000 during 2006.

Table 4 shows 2006 balances compared to those of 2005:

TABLE 4
CAPITAL ASSETS, NET (in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2006	2005	2006	2005	2006	2005
Land	\$ 8,264	\$ 7,602	\$ 2,044	\$ 2,044	\$ 10,308	\$ 9,646
Buildings	2,430	2,503	11,857	10,320	14,287	12,823
Improvements	5,817	5,823	3,155	3,225	8,972	9,048
Equipment	1,283	1,277	1,329	1,261	2,612	2,538
Vehicles	1,437	1,429	196	262	1,633	1,691
Infrastructure	-	-	15,896	16,206	15,896	16,206
Construction in Progress	-	-	-	1,898	-	1,898
Total	\$ 19,231	\$ 18,634	\$ 34,477	\$ 35,216	\$ 53,708	\$ 53,850

Accumulated depreciation of \$9.8 million and \$14.3 million is reported in the governmental activities and business-type activities respectively. Additional information on the City's capital assets can be found in Note 6 to the basic financial statements.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Unaudited)

Debt Administration

At December 31, 2006, the City had a total of \$20.1 million of short and long-term debt obligations compared with \$21.8 million reported at December 31, 2005. Table 5 shows outstanding debt obligations of the City at December 31, 2006 compared with 2005:

TABLE 5
OUTSTANDING DEBT OBLIGATIONS AT YEAR END (in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2006	2005	2006	2005	2006	2005
General Obligation Bonds	\$ 3,265	\$ 3,575	\$ 6,055	\$ 6,415	\$ 9,320	\$ 9,990
Special Assessment Bonds	665	235	-	-	665	235
Revenue Bonds	-	-	9,765	10,770	9,765	10,770
Police and Fire Pension	251	255	-	-	251	255
Long-Term Notes	-	-	137	152	137	152
Bond Anticipation Notes	-	425	-	-	-	425
Total	<u>\$ 4,181</u>	<u>\$ 4,490</u>	<u>\$ 15,957</u>	<u>\$ 17,337</u>	<u>\$ 20,138</u>	<u>\$ 21,827</u>

During 2006 the City issued \$470,000 in special assessment bonds to provide financing for the City's sidewalk curb and gutter program as well as retiring the note issued in the prior year.

Of the City's general obligation bonds outstanding at December 31, 2006, \$3.3 million are accounted for within the governmental activities and the remaining \$6 million are reported in the Golf and Water Funds. The revenue bonds outstanding at year-end are associated with the City's Water and Sewer enterprise funds and are guaranteed with the revenue sources of those two funds. The special assessment bonds are being repaid with the revenue collected from the assessments charged to the various properties benefiting from the projects. While these are not direct obligations of the City, the City does remain liable for repayment if collections from the property assessments are not sufficient to meet the required debt service obligations.

At December 31, 2006, the City's overall legal debt margin was \$48.1 million and the unvoted debt margin was \$23.7 million. See Notes 11 and 12 of the notes to the basic financial statements for more detailed information on the debt obligations of the City.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Finance Department at City of Miamisburg, Ohio, 10 North First Street, Miamisburg, Ohio 45342 or call (937) 866-3303. The City's email address is finance@cityofmiamisburg.org.

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CITY OF MIAMISBURG, OHIO
STATEMENT OF NET ASSETS
DECEMBER 31, 2006

	Governmental Activities	Business- Type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 9,271,381	\$ 4,960,877	\$ 14,232,258
Investments	5,217,516	-	5,217,516
Cash and cash equivalents in segregated accounts	90,810	-	90,810
Receivables:			
Taxes	4,797,261	372,704	5,169,965
Accounts	12,870	958,042	970,912
Intergovernmental	920,365	-	920,365
Special assessments	294,877	-	294,877
Accrued interest	6,210	-	6,210
Inventory held for resale	-	19,729	19,729
Supplies inventory	408,263	211,250	619,513
Unamortized bond issuance cost	-	267,972	267,972
Internal Balances	693,714	(693,714)	-
Restricted cash and cash equivalents with fiscal agent	-	1,642,171	1,642,171
Non-depreciable capital assets	8,264,347	2,043,934	10,308,281
Depreciable capital assets, net of accumulated depreciation	10,966,448	32,433,399	43,399,847
Total Assets	40,944,062	42,216,364	83,160,426
Liabilities:			
Accounts payable	244,569	75,641	320,210
Accrued salaries payable	551,556	56,298	607,854
Intergovernmental payable	528,732	59,350	588,082
Accrued interest payable	14,870	25,201	40,071
Unearned revenue	2,583,698	-	2,583,698
Accrued interest payable from restricted assets	-	34,429	34,429
Matured compensated absences payable	150,527	-	150,527
Long Term Liabilities:			
Due within one year	413,662	1,445,563	1,859,225
Due in more than one year	5,065,698	14,128,636	19,194,334
Total Liabilities	9,553,312	15,825,118	25,378,430
Net Assets:			
Invested in capital assets, net of related debt	15,965,795	19,010,341	34,976,136
Restricted for:			
Municipal trust	5,217,516	-	5,217,516
Debt service	-	1,607,742	1,607,742
Capital projects	290,546	-	290,546
Other purpose	1,670,984	-	1,670,984
Unrestricted	8,245,909	5,773,163	14,019,072
Total Net Assets	\$ 31,390,750	\$ 26,391,246	\$ 57,781,996

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

	Program Revenues			
	Expenses	Charges for services	Operating grants and contributions	Capital grants and contributions
Governmental Activities:				
Security of Persons and Property	\$ 8,606,873	\$ 893,889	\$ 115,035	\$ -
Public Health Services	9,884	-	-	-
Leisure Time Activities	1,969,571	547,029	37,297	-
Community Environment	887,794	310,865	-	443,287
Basic Utility Services	923,728	1,007,896	-	-
Transportation	1,173,430	-	1,013,223	-
General Government	5,087,104	1,332,743	30,148	-
Interest and fiscal charges	171,176	-	-	-
Total Governmental Activities	18,829,560	4,092,422	1,195,703	443,287
Business-Type Activities:				
Golf	1,743,078	1,505,366	-	59,974
Sewer	2,374,619	1,326,014	-	37,920
Water	2,353,812	1,695,581	-	154,753
Total Business-Type Activities	6,471,509	4,526,961	-	252,647
Total	\$ 25,301,069	\$ 8,619,383	\$ 1,195,703	\$ 695,934

General Revenues:

- Municipal income taxes, levied for:
 - General purposes
 - Capital projects
 - Enterprise debt payments
- Property taxes levied for:
 - General purposes
 - Conservancy operations
 - Fire levy
 - Police & fire pension
- Grants and entitlements not restricted to
 - specific programs
 - Investment earnings
 - Miscellaneous
- Transfers

Total general revenues and transfers

Changes in net assets

Net assets at beginning of year

Net assets at 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
\$ (7,597,949)	\$ -	\$ (7,597,949)
(9,884)	-	(9,884)
(1,385,245)	-	(1,385,245)
(133,642)	-	(133,642)
84,168	-	84,168
(160,207)	-	(160,207)
(3,724,213)	-	(3,724,213)
(171,176)	-	(171,176)
<u>(13,098,148)</u>	<u>-</u>	<u>(13,098,148)</u>
-	(177,738)	(177,738)
-	(1,010,685)	(1,010,685)
-	(503,478)	(503,478)
<u>-</u>	<u>(1,691,901)</u>	<u>(1,691,901)</u>
<u>(13,098,148)</u>	<u>(1,691,901)</u>	<u>(14,790,049)</u>
7,547,850	-	7,547,850
1,354,033	-	1,354,033
-	1,439,893	1,439,893
1,712,858	-	1,712,858
59,111	-	59,111
800,535	-	800,535
272,822	-	272,822
1,447,287	-	1,447,287
744,658	208,277	952,935
562,205	20,631	582,836
(87,439)	87,439	-
<u>14,413,920</u>	<u>1,756,240</u>	<u>16,170,160</u>
1,315,772	64,339	1,380,111
<u>30,074,978</u>	<u>26,326,907</u>	<u>56,401,885</u>
<u>\$ 31,390,750</u>	<u>\$ 26,391,246</u>	<u>\$ 57,781,996</u>

CITY OF MIAMISBURG, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2006

	Major Governmental Funds			Other Governmental Funds	Total Governmental Funds
	General	Municipal Trust	Capital Improvements		
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 4,899,529	\$ -	\$ 783,089	\$ 3,221,342	\$ 8,903,960
Investments	-	5,217,516	-	-	5,217,516
Cash and Cash Equivalents in Segregated Accounts	78,718	-	-	12,092	90,810
Receivables:					
Taxes	3,346,181	-	372,704	1,078,376	4,797,261
Accounts	9,084	-	-	3,786	12,870
Intergovernmental	397,687	-	-	522,678	920,365
Special Assessments	-	-	-	294,877	294,877
Accrued Interest	6,206	-	-	4	6,210
Supplies Inventory	151,133	-	-	133,507	284,640
Interfund Receivable	1,130,856	-	-	-	1,130,856
Total Assets	\$ 10,019,394	\$ 5,217,516	\$ 1,155,793	\$ 5,266,662	\$ 21,659,365
Liabilities:					
Accounts Payable	\$ 128,679	\$ -	\$ 44,870	\$ 36,442	\$ 209,991
Accrued Salaries Payable	489,920	-	-	53,704	543,624
Intergovernmental Payable	450,798	-	-	73,658	524,456
Interfund Payable	-	-	-	90,000	90,000
Matured Compensated Absences Payable	150,527	-	-	-	150,527
Deferred Revenue	3,157,264	-	261,807	1,822,884	5,241,955
Total Liabilities	4,377,188	-	306,677	2,076,688	6,760,553
Fund Balances:					
Reserved for Encumbrances	54,825	-	108,217	51,521	214,563
Reserved for Supplies Inventory	151,133	-	-	133,507	284,640
Reserved for Interfund Receivable	1,130,856	-	-	-	1,130,856
Unreserved:					
Designated for Severance Payments	322,696	-	-	-	322,696
Undesignated, Reported in:					
General Fund	3,982,696	-	-	-	3,982,696
Special Revenue Funds	-	5,217,516	-	1,954,039	7,171,555
Debt Service Funds	-	-	-	343,660	343,660
Capital Project Funds	-	-	740,899	707,247	1,448,146
Total Fund Balance	5,642,206	5,217,516	849,116	3,189,974	14,898,812
Total Liabilities and Fund Balance	\$ 10,019,394	\$ 5,217,516	\$ 1,155,793	\$ 5,266,662	\$ 21,659,365

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2006

Total Governmental Fund Balances		\$ 14,898,812
 <i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		18,330,217
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Municipal income taxes	1,569,012	
Property and other taxes	60,784	
Special assessments	294,877	
Intergovernmental	<u>733,584</u>	
Total		2,658,257
Internal service fund is used by management to charge the costs of providing insurance as well as central services to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets		1,333,729
The internal balance represents the portion of the internal services funds' assets and liabilities that are allocated to the enterprise funds.		(347,142)
Some liabilities, including long-term debt obligations and compensated absences payable, are not due and payable in the current period and therefore are not reported in the funds:		
Accrued interest payable	(14,870)	
Compensated absences payable	(1,287,660)	
Police and fire pension liability	(250,593)	
Special assessments bonds payable	(665,000)	
General obligations bonds payable	<u>(3,265,000)</u>	
Total		<u>(5,483,123)</u>
Net Assets of Governmental Activities		<u><u>\$ 31,390,750</u></u>

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Major Governmental Funds			Other Governmental Funds	Total Governmental Funds
	General	Municipal Trust	Capital Improvement		
Revenues:					
Municipal Income Taxes	\$ 7,402,117	\$ -	\$ 1,385,778	\$ -	\$ 8,787,895
Property and Other Taxes	1,727,602	-	-	1,144,164	2,871,766
Intergovernmental	1,146,127	-	242,175	1,588,047	2,976,349
Special Assessments	54,939	-	24,134	108,501	187,574
Charges for Services	2,091,165	-	-	379,705	2,470,870
Fines, Licenses and Permits	1,047,590	-	-	409,865	1,457,455
Interest	669,416	51,881	-	23,361	744,658
Donations	25,800	-	-	55,902	81,702
Other	374,105	-	113,487	74,613	562,205
Total Revenues	14,538,861	51,881	1,765,574	3,784,158	20,140,474
Expenditures:					
Current:					
Security of Persons and Property	7,234,919	-	-	1,328,422	8,563,341
Public Health Services	9,807	-	-	-	9,807
Leisure Time Activities	1,641,344	-	-	261,714	1,903,058
Community Environment	875,220	-	-	-	875,220
Basic Utility Services	760,214	-	-	-	760,214
Transportation	153,166	-	-	943,057	1,096,223
General Government	3,560,155	-	31,619	443,911	4,035,685
Capital Outlay	-	-	1,671,985	636,840	2,308,825
Debt Service:					
Principal Retirement	-	-	-	354,469	354,469
Interest and Fiscal Charges	-	-	11,620	162,343	173,963
Total Expenditures	14,234,825	-	1,715,224	4,130,756	20,080,805
Excess of Revenues Over(Under) Expenditures	304,036	51,881	50,350	(346,598)	59,669
Other Financing Sources (Uses):					
Proceeds from Sale of Bonds	-	-	470,000	-	470,000
Transfers-In	-	-	221,620	857,716	1,079,336
Transfers-Out	(380,888)	-	(450,664)	(298,150)	(1,129,702)
Total Other Financing Sources (Uses)	(380,888)	-	240,956	559,566	419,634
Net Change in Fund Balance	(76,852)	51,881	291,306	212,968	479,303
Fund Balance at Beginning of Year	5,719,058	5,165,635	557,810	2,977,006	14,419,509
Fund Balance at End of Year	<u>\$ 5,642,206</u>	<u>\$ 5,217,516</u>	<u>\$ 849,116</u>	<u>\$ 3,189,974</u>	<u>\$ 14,898,812</u>

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2006

Net Change in Fund Balance - Total Governmental Funds \$ 479,303

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

Governmental funds report capital outlays as expenditures. However in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital outlay	1,115,121	
Depreciation	(483,113)	
Total		632,008

Repayment of long-term obligations is reported as an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net assets. In the current year, these amounts consisted of a payment on the police and fire pension obligation and debt service payments on bonds.

354,469

Proceeds from the sale of bonds are reported as revenue in the governmental funds, but recorded as a long-term liability in the statement of net assets.

(470,000)

The internal service fund used by management to charge the cost of providing insurance and the centralized services to the individual funds is reported in the statement of activities.

(36,080)

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

92,296

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

These activities consist of:

Decrease in accrued interest payable	2,787	
Decrease in compensated absences payable	260,989	
Total		263,776

Change in Net Assets of Governmental Activities

\$ 1,315,772

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Municipal Income Taxes	\$ 6,929,500	\$ 6,929,500	\$ 7,399,456	\$ 469,956
Property and Other Taxes	1,736,896	1,736,896	1,724,249	(12,647)
Intergovernmental	958,300	958,300	1,180,473	222,173
Special Assessments	25,000	25,000	54,939	29,939
Charges for Services	1,989,010	1,989,010	2,094,455	105,445
Fines, Licenses and Permits	981,600	981,600	1,024,963	43,363
Interest	526,400	526,400	611,971	85,571
Donations	15,100	15,100	25,800	10,700
Other	704,947	704,947	374,105	(330,842)
Total Revenues	13,866,753	13,866,753	14,490,411	623,658
Expenditures:				
Current:				
Security of Persons and Property	7,298,746	7,298,746	7,235,142	63,604
Public Health Services	11,065	11,065	9,641	1,424
Leisure Time Activities	1,604,593	1,604,593	1,626,625	(22,032)
Community Environment	876,581	876,581	869,582	6,999
Basic Utility Services	769,877	769,877	742,815	27,062
Transportation	186,915	186,915	169,548	17,367
General Government	3,491,378	3,846,378	3,504,805	341,573
Total Expenditures	14,239,155	14,594,155	14,158,158	435,997
Excess of Revenues Over (Under) Disbursements	(372,402)	(727,402)	332,253	1,059,655
Other Financing Sources (Uses):				
Transfers In	275,000	275,000	275,000	-
Transfers Out	(390,915)	(390,915)	(389,388)	1,527
Advances - Out	(90,000)	(90,000)	(90,000)	-
Total Other Financing Sources (Uses)	(205,915)	(205,915)	(204,388)	1,527
Net Change in Fund Balance	(578,317)	(933,317)	127,865	1,061,182
Fund Balance at Beginning of Year	4,555,206	4,555,206	4,555,206	-
Prior Year Encumbrances Appropriated	151,149	151,149	151,149	-
Fund Balance at End of Year	\$ 4,128,038	\$ 3,773,038	\$ 4,834,220	\$ 1,061,182

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
MUNICIPAL TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	<u>5,252,465</u>	<u>5,252,465</u>	<u>5,252,465</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ 5,252,465</u></u>	<u><u>\$ 5,252,465</u></u>	<u><u>\$ 5,252,465</u></u>	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2006

	Enterprise Funds				Internal Service Funds
	Golf	Sewer	Water	Total	
Assets:					
Current Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 208,562	\$ 3,213,535	\$ 1,538,780	\$ 4,960,877	\$ 367,421
Receivables:					
Taxes	-	186,352	186,352	372,704	-
Accounts	-	472,556	485,486	958,042	-
Inventory Held for Resale	19,729	-	-	19,729	-
Supplies Inventory	38,141	45,088	128,021	211,250	123,623
Unamortized Bond Issue Costs	78,737	173,938	15,297	267,972	-
Restricted Assets:					
Cash and Cash Equivalents with Fiscal Agent	-	1,189,399	452,772	1,642,171	-
Total Current Assets	345,169	5,280,868	2,806,708	8,432,745	491,044
Non-current Assets					
Capital Assets, Net	5,271,814	15,504,861	13,700,658	34,477,333	900,578
Total Assets	5,616,983	20,785,729	16,507,366	42,910,078	1,391,622
Liabilities:					
Current Liabilities					
Accounts Payable	9,964	35,005	30,672	75,641	34,578
Accrued Salaries Payable	-	27,719	28,579	56,298	7,932
Intergovernmental Payable	-	29,169	30,181	59,350	4,276
Accrued Interest Payable	21,841	-	3,360	25,201	-
Bonds and Loan Payable - Current Portion	220,000	775,563	450,000	1,445,563	-
Payable from Restricted Assets:					
Accrued Interest Payable	-	24,766	9,663	34,429	-
Total Current Liabilities	251,805	892,222	552,455	1,696,482	46,786
Long-Term Liabilities					
Bonds and Loan Payable - Long-term	4,309,482	6,489,684	3,222,263	14,021,429	-
Interfund Payable	1,040,856	-	-	1,040,856	-
Compensated Absences Payable	-	37,223	69,984	107,207	11,107
Total Long-Term Liabilities	5,350,338	6,526,907	3,292,247	15,169,492	11,107
Total Liabilities	5,602,143	7,419,129	3,844,702	16,865,974	57,893
Net Assets:					
Invested in Capital Assets, Net of Related Debt	742,332	8,239,614	10,028,395	19,010,341	900,578
Restricted for Debt Payments	-	1,164,633	443,109	1,607,742	-
Unrestricted	(727,492)	3,962,353	2,191,160	5,426,021	433,151
Total Net Assets	\$ 14,840	\$ 13,366,600	\$ 12,662,664	26,044,104	\$ 1,333,729
Adjustment to reflect the consolidation of the internal service funds activity related to enterprise funds.				347,142	
Net assets of business-type activities				\$ 26,391,246	

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
ALL PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Enterprise Funds				Internal Service Funds
	Golf	Sewer	Water	Total	
Operating Revenues:					
Charges for Services	\$ 1,505,366	\$ 1,326,014	\$ 1,695,581	\$ 4,526,961	\$ 839,525
Other Operating Revenue	-	10,956	9,675	20,631	-
Total Operating Revenue	1,505,366	1,336,970	1,705,256	4,547,592	839,525
Operating Expenses:					
Personal Services	614,670	727,146	850,055	2,191,871	224,693
Contractual Services	373,408	610,720	727,516	1,711,644	350,113
Supplies and Materials	137,740	208,885	176,955	523,580	185,762
Cost of Goods Sold	203,154	-	-	203,154	-
Depreciation	110,508	474,088	443,728	1,028,324	56,798
Total Operating Expenses	1,439,480	2,020,839	2,198,254	5,658,573	817,366
Operating Income (Loss)	65,886	(683,869)	(492,998)	(1,110,981)	22,159
Non-Operating Revenues (Expenses):					
Interest	8,676	132,775	66,826	208,277	-
Interest and Fiscal Charges	(303,598)	(364,787)	(165,717)	(834,102)	-
Municipal Income Taxes	-	679,304	760,589	1,439,893	-
Total Non-Operating Revenues (Expenses)	(294,922)	447,292	661,698	814,068	-
Income(Loss) before Contributions and Transfers	(229,036)	(236,577)	168,700	(296,913)	22,159
Capital Contributions	59,974	37,920	154,753	252,647	-
Transfers In	300,000	-	-	300,000	-
Transfers Out	-	-	(212,561)	(212,561)	(37,073)
Change in Net Assets	130,938	(198,657)	110,892	43,173	(14,914)
Net Assets at the Beginning of the Year	(116,098)	13,565,257	12,551,772		1,348,643
Net Assets at the End of the Year	<u>\$ 14,840</u>	<u>\$ 13,366,600</u>	<u>\$ 12,662,664</u>		<u>\$ 1,333,729</u>
Adjustment to reflect the consolidation of the internal service funds activity related to enterprise funds.				21,166	
Change in net assets of business-type activities				<u>\$ 64,339</u>	

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006

	Enterprise Funds				Internal Service Funds
	Golf	Sewer	Water	Total	
<u>Increase (Decrease) in Cash and Cash Equivalents</u>					
Cash Flows from Operating Activities:					
Cash Received from Customers	\$ 1,505,366	\$ 1,381,150	\$ 1,721,810	\$ 4,608,326	\$ -
Cash Received from Interfund Services					
Provided to other funds	-	-	-	-	839,525
Cash Received from Other Sources	-	10,956	9,675	20,631	-
Cash Payments to Employees for Services and Benefits	(611,442)	(746,837)	(977,083)	(2,335,362)	(258,207)
Cash Payments to Suppliers for Goods and Services	(742,896)	(821,286)	(909,794)	(2,473,976)	(550,232)
Net Cash Provided (Used) by Operating Activities	<u>151,028</u>	<u>(176,017)</u>	<u>(155,392)</u>	<u>(180,381)</u>	<u>31,086</u>
Cash Flows from Noncapital Financing Activities:					
Municipal Income Taxes	-	707,077	707,077	1,414,154	-
Transfers In	300,000	-	-	300,000	-
Transfers Out	-	-	(422,411)	(422,411)	(37,073)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>300,000</u>	<u>707,077</u>	<u>284,666</u>	<u>1,291,743</u>	<u>(37,073)</u>
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(25,908)	(44,299)	(47,005)	(117,212)	(21,800)
Tap-in Fees Received	-	37,920	42,280	80,200	-
Principal Paid on Bonds	(195,000)	(735,000)	(270,000)	(1,200,000)	-
Principal Paid on Notes	-	(15,563)	-	(15,563)	-
Interest and Fiscal Charges	(271,060)	(327,740)	(130,546)	(729,346)	-
Net Cash Used in Capital and Related Financing Activities	<u>(491,968)</u>	<u>(1,084,682)</u>	<u>(405,271)</u>	<u>(1,981,921)</u>	<u>(21,800)</u>
Cash Flows from Investing Activities:					
Market Gain (Loss) on Investments	1,259	9,405	5,022	15,686	-
Interest and Dividends on Investments	7,417	123,370	61,804	192,591	-
Net Cash Provided by Investing Activities	<u>8,676</u>	<u>132,775</u>	<u>66,826</u>	<u>208,277</u>	<u>-</u>
Net Decrease in Cash and Cash Equivalents	(32,264)	(420,847)	(209,171)	(662,282)	(27,787)
Cash and Cash Equivalents Beginning of Year	<u>240,826</u>	<u>4,823,781</u>	<u>2,200,723</u>	<u>7,265,330</u>	<u>395,208</u>
Cash and Cash Equivalents End of Year	<u>\$ 208,562</u>	<u>\$ 4,402,934</u>	<u>\$ 1,991,552</u>	<u>\$ 6,603,048</u>	<u>\$ 367,421</u>

(Continued)

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2006
(Continued)

Reconciliation of Operating Income (Loss) to Net Cash

Provided (Used) by Operating Activities:

Operating Income(Loss)	\$ 65,886	\$ (683,869)	\$ (492,998)	\$ (1,110,981)	\$ 22,159
Adjustments to Reconcile Operating Income(Loss) to Net Cash Provided(Used) by Operating Activities:					
Depreciation	110,508	474,088	443,728	1,028,324	56,798
Changes in Assets and Liabilities:					
Decrease in Accounts Receivable	-	55,136	26,229	81,365	-
Increase in Supplies Inventory	(3,191)	(14,792)	(27,929)	(45,912)	(16,648)
Increase in Due in Inventory Held for Resale	(2,541)	-	-	(2,541)	-
Increase (Decrease) in Accounts Payable	(19,634)	13,111	22,606	16,083	2,291
Increase (Decrease) in Accrued Salaries Payable	-	9,971	1,023	10,994	(64)
Increase in Intergovernmental Payable	-	6,321	2,809	9,130	724
Decrease in Compensated Absences Payable	-	(35,983)	(130,860)	(166,843)	(34,174)
Net Cash Provided(Used) by Operating Activities	<u>\$ 151,028</u>	<u>\$ (176,017)</u>	<u>\$ (155,392)</u>	<u>\$ (180,381)</u>	<u>\$ 31,086</u>

Noncash Capital Financing Activities:

During 2006, the City received water lines from private developers amounting to \$39,000. Equipment was purchased with other funds of the City for the Water and Golf Funds in the amount of \$73,473 and \$59,974, respectively.

Noncash Investing Activities:

During 2006, the fair value of pooled investments decreased in the golf, sewer and water fund by \$2,394, \$18,230 and \$11,156, respectively.

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2006

	Agency
Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 376,230
Cash and Cash Equivalents with Fiscal Agent	135,120
Total Assets	\$ 511,350
Liabilities:	
Accounts Payable	\$ 21,708
Due to Other Governments	70,657
Undistributed Monies	418,985
Total Liabilities	\$ 511,350

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 1 – DESCRIPTION OF CITY AND REPORTING ENTITY:

The City of Miamisburg (the “City”) is a home rule municipal corporation organized under the laws of the State of Ohio, which operates under its own Charter. The current Charter, which provides for a Council/Manager form of government, was adopted in 1966. The seven-member Council is elected to four-year terms. The Council appoints a City Manager who shall be the chief executive, administrator and law enforcement officer of the City. The City Manager appoints all of the department managers.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government consists of all funds and departments which provide various services including police protection, fire fighting and prevention, emergency medical services, street maintenance and repair, parks and recreation system (including two golf courses and a swimming pool), water distribution, sewer collection system, refuse collection and a staff to provide support to the service providers.

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 body and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization’s resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt or the levying of taxes. The City currently has no component units.

The Miamisburg Municipal Court has been included in the City’s financial statements as an agency fund. The clerk of courts is an appointed City Official who has a fiduciary responsibility for the collection and distribution of court fees and fines.

The Miami Valley Risk Management Association, Inc. (MVRMA, Inc.) 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 MVRMA, 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, Indian Hill, Kettering, Maderia, Mason, Miamisburg, Montgomery, Piqua, Sidney, Springdale, Tipp City, Troy, Vandalia, West Carrollton, Wilmington and Wyoming. The City has no explicit and measurable equity interest in MVRMA and no ongoing financial responsibility for MVRMA.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the City of Miamisburg have been prepared in conformity with generally accepted accounting principles (GAAP) 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 also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB Statements and Interpretations issued after November 30, 1989 to its business-type activities and to its proprietary funds. The most significant of the City’s accounting policies are described below.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

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 that 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 activity of the internal service funds is eliminated to avoid doubling up revenues and expenses. The interfund services provided and used are not eliminated in the process of consolidation. 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 a 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. Revenues 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 governmental function or business-type activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

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

Municipal Trust Fund – This fund was established to account for the financial resources the City received from the sale of the former municipal electric plant. Expenditures from this fund must be approved through a ballot issue approved by voters. Interest earned on this money is allocated to the General Fund for general operating purposes.

Capital Improvement Fund – The Capital Improvement Fund is used to account for resources accumulated or transferred from other funds to finance the purchase, construction or maintenance of the City’s capital assets deemed necessary to enhance the operation of the City.

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

Proprietary Fund Types

The proprietary fund reporting focuses on the determination of operating income, 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 are the City’s major enterprise funds:

Golf Fund – The Golf Fund accounts for the operations of the two city owned golf courses. The Mound Golf course is a 9-hole course while PipeStone Golf Course is an 18-hole championship golf course.

Sewer Fund – The Sewer Fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Water Fund – The Water Fund accounts for the provision of water treatment and distribution to the residential and commercial users located within the City.

Internal Service Funds – An internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City’s internal service funds account for the operations of the city garage, civic center and service center.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. The City only has agency fiduciary funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. Agency funds of the City include assets being held associated with Board of Building Standard Assessments, Downtown Redevelopment, Municipal Court and Satellite Juvenile Court.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

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 operations of the City are included on the statement of net assets. The statement of activities presents increases (i.e., revenues) and decreases (i.e., expenses) in total 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 report 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 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; proprietary and fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred 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 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. The available period for the City is thirty-one days after year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income tax, property tax, grants, entitlements and donations. On an accrual basis, revenue from income tax is recognized in the fiscal year in which the tax imposed takes place and revenue from property tax is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements and matching requirements. Timing requirements specify the year when the resources are required to be used or the fiscal year when use is first permitted. Matching requirements specify

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

how the City must provide local resources and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: income tax, state-levied locally shared taxes (including local government assistance, gasoline tax and vehicle license tax), EMS charges for services, court fines and forfeitures, and investment earnings.

Unearned/Deferred Revenue

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of December 31, 2006, but which were levied to finance 2007 operations, have been recorded as unearned revenues. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred revenue to indicate they are not available to liquidate liabilities of the current period.

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 recorded when the related fund liability is incurred, if measurable. Allocation of costs, such as depreciation and amortization, are not recognized in governmental funds.

Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Money for all funds, including proprietary funds, is maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pooled bank account is presented as "equity in pooled cash and cash equivalents" on the financial statements.

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

During the year, the City's investments included STAROhio and various federal securities. STAROhio is an investment pool managed by the State of Ohio's Treasurer's Office, which allows governments within Ohio to pool their funds for investment purposes. STAROhio is not registered with the Securities and Exchange Commission (SEC) as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2006.

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

Interest income is distributed to the funds according to ordinance and statutory requirements. Interest revenue reported in the statement of net activities for 2006 amounted to \$952,935. This amount includes an increase of \$126,367 in the market value of the City's investments at December 31, 2006 as compared with the market value at December 31, 2005, as required under Governmental Accounting Standards Board (GASB) Statement No. 31 "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools.*"

Supplies Inventory

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

Inventory consists of expendable supplies held for consumption as well as items held for resale in the Golf Fund.

Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation.

Restricted assets in the enterprise funds represent cash and cash equivalents, as well as investments, set aside in separate depository accounts for the repayment of revenue mortgage debt.

Interfund Receivables and Payables

Receivables and payables resulting from transactions between funds for services provided or goods received are classified on the fund statements as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables". Noncurrent portion of long-term interfund loans receivables are reported as advances and in governmental funds are offset equally by a fund balance reserve account, which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

Internal Balances

Internal balance amounts 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". At December 31, 2006 the amounts reported in the internal balances line item is comprised of the allocation of the business-type activities interest in the internal service funds that are included within the governmental activities and the advances made from the General Fund to the Golf Fund in previous years to provide operating funds.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

Capital Assets

General capital assets are those 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 in the respective fund financial statements with the enterprise funds capital assets being reported in the business-type activities column of the government-wide statement of net assets and the internal service funds being combined with governmental-activities capital assets on the statement of net assets.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets is also capitalized.

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Buildings	20-45 years	20-45 years
Improvements	15-60 years	15-60 years
Equipment	5-30 years	5-30 years
Vehicles	3-10 years	3-10 years
Infrastructure:		
Sewer and Water Lines	N/A	30-65 years
Other	10-65 years	10-65 years

The City has elected to phase-in recording its governmental-activities infrastructure as permitted by GASB and therefore only the additions to infrastructure after January 1, 2003 are recorded in the financial statements.

Compensated Absences

Vacation leave accumulated by employees is accrued as a liability as the benefits are earned when both of these conditions are met:

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

A liability for sick leave is accrued based on guidelines set forth in GASB Statement No. 16 "Accounting for Compensated Absences". The vesting method was implemented and states that the City will estimate its liability based on sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as specified by the retirement system as well as other employees who are expected to become eligible in the future to receive such payments, determined to be all employees with twenty

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

years of service or more. The amount is based on accumulated sick leave and employees' wage rates at year-end, taking into consideration any limits specified in the City's termination policy. The entire compensated absence liability is reported on the government-wide financial statements.

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, 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, compensated absences and contractual required pension obligations that will be paid from the governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment from current and available resources. Bonds and long-term loans are recognized as a liability on the fund financial statements when due.

Fund Balance Reserves

Reservations of fund balances are established to identify the existence of assets that, because of their non-monetary nature or lack of liquidity, represent financial resources not available for current appropriation or expenditure or the portion of fund balance that is legally segregated for a specific future use. Fund balance has been reserved for encumbrances, supplies inventory and long-term interfund receivable.

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 enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include various grant and other special revenue funds. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the \$8,786,788 of restricted net assets reported at December 31, 2006, \$5,217,516 of those net assets were restricted by enabling legislation.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charged for services for golf, sewer, water and the centralized internal service programs. Operating expenses are necessary costs incurred to provide goods or services that are the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as non-operating.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

Contribution of Capital

Contribution of capital in proprietary fund financial statements arise from the collection of “tap-in” fees to the extent they exceed the cost of the connection to the system. In addition, during the year the City accepted water and sewer lines installed by private developers into the City’s systems, therefore, the estimated cost of these water and sewer lines is recorded as contribution of capital with a like amount being recorded as capital asset additions.

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 expenditure/expenses in the purchaser funds. Flows of cash or goods from one fund to another without 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. Repayment from funds responsible for particular expenditures/expenses to funds that initially paid for them are not presented on the financial statements.

Estimates

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

Budgetary Process

All funds, except for agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the certificate of estimated resources and the appropriation ordinance, both of which are prepared on the budgetary basis of accounting. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriation ordinance 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 the Council at the fund level for all funds. Appropriations may be allocated within each function, department and object level within each fund. Council must approve any revisions that alter total fund appropriations.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. 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 amended certificate at the time final appropriations were adopted.

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 3 – BUDGETARY REPORTING AND ACCOUNTING:

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 the basis of cash receipts, disbursements, and encumbrances. The statement of revenues, expenditures and changes in fund balances – budget (non-GAAP) and actual presented for the General Fund and the Municipal Trust Special Revenue Fund 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 that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types or note disclosure for proprietary fund types (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and Municipal Trust Special Revenue Fund.

Net Change in Fund Balance		
	General Fund	Municipal Trust Fund
GAAP Basis	\$(76,852)	\$51,881
Revenue Accruals	(48,450)	(51,881)
Expenditure Accruals	153,200	-
Encumbrances	(76,533)	-
Transfers and Advances	176,500	-
Budgetary Basis	\$ 127,865	\$ -

NOTE 4 – DEPOSITS AND INVESTMENTS:

Monies of substantially all funds of the City are maintained or invested in a common group of bank accounts, STAROhio, and various federal securities. This is done in order to limit the risk associated with the investments while providing for a reasonable market rate of return. Interest income is distributed to the funds according to local ordinances and statutory requirements.

The provisions of the Charter and Codified Ordinances of the City and the Ohio Revised Code govern the investment and deposit of City monies. In accordance with these provisions, only financial institutions located in Ohio, as well as primary and regional securities dealers are eligible to hold public deposits. The provisions also permit the City to invest its monies in certificates of deposit, savings accounts, money market accounts, the State Treasurer's investment pool (STAROhio), obligations of the United States government or certain agencies thereof, bankers acceptance notes, and commercial paper. The City may also enter into repurchase agreements with any eligible depository for a period not exceeding five years.

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Public depositories must give security for all public funds on deposit. According to the City's Deposit and Investment Policy, these institutions may either specifically collateralize individual accounts in lieu of amounts insured by the Federal Deposit Insurance Corporation (FDIC), or may pledge a pool of government securities, the face value of which is at least 105 percent of the total value of public monies on deposit at the institution.

Deposits

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned. Protection of the City's cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third parties of the financial institution.

At year end, the carrying amount of the City's deposits was \$2,090,806 and the bank balance was \$2,506,818. Of the bank balance, \$277,413 was covered by federal deposit insurance. Based on the criteria described in GASB Statement No. 40, "Deposits and Investments Risk Disclosures", \$2,229,405 of the City's bank balance was exposed to custodial risk and was collateralized with securities held by the pledging financial institutions trust department or agent but not in the City's name.

Investments

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

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than One Year	One to Five Years	Five to Ten Years
Federal Farm Credit Bank Bonds	\$ 2,948,760	\$ 984,380	\$ 1,964,380	\$ -
Federal Home Loan Bank Bonds	6,437,355	-	6,437,355	-
Federal Home Loan Mortgage Corp Bonds	1,988,940	-	1,988,940	-
Federal National Mortgage Assoc. Bonds	8,170,956	-	8,170,956	-
STAR Ohio	57,288	57,288	-	-
Total	<u>\$ 19,603,299</u>	<u>\$ 1,041,668</u>	<u>\$ 18,561,631</u>	<u>\$ -</u>

Interest Rate Risk – The City's investment policy states that the maximum maturity for any investment is limited to a final stated maturity of five years. The investments of the Municipal Trust do not follow the City's investment policy rather those investments are governed by requirements in the City's Charter which sets no maximum maturity date.

Credit Risk – The City's investment policy states that investment in corporate entities must have a debt rating of Aa or better by Standard & Poors' or Moody's rating service. The City's investments in US government agencies all have a rating of AAA by Standard & Poors'. The City's investment in STAR Ohio has an AAAM credit rating.

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Concentration of Credit Risk – The City’s investment policy does not place any limit on investments in any single issuer. Five percent or more of the City’s investments are in the following:

Investment	Percent
Federal Home Loan Bank Bonds	32.84%
Federal National Mortgage Assoc. Bonds	41.68%
Federal Farm Credit Bank Bonds	15.04%
Federal Home Loan Mortgage Corp Bonds	10.15%

NOTE 5– RECEIVABLES:

Receivables at December 31, 2006 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 (billing for utility services and various other charges for services). No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

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 2006 for real and public utility property taxes represents collections of the 2005 taxes. Property tax payments received during 2006 for tangible personal property (other than public utility property) is for 2006 taxes.

2006 real property taxes are levied after October 1, 2006, on the assessed value as of January 1, 2006, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2006 real property taxes are collected in and intended to finance 2007.

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. 2006 public utility property taxes became a lien December 31, 2005, are levied after October 1, 2006, and are collected in 2006 with real property taxes. 2006 tangible personal property taxes are levied after October 1, 2005, on the value as of December 31, 2005. Collections are made in 2006. Tangible personal property assessments are 25 percent of true value for capital assets and 24 percent of true value for inventory.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property currently is assessed at 88 percent of its true value; public utility real property is assessed at 35 percent of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The full tax rate for all City operations for the year ended December 31, 2006 was \$7.03 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2006 property tax receipts were based are as follows:

Real Property Tax Assessed Valuation	\$ 418,073,400
Public Utility Real Property Tax Assessed Valuation	58,160
Public Utility Tangible Personal Property Assessed Valuation	28,585,880
Tangible Personal Property Assessed Valuation	<u>31,213,063</u>
Total	\$ <u>477,930,503</u>

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Real property taxes are payable semi-annually with the first payment due February 16 and the remainder payable by July 13. Under certain circumstances, State statute permits later payment dates to be established.

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 of Miamisburg. The County Auditor periodically remits to the City its portion of the taxes collected. Accrued property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2006, and for which there is an enforceable legal claim. In the General Fund, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2006 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the full accrual basis, collectible delinquent property taxes have been recorded as revenue.

Income Tax

The City levies a municipal income tax of one and three-quarters percent on substantially all income earned within the City. In addition, the residents of the City are required to pay income tax on income earned outside the City; however, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City's current income tax rate.

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

Income tax proceeds are to be used to pay the cost of administering the tax, general fund operations, maintenance of equipment, new equipment, capital improvements, debt service and other governmental functions when needed, as determined by City Council.

Accounts Receivable

Accounts Receivable at December 31, 2006 consisted of billings for sewer and water services provided prior to December 31 but payment had not yet been received by the City. The City deems approximately two percent of the utilities receivables as uncollectible.

Utility Accounts <u>Receivables</u>	Estimated <u>Uncollectible</u>	Net Account <u>Receivables</u>
\$ 977,594	\$ 19,552	\$ 958,042

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Due from Other Governments

A summary of the governmental activities intergovernmental receivables follows:

<u>Governmental Activities:</u>	
Inheritance tax shared tax	\$ 57,952
Homestead/Rollback property relief	101,869
Gasoline tax	344,700
Local government assistance	277,266
Motor vehicle license fees	111,972
Permissive motor vehicle license tax	22,200
Clean Ohio Grant Reimbursement	<u>4,406</u>
Total	\$ <u>920,365</u>

NOTE 6 – CAPITAL ASSETS:

Capital asset activity for the year ended December 31, 2006 was as follows:

	Balance 12/31/05	Additions	Deletions	Balance 12/31/06
<u>Governmental Activities</u>				
Non-depreciable capital assets:				
Land	\$ 7,602,174	\$ 662,173	\$ -	\$ 8,264,347
Depreciable capital assets:				
Buildings	4,913,066	21,800	-	4,934,866
Improvements	8,456,298	-	-	8,456,298
Equipment	3,899,997	192,615	(78,947)	4,013,665
Vehicles	<u>3,200,343</u>	<u>260,333</u>	<u>(92,746)</u>	<u>3,367,930</u>
Depreciable capital assets:	<u>20,469,704</u>	<u>474,748</u>	<u>(171,693)</u>	<u>20,772,759</u>
Less: accumulated depreciation				
Buildings	(2,409,737)	(95,400)	-	(2,505,137)
Improvements	(2,633,685)	(5,400)	-	(2,639,085)
Equipment	(2,623,635)	(186,392)	78,947	(2,731,080)
Vehicles	<u>(1,771,036)</u>	<u>(252,719)</u>	<u>92,746</u>	<u>(1,931,009)</u>
Accumulated depreciation	<u>(9,438,093)</u>	<u>(539,911) *</u>	<u>171,693</u>	<u>(9,806,311)</u>
Depreciable capital assets, net	<u>11,031,611</u>	<u>(65,163)</u>	<u>-</u>	<u>10,966,448</u>
Governmental activities				
capital assets, net	<u>\$ 18,633,785</u>	<u>\$ 597,010</u>	<u>\$ -</u>	<u>\$ 19,230,795</u>

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Business-Type Activities

Non-depreciable capital assets:				
Land	\$ 2,043,934	\$ -	\$ -	\$ 2,043,934
Construction in Progress	<u>1,898,470</u>	<u>37,405</u>	<u>(1,935,875)</u>	<u>-</u>
Non-depreciable capital assets	<u>3,942,404</u>	<u>37,405</u>	<u>(1,935,875)</u>	<u>2,043,934</u>
Depreciable capital assets:				
Buildings	13,935,606	1,935,875	-	15,871,481
Improvements	4,153,282	-	-	4,153,282
Equipment	4,152,828	203,654	(81,629)	4,274,853
Vehicles	600,122	-	-	600,122
Infrastructure	<u>21,773,879</u>	<u>48,600</u>	<u>-</u>	<u>21,822,479</u>
Depreciable capital assets:	<u>44,615,717</u>	<u>2,188,129</u>	<u>(81,629)</u>	<u>46,722,217</u>
Less: accumulated depreciation				
Buildings	(3,616,136)	(398,309)	-	(4,014,445)
Improvements	(927,901)	(70,540)	-	(998,441)
Equipment	(2,891,555)	(135,633)	81,629	(2,945,559)
Vehicles	(338,133)	(66,064)	-	(404,197)
Infrastructure	<u>(5,568,398)</u>	<u>(357,778)</u>	<u>-</u>	<u>(5,926,176)</u>
Accumulated depreciation	<u>(13,342,123)</u>	<u>(1,028,324)</u>	<u>81,629</u>	<u>(14,288,818)</u>
Depreciable capital assets, net	<u>31,273,594</u>	<u>1,159,805</u>	<u>-</u>	<u>32,433,399</u>
Business-type activities				
capital assets, net	<u>\$ 35,215,998</u>	<u>\$ 1,159,805</u>	<u>\$ -</u>	<u>\$ 34,477,333</u>

* - Depreciation expense was charged to governmental functions as follows:

General government	\$ 25,182
Security of person & property	177,141
Public health services	77
Basic utility services	54,638
Community environment	2,076
Transportation	125,149
Leisure time activities	98,850
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>56,798</u>
Total depreciation expense - governmental activities	<u>\$ 539,911</u>

NOTE 7 – DEFINED BENEFIT PENSION PLANS:

Both the Ohio Police and Firemen’s Disability and Pension Fund and the Ohio Public Employees Retirement System are reported using GASB Statement No. 27 “Accounting for Pensions by State and Local Governmental Employers”. Substantially all City employees are covered by one of the two cost-sharing multiple-employer defined benefit pension plans, namely, the Police and Firemen’s Disability and Pension Fund or the Ohio Public Employees Retirement System of Ohio (OPERS). Both funds provide retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.

CITY OF MIAMISBURG, OHIO
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Ohio Public Employees Retirement System

The City of Miamisburg participates in the Ohio Public Employees Retirement System of Ohio (OPERS), which administers three separate pension plans; the Traditional Pension Plan (TPP), the Member-Directed Plan (MDP) and the Combined Plan (CP). The TPP is a cost sharing, multiple-employer defined benefit pension plan. The MDP is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year), and members accumulate retirement assets equal to the value of member and (vested) employer contribution plus any investment earnings. The CP is a cost sharing, multiple-employer defined benefit plan where employer contributions are invested by OPERS to provide a formula retirement benefit similar to the TP benefit, but the member contribution is self-directed by the members and accumulate retirement assets in a manner similar to the MDP.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TPP and CP Plans. Members of the MDP do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. OPERS issues a publicly available stand-alone financial report. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-6705 or 1-800-222-PERS (7377).

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2006, member and contribution rates were consistent across all three plans. The 2006 member contribution rate was 9.0 percent and the City's contribution rate was 13.7 percent of covered payroll. The City's contributions to the plans for the years ending December 31, 2006, 2005, and 2004 were \$851,834, \$819,098, and \$793,331, respectively. Total contributions for 2006 represented 90% of required contributions for the year, with 100% being contributed for 2005 and 2004.

Ohio Police and Fire Pension Fund

The City of Miamisburg contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined pension plan. OP&F provides retirement and disability benefits, cost-of-living adjustments, and death benefits to plan member and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10.0 percent of their annual covered salary, while employers are required to contribute 19.5 and 24.0 percent respectively for police officers and firefighters. The City's contributions to OP&F for the years ending December 31, 2006, 2005 and 2004 were \$1,104,886, \$1,035,715 and \$991,759. Total contributions for 2006 represented 73 percent of required contributions for the year, with 100 percent being contributed for 2005 and 2004.

CITY OF MIAMISBURG, OHIO
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NOTE 8 – POSTEMPLOYMENT BENEFITS:

Ohio Public Employees Retirement System

In order to qualify for postretirement health care coverage, age and services retirees under the TPP and the CP plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualifying survivor benefit recipients is available. The health care coverage provided by PERS is considered to be an Other Postemployment Benefit (OPEB) as described in GASB Statement 12. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS. For 2006 the portion of the required contribution used to fund health care was 4.5 percent.

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, 2005, 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 0.50 percent and 6.3 percent based on additional annual pay increases. Health care costs were assumed to increase at the projected wage inflation rate plus an additional factor ranging from one to six percent for the next eight years. In subsequent years (nine and beyond) health care costs were assumed to increase at four (4) percent.

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.

The number of active contributing participants was 369,214. The City's actual contributions for 2006 which were used to fund postemployment benefits were \$251,464. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 2005 (the latest information available) were \$11.1 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$31.3 billion and \$20.2 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. Member and employer contribution rates increased as of January 1, 2006 and January 1, 2007, which will allow additional funds to be allocated to the health care plan.

Ohio Police and Fire Pension Fund

The Ohio Police and Fire Pension Fund 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 persons. An eligible dependent child is any child under the age of eighteen whether or not he is attending school or under twenty-two if attending 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 funds of OP&F 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 rate is 19.5 percent of

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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 2006. 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 2006 that were used to fund postemployment benefits were \$396,335. The OP&F's total health care expense for the year ended December 31, 2005; (the latest information available) was \$108,039,449, which was net of member contributions of \$55,271,881. The number of OP&F participants eligible to receive health care benefits as of December 31, 2005, was 13,922 for police and 10,537 for firefighters.

NOTE 9 – OTHER EMPLOYEE BENEFITS:

Deferred Compensation Plans

City employees and elected officials may participate in the International City Managers Association (ICMA) Deferred Compensation Plan or the Ohio Public Employees Deferred Compensation Plan. Both plans were created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation for income tax purposes until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

Compensated Absences

Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service. Employees are permitted to accumulate twice their yearly vacation accrual. In the case of death or retirement, the employee (or his estate) is paid for his unused vacation leave. Also, any employee that leaves the City after completion of the probationary period is eligible to receive payment for unused vacation leave. The total obligation for vacation leave for the City as a whole amounted to \$822,386 at December 31, 2006.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of four and six tenths hours per eighty hours of service. Sick leave is cumulative without limit for employees hired prior to January 1, 1990. All other employees have a limit of one thousand hours. In the case of death, an employee's estate is paid for one-half of the employee's accumulated sick leave. Upon retirement an employee is paid for one-half of his accumulated sick leave within various limits. The total obligations for sick leave accrual for the City as a whole as of December 31, 2006 was \$734,115.

NOTE 10 – RISK MANAGEMENT:

The City is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The City has joined the Miami Valley Risk Management Association, Inc. (MVRMA, Inc.) a joint 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, Inc. for this coverage. The agreement provides that the MVRMA, Inc. will be self-sustaining through member premiums and the purchase of excess and stop-loss

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insurance. The deductible per occurrence for all types of claims is \$2,500. The self-insured retention is \$1 million for liability and \$250,000 for property. Excess insurance coverage will cover additional claims up to the limits listed below:

General Liability	\$10 million per occurrence
Automobile Liability	\$10 million per occurrence
Public Officials Liability and Employment Practices Liability	\$1 million per occurrence with excess \$9 million (\$10 million aggregate per city)
Police Professional Liability	\$10 million per occurrence with excess \$9 million
Boiler and Machinery	\$100 million per occurrence
Property	\$350 million per occurrence; Excess carriers \$340million excess \$10 million
Flood and Earthquake (Property)	\$20 million and \$25 million annual aggregate

The City joined a workers' compensation group rating plan, which allows local governments to group the experience of employers for workers' compensation rating purposes. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. The City partially provides medical and life insurance for all full-time employees. Employees are required to share in the costs of their medical plan. Anthem Blue Cross/Blue Shield provides medical insurance and Community National provides life insurance. The City's liability for these benefits is limited to making the required premium payments.

There were no significant reductions in insurance coverage during the year in any category of risk. Settled claims have not exceeded insurance coverage in any of the past three years.

NOTE 11 - LONG-TERM OBLIGATIONS:

Long-term obligation activity for the year ended December 31, 2006, was as follows.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
<i><u>Governmental Activities:</u></i>					
Bonds Payable:					
General obligation bonds	\$ 3,575,000	\$ -	\$ 310,000	\$ 3,265,000	\$ 325,000
Special assessment debt with governmental commitment	235,000	470,000	40,000	665,000	84,000
Total Bonds Payable	3,810,000	470,000	350,000	3,930,000	409,000
Police and fire pension liability	255,062	-	4,469	250,593	4,662
Compensated absences	1,593,930	1,298,767	1,593,930	1,298,767	-
Total Governmental Activities	<u>\$ 5,658,992</u>	<u>\$ 1,768,767</u>	<u>\$ 1,948,399</u>	<u>\$ 5,479,360</u>	<u>\$ 413,662</u>
<i><u>Business-Type Activities:</u></i>					
Bonds Payable:					
General obligation bonds	\$ 6,415,000	\$ -	\$ 360,000	\$ 6,055,000	\$ 390,000
Revenue bonds	10,770,000	-	1,005,000	9,765,000	1,040,000
Less: Deferred charges	(540,713)	-	(50,925)	(489,788)	-
Total Bonds Payable	16,644,287	-	1,314,075	15,330,212	1,430,000
Long-term notes payable	152,343	-	15,563	136,780	15,563
Compensated absences	274,050	107,207	274,050	107,207	-
Total Business-Type Activities	<u>\$ 17,070,680</u>	<u>\$ 107,207</u>	<u>\$ 1,603,688</u>	<u>\$ 15,574,199</u>	<u>\$ 1,445,563</u>

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General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds have been issued for both governmental and business-type activities.

All of the City's general obligation bonds were issued during prior periods. The original amount of general obligation bonds issued in prior periods was \$12,735,000. No additional general obligations bonds were issued during the year ended December 31, 2006. General obligation bonds currently outstanding are as follows:

Issue Year	Purpose	Interest Rate	Original Issue Amount
<u>Governmental Activities:</u>			
1998	Road Improvements	4.00%	\$740,000
2002	Various Purposes	2.25 – 4.15%	\$3,910,000
<u>Business-Type Activities:</u>			
1993	Refunding – Golf Course Construction	2.65 – 5.75%	\$5,890,000
2002	Refunding – Water System Improvements	2.25 – 4.00%	\$1,685,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending December 31	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 325,000	\$ 125,763	\$ 390,000	\$ 302,403
2008	335,000	115,032	405,000	286,852
2009	340,000	103,341	420,000	270,010
2010	355,000	90,839	440,000	249,910
2011	285,000	77,007	470,000	228,311
2012-2016	1,625,000	201,165	1,825,000	814,768
2017-2021	-	-	<u>2,105,000</u>	<u>331,245</u>
Total	<u>\$3,265,000</u>	<u>\$ 713,147</u>	<u>\$6,055,000</u>	<u>\$2,483,499</u>

Special Assessment Bonds

The City has two special assessment bond issues. These issues were used to finance the City's sidewalks, curbs and gutters program. In 2000 the City issued \$410,000 of special assessment bonds with a stated interest rate of 4.75 to 8.00 percent. During 2006 the City issued \$470,000 of special assessment bonds with a stated interest rate of 4.15 percent. Both issues will be repaid from amounts levied against the property owners benefited by the program. The special assessment bonds are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt. Annual debt service requirements to maturity for special assessment bonds are as follows:

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<u>Year Ending December 31</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2007	\$ 84,000	\$ 29,185
2008	90,000	25,361
2009	88,000	21,227
2010	98,000	17,192
2011	46,000	12,657
2011-2016	<u>259,000</u>	<u>33,117</u>
Total	<u>\$ 665,000</u>	<u>\$138,739</u>

Revenue Bonds

The City also issues bonds where income generated by the operation benefiting from the bonds pays the annual debt service requirements. All revenue bonds are for business-type activities and outstanding revenue bonds at December 31, 2006 are as follows:

<u>Issue Year</u>	<u>Purpose</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
1995	Refunding – Sewer System Improvements	2.85 – 5.65%	\$5,045,000
1995	Refunding – Water System Improvements	2.85 – 5.65%	\$2,220,000
2001	Wastewater Facilities Improvements	3.40 – 5.00%	\$4,500,000
2003	Wastewater Facilities Improvements	2.00 – 4.00%	\$2,970,000
2004	Waterworks Facilities Improvements	2.00 – 4.38%	\$2,085,000

Annual debt service requirements to maturity for revenue bonds are as follows:

<u>Year Ending December 31</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 1,040,000	\$ 413,151
2008	1,095,000	365,416
2009	655,000	313,903
2010	435,000	284,387
2011	455,000	269,256
2012-2016	2,510,000	1,080,094
2017-2021	2,745,000	511,139
2022-2024	<u>830,000</u>	<u>61,988</u>
Total	<u>\$ 9,765,000</u>	<u>\$3,299,334</u>

Long-Term Notes

In 1995 the City entered into two long-term notes with the Ohio Public Works Commission to finance certain sewer system improvements. The twenty-year notes had a zero percent interest rate and are reported in business-type activities.

Annual debt service requirements to maturity for the Ohio Public Works Commission notes are as follows:

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

Year Ending December 31	<u>Principal</u>
2007	\$ 15,562
2008	15,563
2009	15,562
2010	15,563
2011	15,562
2012-2015	<u>58,968</u>
Total	<u>\$ 136,780</u>

Police and Fire Pension Liability

The police and fire pension obligation payable was entered into in 1981, with a total principal amount financed of \$303,983. These obligations payable were offered to assist governments throughout the State of Ohio to fund their unfunded pension costs associated with police and fire service. This obligation is being repaid by the police and fire pension fund through the use of local property tax revenues where the proceeds received are to be used to pay this pension obligation.

Annual debt service requirements to maturity for the police and fire pension liability are as follows:

Year Ending December 31	Governmental Activities	
	<u>Principal</u>	<u>Interest</u>
2007	\$ 4,661	\$ 10,601
2008	4,862	10,401
2009	5,071	10,192
2010	5,288	9,974
2011	5,515	9,747
2012-2016	31,341	44,973
2017-2021	38,675	37,638
2022-2026	47,725	28,588
2027-2031	58,894	17,419
2032-2035	<u>48,561</u>	<u>4,172</u>
Total	<u>\$250,593</u>	<u>\$183,705</u>

Compensated Absences

Compensated absences will be paid from the General Fund; the Fire Levy, Municipal Court Probation, Recreation, Street Maintenance, and State Highway special revenue funds; the Water and Sewer enterprise funds; and the Civic Center, City Garage, and Service Center internal service funds. Internal service funds predominantly serve the governmental funds. Accordingly, \$11,107 of compensated absences related to the internal service funds are include as part of the compensated absences liability reported for governmental activities.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

NOTE 12 - SHORT-TERM OBLIGATIONS:

The bond anticipation note in the amount of \$425,000 was retired during 2006 with the proceeds of special assessment bonds.

A summary of the short-term note transactions for the year ended December 31, 2006 follows:

<u>Issue</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
2005 Sidewalk, Curb and Gutter BAN – 3.82%	\$ 425,000	\$ -	\$ 425,000	\$ -

NOTE 13 – INTERFUND BALANCES AND TRANSFERS:

Interfund transfers for the year ended December 31, 2006, consisted of the following:

<u>Transfer to Fund</u>	<u>Transfer from Fund</u>	<u>Amount</u>
Capital Improvements	General	\$ 160,000
	Other Governmental	61,620
Golf Fund	General Fund	100,000
	Other Governmental	200,000
Other Governmental	General	120,888
	Capital Improvements	450,664
	Water	212,561
	Other Governmental	36,530
	Internal Service	<u>37,073</u>
		<u>\$ 1,379,336</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. The \$300,000 transfer from the Capital Improvement Fund and the General Fund to the Golf Fund was to provide the Golf Fund with monies to help meet the current year debt service and operational requirements. The remaining transfers were made to the Bond Retirement fund from the fund being used to finance the debt as well as \$20,000 in transfers from the General Fund to the state highway fund to finance road work projects throughout the year.

The \$1,040,856 advance from the General Fund to the Golf Fund was made prior to 2006 and was made to provide operating funds to the Golf Fund during the start-up phase of the PipeStone Golf Course. The advance is expected to be repaid to the General Fund, once the Golf Fund accumulates sufficient financial resources to repay the advance. The advance is not expected to be repaid during 2007; therefore, a reserve for long-term receivables has been established in the General Fund in a like amount to represent these funds are not available for appropriation or expenditure. A similar advance was made to a non-major special revenue fund from the General Fund in the amount of \$90,000. Similarly, these funds will be repaid when revenues are received in the

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006

future. It is not expected to be repaid in 2007 and has been recorded as a receivable and a reservation of General Fund balance. In the government-wide financial statements, the advances are reported as a component of the internal balances line-item.

NOTE 14 – RELATED ORGANIZATION:

The Miamisburg Mound Community Improvement Corporation (MMCIC) was formed in 1994 to promote the industrial, economic, commercial, and civic development of the Mound facility. The Board of Trustees for the MMCIC include nine members, of which five are appointed by the City Council and four are persons holding the position of Mayor, City Manager, Finance Director and Economic Development Director. Even though the City appoints a voting majority of the Board, it does not promote its will on the Board. The City has no authority to approve or modify any decisions made by the MMCIC Board regarding its budget, management of day-to-day activities, or hiring and firing of employees. The City receives no financial benefit from or has any financial obligation to the operation of the MMCIC.

NOTE 15 – CONTINGENT LIABILITIES:

Litigation

The City is a defendant in various lawsuits and subject to various claims over which litigation has not yet commenced. Although the outcomes of these matters is not presently determinable, in the opinion of management and the law director, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Federal and State Grants

For the period January 1, 2006 to December 31, 2006 the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

NOTE 16 – COMPLIANCE AND ACCOUNTABILITY:

At December 31, 2006 the Austin Center T.I.F. Fund reported an ending fund deficit of \$89,343. This fund deficit resulted from the accrued but unpaid liabilities that are not payable from current period revenue and do not exist on a budget basis.

NOTE 17 - CHANGES IN ACCOUNTING PRINCIPLES:

For the year ended December 31, 2006, the City of Miamisburg has implemented GASB Statement No. 44 *Economic Condition Reporting: The Statistical Section* and GASB Statement No. 46 *Net Assets Restricted by Enabling Legislation*. GASB Statement No. 44 establishes and modifies requirements related to the supplementary information presented in the statistical section. GASB Statement No. 46 clarifies how legal enforceability should be applied for determining restricted net assets. The implementation of this new statement had no effect on the City's financial statements for the year ended December 31, 2006.

**COMBINING FINANCIAL STATEMENTS AND INDIVIDUAL
FUND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are legally restricted to expenditure for specific purposes.

Austin Center TIF

To account for the revenues and expenses associated with the tax incremental financing district established for the Austin Center project.

Conservancy

To account for the proceeds from a property tax levy used to pay the Miami Conservancy District for flood control of the Great Miami River.

Court Modernization

To account for court costs collected and used for the computerization of the municipal court.

Drug Law Enforcement

To account for fines and costs collected for felonious drug trafficking convictions and sentences. This money may be used in any drug law enforcement activity.

Enforcement and Education

To account for fines imposed by the municipal court for the purpose of education the public and enforcing the laws governing the operation of a motor vehicle while under the influence of alcohol.

Fire Levy

To account for levy revenues for salaries, fire equipment purchases and various other operational expenditures related to the operations of the fire department.

Indigent Driver's Alcohol Treatment

To account for fines imposed by the municipal court for the purpose of paying costs of attendance of indigent OMVI offenders at alcohol and drug addiction treatment programs.

Law Enforcement

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

Motor Vehicle License Tax

To account for \$2.50 of each \$5.00 levied by Montgomery County on each motor vehicle registration in the City. Allowable expenditures include planning, construction, improving, maintaining and repairing roads, bridges and streets.

Municipal Court Computer

To account for fines and forfeitures assessed to provide funding for the maintenance of the municipal court computer system.

Municipal Court Probation

To account for the court cost collected and used to pay for the cost of probation services.

**NONMAJOR GOVERNMENTAL FUNDS
(Continued)**

SPECIAL REVENUE FUNDS (Continued)

Municipal Court Special Projects

To account for fines and forfeitures assessed and collected to fund various special projects of the municipal court.

Police and Fire Pension

To account for property tax revenue used to pay the City's accrued liability for police and fire pension benefits.

Recreation Program

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

Senior Citizens Programs

To account for the revenues and expenses associated with the activities programs operated as the Senior Center.

State Highway

To account for the portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

Street Maintenance and Repair

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

CAPITAL PROJECT FUNDS

To account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

Clean Ohio Grant

To account for state and local funding to be used to for open space and conservation projects associated with the Great Miami Riverfront Park and Wellhead Enhancement Project.

Park Capital Improvement

To account for charges collected from developers on a per bedroom basis for each new house built in the City. The money collected is then used for park capital improvements.

Roadway Improvement

To account for cash deposits from developers which are paid in lieu of partial physical improvements to roadways. The City will use the money for designing, planning, engineering and constructing the overall roadway system.

Sidewalks, Curbs and Gutter

To account for monies received from developers for future construction of sidewalks, curbs and gutters.

**NONMAJOR GOVERNMENTAL FUNDS
(Continued)**

DEBT SERVICE FUNDS

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

General Obligation Bond Retirement

To account for transfers from other funds for the payment of general obligation bonded debt.

Special Assessment Bond Retirement

To account for special assessments collected for the payment of special assessment bonded debt with governmental commitment.

CITY OF MIAMISBURG, OHIO
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2006

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Debt Service Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 2,168,918	\$ 706,244	\$ 346,180	\$ 3,221,342
Cash and Cash Equivalents in Segregated Accounts	12,092	-	-	12,092
<u>Receivables:</u>				
Taxes	1,078,376	-	-	1,078,376
Accounts	3,786	-	-	3,786
Intergovernmental	518,272	4,406	-	522,678
Special Assessments	-	-	294,877	294,877
Accrued Interest	4	-	-	4
Supplies Inventory	133,507	-	-	133,507
 Total Assets	 <u>\$ 3,914,955</u>	 <u>\$ 710,650</u>	 <u>\$ 641,057</u>	 <u>\$ 5,266,662</u>
<u>Liabilities and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$ 33,922	\$ -	\$ 2,520	\$ 36,442
Accrued Salaries Payable	53,704	-	-	53,704
Intergovernmental Payable	73,658	-	-	73,658
Interfund Payable	90,000	-	-	90,000
Deferred Revenue	1,528,007	-	294,877	1,822,884
 Total Liabilities	 <u>1,779,291</u>	 <u>-</u>	 <u>297,397</u>	 <u>2,076,688</u>
<u>Fund Balances:</u>				
Reserved for Encumbrances	48,118	2,903	-	51,021
Reserved for Supplies Inventory	133,507	-	-	133,507
<u>Unreserved:</u>				
<u>Undesignated, Reported in:</u>				
Special Revenue Funds	1,954,039	-	-	1,954,039
Debt Service Funds	-	-	343,660	343,660
Capital Project Funds	-	707,747	-	707,747
 Total Fund Balances	 <u>2,135,664</u>	 <u>710,650</u>	 <u>343,660</u>	 <u>3,189,974</u>
 Total Liabilities and Fund Balances	 <u>\$ 3,914,955</u>	 <u>\$ 710,650</u>	 <u>\$ 641,057</u>	 <u>\$ 5,266,662</u>

CITY OF MIAMISBURG, OHIO
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2006

	Austin Center TIF	Conservancy	Court Modernization
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 657	\$ 75,070	\$ 296,408
Cash and Cash Equivalents in Segregated Accounts	-	-	10,169
Receivables:			
Taxes	-	57,609	-
Accounts	-	-	-
Intergovernmental	-	2,461	-
Accrued Interest	-	-	-
Supplies Inventory	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 657</u>	<u>\$ 135,140</u>	<u>\$ 306,577</u>
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 2,334
Accrued Salaries Payable	-	-	769
Intergovernmental Payable	-	-	420
Interfund Payable	90,000	-	-
Deferred Revenue	-	60,070	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>90,000</u>	<u>60,070</u>	<u>3,523</u>
Fund Balances:			
Reserved for Encumbrances	-	-	21,865
Reserved for Supplies Inventory	-	-	-
Unreserved:			
Undesignated	(89,343)	75,070	281,189
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>(89,343)</u>	<u>75,070</u>	<u>303,054</u>
Total Liabilities and Fund Balance	<u>\$ 657</u>	<u>\$ 135,140</u>	<u>\$ 306,577</u>

<u>Drug Law Enforcement</u>	<u>Enforcement and Education</u>	<u>Fire Levy</u>	<u>Indigent Drivers' Alcohol Treatment</u>	<u>Law Enforcement</u>	<u>Motor Vehicle License Tax</u>
\$ 7,840	\$ 7,464	\$ 293,408	\$ 289,409	\$ 79,920	\$ 16,649
-	-	-	568	-	-
-	-	754,879	-	-	-
-	-	3,786	-	-	-
-	-	25,580	-	-	22,200
-	-	-	-	-	4
-	-	-	-	-	-
<u>\$ 7,840</u>	<u>\$ 7,464</u>	<u>\$ 1,077,653</u>	<u>\$ 289,977</u>	<u>\$ 79,920</u>	<u>\$ 38,853</u>
\$ -	\$ -	\$ 590	\$ -	\$ -	\$ -
-	-	26,043	-	-	-
-	-	59,375	-	-	-
-	-	-	-	-	-
-	-	780,459	-	-	18,500
-	-	866,467	-	-	18,500
-	-	1,839	-	-	-
-	-	-	-	-	-
<u>7,840</u>	<u>7,464</u>	<u>209,347</u>	<u>289,977</u>	<u>79,920</u>	<u>20,353</u>
<u>7,840</u>	<u>7,464</u>	<u>211,186</u>	<u>289,977</u>	<u>79,920</u>	<u>20,353</u>
<u>\$ 7,840</u>	<u>\$ 7,464</u>	<u>\$ 1,077,653</u>	<u>\$ 289,977</u>	<u>\$ 79,920</u>	<u>\$ 38,853</u>

(Continued)

CITY OF MIAMISBURG, OHIO
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2006
(Continued)

	Municipal Court Computer	Municipal Court Probation	Municipal Court Special Projects
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 148,494	\$ 187,108	\$ 181,721
Cash and Cash Equivalents in Segregated Accounts	-	-	1,355
Receivables:			
Taxes	-	-	-
Accounts	-	-	-
Intergovernmental	-	-	-
Accrued Interest	-	-	-
Supplies Inventory	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 148,494</u>	<u>\$ 187,108</u>	<u>\$ 183,076</u>
Liabilities:			
Accounts Payable	\$ -	\$ 917	\$ -
Accrued Salaries Payable	-	1,956	911
Intergovernmental Payable	-	1,055	123
Interfund Payable	-	-	-
Deferred Revenue	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>-</u>	<u>3,928</u>	<u>1,034</u>
Fund Balances:			
Reserved for Encumbrances	2,350	1,485	632
Reserved for Supplies Inventory	-	-	-
Unreserved:			
Undesignated	146,144	181,695	181,410
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>148,494</u>	<u>183,180</u>	<u>182,042</u>
Total Liabilities and Fund Balance	<u>\$ 148,494</u>	<u>\$ 187,108</u>	<u>\$ 183,076</u>

<u>Police and Fire Pension</u>	<u>Recreation Programs</u>	<u>Senior Citizen Programs</u>	<u>State Highway</u>	<u>Street Maintenance and Repair</u>	<u>Total</u>
\$ 95,816	\$ 29,731	\$ 112,240	\$ 58,047	\$ 288,936	\$ 2,168,918
-	-	-	-	-	12,092
265,888	-	-	-	-	1,078,376
-	-	-	-	-	3,786
11,359	-	-	30,882	425,790	518,272
-	-	-	-	-	4
-	-	-	892	132,615	133,507
<u>\$ 373,063</u>	<u>\$ 29,731</u>	<u>\$ 112,240</u>	<u>\$ 89,821</u>	<u>\$ 847,341</u>	<u>\$ 3,914,955</u>
\$ -	\$ 333	\$ 241	\$ 517	\$ 28,990	\$ 33,922
-	-	429	1,511	22,085	53,704
-	717	250	852	10,866	73,658
-	-	-	-	-	90,000
<u>277,247</u>	<u>-</u>	<u>-</u>	<u>26,573</u>	<u>365,158</u>	<u>1,528,007</u>
<u>277,247</u>	<u>1,050</u>	<u>920</u>	<u>29,453</u>	<u>427,099</u>	<u>1,779,291</u>
-	980	-	3,174	15,793	48,118
-	-	-	892	132,615	133,507
<u>95,816</u>	<u>27,701</u>	<u>111,320</u>	<u>56,302</u>	<u>271,834</u>	<u>1,954,039</u>
<u>95,816</u>	<u>28,681</u>	<u>111,320</u>	<u>60,368</u>	<u>420,242</u>	<u>2,135,664</u>
<u>\$ 373,063</u>	<u>\$ 29,731</u>	<u>\$ 112,240</u>	<u>\$ 89,821</u>	<u>\$ 847,341</u>	<u>\$ 3,914,955</u>

CITY OF MIAMISBURG, OHIO
Combining Balance Sheet
Nonmajor Capital Project Funds
December 31, 2006

	<u>Clean Ohio Grant</u>	<u>Park Capital Improvement</u>	<u>Roadway Improvement</u>	<u>Sidewalk, Curb and Gutter</u>	<u>Total</u>
Assets:					
Equity in Pooled Cash and and Cash Equivalents	\$ 24,333	\$ 198,642	\$ 424,349	\$ 58,920	\$ 706,244
Intergovernmental Receivable	4,406	-	-	-	4,406
Total Assets	<u><u>\$ 28,739</u></u>	<u><u>\$ 198,642</u></u>	<u><u>\$ 424,349</u></u>	<u><u>\$ 58,920</u></u>	<u><u>\$ 710,650</u></u>
Liabilities:					
Total Liabilities	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Fund Balances:					
Reserved for Encumbrances	-	2,903	-	-	2,903
Unreserved: Undesignated	<u>28,739</u>	<u>195,739</u>	<u>424,349</u>	<u>58,920</u>	<u>707,747</u>
Total Fund Balances	<u><u>28,739</u></u>	<u><u>198,642</u></u>	<u><u>424,349</u></u>	<u><u>58,920</u></u>	<u><u>710,650</u></u>
Total Liabilities and Fund Balances	<u><u>\$ 28,739</u></u>	<u><u>\$ 198,642</u></u>	<u><u>\$ 424,349</u></u>	<u><u>\$ 58,920</u></u>	<u><u>\$ 710,650</u></u>

CITY OF MIAMISBURG, OHIO
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2006

	<u>General Obligation Bond Retirement</u>	<u>Special Assessment Bond Retirement</u>	<u>Total</u>
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 106,295	\$ 239,885	\$ 346,180
Special Assessment Receivable	<u>-</u>	<u>294,877</u>	<u>294,877</u>
Total Assets	<u><u>\$ 106,295</u></u>	<u><u>\$ 534,762</u></u>	<u><u>\$ 641,057</u></u>
Liabilities:			
Accounts Payable	\$ 1,520	\$ 1,000	\$ 2,520
Deferred Revenue	<u>-</u>	<u>294,877</u>	<u>294,877</u>
Total Liabilities	<u>1,520</u>	<u>295,877</u>	<u>297,397</u>
Fund Balances:			
Unreserved Undesignated	<u>104,775</u>	<u>238,885</u>	<u>343,660</u>
Total Fund Equity	<u>104,775</u>	<u>238,885</u>	<u>343,660</u>
Total Liabilities and Fund Equity	<u><u>\$ 106,295</u></u>	<u><u>\$ 534,762</u></u>	<u><u>\$ 641,057</u></u>

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CITY OF MIAMISBURG, OHIO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2006

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Debt Service Funds	Total Nonmajor Governmental Funds
Revenues:				
Property and Other Taxes	\$ 1,144,164	\$ -	\$ -	\$ 1,144,164
Intergovernmental	1,144,760	443,287	-	1,588,047
Special Assessments	-	-	108,501	108,501
Charges for Services	339,815	39,890	-	379,705
Fines, Licenses and Permits	409,865	-	-	409,865
Interest	5,856	17,505	-	23,361
Donations	55,902	-	-	55,902
Other	69,780	4,833	-	74,613
Total Revenues	3,170,142	505,515	108,501	3,784,158
Expenditures:				
Current:				
Security of Persons and Property	1,328,422	-	-	1,328,422
Leisure Time Activities	261,714	-	-	261,714
Transporation	943,057	-	-	943,057
General Government	420,027	5,713	18,171	443,911
Capital Outlay	-	636,840	-	636,840
Debt Service:				
Principal Retirement	4,469	-	350,000	354,469
Interest and Fiscal Charges	10,793	-	151,550	162,343
Total Expenditures	2,968,482	642,553	519,721	4,130,756
Excess of Revenues Over(Under)				
Expenditures	201,660	(137,038)	(411,220)	(346,598)
Other Financing Sources (Uses):				
Transfers-In	20,000	192,355	645,361	857,716
Transfers-Out	(50,000)	(36,530)	(211,620)	(298,150)
Total Other Financing Sources (Uses)	(30,000)	155,825	433,741	559,566
Net Change in Fund Balance	171,660	18,787	22,521	212,968
Fund Balance at Beginning of Year	1,964,004	691,863	321,139	2,977,006
Fund Balance at End of Year	\$ 2,135,664	\$ 710,650	\$ 343,660	\$ 3,189,974

CITY OF MIAMISBURG, OHIO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2006

	Austin Center TIF	Conservancy	Court Modernization
Revenues:			
Property and Other Taxes	\$ -	\$ 59,625	\$ -
Intergovernmental	-	7,843	-
Charges for Services	-	-	-
Fines, Licenses and Permits	-	-	160,340
Interest	-	-	-
Donations	-	-	-
Other	-	-	-
Total Revenues	<u>-</u>	<u>67,468</u>	<u>160,340</u>
Expenditures:			
Current:			
Security of Persons and Property	-	-	-
Leisure Time Activities	-	-	-
Transportation	-	-	-
General Government	89,343	69,739	123,172
Debt Service:			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	<u>89,343</u>	<u>69,739</u>	<u>123,172</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(89,343)</u>	<u>(2,271)</u>	<u>37,168</u>
Other Financing Sources (Uses):			
Transfers-In	-	-	-
Transfers-Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(89,343)	(2,271)	37,168
Fund Balance at Beginning of Year	<u>-</u>	<u>77,341</u>	<u>265,886</u>
Fund Balance at End of Year	<u>\$ (89,343)</u>	<u>\$ 75,070</u>	<u>\$ 303,054</u>

<u>Drug Law Enforcement</u>	<u>Enforcement and Education</u>	<u>Fire Levy</u>	<u>Indigent Drivers' Alcohol Treatment</u>	<u>Law Enforcement</u>	<u>Motor Vehicle License Tax</u>
\$ -	\$ -	\$ 809,345	\$ -	\$ -	\$ -
-	-	118,289	-	-	49,210
-	-	143,609	-	-	-
1,531	4,725	-	20,777	-	-
-	-	-	-	-	561
-	-	18,605	-	-	-
-	-	-	-	69,780	-
<u>1,531</u>	<u>4,725</u>	<u>1,089,848</u>	<u>20,777</u>	<u>69,780</u>	<u>49,771</u>
1,500	3,467	1,058,001	-	1,276	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,500</u>	<u>3,467</u>	<u>1,058,001</u>	<u>-</u>	<u>1,276</u>	<u>-</u>
<u>31</u>	<u>1,258</u>	<u>31,847</u>	<u>20,777</u>	<u>68,504</u>	<u>49,771</u>
-	-	-	-	-	-
-	-	-	-	-	(50,000)
-	-	-	-	-	(50,000)
31	1,258	31,847	20,777	68,504	(229)
<u>7,809</u>	<u>6,206</u>	<u>179,339</u>	<u>269,200</u>	<u>11,416</u>	<u>20,582</u>
<u>\$ 7,840</u>	<u>\$ 7,464</u>	<u>\$ 211,186</u>	<u>\$ 289,977</u>	<u>\$ 79,920</u>	<u>\$ 20,353</u>

(Continued)

CITY OF MIAMISBURG, OHIO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2006
(Continued)

	Municipal Court Computer	Municipal Court Probation	Municipal Court Special Projects
Revenues:			
Property and Other Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for Services	-	-	-
Fines, Licenses and Permits	42,454	109,416	70,622
Interest	-	-	-
Donations	-	-	-
Other	-	-	-
Total Revenues	42,454	109,416	70,622
Expenditures:			
Current:			
Security of Persons and Property	-	-	-
Leisure Time Activities	-	-	-
Transportation	-	-	-
General Government	8,012	73,524	56,237
Debt Service:			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	8,012	73,524	56,237
Excess (Deficiency) of Revenues Over (Under) Expenditures	34,442	35,892	14,385
Other Financing Sources (Uses):			
Transfers-In	-	-	-
Transfers-Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balance	34,442	35,892	14,385
Fund Balance at Beginning of Year	114,052	147,288	167,657
Fund Balance at End of Year	\$ 148,494	\$ 183,180	\$ 182,042

<u>Police and Fire Pension</u>	<u>Recreation Programs</u>	<u>Senior Citizen Programs</u>	<u>State Highway</u>	<u>Street Maintenance and Repair</u>	<u>Total</u>
\$ 275,194	\$ -	\$ -	\$ -	\$ -	\$ 1,144,164
36,196	-	-	62,586	870,636	1,144,760
-	146,406	49,800	-	-	339,815
-	-	-	-	-	409,865
-	-	5,295	-	-	5,856
-	27,368	9,929	-	-	55,902
-	-	-	-	-	69,780
<u>311,390</u>	<u>173,774</u>	<u>65,024</u>	<u>62,586</u>	<u>870,636</u>	<u>3,170,142</u>
264,178	-	-	-	-	1,328,422
-	167,555	94,159	-	-	261,714
-	-	-	84,337	858,720	943,057
-	-	-	-	-	420,027
4,469	-	-	-	-	4,469
<u>10,793</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,793</u>
<u>279,440</u>	<u>167,555</u>	<u>94,159</u>	<u>84,337</u>	<u>858,720</u>	<u>2,968,482</u>
<u>31,950</u>	<u>6,219</u>	<u>(29,135)</u>	<u>(21,751)</u>	<u>11,916</u>	<u>201,660</u>
-	-	-	20,000	-	20,000
-	-	-	-	-	(50,000)
-	-	-	20,000	-	(30,000)
31,950	6,219	(29,135)	(1,751)	11,916	171,660
<u>63,866</u>	<u>22,462</u>	<u>140,455</u>	<u>62,119</u>	<u>408,326</u>	<u>1,964,004</u>
<u>\$ 95,816</u>	<u>\$ 28,681</u>	<u>\$ 111,320</u>	<u>\$ 60,368</u>	<u>\$ 420,242</u>	<u>\$ 2,135,664</u>

CITY OF MIAMISBURG, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Capital Project Funds
 For the Year Ended December 31, 2006

	Clean Ohio Grant	Park Capital Improvement	Roadway Improvement	Sidewalk, Curb and Gutter	Total
Revenues:					
Intergovernmental	\$ 443,287	\$ -	\$ -	\$ -	\$ 443,287
Charges for Services	-	39,890	-	-	39,890
Interest	-	-	15,506	1,999	17,505
Other	-	-	-	4,833	4,833
Total Revenues	443,287	39,890	15,506	6,832	505,515
Expenditures:					
Current:					
General Government		5,713	-	-	5,713
Capital Outlay	636,840	-	-	-	636,840
Total Expenditures	636,840	5,713	-	-	642,553
Excess of Revenues Over(Under) Expenditures	(193,553)	34,177	15,506	6,832	(137,038)
Other Financing Sources (Uses):					
Transfers-In	192,355	-	-	-	192,355
Transfers-Out	-	(36,530)	-	-	(36,530)
Total Other Financing Sources (Uses)	192,355	(36,530)	-	-	155,825
Net Change in Fund Balance	(1,198)	(2,353)	15,506	6,832	18,787
Fund Balance at Beginning of Year	29,937	200,995	408,843	52,088	691,863
Fund Balance at End of Year	\$ 28,739	\$ 198,642	\$ 424,349	\$ 58,920	\$ 710,650

CITY OF MIAMISBURG, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Debt Service Funds

For the Year Ended December 31, 2006

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Special Assessments	\$ -	\$ 108,501	\$ 108,501
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	-	108,501	108,501
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Current:			
General Government	7,629	10,542	18,171
Debt Service:			
Principal Retirement	310,000	40,000	350,000
Interest and Fiscal Charges	135,360	16,190	151,550
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	452,989	66,732	519,721
	<u> </u>	<u> </u>	<u> </u>
Excess of Revenues Over(Under)			
Expenditures	(452,989)	41,769	(411,220)
	<u> </u>	<u> </u>	<u> </u>
Other Financing Sources (Uses)			
Transfers In	645,361	-	645,361
Transfers Out	(200,000)	(11,620)	(211,620)
	<u> </u>	<u> </u>	<u> </u>
Total Other Financing Sources (Uses)	445,361	(11,620)	433,741
	<u> </u>	<u> </u>	<u> </u>
Net Change in Fund Balance	(7,628)	30,149	22,521
	<u> </u>	<u> </u>	<u> </u>
Fund Balance at Beginning of Year	112,403	208,736	321,139
	<u> </u>	<u> </u>	<u> </u>
Fund Balance at End of Year	\$ 104,775	\$ 238,885	\$ 343,660
	<u> </u>	<u> </u>	<u> </u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Municipal Income Taxes	\$ 1,388,000	\$ 1,388,000	\$ 1,414,270	\$ 26,270
Intergovernmental	75,000	75,000	218,587	143,587
Charges for Services	30,000	30,000	24,134	(5,866)
Other	-	-	107,625	107,625
Total Revenues	1,493,000	1,493,000	1,764,616	271,616
Expenditures:				
Capital Outlay	1,252,726	1,788,389	1,780,410	7,979
Total Expenditures	1,252,726	1,788,389	1,780,410	7,979
Excess of Revenues Under Expenditures	240,274	(295,389)	(15,794)	279,595
Other Financing Sources (Uses):				
Proceeds from Sale of Bonds	-	-	45,000	45,000
Proceeds from Sale of Fixed Assets	-	-	29,450	29,450
Transfers In	50,000	50,000	210,000	160,000
Transfers Out	(490,664)	(490,664)	(490,664)	-
Total Other Financing Sources (Uses)	(440,664)	(440,664)	(206,214)	234,450
Net Change in Fund Balance	(200,390)	(736,053)	(222,008)	514,045
Fund Balance at Beginning of Year	764,353	764,353	764,353	-
Prior Year Encumbrances Appropriated	109,727	109,727	109,727	-
Fund Balance at End of Year	\$ 673,690	\$ 138,027	\$ 652,072	\$ 514,045

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Austin Center TIF Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Expenditures:				
Current:				
General Government	\$ 90,000	\$ 90,000	\$ 89,343	\$ 657
Total Expenditures	90,000	90,000	89,343	657
Other Financing Sources:				
Advances-In	90,000	90,000	90,000	-
Net Change in Fund Balance	-	-	657	657
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ 657	\$ 657

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Conservancy Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Property and Other Taxes	\$ 60,907	\$ 60,907	\$ 59,625	\$ (1,282)
Intergovernmental	2,900	2,900	7,843	4,943
Total Revenues	<u>63,807</u>	<u>63,807</u>	<u>67,468</u>	<u>3,661</u>
Expenditures:				
Current:				
General Government	<u>72,000</u>	<u>72,000</u>	<u>69,740</u>	<u>2,260</u>
Total Expenditures	<u>72,000</u>	<u>72,000</u>	<u>69,740</u>	<u>2,260</u>
Net Change in Fund Balance	(8,193)	(8,193)	(2,272)	5,921
Fund Balance at Beginning of Year	<u>77,341</u>	<u>77,341</u>	<u>77,341</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ 69,148</u></u>	<u><u>\$ 69,148</u></u>	<u><u>\$ 75,069</u></u>	<u><u>\$ 5,921</u></u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Court Modernization Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	\$ 155,000	\$ 155,000	\$ 158,654	\$ 3,654
Total Revenues	155,000	155,000	158,654	3,654
Expenditures:				
Current:				
General Government	123,251	123,251	107,724	15,527
Capital Outlay	35,632	35,632	36,277	(645)
Total Expenditures	158,883	158,883	144,001	14,882
Net Change in Fund Balance	(3,883)	(3,883)	14,653	18,536
Fund Balance at Beginning of Year	208,195	208,195	208,195	-
Prior Year Encumbrances Appropriated	50,183	50,183	50,183	-
Fund Balance at End of Year	\$ 254,495	\$ 254,495	\$ 273,031	\$ 18,536

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Law Enforcement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	\$ 2,000	\$ 2,000	\$ 1,531	\$ (469)
Total Revenues	2,000	2,000	1,531	(469)
Expenditures:				
Capital Outlay	3,000	3,000	1,500	1,500
Total Expenditures	3,000	3,000	1,500	1,500
Net Change in Fund Balance	(1,000)	(1,000)	31	1,031
Fund Balance at Beginning of Year	7,809	7,809	7,809	-
Fund Balance at End of Year	<u>\$ 6,809</u>	<u>\$ 6,809</u>	<u>\$ 7,840</u>	<u>\$ 1,031</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	\$ 3,000	\$ 3,000	\$ 4,725	\$ 1,725
Total Revenues	3,000	3,000	4,725	1,725
Expenditures:				
Current:				
Security of Persons and Property	5,000	5,000	3,467	1,533
Total Expenditures	5,000	5,000	3,467	1,533
Net Change in Fund Balance	(2,000)	(2,000)	1,258	3,258
Fund Balance at Beginning of Year	6,207	6,207	6,207	-
Fund Balance at End of Year	\$ 4,207	\$ 4,207	\$ 7,465	\$ 3,258

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Levy Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Property and Other Taxes	\$ 791,393	\$ 791,393	\$ 809,345	\$ 17,952
Intergovernmental	67,000	67,000	118,289	51,289
Charges for Services	150,000	150,000	145,922	(4,078)
Donations	3,000	3,000	18,605	15,605
Other	-	-	1,084	1,084
Total Revenues	1,011,393	1,011,393	1,093,245	81,852
Expenditures:				
Current:				
Security of Persons and Property	1,058,819	1,058,819	1,004,694	54,125
Capital Outlay	44,350	44,350	44,515	(165)
Total Expenditures	1,103,169	1,103,169	1,049,209	53,960
Net Change in Fund Balance	(91,776)	(91,776)	44,036	135,812
Fund Balance at Beginning of Year	240,835	240,835	240,835	-
Prior Year Encumbrances Appropriated	6,699	6,699	6,699	-
Fund Balance at End of Year	\$ 155,758	\$ 155,758	\$ 291,570	\$ 135,812

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Drivers' Alcohol Treatment Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	\$ 15,000	\$ 15,000	\$ 20,580	\$ 5,580
Total Revenues	15,000	15,000	20,580	5,580
Expenditures:				
Current:				
Security of Persons and Property	10,000	10,000	-	10,000
Total Expenditures	10,000	10,000	-	10,000
Net Change in Fund Balance	5,000	5,000	20,580	15,580
Fund Balance at Beginning of Year	268,829	268,829	268,829	-
Fund Balance at End of Year	\$ 273,829	\$ 273,829	\$ 289,409	\$ 15,580

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Other	\$ 4,000	\$ 4,000	\$ 69,780	\$ 65,780
Total Revenues	4,000	4,000	69,780	65,780
Expenditures:				
Current:				
Security of Persons and Property	8,850	8,850	1,276	7,574
Total Expenditures	8,850	8,850	1,276	7,574
Net Change in Fund Balance	(4,850)	(4,850)	68,504	73,354
Fund Balance at Beginning of Year	11,417	11,417	11,417	-
Fund Balance at End of Year	<u>\$ 6,567</u>	<u>\$ 6,567</u>	<u>\$ 79,921</u>	<u>\$ 73,354</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle License Tax Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Intergovernmental	\$ 50,000	\$ 54,000	\$ 48,941	\$ (5,059)
Interest	500	400	507	107
Total Revenues	<u>50,500</u>	<u>54,400</u>	<u>49,448</u>	<u>(4,952)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>50,500</u>	<u>54,400</u>	<u>49,448</u>	<u>(4,952)</u>
Other Financing Uses:				
Transfers Out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total Other Financing Uses	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Net Change in Fund Balance	500	4,400	(552)	(4,952)
Fund Balance at Beginning of Year	<u>17,346</u>	<u>17,346</u>	<u>17,346</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 17,846</u>	<u>\$ 21,746</u>	<u>\$ 16,794</u>	<u>\$ (4,952)</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Computer Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	\$ 38,000	\$ 38,000	\$ 42,454	\$ 4,454
Total Revenues	38,000	38,000	42,454	4,454
Expenditures:				
Current:				
General Government	19,094	19,094	10,362	8,732
Total Expenditures	19,094	19,094	10,362	8,732
Net Change in Fund Balance	18,906	18,906	32,092	13,186
Fund Balance at Beginning of Year	111,958	111,958	111,958	-
Prior Year Encumbrances Appropriated	2,094	2,094	2,094	-
Fund Balance at End of Year	\$ 132,958	\$ 132,958	\$ 146,144	\$ 13,186

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Probation Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	\$ 100,000	\$ 100,000	\$ 109,415	\$ 9,415
Total Revenues	100,000	100,000	109,415	9,415
Expenditures:				
Current:				
General Government:	101,349	101,349	73,210	28,139
Total Expenditures	101,349	101,349	73,210	28,139
Net Change in Fund Balance	(1,349)	(1,349)	36,205	37,554
Fund Balance at Beginning of Year	148,629	148,629	148,629	-
Prior Year Encumbrances Appropriated	789	789	789	-
Fund Balance at End of Year	<u>\$ 148,069</u>	<u>\$ 148,069</u>	<u>\$ 185,623</u>	<u>\$ 37,554</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Special Projects Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Fines, Licenses and Permits	\$ 68,000	\$ 68,000	\$ 70,627	\$ 2,627
Total Revenues	68,000	68,000	70,627	2,627
Expenditures:				
Current:				
General Government	70,027	70,027	56,406	13,621
Total Expenditures	70,027	70,027	56,406	13,621
Net Change in Fund Balance	(2,027)	(2,027)	14,221	16,248
Fund Balance at Beginning of Year	166,241	166,241	166,241	-
Prior Year Encumbrances Appropriated	627	627	627	-
Fund Balance at End of Year	\$ 164,841	\$ 164,841	\$ 181,089	\$ 16,248

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Police and Fire Pension Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Property and Other Taxes	\$ 281,109	\$ 281,109	\$ 275,194	\$ (5,915)
Intergovernmental	13,383	13,383	36,196	22,813
Total Revenues	<u>294,492</u>	<u>294,492</u>	<u>311,390</u>	<u>16,898</u>
Expenditures:				
Current:				
Security of Persons and Property	<u>282,000</u>	<u>282,000</u>	<u>279,440</u>	<u>2,560</u>
Total Expenditures	<u>282,000</u>	<u>282,000</u>	<u>279,440</u>	<u>2,560</u>
Net Change in Fund Balances	12,492	12,492	31,950	19,458
Fund Balance at Beginning of Year	<u>63,866</u>	<u>63,866</u>	<u>63,866</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ 76,358</u></u>	<u><u>\$ 76,358</u></u>	<u><u>\$ 95,816</u></u>	<u><u>\$ 19,458</u></u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Programs Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Charges for Services	\$ 130,000	\$ 130,000	\$ 146,406	\$ 16,406
Donations	30,000	30,000	27,368	(2,632)
Total Revenues	<u>160,000</u>	<u>160,000</u>	<u>173,774</u>	<u>13,774</u>
Expenditures:				
Current:				
Leisure Time Activities	<u>157,324</u>	<u>178,324</u>	<u>168,484</u>	<u>9,840</u>
Total Expenditures	<u>157,324</u>	<u>178,324</u>	<u>168,484</u>	<u>9,840</u>
Net Change in Fund Balance	2,676	(18,324)	5,290	23,614
Fund Balance at Beginning of Year	22,534	22,534	22,534	-
Prior Years Encumbrances Appropriated	<u>927</u>	<u>927</u>	<u>927</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ 26,137</u></u>	<u><u>\$ 5,137</u></u>	<u><u>\$ 28,751</u></u>	<u><u>\$ 23,614</u></u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Senior Citizens Programs Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Charges for Services	\$ 55,000	\$ 55,000	\$ 49,800	\$ (5,200)
Interest	5,000	5,000	4,373	(627)
Donations	13,000	13,000	9,929	(3,071)
Total Revenues	<u>73,000</u>	<u>73,000</u>	<u>64,102</u>	<u>(8,898)</u>
Expenditures:				
Current:				
Leisure Time Activities	<u>99,669</u>	<u>99,669</u>	<u>97,223</u>	<u>2,446</u>
Total Expenditures	<u>99,669</u>	<u>99,669</u>	<u>97,223</u>	<u>2,446</u>
Net Change in Fund Balance	(26,669)	(26,669)	(33,121)	(6,452)
Fund Balance at Beginning of Year	142,739	142,739	142,739	-
Prior Years Encumbrances Appropriated	<u>2,814</u>	<u>2,814</u>	<u>2,814</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 118,884</u>	<u>\$ 118,884</u>	<u>\$ 112,432</u>	<u>\$ (6,452)</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Intergovernmental	\$ 68,000	\$ 68,000	\$ 63,192	\$ (4,808)
Total Revenues	68,000	68,000	63,192	(4,808)
Expenditures:				
Current:				
Transportation	91,154	91,154	86,669	4,485
Total Expenditures	91,154	91,154	86,669	4,485
Excess of Revenues Under Expenditures	(23,154)	(23,154)	(23,477)	(323)
Other Financing Sources:				
Transfers In	20,000	20,000	20,000	-
Total Other Financing Sources	20,000	20,000	20,000	-
Net Change in Fund Balance	(3,154)	(3,154)	(3,477)	(323)
Fund Balance at Beginning of Year	55,235	55,235	55,235	-
Prior Years Encumbrances Appropriated	2,699	2,699	2,699	-
Fund Balance at End of Year	\$ 54,780	\$ 54,780	\$ 54,457	\$ (323)

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Maintenance and Repair Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Intergovernmental	\$ 940,000	\$ 940,000	\$ 877,546	\$ (62,454)
Total Revenues	940,000	940,000	877,546	(62,454)
Expenditures:				
Current:				
Transportation	956,087	956,087	900,324	55,763
Total Expenditures	956,087	956,087	900,324	55,763
Net Change in Fund Balance	(16,087)	(16,087)	(22,778)	(6,691)
Fund Balance at Beginning of Year	244,644	244,644	244,644	-
Prior Year Encumbrances Appropriated	23,487	23,487	23,487	-
Fund Balance at End of Year	<u>\$ 252,044</u>	<u>\$ 252,044</u>	<u>\$ 245,353</u>	<u>\$ (6,691)</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Clean Ohio Grant Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Intergovernmental	\$ 824,550	\$ 824,550	\$ 438,881	\$ (385,669)
Total Revenues	824,550	824,550	438,881	(385,669)
Expenditures:				
Capital Outlay	1,195,000	1,195,000	641,673	553,327
Total Expenditures	1,195,000	1,195,000	641,673	553,327
Excess of Revenues Under Expenditures	(370,450)	(370,450)	(202,792)	167,658
Other Financing Sources:				
Transfers In	381,455	381,455	196,688	(184,767)
Total Other Financing Sources	381,455	381,455	196,688	(184,767)
Net Change in Fund Balance	11,005	11,005	(6,104)	(17,109)
Fund Balance at Beginning of Year	29,437	29,437	29,437	-
Prior Year Encumbrances Appropriated	500	500	500	-
Fund Balance at End of Year	<u>\$ 40,942</u>	<u>\$ 40,942</u>	<u>\$ 23,833</u>	<u>\$ (17,109)</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Park Capital Improvement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Charges for Services	\$ 40,000	\$ 40,000	\$ 39,890	\$ (110)
Total Revenues	40,000	40,000	39,890	(110)
Expenditures:				
Current:				
Leisure Time Activities	29,222	29,222	8,617	20,605
Total Expenditures	29,222	29,222	8,617	20,605
Excess of Revenues Over Expenditures	10,778	10,778	31,273	20,495
Other Financing Uses:				
Transfers Out	(36,530)	(36,530)	(36,530)	-
Total Other Financing Uses	(36,530)	(36,530)	(36,530)	-
Net Change in Fund Balance	(25,752)	(25,752)	(5,257)	20,495
Fund Balance at Beginning of Year	191,774	191,774	191,774	-
Prior Year Encumbrances Appropriated	9,222	9,222	9,222	-
Fund Balance at End of Year	\$ 175,244	\$ 175,244	\$ 195,739	\$ 20,495

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Roadway Improvement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Interest	\$ 14,000	\$ 14,000	\$ 14,069	\$ 69
Total Revenues	14,000	14,000	14,069	69
Expenditures:				
Capital Outlay	100,000	100,000	-	100,000
Total Expenditures	100,000	100,000	-	100,000
Net Change in Fund Balance	(86,000)	(86,000)	14,069	100,069
Fund Balance at Beginning of Year	414,887	414,887	414,887	-
Fund Balance at End of Year	<u>\$ 328,887</u>	<u>\$ 328,887</u>	<u>\$ 428,956</u>	<u>\$ 100,069</u>

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Sidewalk, Curb and Gutter Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Special Assessments	\$ 3,000	\$ 3,000	\$ 4,833	\$ 1,833
Interest	1,000	1,000	1,854	854
Total Revenues	4,000	4,000	6,687	2,687
Expenditures:				
Total Expenditures	-	-	-	-
Net Change in Fund Balances	4,000	4,000	6,687	2,687
Fund Balance at Beginning of Year	52,869	52,869	52,869	-
Fund Balance at End of Year	\$ 56,869	\$ 56,869	\$ 59,556	\$ 2,687

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive(Negative)
	Original	Final		
Revenues:				
Total Revenues	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
General Government	7,500	7,500	6,109	1,391
Debt Service:				
Principal Retirement	555,032	555,032	555,032	-
Interest and Fiscal Charges	315,740	315,740	315,740	-
Total Expenditures	878,272	878,272	876,881	1,391
Excess of Revenues Under Expenditures	(878,272)	(878,272)	(876,881)	1,391
Other Financing Sources:				
Transfers In	870,774	870,774	870,774	-
Total Other Financing Sources	870,774	870,774	870,774	-
Net Change in Fund Balance	(7,498)	(7,498)	(6,107)	1,391
Fund Balance at Beginning of Year	112,402	112,402	112,402	-
Fund Balance at End of Year	\$ 104,904	\$ 104,904	\$ 106,295	\$ 1,391

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive(Negative)
Revenues:				
Special Assessments	\$ 123,500	\$ 123,500	\$ 108,501	\$ (14,999)
Total Revenues	123,500	123,500	108,501	(14,999)
Expenditures:				
Current:				
General Government	9,600	9,600	9,541	59
Debt Service:				
Principal Retirement	472,210	472,210	465,000	7,210
Interest and Fiscal Charges	27,810	27,810	27,810	-
Total Expenditures	509,620	509,620	502,351	7,269
Excess of Revenues Under Expenditures	(386,120)	(386,120)	(393,850)	(7,730)
Other Financing Sources:				
Proceeds from the Sale of Bonds	420,000	420,000	425,000	5,000
Total Other Financing Sources	420,000	420,000	425,000	5,000
Net Change in Fund Balance	33,880	33,880	31,150	(2,730)
Fund Balance at Beginning of Year	208,735	208,735	208,735	-
Fund Balance at End of Year	\$ 242,615	\$ 242,615	\$ 239,885	\$ (2,730)

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NONMAJOR PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

To account for the financing of goods and services provided by one department to other departments within the City.

City Garage

To account for the operation of the City garage in which all City vehicles are repaired and maintained.

Civic Center Building and Land

To account for the rent paid by all departments housed in the Civic Center which is then used to operate and maintain the Civic Center.

Service Center Building and Land

To account for the rent paid by all departments housed in the Service Center which is then used to operate and maintain the Service Center.

CITY OF MIAMISBURG, OHIO
Combining Statement of Fund Net Assets
Internal Service Funds
December 31, 2006

	City Garage	Civic Center Building and Land	Service Center Building and Land	Total
<u>Assets:</u>				
Current Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 97,430	\$ 51,385	\$ 218,606	\$ 367,421
Supplies Inventory	115,777	6,933	913	123,623
Total Current Assets	<u>213,207</u>	<u>58,318</u>	<u>219,519</u>	<u>491,044</u>
Non-current Assets				
Capital Assets:				
Land	-	90,700	88,000	178,700
Buildings	8,211	1,328,911	538,594	1,875,716
Equipment	63,073	145,173	137,539	345,785
Less: Accumulated Depreciation	(54,973)	(1,006,196)	(438,454)	(1,499,623)
Total Capital Assets	<u>16,311</u>	<u>558,588</u>	<u>325,679</u>	<u>900,578</u>
Total Assets	<u>229,518</u>	<u>616,906</u>	<u>545,198</u>	<u>1,391,622</u>
<u>Liabilities:</u>				
Total Assets				
Accounts Payable	9,073	16,951	8,554	34,578
Accrued Salaries Payable	5,823	1,750	359	7,932
Intergovernmental Payable	3,166	910	200	4,276
Total Current Liabilities	<u>18,062</u>	<u>19,611</u>	<u>9,113</u>	<u>46,786</u>
Long Term Liabilities				
Compensated Absences Payable	9,394	1,713	-	11,107
Total Long Term Liabilities	<u>9,394</u>	<u>1,713</u>	<u>-</u>	<u>11,107</u>
Total Liabilities	<u>27,456</u>	<u>21,324</u>	<u>9,113</u>	<u>57,893</u>
<u>Net Assets:</u>				
Invested in Capital Assets	16,311	558,588	325,679	900,578
Unrestricted	185,751	36,994	210,406	433,151
Total Net Assets	<u>\$ 202,062</u>	<u>\$ 595,582</u>	<u>\$ 536,085</u>	<u>\$ 1,333,729</u>

CITY OF MIAMISBURG, OHIO
Combing Statement of Revenues, Expenses and
Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2006

	City Garage	Civic Center Building and Land	Service Center Building and Land	Total
Operating Revenues:				
Charges for Services	\$ 436,179	\$ 267,371	\$ 135,975	\$ 839,525
Total Operating Revenue	436,179	267,371	135,975	839,525
Operating Expenses:				
Personal Services	170,885	45,482	8,326	224,693
Contractual Services	72,432	239,339	38,342	350,113
Supplies and Materials	162,807	16,935	6,020	185,762
Depreciation	2,241	33,652	20,905	56,798
Total Operating Expenses	408,365	335,408	73,593	817,366
Operating Income (Loss)	27,814	(68,037)	62,382	22,159
Transfers Out	-	-	(37,073)	(37,073)
Change in Net Assets	27,814	(68,037)	25,309	(14,914)
Net Assets at Beginning of Year	174,248	663,619	510,776	1,348,643
Net Assets at End of Year	\$ 202,062	\$ 595,582	\$ 536,085	\$ 1,333,729

CITY OF MIAMISBURG, OHIO
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2006

	<u>City Garage</u>	<u>Civic Center Building and Land</u>	<u>Service Center Building and Land</u>	<u>Total</u>
<u>Increase (Decrease) in Cash and Cash Equivalents</u>				
Cash Flows from Operating Activities:				
Cash Received from Interfund Services Provided	\$ 436,179	\$ 267,371	\$ 135,975	\$ 839,525
Cash Payments to Employees for Services and Benefits	(204,041)	(46,143)	(8,023)	(258,207)
Cash Payments to Suppliers for Goods and Services	<u>(248,721)</u>	<u>(255,839)</u>	<u>(45,672)</u>	<u>(550,232)</u>
Net Cash Provided (Used) by Operating Activities	<u>(16,583)</u>	<u>(34,611)</u>	<u>82,280</u>	<u>31,086</u>
Cash Flows from Noncapital Financing Activities:				
Transfers Out	<u>-</u>	<u>-</u>	<u>(37,073)</u>	<u>(37,073)</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Capital Assets	<u>-</u>	<u>-</u>	<u>(21,800)</u>	<u>(21,800)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(16,583)	(34,611)	23,407	(27,787)
Cash and Cash Equivalents Beginning of Year	<u>114,013</u>	<u>85,996</u>	<u>195,199</u>	<u>395,208</u>
Cash and Cash Equivalents End of Year	<u>\$ 97,430</u>	<u>\$ 51,385</u>	<u>\$ 218,606</u>	<u>\$ 367,421</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>				
Operating Income (Loss)	\$ 27,814	\$ (68,037)	\$ 62,382	\$ 22,159
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:				
Depreciation	2,241	33,652	20,905	56,798
Changes in Assets and Liabilities				
(Increase) Decrease in Supplies Inventory	(15,531)	(1,354)	237	(16,648)
Increase (Decrease) in Accounts Payable	2,049	1,789	(1,547)	2,291
Increase (Decrease) in Accrued Salaries Payable	(642)	378	200	(64)
Increase in Intergovernmental Payable	365	256	103	724
Decrease in Compensated Absences Payable	<u>(32,879)</u>	<u>(1,295)</u>	<u>-</u>	<u>(34,174)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (16,583)</u>	<u>\$ (34,611)</u>	<u>\$ 82,280</u>	<u>\$ 31,086</u>

COMBINING STATEMENTS – FIDUCIARY FUNDS

AGENCY FUNDS

To account for assets held by the City as an agent for individuals, private organizations, other governmental units.

Board of Building Standard Assessment

To account for a State assessed fee collected for the acceptance and approval of plans and specifications and for making inspections. The monies are distributed to the State monthly.

Downtown Development

To account for grants and donations received to support the Downtown Development group who is responsible for planning downtown development and attracting new businesses to the City's downtown area.

Municipal Court

To account for the collection and distribution of court fines and forfeitures.

Satellite Juvenile Court

To account for the collection of court fines and forfeitures associated with the satellite juvenile court established within the City.

CITY OF MIAMISBURG, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2006

	Balance 1/1/2006	Additions	Reductions	Balance 12/31/2006
<u>Board of Building Standards Assessment:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 430	\$ 1,955	\$ 2,357	\$ 28
Total Assets	<u>\$ 430</u>	<u>\$ 1,955</u>	<u>\$ 2,357</u>	<u>\$ 28</u>
Liabilities:				
Undistributed Monies	\$ 430	\$ 1,955	\$ 2,357	\$ 28
Total Liabilities	<u>\$ 430</u>	<u>\$ 1,955</u>	<u>\$ 2,357</u>	<u>\$ 28</u>
<u>Downtown Development:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 411,506	\$ 344,038	\$ 411,506	\$ 344,038
Total Assets	<u>\$ 411,506</u>	<u>\$ 344,038</u>	<u>\$ 411,506</u>	<u>\$ 344,038</u>
Liabilities:				
Accounts Payable	\$ 9,968	\$ 21,708	\$ 9,968	\$ 21,708
Undistributed Monies	401,538	322,330	401,538	322,330
Total Liabilities	<u>\$ 411,506</u>	<u>\$ 344,038</u>	<u>\$ 411,506</u>	<u>\$ 344,038</u>
<u>Municipal Court:</u>				
Assets:				
Cash and Cash Equivalents with Fiscal Agents	\$ 112,374	\$ 1,254,187	\$ 1,231,441	\$ 135,120
Total Assets	<u>\$ 112,374</u>	<u>\$ 1,254,187</u>	<u>\$ 1,231,441</u>	<u>\$ 135,120</u>
Liabilities:				
Due to Other Governments	\$ 50,933	\$ 719,239	\$ 699,515	\$ 70,657
Undistributed Monies	61,441	534,948	531,926	64,463
Total Liabilities	<u>\$ 112,374</u>	<u>\$ 1,254,187</u>	<u>\$ 1,231,441</u>	<u>\$ 135,120</u>
<u>Satellite Juvenile Court:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 33,839	\$ 43,127	\$ 44,802	\$ 32,164
Total Assets	<u>\$ 33,839</u>	<u>\$ 43,127</u>	<u>\$ 44,802</u>	<u>\$ 32,164</u>
Liabilities:				
Undistributed Monies	\$ 33,839	\$ 43,127	\$ 44,802	\$ 32,164
Total Liabilities	<u>\$ 33,839</u>	<u>\$ 43,127</u>	<u>\$ 44,802</u>	<u>\$ 32,164</u>
<u>Total - All Agency Funds</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 445,775	\$ 389,120	\$ 458,665	\$ 376,230
Cash and Cash Equivalents with Fiscal Agents	112,374	1,254,187	1,231,441	135,120
Total Assets	<u>\$ 558,149</u>	<u>\$ 1,643,307</u>	<u>\$ 1,690,106</u>	<u>\$ 511,350</u>
Liabilities:				
Accounts Payable	\$ 9,968	\$ 21,708	\$ 9,968	\$ 21,708
Due to Other Governments	50,933	719,239	699,515	70,657
Undistributed Monies	497,248	902,360	980,623	418,985
Total Liabilities	<u>\$ 558,149</u>	<u>\$ 1,643,307</u>	<u>\$ 1,690,106</u>	<u>\$ 511,350</u>

**STATISTICAL
SECTION**

STATISTICAL SECTION

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

Contents:

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. These schedules can be found on pages 103 to 109.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's most significant local revenue source, income and property taxes. These schedules can be found on pages 110 to 119.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt as well as the City's ability to issue additional debt in the future. These schedules can be found on pages 120 to 124.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. These schedules can be found on pages 125 and 127.

Operating Information

These schedules contain information about the City's operation and resources to help the reader understand how the City's financial information relates to the services provided and activities performed. These schedules can be found on pages 128 to 133.

Sources: Unless otherwise noted, the information in these schedules is derived from the City's annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in 2003; schedules presenting government-wide information begin with that fiscal year.

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City of Miamisburg, Ohio

Net Assets By Component

Last Four Years (1)

(Accrual Basis of Accounting)

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$ 15,965,795	\$ 15,058,785	\$ 14,540,173	\$ 14,170,838
Restricted:				
Municipal Trust	5,217,516	5,165,635	5,471,238	5,568,525
Debt Service	-	321,139	315,841	551,822
Capital Projects	290,546	29,937	30,023	126,598
Other Purposes	1,670,984	1,135,246	994,016	920,742
Unrestricted	<u>8,245,909</u>	<u>8,364,236</u>	<u>6,608,452</u>	<u>6,612,955</u>
<i>Total Governmental Activities Net Assets</i>	<u><u>31,390,750</u></u>	<u><u>30,074,978</u></u>	<u><u>27,959,743</u></u>	<u><u>27,951,480</u></u>
Business Type - Activities				
Invested in Capital Assets, Net of Related Debt	19,010,341	18,419,368	16,478,496	16,355,330
Restricted:				
Debt Service	1,607,742	1,586,970	1,587,897	1,491,282
Unrestricted	<u>5,773,163</u>	<u>6,320,569</u>	<u>6,507,751</u>	<u>8,104,838</u>
<i>Total Business-Type Activities Net Assets</i>	<u><u>26,391,246</u></u>	<u><u>26,326,907</u></u>	<u><u>24,574,144</u></u>	<u><u>25,951,450</u></u>
Primary Government				
Invested in Capital Assets, Net of Related Debt	34,976,136	33,478,153	31,018,669	30,526,168
Restricted	8,786,788	8,238,927	8,399,015	8,658,969
Unrestricted	<u>14,019,072</u>	<u>14,684,805</u>	<u>13,116,203</u>	<u>14,717,793</u>
<i>Total Primary Government Net Assets</i>	\$ <u><u>57,781,996</u></u>	\$ <u><u>56,401,885</u></u>	\$ <u><u>52,533,887</u></u>	\$ <u><u>53,902,930</u></u>

(1) The city implemented the reporting requirements of GASB Statement No. 34 in 2003.

City of Miamisburg, Ohio
Changes in Net Assets
Last Four Years (1)
(Accrual Basis of Accounting)

	2006	2005	2004	2003
Program Revenues				
Governmental Activities:				
Charges for Services:				
Security of Persons and Property:	\$ 893,889	\$ 433,279	\$ 374,761	\$ 137,607
Public Health Services				
Leisure Time Activities	547,029	534,390	572,897	565,569
Community Environment	310,865	364,760	145,744	345,418
Basic Utility Services	1,007,896	998,087	803,317	41,226
General Government	1,332,743	1,384,289	1,401,710	1,349,683
Subtotal - Charges for Services	<u>4,092,422</u>	<u>3,714,805</u>	<u>3,298,429</u>	<u>2,439,503</u>
Operating Grants and Contributions:				
Security of Persons and Property:	115,035	165,292	171,835	28,994
Leisure Time Activities	37,297	52,910	29,337	34,263
Community Environment	-	-	156,565	-
Transportation	1,013,223	1,160,138	932,078	948,877
General Government	30,148	228,374	310,154	228,766
Subtotal - Operating Grants and Contributions	<u>1,195,703</u>	<u>1,606,714</u>	<u>1,599,969</u>	<u>1,240,900</u>
Capital Grants and Contributions:				
Community Environment	443,287	366,024	296,825	117,689
Transportation	-	304,009	-	41,645
Subtotal - Capital Grants and Contributions	<u>443,287</u>	<u>670,033</u>	<u>296,825</u>	<u>159,334</u>
<i>Total Governmental Activities Program Revenues</i>	<u>5,731,412</u>	<u>5,991,552</u>	<u>5,195,223</u>	<u>3,839,737</u>
Business-Type Activities:				
Charges for Services:				
Golf	1,505,366	1,557,556	1,477,373	1,556,069
Sewer	1,326,014	1,683,653	1,230,320	1,582,800
Water	1,695,581	1,926,385	1,781,171	1,788,847
Capital Grants and Contributions				
Golf	59,974	-	-	-
Sewer	37,920	768,400	63,670	-
Water	154,753	659,340	123,300	-
<i>Total Business-Type Activities Program Revenues</i>	<u>4,779,608</u>	<u>6,595,334</u>	<u>4,675,834</u>	<u>4,927,716</u>
<i>Total Primary Government Program Revenues</i>	<u>10,511,020</u>	<u>12,586,886</u>	<u>9,871,057</u>	<u>8,767,453</u>

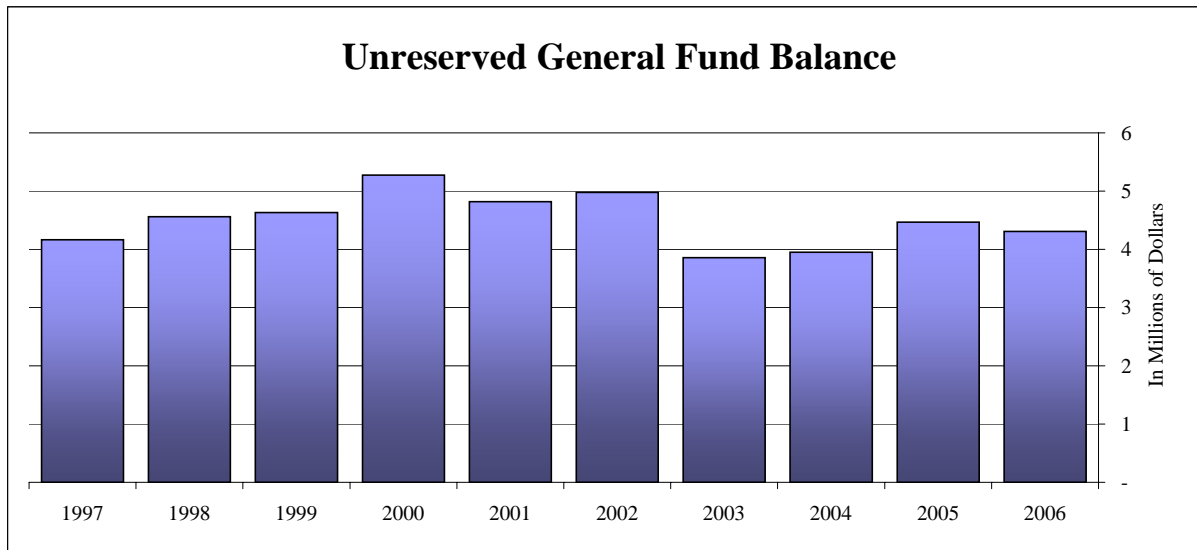
City of Miamisburg, Ohio
Changes in Net Assets (continued)
Last Four Years (1)
(Accrual Basis of Accounting)

	2006	2005	2004	2003
Expenses				
Governmental Activities:				
Security of Persons and Property:	\$ 8,606,873	\$ 8,180,766	\$ 8,151,633	\$ 7,875,782
Public Health Services	9,884	9,870	9,589	20,759
Leisure Time Activities	1,969,571	1,824,078	1,722,930	1,840,101
Community Environment	887,794	749,105	811,554	791,683
Basic Utility Services	923,728	1,055,637	855,388	955,714
Transportation	1,173,430	2,516,848	2,536,244	1,852,090
General Government	5,087,104	4,308,917	3,591,984	3,256,274
Interest and Fiscal Charges	171,176	157,778	164,253	321,460
<i>Total Governmental Activities Expenses</i>	<u>18,829,560</u>	<u>18,802,999</u>	<u>17,843,575</u>	<u>16,913,863</u>
Business-Type Activities				
Golf	1,743,078	1,758,533	1,747,294	1,560,630
Sewer	2,374,619	2,310,198	2,848,419	2,335,737
Water	2,353,812	2,437,757	3,055,816	2,290,007
<i>Total Business-Type Activities Expenses</i>	<u>6,471,509</u>	<u>6,506,488</u>	<u>7,651,529</u>	<u>6,186,374</u>
<i>Total Primary Government Program Expenses</i>	<u>25,301,069</u>	<u>25,309,487</u>	<u>25,495,104</u>	<u>23,100,237</u>
Net (Expense)/Revenue				
Governmental Activities	(13,098,148)	(12,811,447)	(12,648,352)	(13,074,126)
Business-Type Activities	(1,691,901)	88,846	(2,975,695)	(1,258,658)
<i>Total Primary Government Net Expense</i>	<u>(14,790,049)</u>	<u>(12,722,601)</u>	<u>(15,624,047)</u>	<u>(14,332,784)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities				
Taxes:				
Property and Other Local Taxes Levied For:				
General Purposes	1,712,858	1,482,543	1,484,939	1,545,189
Other Purposes	1,132,468	1,038,600	1,037,662	1,072,117
Municipal Income Taxes levied for:				
General Purposes	7,547,850	7,756,894	6,861,325	6,339,301
Capital Projects	1,354,033	1,516,918	1,608,613	1,894,305
Grants and Entitlements not Restricted to				
Specific Programs	1,447,287	2,213,690	891,847	1,541,450
Investment Income	744,658	317,553	383,389	460,101
Miscellaneous	562,205	625,479	452,494	171,461
Transfers	(87,439)	(24,995)	(63,654)	287,724
<i>Total Governmental Activities</i>	<u>14,413,920</u>	<u>14,926,682</u>	<u>12,656,615</u>	<u>13,311,648</u>
Business-Type Activities				
Municipal Income Taxes levied for:				
Other Purpose - Debt Service	1,439,893	1,477,693	1,358,174	1,354,591
Investment Income	208,277	161,229	140,972	95,559
Miscellaneous	20,631	-	35,589	171,151
Transfers	87,439	24,995	63,654	(287,724)
<i>Total Business-Type Activities Expenses</i>	<u>1,756,240</u>	<u>1,663,917</u>	<u>1,598,389</u>	<u>1,333,577</u>
<i>Total Primary Government General Revenues and Other Changes in Net Assets</i>	<u>16,170,160</u>	<u>16,590,599</u>	<u>14,255,004</u>	<u>14,645,225</u>
Change in Net Assets				
Governmental Activities	1,315,772	2,115,235	8,263	237,522
Business-Type Activities	64,339	1,752,763	(1,377,306)	74,919
<i>Total Primary Government Change in Net Assets</i>	<u>\$ 1,380,111</u>	<u>\$ 3,867,998</u>	<u>\$ (1,369,043)</u>	<u>\$ 312,441</u>

(1) The city implemented the reporting requirements of GASB Statement No. 34 in 2003.

City of Miamisburg, Ohio
Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2006	2005	2004	2003	2002
General Fund					
Reserved	\$ 1,336,814	\$ 1,250,764	\$ 1,303,101	\$ 1,229,731	\$ 1,209,240
Unreserved	4,305,392	4,468,294	3,948,029	3,855,075	4,979,383
Total General Fund	<u>5,642,206</u>	<u>5,719,058</u>	<u>5,251,130</u>	<u>5,084,806</u>	<u>6,188,623</u>
All Other Governmental Funds					
Reserved	293,245	282,967	362,703	308,457	408,548
Unreserved, Undesignated, Reported in:					
Special Revenue funds	1,954,039	1,773,559	1,497,706	1,466,866	1,204,938
Debt Service funds	343,660	321,139	315,841	269,545	195,558
Capital Projects funds	1,448,146	1,157,151	1,223,121	1,087,958	1,539,273
Municipal Trust fund	5,217,516	5,165,635	5,471,238	5,568,525	5,803,730
Total All Other Governmental Funds	<u>9,256,606</u>	<u>8,700,451</u>	<u>8,870,609</u>	<u>8,701,351</u>	<u>9,152,047</u>
Total Governmental Funds	<u>\$ 14,898,812</u>	<u>\$ 14,419,509</u>	<u>\$ 14,121,739</u>	<u>\$ 13,786,157</u>	<u>\$ 15,340,670</u>



	2001	2000	1999	1998	1997
\$	1,282,078	\$ 1,212,895	\$ 1,245,293	\$ 1,230,044	\$ 1,257,088
	<u>4,819,243</u>	<u>5,272,645</u>	<u>4,633,895</u>	<u>4,557,949</u>	<u>4,167,441</u>
	<u>6,101,321</u>	<u>6,485,540</u>	<u>5,879,188</u>	<u>5,787,993</u>	<u>5,424,529</u>
	413,834	1,412,606	1,126,350	614,717	1,081,573
	1,074,612	936,722	853,304	1,168,321	1,154,188
	136,752	158,137	116,373	127,950	107,947
	(953,213)	(1,026,839)	(771,672)	(753,872)	138,866
	<u>5,490,674</u>	<u>5,325,295</u>	<u>5,304,663</u>	<u>5,292,849</u>	<u>5,287,910</u>
	<u>6,162,659</u>	<u>6,805,921</u>	<u>6,629,018</u>	<u>6,449,965</u>	<u>7,770,484</u>
\$	<u>12,263,980</u>	<u>13,291,461</u>	<u>12,508,206</u>	<u>12,237,958</u>	<u>13,195,013</u>

City of Miamisburg, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2006	2005	2004	2003
Revenues				
Municipal Income Taxes	\$ 8,787,895	\$ 8,488,252	\$ 8,216,941	\$ 8,253,164
Property and Other Taxes	2,871,766	2,589,840	2,535,613	2,534,059
Intergovernmental	2,976,349	4,178,846	3,166,235	2,565,022
Special Assessments	187,574	144,391	136,048	123,178
Charges for Services	2,470,870	2,211,550	1,897,113	868,767
Fines, Licenses and Permits	1,457,455	1,343,304	1,290,019	1,330,279
Interest	744,658	317,553	383,389	460,101
Donations	81,702	75,228	67,278	38,283
Other	562,205	625,479	563,791	288,092
<i>Total Revenues</i>	<u>20,140,474</u>	<u>19,974,443</u>	<u>18,256,427</u>	<u>16,460,945</u>
Expenditures				
Current:				
Security of Persons and Property	8,563,341	7,965,270	7,651,046	7,283,751
Public Health Services	9,807	9,793	9,512	19,858
Leisure Time Activities	1,903,058	1,699,757	1,566,566	1,665,174
Community Environment	875,220	838,778	770,468	779,392
Basic Utility Services	760,214	882,645	785,056	784,303
Transportation	1,096,223	1,305,762	1,335,668	1,429,618
General Government	4,035,685	4,308,329	3,443,084	3,111,544
Capital Outlay	2,308,825	1,894,447	1,814,535	2,671,986
Debt Service:				
Principal Retirement	354,469	379,285	364,109	333,940
Interest and Fiscal Charges	173,963	158,942	165,348	324,254
<i>Total Expenditures</i>	<u>20,080,805</u>	<u>19,443,008</u>	<u>17,905,392</u>	<u>18,403,820</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>59,669</u>	<u>531,435</u>	<u>351,035</u>	<u>(1,942,875)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	-	-	-	-
Special Assessment Bonds Issued	470,000	-	-	-
General Obligation Bonds Issued	-	-	-	-
Transfers In	1,079,336	806,931	850,394	1,572,762
Transfers Out	(1,129,702)	(794,295)	(876,260)	(1,154,593)
<i>Total Other Financing Sources (Uses)</i>	<u>419,634</u>	<u>12,636</u>	<u>(25,866)</u>	<u>418,169</u>
<i>Net Change in Fund Balances</i>	<u>\$ 479,303</u>	<u>\$ 544,071</u>	<u>\$ 325,169</u>	<u>\$ (1,524,706)</u>
Debt Service as a Percentage of Noncapital Expenditures	3.1%	3.2%	3.4%	4.4%

	2002	2001	2000	1999	1998	1997
\$	8,503,316	\$ 8,187,351	\$ 7,982,435	\$ 7,521,241	\$ 7,159,150	\$ 6,660,496
	2,360,257	2,522,094	2,507,751	2,312,024	2,283,456	2,227,915
	2,786,247	3,612,368	2,988,814	2,180,686	2,298,216	3,085,471
	143,822	123,261	127,192	119,440	108,147	101,607
	846,939	849,413	772,874	870,183	804,793	711,355
	1,344,226	1,205,191	1,135,055	942,477	933,328	916,987
	1,040,034	1,239,873	857,735	527,414	1,002,973	1,013,126
	47,648	37,610	18,056	10,946	22,403	21,367
	488,392	236,760	302,151	490,547	323,494	227,124
	<u>17,560,881</u>	<u>18,013,921</u>	<u>16,692,063</u>	<u>14,974,958</u>	<u>14,935,960</u>	<u>14,965,448</u>
	6,819,330	6,568,833	6,866,555	5,920,410	5,706,492	5,639,243
	18,721	22,292	25,124	23,204	26,218	11,816
	1,609,441	1,592,359	1,273,669	1,594,091	1,543,410	1,430,634
	749,570	730,960	673,566	677,838	679,280	612,374
	785,388	748,114	713,346	623,456	715,999	720,494
	1,217,716	1,078,836	1,093,144	1,128,197	1,023,613	933,786
	5,128,330	3,978,192	2,844,460	2,628,586	2,676,863	2,649,615
	2,134,797	3,457,818	2,675,671	1,905,816	3,327,976	5,047,238
	143,777	132,622	102,473	93,764	54,192	55,061
	115,596	156,960	137,526	152,291	109,038	90,745
	<u>18,722,666</u>	<u>18,466,986</u>	<u>16,405,534</u>	<u>14,747,653</u>	<u>15,863,081</u>	<u>17,191,006</u>
	<u>(1,161,785)</u>	<u>(453,065)</u>	<u>286,529</u>	<u>227,305</u>	<u>(927,121)</u>	<u>(2,225,558)</u>
	-	6,500	-	19,077	6,975	32,878
	-	-	410,000	-	-	-
	3,910,000	-	-	-	740,000	-
	1,675,914	787,756	866,569	624,493	430,273	414,413
	<u>(1,800,183)</u>	<u>(1,017,756)</u>	<u>(772,191)</u>	<u>(624,493)</u>	<u>(1,170,273)</u>	<u>(414,413)</u>
	<u>3,785,731</u>	<u>(223,500)</u>	<u>504,378</u>	<u>19,077</u>	<u>6,975</u>	<u>32,878</u>
\$	<u>2,623,946</u>	<u>\$ (676,565)</u>	<u>\$ 790,907</u>	<u>\$ 246,382</u>	<u>\$ (920,146)</u>	<u>\$ (2,192,680)</u>
	1.6%	2.0%	1.8%	2.0%	1.3%	1.2%

City of Miamisburg, Ohio
Assessed Valuation and Estimated Actual Values of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2006	\$304,498,180	\$113,633,380	\$1,194,661,600	\$28,585,880	\$32,483,955
2005	266,321,275	103,569,385	1,056,830,457	28,417,130	32,292,193
2004	262,521,950	101,298,050	1,039,485,714	29,376,340	33,382,205
2003	256,503,080	100,525,970	1,020,083,000	30,849,610	35,056,375
2002	223,691,410	87,612,370	889,439,371	27,966,680	31,780,318
2001	216,582,400	81,373,450	851,302,429	50,072,020	56,900,023
2000	208,898,730	78,358,680	820,735,457	49,115,780	55,813,386
1999	187,636,830	75,362,050	751,425,371	51,647,310	58,690,125
1998	183,131,190	75,124,490	737,873,371	49,866,530	56,666,511
1997	177,701,420	75,103,530	722,299,857	49,742,440	56,525,500

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. For collection year 2006 both types of general business tangible personal property were assessed at 18.75 percent. The percentage will be 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

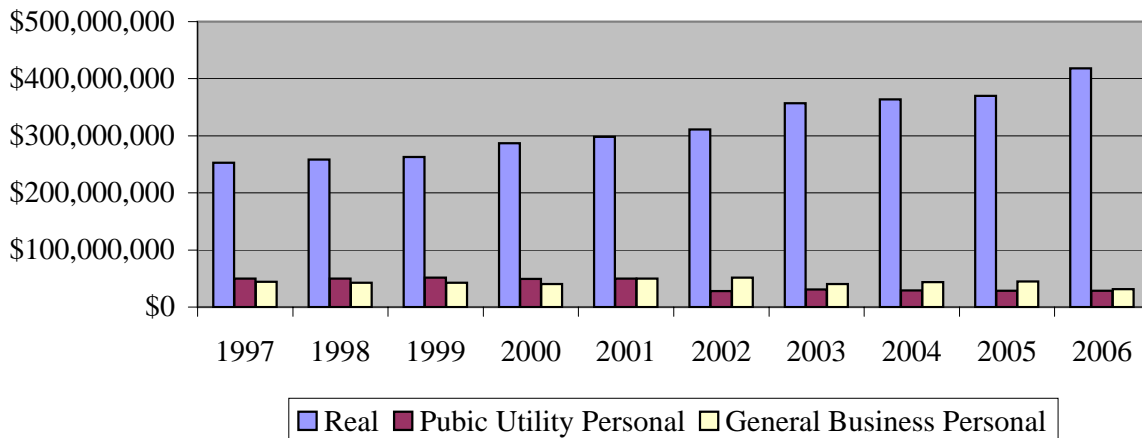
The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Source: County Auditor

Tangible Personal Property

General Business		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio
\$31,213,063	\$166,469,669	\$477,930,503	\$1,393,615,224	34.29%
44,653,249	178,612,996	442,961,039	1,267,735,646	34.94
43,797,033	175,188,132	436,993,373	1,248,056,051	35.01
40,567,400	162,269,600	428,446,060	1,217,408,975	35.19
51,339,673	205,358,692	390,610,133	1,126,578,382	34.67
49,992,696	199,970,784	398,020,566	1,108,173,235	35.92
40,438,443	161,753,772	376,811,633	1,038,302,616	36.29
42,828,738	171,314,952	357,474,928	981,430,448	36.42
42,828,738	171,314,952	350,950,948	965,854,835	36.34
44,307,558	177,230,232	346,854,948	956,055,589	36.28

Assessed Value of Taxable Property



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

	2006	2005	2004
Unvoted Millage			
Operating	2.40%	2.40%	2.40%
Fire Pension	0.30%	0.30%	0.30%
Police Pension	0.30%	0.30%	0.30%
Miami Conservancy District	0.13%	0.13%	0.13%
<i>Total Unvoted Millage</i>	<u>3.13%</u>	<u>3.13%</u>	<u>3.13%</u>
Charter Millage			
1977 Charter/Current Expense	0.90%	0.90%	0.90%
1990 Fire and EMS	3.00%	3.00%	3.00%
<i>Total Charter Millage</i>	<u>3.90%</u>	<u>3.90%</u>	<u>3.90%</u>
Total Millage	<u><u>7.03%</u></u>	<u><u>7.03%</u></u>	<u><u>7.03%</u></u>
Overlapping Rates by Taxing District			
Miamisburg City School District	46.63%	47.78%	46.92%
Montgomery County	18.24%	18.24%	18.24%
Montgomery County JVS	2.58%	2.58%	2.58%
Miami Township	0.18%	0.18%	0.18%
Library	1.25%	1.25%	0.26%

Source: County Auditor

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Charter millage is consistently applied to all types of property.

The real property tax rates for the voted levies of the overlapping taxing districts are reduced so that inflationary increases in value do not generate additional revenue.

Overlapping rates are those of local and county governments that apply to property owners within the City.

2003	2002	2001	2000	1999	1998	1997
2.40%	2.40%	2.40%	2.40%	2.40%	2.40%	2.40%
0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%
0.30%	0.30%	0.30%	0.30%	0.30%	0.30%	0.30%
0.13%	0.13%	0.13%	0.13%	0.13%	0.13%	0.13%
3.13%	3.13%	3.13%	3.13%	3.13%	3.13%	3.13%
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
3.00%	3.00%	3.00%	3.00%	3.00%	3.00%	3.00%
3.90%	3.90%	3.90%	3.90%	3.90%	3.90%	3.90%
7.03%	7.03%	7.03%	7.03%	7.03%	7.03%	7.03%
47.02%	47.70%	46.52%	46.88%	46.88%	44.63%	43.95%
17.24%	17.24%	17.24%	16.64%	16.64%	16.64%	16.64%
2.58%	2.58%	2.58%	2.58%	2.58%	2.58%	2.58%
0.18%	0.18%	0.18%	0.18%	0.18%	0.18%	0.18%
0.26%	0.26% #	0.26%	0.00%	0.26%	0.00%	0.72%

City of Miamisburg, Ohio
Principal Taxpayers - Real Estate Tax
 2006 and 1997

Taxpayer	2006	
	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Dayton Power and Light	\$30,152,570	7.21 %
Kettering Medical Center	6,022,080	1.44
Hieronimus Management	3,226,870	0.77
One Prestige Place Office	3,151,800	0.75
Plaza Associates	2,575,770	0.62
Dayton Corners Associates	2,547,810	0.61
HD Development	2,335,070	0.56
RLG Martins Drive LTD	2,271,110	0.54
Monarch Marking System	1,911,940	0.46
Topvalco Inc.	1,738,960	0.42
Total	\$55,933,980	13.38 %
Total Assessed Valuation	\$418,073,400	

Taxpayer	1997	
	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Dayton Power and Light	\$48,740,870	19.28 %
Ohio Bell Telephone Company	5,674,870	2.24
Monarch Marking	4,599,010	1.82
Dayton Corners Associates	3,254,480	1.29
One Prestige Plaza Office	2,714,490	1.07
Plaza Associates Ltd.	2,109,040	0.83
Kettering Medical Center	1,693,640	0.67
Heironymous Management	1,519,710	0.59
Health Care - Retirement CRP of America	1,380,040	0.55
Allied Company	1,306,340	0.52
Total	\$72,992,490	28.87 %
Total Assessed Valuation	\$252,804,950	

Source: County Auditor

(1) The amounts presented represent the assessed values upon which 2006 and 1997 collections were based.

City of Miamisburg, Ohio
Principal Income Tax Withholders
 2006

<i>2006</i>		
Employer	Withholdings (1)	Percentage of Total Withholdings
Kettering Medical Center Network	\$912,589	11.33 %
Paxar Americas, Inc.	592,889	7.36
Miamisburg Board of Education	491,676	6.10
City of Miamisburg	192,450	2.39
CH2M Hill Mound, Inc.	180,231	2.24
Reed Elsevier, Inc.	167,729	2.08
Huffy Corporation	126,307	1.57
O'Neil and Associates	126,083	1.57
Ceva Logistics US, Inc.	101,214	1.26
Dayton Power and Light	91,730	1.14
Total	<u>\$2,982,898</u>	<u>37.04 %</u>
Total Withholdings within the City	<u>\$8,053,684</u>	

(1) Source: City of Miamisburg Income Tax Department

Note: Comparable information was not available for 1997

City of Miamisburg, Ohio
Property Tax Levies And Collections
Last Ten Years

Year	Total Tax Levy	Current Tax Collections	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections
2006	\$2,733,168	\$2,646,896	96.84%	\$116,301	\$2,763,197
2005	2,620,734	2,505,275	95.59%	116,317	2,621,592
2004	2,573,905	2,498,471	97.07%	70,981	2,569,452
2003	2,997,335	2,633,004	87.84%	74,478	2,707,482
2002	2,373,983	2,288,975	96.42%	58,277	2,347,252
2001	2,457,546	2,394,550	97.44%	70,730	2,465,280
2000	2,040,699	1,995,969	97.81%	49,543	2,045,512
1999	1,943,297	1,737,273	89.40%	58,121	1,795,394
1998	1,846,183	1,682,705	91.15%	52,267	1,734,972
1997	1,805,635	1,648,321	91.29%	41,654	1,689,975

Source: County Auditor

<u>Percent of Total Tax Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Delinquent Taxes to Total Tax Levy</u>
101.10%	\$60,784	2.22%
100.03%	85,523	3.26%
99.83%	146,526	5.69%
90.33%	158,854	5.30%
98.87%	85,227	3.59%
100.31%	96,691	3.93%
100.24%	104,377	5.11%
92.39%	96,346	4.96%
93.98%	95,185	5.16%
93.59%	85,987	4.76%

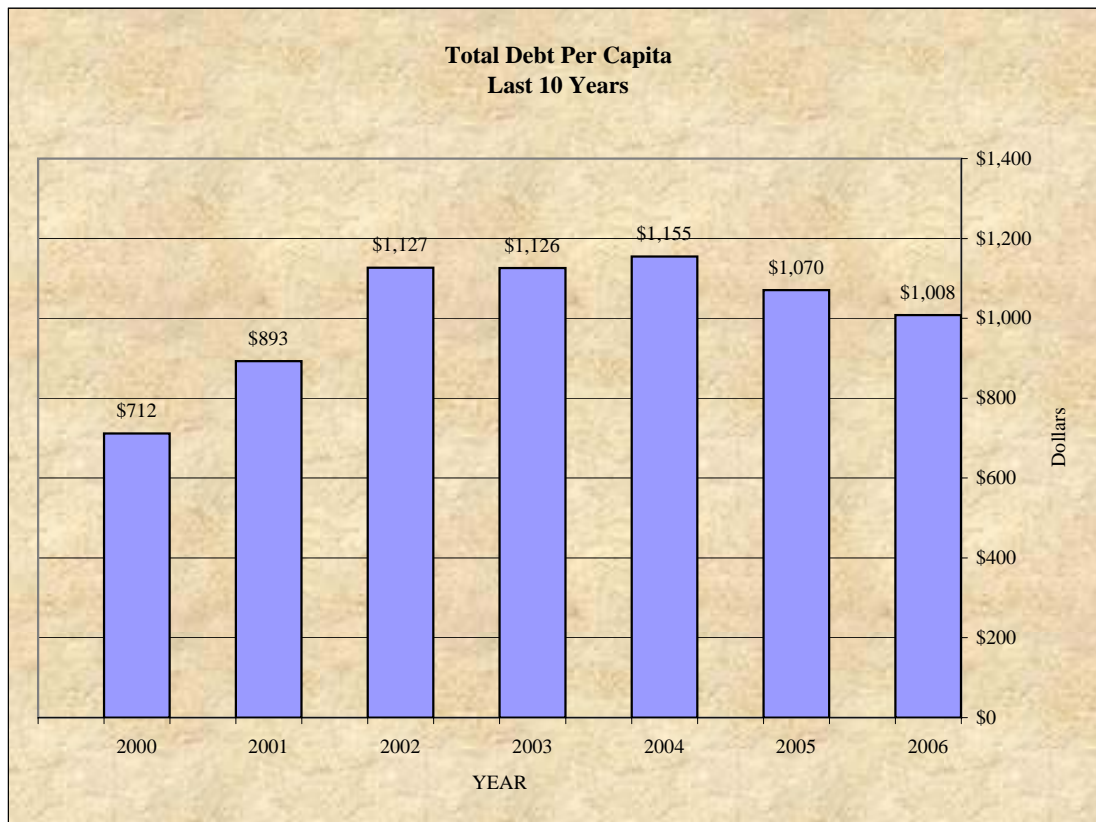
City of Miamisburg, Ohio
*Ratio of Outstanding Debt to
Total Personal Income and Debt Per Capita
Last Seven Years*

Year	Governmental Activities			General Obligation Bonds
	General Obligation Bonds	Special Assessment Bonds	Police Pension	
2006	\$3,265,000	\$665,000	\$250,593	\$6,055,000
2005	3,575,000	235,000	255,062	6,415,000
2004	3,910,000	275,000	259,347	6,760,000
2003	4,235,000	310,000	263,456	7,100,000
2002	4,530,000	345,000	267,396	5,893,642
2001	700,000	405,000	271,173	6,166,900
2000	775,000	459,000	274,795	1,945,000

Note: Population and Personal Income data are presented in following tables.

Business-Type Activities

<u>Mortgage Revenue Bonds</u>	<u>Golf Course Equipment</u>	<u>OPWC Loans</u>	<u>Total Debt</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
\$9,275,212		\$136,780	\$19,647,585	4.48%	\$1,008
10,229,287		152,343	20,861,692	4.76	1,070
11,138,362		167,905	22,510,614	5.13	1,155
9,847,437		187,142	21,943,035	5.00	1,126
10,702,873	24,854	191,247	21,955,012	5.01	1,127
9,603,690	45,174	206,811	17,398,748	3.97	893
10,119,510	71,918	222,373	13,867,596	3.16	712



City of Miamisburg, Ohio
*Ratio of General Obligation Bonded Debt to Assessed
Value and Bonded Debt Per Capita
Last Seven Years*

Year	Population (1)		Estimated Actual Value of Taxable Property (2)	Gross Bonded Debt (3)	Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property	Net Bonded Debt Per Capital
2006	19,489	b	\$1,393,615,224	\$19,085,000	1.37 %	\$979.27
2005	19,489	b	1,267,735,646	20,760,000	1.64	\$1,065.22
2004	19,489	b	1,248,056,051	22,400,000	1.79	\$1,149.37
2003	19,489	b	1,217,408,975	21,825,000	1.79	\$1,119.86
2002	19,489	b	1,126,578,382	21,820,000	1.94	\$1,119.61
2001	19,489	b	1,108,173,235	17,215,000	1.55	\$883.32
2000	19,489	b	1,038,302,616	13,640,000	1.31	\$699.88

Sources:

(1) U. S. Bureau of Census, Census of Population.
(b) 2000 Federal Census

(2) Montgomery County Auditor

(3) Includes all general obligation bonded debt with the exception
of Special Assessment debt.

City of Miamisburg, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2006

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City
Direct - City of			
General Obligation Bonds	\$3,265,000	100%	\$3,265,000
Special Assessment Bonds	665,000	100%	665,000
Police Pension	250,593	100%	250,593
<i>Total Direct Debt</i>	<u>4,180,593</u>		<u>4,180,593</u>
Overlapping			
Miamisburg City School District	7,925,000	48.4%	3,835,700
Montgomery County	<u>46,399,375</u>	4.4%	2,041,573
<i>Total Overlapping Debt</i>	<u>54,324,375</u>		<u>2,041,573</u>
Total	<u><u>\$58,504,968</u></u>		<u><u>\$6,222,166</u></u>

Source: County Auditor

(1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.

City of Miamisburg, Ohio

Legal Debt Margin

Last Ten Years

	2006	2005	2004	2003
Total Assessed Property Value	<u>\$477,930,503</u>	<u>\$442,961,039</u>	<u>\$436,993,373</u>	<u>\$428,446,060</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>50,182,703</u>	<u>46,510,909</u>	<u>45,884,304</u>	<u>44,986,836</u>
Total Gross Indebtedness	19,886,777	21,572,343	23,192,905	22,607,141
Less:				
General Obligation Bonds Issued in Anticipation of the Collection of Special Assessments	(665,000)	(235,000)	(275,000)	(310,000)
General Obligation Bonds Issued in Anticipation of the Collection of Municipal Income Tax to be Applied to Debt Service	(1,105,000)	(1,270,000)	(1,430,000)	(540,000)
General Obligation Bonds to be Paid from Proprietary Funds Revenue	(8,150,000)	(8,515,000)	(8,865,000)	(7,050,000)
Mortgage Revenue Refunding Bonds to be Paid from Enterprise Fund Revenues	(6,565,000)	(7,400,000)	(8,195,000)	(8,955,000)
Notes Issued in Anticipation of the Collection of Municipal Income Tax to be Applied to Debt Service	0	(425,000)	(350,000)	(285,000)
Notes to be Paid from Enterprise Fund Revenue	(136,777)	(152,343)	(167,905)	(187,141)
General Obligation Bond Retirement Fund Balance	<u>(104,775)</u>	<u>(112,403)</u>	<u>(117,143)</u>	<u>(115,129)</u>
Total Net Debt Applicable to Debt Limit	<u>3,160,225</u>	<u>3,462,597</u>	<u>3,792,857</u>	<u>5,164,871</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$47,022,478</u>	<u>\$43,048,312</u>	<u>\$42,091,447</u>	<u>\$39,821,965</u>
Legal Debt Margin as a Percentage of the Debt Limit	93.70%	92.56%	91.73%	88.52%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$26,286,178</u>	<u>\$24,362,857</u>	<u>\$24,034,636</u>	<u>\$23,564,533</u>
Total Gross Indebtedness	19,886,777	21,572,343	23,192,905	22,607,141
Less:				
General Obligation Bonds Issued in Anticipation of the Collection of Special Assessments	(665,000)	(235,000)	(275,000)	(310,000)
General Obligation Bonds Issued in Anticipation of the Collection of Municipal Income Tax to be Applied to Debt Service	(1,105,000)	(1,270,000)	(1,430,000)	(540,000)
General Obligation Bonds to be Paid from Proprietary Funds Revenue	(8,150,000)	(8,515,000)	(8,865,000)	(7,050,000)
Mortgage Revenue Refunding Bonds to be Paid from Enterprise Fund Revenues	(6,565,000)	(7,400,000)	(8,195,000)	(8,955,000)
Notes Issued in Anticipation of the Collection of Municipal Income Tax to be Applied to Debt Service	0	(425,000)	(350,000)	(285,000)
Notes to be Paid from Enterprise Fund Revenue	(136,777)	(152,343)	(167,905)	(187,141)
General Obligation Bond Retirement Fund Balance	<u>(104,775)</u>	<u>(112,403)</u>	<u>(117,143)</u>	<u>(115,129)</u>
Net Debt Within 5 ½ % Limitations	<u>3,160,225</u>	<u>3,462,597</u>	<u>3,792,857</u>	<u>5,164,871</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$23,125,953</u>	<u>\$20,900,260</u>	<u>\$20,241,779</u>	<u>\$18,399,662</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	87.98%	85.79%	84.22%	78.08%

Source: City Financial Records

2002	2001	2000	1999	1998	1997
<u>\$390,610,133</u>	<u>\$398,020,566</u>	<u>\$376,811,633</u>	<u>\$357,474,928</u>	<u>\$350,950,948</u>	<u>\$346,854,948</u>
<u>41,014,064</u>	<u>41,792,159</u>	<u>39,565,221</u>	<u>37,534,867</u>	<u>36,849,850</u>	<u>36,419,770</u>
25,238,884	22,257,780	20,386,781	20,936,559	17,130,499	17,674,521
(345,000)	(405,000)	(459,000)	(73,000)	(97,000)	(123,000)
(620,000)	(700,000)	(775,000)	(850,000)	(925,000)	(210,000)
(5,925,000)	(6,200,000)	(1,985,000)	(2,160,000)	(2,325,000)	(2,485,000)
(9,680,000)	(10,315,000)	(10,880,000)	(11,365,000)	(11,830,000)	(12,280,000)
(210,000)	(1,990,000)	(1,780,000)	(1,660,000)	(1,700,000)	(1,520,000)
(2,863,884)	(2,647,780)	(4,507,781)	(4,828,559)	(253,499)	(1,056,521)
(94,781)		0	0	0	0
<u>5,500,219</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$35,513,845</u>	<u>\$41,792,159</u>	<u>\$39,565,221</u>	<u>\$37,534,867</u>	<u>\$36,849,850</u>	<u>\$36,419,770</u>
86.59%	100.00%	100.00%	100.00%	100.00%	100.00%
<u>\$21,483,557</u>	<u>\$21,891,131</u>	<u>\$20,724,640</u>	<u>\$19,661,121</u>	<u>\$19,302,302</u>	<u>\$19,077,022</u>
25,238,884	22,257,780	20,386,781	20,936,559	17,130,499	17,674,521
(345,000)	(405,000)	(459,000)	(73,000)	(97,000)	(123,000)
(620,000)	(700,000)	(775,000)	(850,000)	(925,000)	(210,000)
(5,925,000)	(6,200,000)	(1,985,000)	(2,160,000)	(2,325,000)	(2,485,000)
(9,680,000)	(10,315,000)	(10,880,000)	(11,365,000)	(11,830,000)	(12,280,000)
(210,000)	(1,990,000)	(1,780,000)	(1,660,000)	(1,700,000)	(1,520,000)
(2,863,884)	(2,647,780)	(4,507,781)	(4,828,559)	(253,499)	(1,056,521)
(94,781)	0	0	0	0	0
<u>5,500,219</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$15,983,338</u>	<u>\$21,891,131</u>	<u>\$20,724,640</u>	<u>\$19,661,121</u>	<u>\$19,302,302</u>	<u>\$19,077,022</u>
74.40%	100.00%	100.00%	100.00%	100.00%	100.00%

City of Miamisburg, Ohio
Pledged Revenue Coverage
Water System and Sewer System Mortgage Revenue Bonds
Last Ten Years

Year	Revenues (1)	Direct Operating Expenses (2)	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
<u>SEWER</u>						
2006	\$2,016,274	\$1,546,299	\$469,975	\$735,000	\$327,740	0.44
2005	2,381,016	1,444,000	937,016	705,000	356,305	0.88
2004	1,764,670	1,924,755	(160,085)	680,000	383,555	(0.15)
2003	2,661,579	1,483,991	1,177,588	395,000	124,538	2.27
2002	2,494,575	1,370,019	1,124,556	380,000	141,068	2.16
2001	2,853,643	1,896,797	956,846	365,000	156,398	1.84
2000	2,500,112	1,484,514	1,015,598	350,000	170,748	1.95
1999	2,197,854	1,417,256	780,598	350,000	171,398	1.50
1998	1,994,815	1,113,706	881,109	335,000	184,147	1.70
1997	1,982,816	962,191	1,020,625	325,000	196,985	1.96
<u>WATER</u>						
2006	\$2,465,845	\$1,753,546	\$712,299	270,000	130,546	1.78
2005	2,706,715	1,826,046	880,669	255,000	144,197	2.21
2004	2,628,873	2,493,415	135,458	165,000	79,073	0.55
2003	2,235,810	1,641,637	594,173	155,000	88,838	2.44
2002	2,344,156	1,779,158	564,998	150,000	98,138	2.28
2001	2,264,636	1,455,062	809,574	140,000	106,608	3.28
2000	2,187,248	1,495,019	692,229	130,000	114,342	2.83
1999	2,548,485	1,576,730	971,755	130,000	114,343	3.98
1998	2,277,414	1,414,132	863,282	125,000	121,717	3.50
1997	1,843,263	1,259,338	583,925	120,000	128,678	2.35

- (1) Revenues are equal to operating revenues and income tax revenues used to pay mortgage revenue debt.
(2) Direct operating expenses do not include depreciation and amortization expense.

City of Miamisburg, Ohio

Principal Employers

2006

2006

Employer	Employees (1)	Percentage of Total City Employment
Kettering Medical Center Network	1,200	11.96%
Miamisburg Board of Education	674	6.72%
Paxar Americas, Inc.	601	5.99%
Kroger LTD Partnership	312	3.11%
Best Buy	275	2.74%
Heartland Employment Service, LLC	274	2.73%
City of Miamisburg	255	2.54%
Dayton Power and Light	250	2.49%
Ceva Logistics U.S., Inc.	249	2.48%
Bob Evans	242	2.41%
Total	<u>4,332</u>	<u>43.18%</u>
Total Employment within the City (2)	<u>10,033</u>	

(1) City of Miamisburg Income Tax Department

(2) US Census Bureau

Note: Comparable information was not available for 1997

City of Miamisburg, Ohio
Demographic and Economic Statistics
Last Seven Years

Year	Population (1)	Total Personal Income (4)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)
2006	19,489	\$438,580,456	\$22,504	\$48,316	37.5
2005	19,489	438,580,456	22,504	48,316	37.5
2004	19,489	438,580,456	22,504	48,316	37.5
2003	19,489	438,580,456	22,504	48,316	37.5
2002	19,489	438,580,456	22,504	48,316	37.5
2001	19,489	438,580,456	22,504	48,316	37.5
2000	19,489	438,580,456	22,504	48,316	37.5

(1) Source: U. S. Census

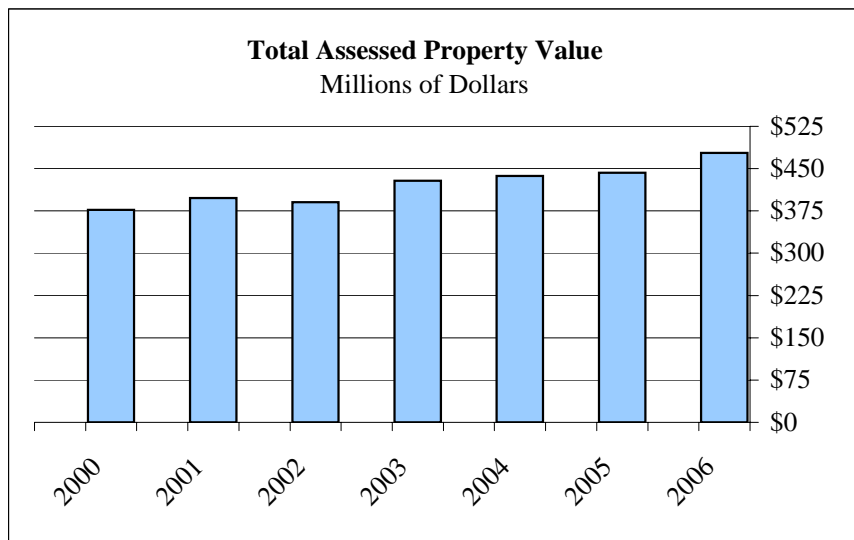
(a) Years 2000 through 2006 - 2000 Federal Census

(2) Source: Miamisburg City School District

(3) Source: Ohio Bureau of Employment Services

(4) Computation of per capita personal income multiplied by population

Information was not practically attainable prior to 2006.



Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Montgomery County Unemployment Rate (3)	Median Value of Residential Property (1)	Total Assessed Property Value (4)
2,421	5,537	5.8%	\$117,100	\$477,930,503
2,421	5,216	5.8	117,100	442,961,039
2,421	5,110	5.8	117,100	436,993,373
2,421	5,021	5.6	117,100	428,446,060
2,421	4,923	6.1	117,100	390,610,133
2,421	4,832	5.8	117,100	398,020,566
2,421	4,715	3.7	117,100	376,811,633



City of Miamisburg, Ohio
Full-Time Equivalent City Government Employees by Function/Program
 2006 (1)

Function/Program	2006
General Government	
Council	8.00
Finance	6.50
Tax	2.50
City Manager	4.50
Law	3.00
Administration	15.00
Engineer	5.00
Planning	1.00
Court	16.00
Public Building	6.50
Security of Persons and Property	
Police	35.00
Police - Dispatchers/Office/Other	9.00
Fire	40.00
Fire - Secretary - Other	1.00
Leisure Time Activities	
Recreation	8.50
Senior Center	3.50
Community Development	
Building	2.00
Economic Development	2.00
Transportation	
Service	3.00
Street M&R	9.50
Basic Utility Services	
Refuse	4.00
Water	11.00
Wastewater	6.00
Totals:	<u>202.50</u>

Source: City Payroll Department W2 Audit Listing

Method: Using 1.0 for each full-time employee and 0.50 for each part-time employee at year end. (Seasonal employees were not included).

(1) Information was not practical to obtain prior to 2006.

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City of Miamisburg, Ohio
Operating Indicators by Function/Program
2006 (1)

Function/Program	2006
General Government	
<i>Council and Clerk</i>	
Number of ordinances passed	71
Number of resolutions passed	44
Number of planning commission docket items	37
Zoning Board of Appeals docket items	31
<i>Finance Department</i>	
Number of checks/ vouchers issued	6,845
Amount of checks written	\$27,057,283
Interest earnings for fiscal year (cash basis)	\$824,714
Number of receipts issued	2,689
Agency Ratings - Moody's Financial Services	A1
Health insurance costs vs General Fund expenditures %	7.08%
General Fund receipts (cash basis in thousands)	\$14,417
General Fund expenditures (cash basis in thousands)	\$14,176
General Fund cash balances (in thousands)	\$4,657
<i>Income Tax Department</i>	
Number of individual returns	6,329
Number of business returns	1,437
Number of business withholding accounts	11,463
Amount of penalties and interest collected	\$21,203
<i>Municipal Court</i>	
Number of civil cases	2,337
Number of criminal cases	2,263
<i>Civil Service</i>	
Number of police entry tests administered	2
Number of hires of Fire/Medics from certified lists	3
Number of promotions from police certified lists	1
<i>Building Department Indicators</i>	
Number of permits issued	1,037
Estimated value of Construction	\$46,840,220
Amount of revenue generated from permits	\$274,846
Security of Persons & Property	
<i>Police</i>	
Total calls for services	28,047
Number of traffic citations issued	3,145
Number of parking citations issued	617
Number of criminal arrests	830
Part 1 Offenses (major offenses)	948
Animal Warden service calls responded to per annual report	75
Police Dept. auxiliary hours worked	100
DUI Arrests	160
Motor vehicle accidents	529
Fatalities from motor vehicle accidents	1
Gasoline costs of fleet	\$76,465
Juvenile referrals to Miamisburg courts	51
Juvenile arrests	222

City of Miamisburg, Ohio
Operating Indicators by Function/Program
 2006 (1)
 (Continued)

Function/Program	2006
<i>Fire</i>	
EMS calls	2,309
Ambulance billing collections (net)	\$487,852
Fire calls	1,411
Fires with loss	39
Fires with losses exceeding \$10K	4
Fire losses \$	\$218,200
Fire safety inspections	301
Leisure Time Activities	
<i>Recreation</i>	
Aquatic center receipts (cash basis)	\$310,933
Recreation program receipts (cash basis)	\$173,774
Senior center receipts (cash basis)	\$64,102
Trees planted per year	219
Holiday lights set up (hours)	160
Events supported per year	24
Events coordinated per year	7
Recreation programs offered	420
New programs offered	116
Aquatic center attendance	51,794
PipeStone rounds played	33,111
Mound rounds played	25,616
Basic Utility Services	
Refuse collected (tons)	7968.66
Newspapers collected for recycling (tons)	288.48
Co-mingled items collected for recycling	520.71
Percentage of residential recycling participation	75%
Percentage of refuse wastestream diverted to recycling	8%
Sanitary sewer lines cleaned by vac jet (miles)	50
Transportation	
Road Salt applied (tons)	3,648
Asphalt used for street and utility repairs (tons)	946.43
Gravel used for street and utility repairs (tons)	340.98
Leaves collected and recycled (cubic yards)	6,051
Water Department	
Water Rates per 1st 3000 Cu ft of water used	\$19.11
Avg. number of water accounts billed monthly (Cu. Ft.)	2,600
Total Water Collections Annually (cash basis)	\$1,705,508
Average daily water production	2.197 MGD
Wastewater Department	
Wastewater Rates per 1st 300 Cu ft of water used	\$20.59
Total water treated and distributed	801.79 MG
Total water treated and discharged	1275.58 MG
Average Daily Flow	3.5 MGD
Total flow of wastewater treatment plant	1.27 BGY

(1) Information was not practical to obtain prior to 2006.

City of Miamisburg, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years

Function/Program	2006	2005	2004	2003
General Government				
Square Footage Occupied	35,000	35,000	35,000	35,000
Inspection Vehicles	3	(A)	(A)	(A)
Municipal Court Vehicles	1	(A)	(A)	(A)
Police				
Stations	1	1	1	1
Vehicles	33	(A)	(A)	(A)
Fire				
Stations	2	2	2	2
Square Footage of Building	3,850	3,850	3,850	3,850
Vehicles	22	(A)	(A)	(A)
Recreation				
Number of Parks	21	21	20	20
Number of Pools	1	1	1	1
Number of Tennis Courts	3	3		
Number of Golf Courses	2	2	2	2
Number of Libraries	1	1	1	1
Number of Skateboarding Areas	1	1	(A)	(A)
Number of Baseball Diamonds	12	12	(A)	(A)
Number of Tot Lots	19	19	(A)	(A)
Number of Soccer Fields	15	15	(A)	(A)
Square Footage of Senior Center Building	14,148	14,148	14,148	14,148
Vehicles	12	(A)	(A)	(A)
Transportation				
Streets (miles)	115	126	126	126
Service Vehicles	31	(A)	(A)	(A)
Wastewater				
Sanitary Sewers (miles)	76	76	73	73
Storm Sewers (miles)	47	47	44	44
Vehicles	6	(A)	(A)	(A)
Water Department				
Water Lines (miles)	88	88	84	84
Vehicles	12	(A)	(A)	(A)

Source: City Department Records

Note:

(A) Information was not practical to obtain for prior years

2002	2001	2000	1999	1998	1997
35,000 (A) (A)	35,000 (A) (A)	35,000 (A) (A)	35,000 (A) (A)	35,000 (A) (A)	35,000 (A) (A)
1 (A)	1 (A)	1 (A)	1 # (A)	1 (A)	1 (A)
2 3,850 (A)	2 3,850 (A)	2 3,850 (A)	2 3,850 (A)	2 3,850 (A)	2 3,850 (A)
20 1	18 1	18 1	18 1	18 1	18 1
2 1 (A) (A) (A) (A)	2 1 (A) (A) (A) (A)	2 1 (A) (A) (A) (A)	2 1 (A) (A) (A) (A)	2 1 (A) (A) (A) (A)	2 1 (A) (A) (A) (A)
14,148 (A)	14,148 (A)	14,148 (A)	14,148 (A)	14,148 (A)	14,148 (A)
102 (A)	102 (A)	102 (A)	102 (A)	102 (A)	102 (A)
72 42 (A)	72 42 (A)	70 40 (A)	70 40 (A)	70 40 (A)	64 38 (A)
83 (A)	83 (A)	80 (A)	80 (A)	80 (A)	70 (A)

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Mary Taylor, CPA
Auditor of State

CITY OF MIAMISBURG

MONTGOMERY COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 13, 2007**