

CITY OF SHARONVILLE, OHIO

Hamilton County, Ohio



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2014



Dave Yost • Auditor of State

City Council
City of Sharonville
10900 Reading Road
Sharonville, Ohio 45241

We have reviewed the *Independent Auditor's Report* of the City of Sharonville, Hamilton County, prepared by Plattenburg & Associates, Inc., for the audit period January 1, 2014 through December 31, 2014. 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 Sharonville is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

October 5, 2015



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2014

Prepared by the Auditor's Office

Mark Piepmeier
City Auditor

and

M. Scott McKeehan, CPA
Deputy Auditor and Budget Director



TABLE OF CONTENTS

CITY OF SHARONVILLE
HAMILTON COUNTY, OHIO

I INTRODUCTORY SECTION

A Letter of Transmittalv
B Elected Officials xii
C City Organizational Chart xiii
D Certificate of Achievement for Excellence in Financial Reporting..... xiv

II FINANCIAL SECTION

A Independent Auditor’s Report.....1
B Management’s Discussion and Analysis.....3
C Basic Financial Statements:
 Government-wide Financial Statements:
 Statement of Net position12
 Statement of Activities14
 Fund Financial Statements:
 Governmental Funds:
 Balance Sheet16
 Reconciliation of Total Governmental Fund Balances to Net position of
 Governmental Activities.....18
 Statement of Revenues, Expenditures and Changes in Fund Balances20
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances to the Statement of Activities.....24
 Statement of Revenues, Expenditures and Changes in Fund Balance -
 Budget and Actual (Non-GAAP Budgetary Basis):
 General Fund25
 Fire Department Fund.....26
 Proprietary Funds:
 Statement of Net position28
 Statement of Revenues, Expenses and Changes in Fund Net position31
 Statement of Cash Flows32
 Fiduciary Funds:
 Statement of Net position34
 Statement of Changes in Net position.....35
Notes to the Basic Financial Statements.....36

D Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Financial Statements:

Combining Balance Sheet.....	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	75
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	80
Combining Balance Sheet – Nonmajor Debt Service Funds.....	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds.....	86
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	88
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	90

Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):

Major Governmental Funds:

<i>General Fund</i>	92
<i>Special Revenue Fund:</i>	
Fire Department Fund.....	96
<i>Capital Projects Fund:</i>	
Chester Road TIF Fund.....	97

Nonmajor Governmental Funds:

<i>Special Revenue Funds:</i>	
Street Construction, Maintenance and Repair Fund.....	98
State Highway Fund.....	99
Permissive Motor Vehicle Tax Fund.....	100
Federal Emergency Management Agency (FEMA) Fund.....	101
State Health Licenses Fund.....	102
Teen Fund.....	103
Law Enforcement Trust Fund.....	104
Drug Law Enforcement Fund.....	105
DUI Checkpoint Grant Fund.....	106
DUI Education and Enforcement Fund.....	107

Special Revenue Funds (Continued):

Mayor’s Court Computer Fund	108
Clerk of Courts Computer Fund	109
Confinement Reimbursement Fund.....	110
Community Oriented Policing Services (COPS) Grant Fund	111
Drug Enforcement Agency (DEA) Federal Sharing Fund	112
Termination Benefits Fund.....	113
Police Grants Fund	114

Debt Service Funds:

Note Debt Retirement Fund.....	115
Debt Retirement Fund	116
Special Assessment Bond Retirement Fund.....	117
Zind Lane Sewer Fund	118

Capital Projects Funds:

Capital Improvement Fund.....	119
Capital Improvement Issue II Fund	120
Issue II Mosteller / I-275 Fund.....	121
Downtown TIF Fund	122
Facility Improvement Fund	123
Fire Equipment Fund.....	124
Storm Water Fund	125

Fiduciary Funds – Agency Funds:

Combining Statement of Changes in Assets and Liabilities	128
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III

STATISTICAL SECTION

Net position by Component - Last Ten Years S 2
Changes in Net position - Last Ten Years S 4
Fund Balances, Governmental Funds - Last Ten Years S 8
Changes in Fund Balances, Governmental Funds - Last Ten Years S 10
Income Tax Revenues by Source, Governmental Funds - Last Ten Years S 14
Income Tax Collections - Current Year and Nine Years Ago S 17
Ratio of Outstanding Debt By Type - Last Ten Years S 18
Ratios of General Bonded Debt Outstanding - Last Ten Years S 20
Computation of Direct and Overlapping Debt Attributable to
Governmental Activities - Current Year S 23
Debt Limitations - Last Ten Years S 24
Pledged Revenue Coverage - Last Ten Years S 26
Demographic and Economic Statistics - Last Ten Years S 28
Principal Employers - Current Year and Nine Years Ago S 31
Full Time Equivalent Employees by Function - Last Ten Years S 32
Operating Indicators by Function - Last Ten Years S 34
Capital Asset Statistics by Function - Last Ten Years S 36

INTRODUCTORY SECTION



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

We are pleased to submit the eleventh Comprehensive Annual Financial Report for the City of Sharonville for the fiscal year ended December 31, 2014. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Introduction

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Sharonville (the "City") to conform to nationally recognized standards of excellence in financial reporting and to provide significantly enhanced financial information and accountability to its citizens. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This letter should be read in conjunction with the Management Discussion and Analysis (MD&A) that can be found immediately following the Independent Accountants' Report.

The Reporting Entity

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 61 *"The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34,"* in that the financial statements include all organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide financial benefit to or impose a financial burden on the City.

The City provides the following services to its residents and businesses: police and fire protection, emergency medical response, parks and recreational activities, planning, zoning, street maintenance, solid waste collection, income tax collection and other governmental services. In addition, the City owns and operates a convention center and a senior apartment complex, which are reported as enterprise funds.

The Community Improvement Corporation of Sharonville is reported as a discretely presented component unit in a separate column in the combined financial statements.

***Letter of Transmittal
For the Year Ended December 31, 2014***

The City of Sharonville

The City of Sharonville is located in Hamilton County in southwestern Ohio. The City is situated east of Interstate 75 and south of Interstate 275, approximately 15 miles north of downtown Cincinnati. Sharonville was originally settled in 1788 and was incorporated as a City in 1962. It is a Statutory City with a Mayor-Council form of government.

The legislative body of Sharonville consists of a seven-member Council whose members are elected to serve two-year terms. The chief executive and administrative officer of the City is the Mayor who is elected to a four-year term. The Law Director is elected to a four-year term and heads the Department of Law. The City Auditor, who is elected to a four-year term, supervises the Department of Finance and performs the powers, duties and functions of the fiscal officer of the City pursuant to the general laws of Ohio. In addition, the City Auditor is responsible for the administration, control, funding and payment of the City's debt. As the City's chief fiscal officer, the City Auditor maintains the City's accounting records. The City Treasurer is responsible for receiving and investing all funds of the City and is elected to a four-year term.

The Police Department consists of an authorized strength of 46 full-time officers and non-sworn administrative personnel (38 sworn and 9 support staff). The Department responds to approximately 2,000 service calls per month, and is made up of the Administrative Section, Patrol Division, Detective Division, and Clerical Section. In addition to preventive patrol, criminal investigations, and traffic safety, the Department is committed to offering a wide variety of crime prevention services while providing a community orientation program for all area businesses and residents. Other programs of the Department include D.A.R.E., Anti-Drug Prevention, Neighborhood Watch, and Crime Prevention. The Department also teaches safety programs in the City's schools and has the services of a full-time K-9 for drug investigation, searching and apprehension, and public relations.

The Fire Department is an ISO Class III department staffed 24 hours a day by 37 full-time and 37 part-time fire personnel and officers. Services offered by the Department include fire suppression, paramedic level emergency medical services, fire prevention and public education for children in kindergarten through eighth grade. The Department operates from three stations, which are located in the City.

Beginning in January 2015, the City's Board of Health is contracting with Hamilton County Public Health for Public health services. The City will continue employing a nurse under the direction of the Fire Department to provide valued nursing services to the seniors, school programs, and the rest of the community.

The Parks and Recreation Department offers a variety of facilities and a broad range of activities for all groups. The main community center is a 51,000 square foot facility that houses a fitness center, indoor running/walking track, a double gymnasium, a single gymnasium/multipurpose rental facility, locker rooms, pre-school nursery, aerobics and dance room, craft room, lounge and game area, and a family game area. Additionally, the Crescentville Family Center is a small satellite center that provides quality programs for all ages and drop-in usage of a lounge, video games and family game area. The Parks Division maintains 4 active parks, one of which is a 5 acre Fossil Park which includes educational signage, fossil hunting, and a one mile looped hiking trail. These parks contain 35 acres of green space and provide facilities for hiking, and picnicking as well as athletic facilities for baseball, football, soccer, tennis, basketball, horseshoes and volleyball. The City also maintains two public swimming pools.

***Letter of Transmittal
For the Year Ended December 31, 2014***

Services provided by the Public Works Department include brush pick-up, landscaping, tree trimming, roadside and facility mowing, and street sweeping. The Department is also responsible for parking lot maintenance, pothole repair, snow removal, street name and directional signage, street painting, street, curb and sidewalk repairs, and storm sewer and catch basin repair. The City provides solid waste collection through contracted service which is managed by the Public Works Department. The Department also manages the City offered recycling drop off sites and participates in the Hamilton County Residential Recycling Incentive Program. The Department also oversees the operation of Golden View Acres, a City-owned and operated 52-unit apartment complex for senior citizens.

The Sharonville Convention Center provides a beautiful and contemporary location for meetings, conventions, banquets, trade shows and public events for in Northern Cincinnati. Conveniently located 15 miles north of downtown Cincinnati, just off I-75 and I-275, the Sharonville Convention Center is easily accessible via all of the region's highways.

Economic Conditions and Outlook

The City of Sharonville is ideally located just 15 miles north of downtown Cincinnati along Interstate Highways 275 and 75. With Interstate Highway 71 only one mile away from the City limits, there are four interstate exits which provide access to the City. The City's strategic location has encouraged development in leading regional industries like tourism, transportation, engineering, automotive, and logistics.

The City of Sharonville is one of the few cities in the State of Ohio that does not levy property taxes, thus the City primarily relies upon income tax revenue. There are approximately 1,200 businesses within City limits which increase the daily population to roughly 39,000. The Economic Development Office has been working hard to improve business opportunities through creation of various incentive, retention, and attraction programs.

The City's tax structure, location, and existing business foundation, have been catalysts for establishing and maintaining a diverse income tax base which allows the City to continue preferred level of services in a challenging economic environment. The diversity can be seen in the top ten employers who collectively represent approximately 28% of the total income tax collections.

The City plans to exercise sound investment procedures to maximize the rates of the return. The City will continue the policy to issue short term debt for construction projects when the rates of return on investments exceed the interest on borrowed funds.

Major Initiatives

The City of Sharonville announced that a franchise agreement with an affiliate of Rolling Hills Hospitality to construct a Hyatt Place Hotel has been signed. The \$14 million, upscale, select service hotel will be connected to the Sharonville Convention Center, located in the Northern Lights Entertainment District. The anchor hotel development will bring additional economic impact to the region by attracting more conventions and tradeshow

***Letter of Transmittal
For the Year Ended December 31, 2014***

The District has also seen other investments including the infrastructure improvements along Chester road, building improvements and upgrades to the Fairfield Inn Hotel and the opening of new candy store. The Princeton School District is located at the Gateway of the Northern Lights District. Princeton will soon be home to the sixth largest public school facility in the state. The new campus will feature a 2,500 seat, arena style gymnasium, a 1,000 seat performance theater and a 500 seat natatorium. The district is scheduled to host several regional and national events. The \$120 million, phased construction is underway and is scheduled for completion in 2015.

Sharonville's USUI International Corporation a leading supplier of diesel fuel delivery systems for the automotive industry announced a \$20 million expansion project in 2014. They will add create 150 new jobs and retain 225. USUI also received Ford's Q1 Award, the highest designation for suppliers by the auto maker.

Two of the Region's top engineering firms announced plans to relocate to Sharonville. CHM2 Hill and BSI Engineers will be creating 290 positions in Sharonville. They will be relocating to Sharonville's Summit Woods Office Park. A new office building is under construction; Summit Woods IV will be a 106,000-square-foot, four-story class A office building. This building is the first speculative office building since the start of the recession built in the area.

Financial Information

Internal Control, Budgetary Control and the Accounting System

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. It is the belief of the City's administrative and financial management that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The City utilizes a fully-automated accounting system. The system, coupled with the manual auditing of each voucher prior to payment by the Auditor's Office, ensure that the financial information generated is both accurate and reliable.

In addition, the City maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by City Council.

***Letter of Transmittal
For the Year Ended December 31, 2014***

All funds other than the Community Improvement Corporation of Sharonville (CIC) and agency funds are included in the annual appropriated budget. The level of budgetary control (*i.e.*, the level at which expenditures cannot legally exceed the appropriated amount) is at the department level and within each department at the levels of personal services and other expenditures. Budgetary control is maintained by encumbering the estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders that result in overruns of budgeted balances are not released until additional appropriations are made available. Unencumbered amounts lapse at year-end. Appropriations, initial and supplemental, must be authorized by City Council.

As demonstrated by the statements and schedules included in the financial section of this Comprehensive Annual Financial Report, the City continues to meet its responsibility for sound fiscal management.

Other Information

Independent Audit

State statutes require an annual audit by independent certified public accountants. The basic financial statements of the City of Sharonville were audited by Plattenburg, Certified Public Accountants. Generally accepted auditing standards and the standards set forth in the General Accounting Office's Government Auditing Standards were used by the auditors in conducting the audit. The independent auditor's unmodified opinion has been included in the financial section of this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Sharonville for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2013. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards in state and local government financial reporting. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements respective to the reporting entity.

A Certificate of Achievement is valid for a period of one year only. We believe this current report continues to conform to the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting and we are submitting it to GFOA.

***Letter of Transmittal
For the Year Ended December 31, 2014***

Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the finance and administration department. Sincere appreciation is extended to all members of the department who assisted and contributed to the preparation of this report.

Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their guidance in the preparation of this report.

Finally, a special thanks to the Mayor and City Council for their interest and support in planning and conducting the government in a responsible and progressive manner.

Respectfully submitted,



M. Scott McKeehan
Finance Director



Mark Piepmeier
City Auditor



CITY OF SHARONVILLE, OHIO

***Elected Officials
For the Year Ended December 31, 2014***

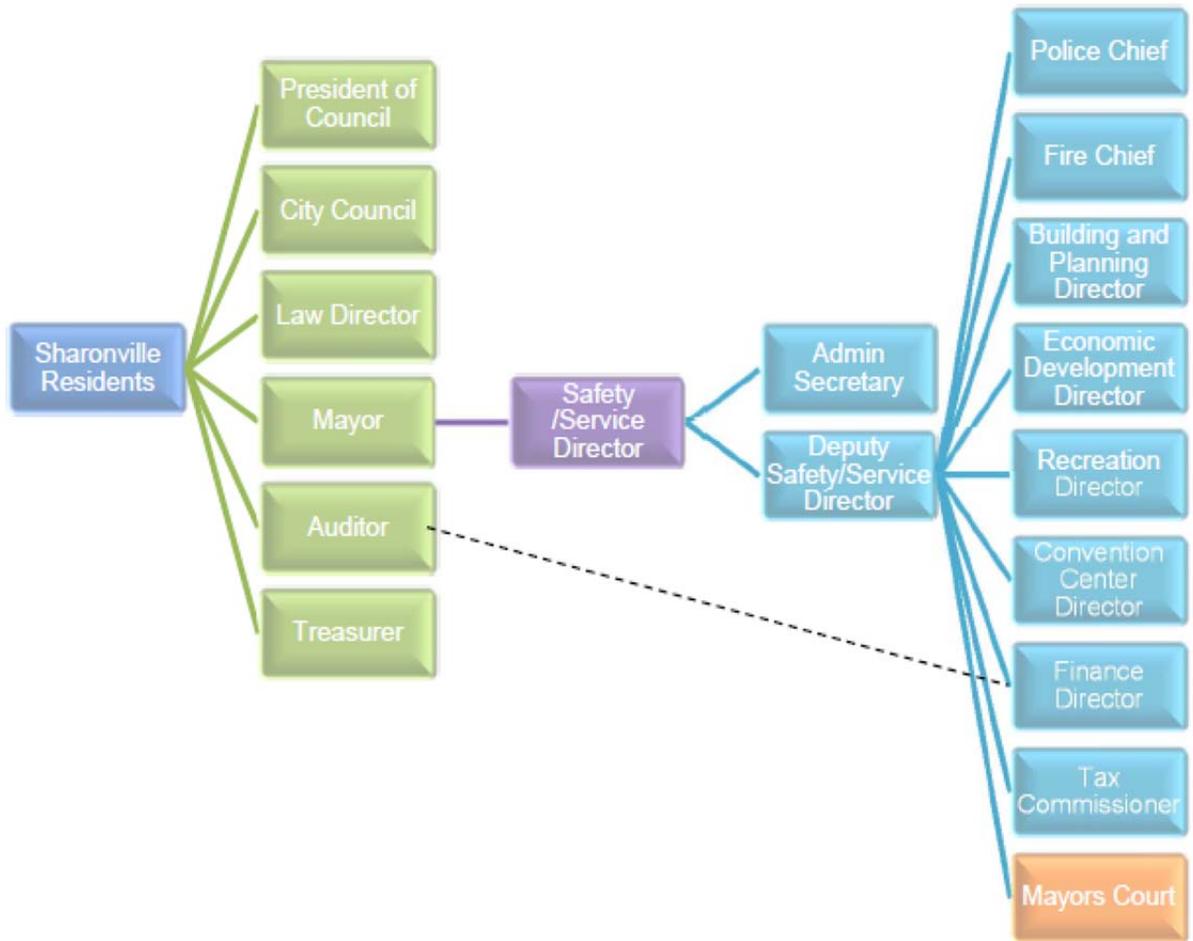
Office	Elected Official	Term Expires
Mayor	Kevin Hardman	12/31/2015
President of Council	Vicki Hoppe	12/31/2015
Council Ward 1	Ed Cunningham	12/31/2015
Council Ward 2	David Koch	12/31/2015
Council Ward 3	Kerry Rabe	12/31/2015
Council Ward 4	Robert Tankersley	12/31/2015
Council at Large	Greg Pugh	12/31/2015
Council at Large	Paul Schmidt	12/31/2015
Council at Large	Mathew Eggenberger	12/31/2015
Treasurer	Al Ledbetter	12/31/2017
Auditor	Mark Piepmeier	12/31/2015
Law Director	Thomas Keating	12/31/2015

Office	Official
Safety/Service Director	Jim Lukas
Deputy Safety/Service Director	Christine Thompson
Finance Director	Scott McKeehan
Tax Commissioner	Martha Cross Funk
Police Chief	Aaron Blasky
Fire Chief	Ralph Hammonds
Building and Planning Director	Richard Osgood
Public Works Director	Joe Kempe
Recreation Director	Sue Koetz
Convention Center Manager	Jim Downton
Economic Development Director	Chris Xiel Lyons

City Address:
Sharonville City Hall
10900 Reading Road
Sharonville, Ohio 45241

CITY OF SHARONVILLE, OHIO

**City Organizational Chart
For the Year Ended December 31, 2014**





Government Finance Officers Association

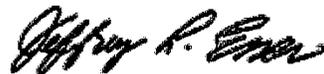
**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Sharonville
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013



Executive Director/CEO

FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager
City of Sharonville

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Sharonville (the City) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to 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 discretely presented component unit and remaining fund information of the City, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Fire Department Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2015, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Cincinnati, Ohio

June 26, 2015

The discussion and analysis of the City of Sharonville's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2014. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2014 are as follows:

- ❑ In total, net position increased by \$3,709,044. Net position of governmental activities increased by \$3,194,377, which represents a 6.6% increase from 2013. Net position of business-type activities increased by \$514,667, or 8.2% from 2013.
- ❑ General revenues accounted for \$25,353,903 in revenue, or 73.7% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$9,053,596, or 26.3% of total revenues of \$34,407,499.
- ❑ The City had \$26,124,910 in expenses related to governmental activities; only \$3,965,384 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily income taxes) of \$25,353,903 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$17,992,946 in revenues and other financing sources and \$16,456,038 in expenditures and other financing uses. The general fund's fund balance increased \$1,536,926.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Government-Wide Financial Statements

The government-wide statements report information about the City as a whole using accepting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net-position (the difference between the City's assets and liabilities) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as the City's tax base and the condition of the City's capital assets

The government-wide financial statements of the City are divided into two categories:

- *Governmental Activities* – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's convention center and senior citizen housing complex are reported as business activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular 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 accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**Management's Discussion and Analysis
For the Year Ended December 31, 2014**

Unaudited

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table is a comparison of the City's Net Position for the years ended December 31, 2014 and 2013:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$19,849,146	\$19,264,995	\$3,915,879	\$4,170,071	\$23,765,025	\$23,435,066
Capital assets, Net	43,262,066	41,128,902	35,864,094	36,678,655	79,126,160	77,807,557
Total assets	63,111,212	60,393,897	39,779,973	40,848,726	102,891,185	101,242,623
Deferred Outflows of Resources	36,256	50,759	32,415	64,834	68,671	115,593
Long-term debt outstanding	8,796,345	10,111,428	28,619,214	29,806,418	37,415,559	39,917,846
Other liabilities	2,369,795	1,706,349	4,415,225	3,335,507	6,785,020	5,041,856
Total liabilities	11,166,140	11,817,777	33,034,439	33,141,925	44,200,579	44,959,702
Deferred Inflows of Resources	647,313	487,241	0	1,508,353	647,313	1,995,594
Net position						
Net investment in capital assets	37,768,260	34,248,573	4,838,436	4,047,435	42,606,696	38,296,008
Restricted	5,833,900	6,858,105	0	0	5,833,900	6,858,105
Unrestricted	7,731,855	7,032,960	1,939,513	2,215,847	9,671,368	9,248,807
Total net position	\$51,334,015	\$48,139,638	\$6,777,949	\$6,263,282	\$58,111,964	\$54,402,920

CITY OF SHARONVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2014**

Unaudited

Changes in Net Position – The following table shows the changes in net position for the fiscal years 2014 and 2013:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues						
Program revenues:						
Charges for Services and Sales	\$1,739,648	\$1,679,506	\$1,941,413	\$1,896,973	\$3,681,061	\$3,576,479
Operating Grants and Contributions	2,036,397	2,010,617	3,146,799	2,871,154	5,183,196	4,881,771
Capital Grants and Contributions	189,339	2,511,272	0	0	189,339	2,511,272
Total Program revenues	3,965,384	6,201,395	5,088,212	4,768,127	9,053,596	10,969,522
General revenues:						
Income Taxes	22,289,746	22,211,407	0	0	22,289,746	22,211,407
Other Local Taxes	197,499	189,934	0	0	197,499	189,934
Property Taxes	490,620	547,938	0	0	490,620	547,938
Grants and Entitlements not Restricted to Specific Programs	1,139,430	1,917,434	0	0	1,139,430	1,917,434
Investment Earnings	155,836	85,082	0	0	155,836	85,082
Miscellaneous	1,080,772	551,581	0	0	1,080,772	551,581
Total General revenues	25,353,903	25,503,376	0	0	25,353,903	25,503,376
Total revenues	29,319,287	31,704,771	5,088,212	4,768,127	34,407,499	36,472,898
Program Expenses						
Security of Persons and Property	13,331,572	12,866,090	0	0	13,331,572	12,866,090
Public Health and Welfare Services	363,600	391,627	0	0	363,600	391,627
Leisure Time Activities	3,203,395	3,235,379	0	0	3,203,395	3,235,379
Community Environment	504,322	453,644	0	0	504,322	453,644
Basic Utility Services	611,860	518,709	0	0	611,860	518,709
Transportation	3,455,866	2,630,047	0	0	3,455,866	2,630,047
General Government	4,299,338	4,351,283	0	0	4,299,338	4,351,283
Interest and Fiscal Charges	354,957	364,632	0	0	354,957	364,632
Convention Center	0	0	4,349,039	4,376,503	4,349,039	4,376,503
Senior Citizen Housing	0	0	224,506	244,868	224,506	244,868
Total expenses	26,124,910	24,811,411	4,573,545	4,621,371	30,698,455	29,432,782
Total Change in Net Position	3,194,377	6,893,360	514,667	146,756	3,709,044	7,040,116
Beginning Net Position	48,139,638	41,246,278	6,263,282	6,116,526	54,402,920	47,362,804
Ending Net Position	\$51,334,015	\$48,139,638	\$6,777,949	\$6,263,282	\$58,111,964	\$54,402,920

Governmental Activities

Net position of the City's governmental activities increased by \$3,194,377. The increase was a result of revenues that outpaced expenses. Increases were experienced in income tax (due to local job growth and continued improvement in the regional economy), a continuation of maintaining lower operating expenses, and a reduction in outstanding bonds.

CITY OF SHARONVILLE, OHIO

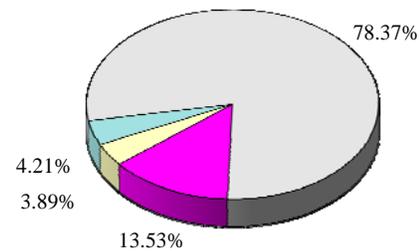
**Management's Discussion and Analysis
For the Year Ended December 31, 2014**

Unaudited

The City receives an income tax based on 1.5% of all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on income of residents earned outside the City.

Taxes made up 78.37% of revenues for governmental activities for the City in fiscal year 2014. The City's reliance upon tax revenues is demonstrated by the following graph:

Revenue Sources	2014	Percent of Total
Taxes	\$22,977,865	78.37%
Program Revenues	3,965,384	13.53%
Shared Revenues	1,139,430	3.89%
General Other	1,236,608	4.21%
Total Revenue	\$29,319,287	100.00%



Business-Type Activities

The net position of the business-type activities increased by \$514,667 during 2014. The Convention Center experienced increases in both Charges for Services and Sales revenue and expenses as the Center continued to grow following a multi-year expansion project that ended in early 2013.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$13,287,182, which is an increase from last year's balance of \$13,077,736. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2014 and 2013:

	Fund Balance December 31, 2014	Fund Balance December 31, 2013	Increase (Decrease)
General	\$9,863,997	\$8,327,071	\$1,536,926
Fire Department	1,696,247	1,796,241	(99,994)
Chester Road TIF	(3,161,951)	(2,102,560)	(1,059,391)
Other Governmental	4,888,889	5,056,984	(168,095)
Total	\$13,287,182	\$13,077,736	\$209,446

CITY OF SHARONVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2014**

Unaudited

General Fund – The City's General Fund balance increase is due to many factors. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2014	2013	Increase
	<u>Revenues</u>	<u>Revenues</u>	<u>(Decrease)</u>
Taxes	\$15,510,046	\$14,973,767	\$536,279
Intergovernmental Revenues	424,601	901,321	(476,720)
Charges for Services	359,915	368,499	(8,584)
Licenses and Permits	658,217	474,164	184,053
Investment Earnings	143,318	78,561	64,757
Fines and Forfeitures	308,043	339,465	(31,422)
All Other Revenue	588,806	304,583	284,223
Total	<u>\$17,992,946</u>	<u>\$17,440,360</u>	<u>\$552,586</u>

General Fund revenues in 2014 increased by 3.2% compared to revenues in fiscal year 2013. The most significant factor contributing to this increase was an increase in income tax revenue due to continued improvement in economic conditions.

	2014	2013	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Security of Persons and Property	\$5,930,406	\$5,806,108	\$124,298
Public Health and Welfare Services	368,868	387,357	(18,489)
Leisure Time Activities	2,597,876	2,624,265	(26,389)
Community Environment	499,794	467,141	32,653
Basic Utility Services	611,860	518,709	93,151
General Government	3,859,162	3,701,397	157,765
Total	<u>\$13,867,966</u>	<u>\$13,504,977</u>	<u>\$362,989</u>

The increase in General Fund expenditures was the result of the normal operations.

Fire Department Fund – The fund balance decreased by \$99,994 during 2014. The decrease in fund balance was primarily related to increased personnel costs, capital outlay and set-aside in a Capital Fund restricted for Fire Equipment.

***Management's Discussion and Analysis
For the Year Ended December 31, 2014***

Unaudited

Chester Road TIF Fund – The fund balance decreased by \$1,059,391 during the year due to completion of phases I and II of the infrastructure improvement projects in the TIF district.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2014 the City amended its General Fund budget several times.

For the General Fund, final budget basis revenue of \$16.7 million was \$48,042 higher when compared to the original budget estimates. The City increased appropriations by \$1.3 million to account for additional transfers to other funds with the largest amounts being used for capital equipment purchases and set-aside funds for scheduled facility maintenance items. The General Fund's actual results varied slightly from the final budgeted amounts. The General Fund provided an advance of \$505,000 to the Convention Center Fund to save on debt interest costs by retiring the final principal payment due June 1, 2015 during 2014. The General Fund had an adequate fund balance to cover expenditures.

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***Management's Discussion and Analysis
For the Year Ended December 31, 2014***

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2014 the City had \$79,126,160 net of accumulated depreciation invested in land, construction in progress, land improvements, buildings and improvements, machinery and equipment and vehicles. Of this total, \$43,262,066 was related to governmental activities and \$35,864,094 to the business-type activities. The following table shows fiscal year 2014 and 2013 balances:

	Governmental Activities		Increase (Decrease)
	2014	2013	
Land	\$6,639,810	\$6,639,810	\$0
Construction in Progress	1,666,187	6,702,598	(5,036,411)
Land Improvements	8,430,613	8,433,066	(2,453)
Buildings and Improvements	17,496,479	17,397,097	99,382
Infrastructure	31,865,621	23,958,872	7,906,749
Machinery and Equipment	3,253,876	2,886,769	367,107
Vehicles	5,865,002	4,626,154	1,238,848
Less: Accumulated Depreciation	(31,955,522)	(29,515,464)	(2,440,058)
Totals	<u>\$43,262,066</u>	<u>\$41,128,902</u>	<u>\$2,133,164</u>

	Business-Type Activities		Increase (Decrease)
	2014	2013	
Land	\$5,067,188	\$5,067,188	\$0
Land Improvements	365,840	365,840	0
Buildings and Improvements	35,348,590	35,274,315	74,275
Infrastructure	95,599	95,599	0
Machinery and Equipment	1,346,429	1,346,429	0
Vehicles	0	25,000	(25,000)
Less: Accumulated Depreciation	(6,359,552)	(5,495,716)	(863,836)
Totals	<u>\$35,864,094</u>	<u>\$36,678,655</u>	<u>(\$814,561)</u>

The primary increases in governmental activities' capital assets occurred in infrastructure. During 2014 the City completed several infrastructure projects throughout the City. Additionally, the business type activities experienced very little activity in 2014. Additional information on the City's capital assets can be found in Note 8.

***Management's Discussion and Analysis
For the Year Ended December 31, 2014***

Unaudited

Debt

At December 31, 2014, the City had \$4,923,806 in general obligation bonds outstanding, \$1,586,523 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Governmental Activities:		
General Obligation Bonds	\$4,263,806	\$5,590,329
Special Assessment Bonds	1,230,000	1,290,000
Compensated Absences	<u>3,302,539</u>	<u>3,231,099</u>
Total Governmental Activities	8,796,345	10,111,428
Business-Type Activities:		
General Obligation Bonds	660,000	1,878,087
Revenue Bonds	27,765,658	27,753,133
Compensated Absences	<u>193,556</u>	<u>175,198</u>
Total Business-Type Activities	<u>28,619,214</u>	<u>29,806,418</u>
Totals	<u><u>\$37,415,559</u></u>	<u><u>\$39,917,846</u></u>

Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.50% of the total assessed value of real and personal property. At December 31, 2014, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 13.

ECONOMIC FACTORS

The City's income tax collections continued showing growth in 2014. Additionally signs of rebound were shown in local redevelopment by maintaining a steady level of building permits. Since the City does not collect any property tax, the City has not and will not experience the effects of the property related tax reductions resulting from property value reductions and State reimbursement cuts.

The City's financial position will be significantly affected by the continued redevelopment of the Northern Lights District (Chester Road). The Convention Center expansion and ongoing infrastructure improvements will serve as a catalyst for other business development opportunities. The City has several business expansion and attraction projects occurring in that will benefit the local economy in 2014 and beyond.

REQUESTS FOR INFORMATION

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 Scott McKeehan, Finance Director of the City of Sharonville.

CITY OF SHARONVILLE, OHIO

**Statement of Net Position
December 31, 2014**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
Assets:				
Cash and Cash Equivalents	\$ 11,190,411	\$ 4,303,185	\$ 15,493,596	\$ 10,316
Receivables:				
Taxes	3,665,805	0	3,665,805	0
Accounts	401,719	237,632	639,351	700
Intergovernmental	1,574,067	300,000	1,874,067	0
Special Assessments	1,694,014	0	1,694,014	0
Internal Balances	975,000	(975,000)	0	0
Inventory of Supplies at Cost	262,645	0	262,645	0
Prepaid Items	85,485	9,967	95,452	0
Restricted Assets:				
Cash and Cash Equivalents	0	40,095	40,095	0
Capital Assets:				
Capital Assets Not Being Depreciated	8,305,997	5,067,188	13,373,185	0
Capital Assets Being Depreciated, Net	34,956,069	30,796,906	65,752,975	0
Total Assets	63,111,212	39,779,973	102,891,185	11,016
Deferred Outflows of Resources:				
Deferred Charge on Debt Refunding	36,256	32,415	68,671	0
Liabilities:				
Accounts Payable	1,390,459	42,142	1,432,601	3,263
Accrued Wages and Benefits	445,166	26,189	471,355	0
Intergovernmental Payable	518,277	41,563	559,840	0
Customer Deposits	0	43,048	43,048	1,050
Unearned Revenue	0	1,508,231	1,508,231	0
Accrued Interest Payable	15,893	154,052	169,945	0
General Obligation Notes Payable	0	2,600,000	2,600,000	0
Noncurrent liabilities:				
Due within one year	1,686,183	214,226	1,900,409	0
Due in more than one year	7,110,162	28,404,988	35,515,150	0
Total Liabilities	11,166,140	33,034,439	44,200,579	4,313
Deferred Inflows of Resources:				
Property Tax Levy for Next Fiscal Year	647,313	0	647,313	0
Total Deferred Inflows of Resources	647,313	0	647,313	0

CITY OF SHARONVILLE, OHIO

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
Net Position:				
Net Investment in Capital Assets	37,768,260	4,838,436	42,606,696	0
Restricted For:				
Debt Service	1,693,301	0	1,693,301	0
Streets and Highways	2,718,334	0	2,718,334	0
Security of Persons and Property	1,417,564	0	1,417,564	0
Other Purposes	4,701	0	4,701	0
Unrestricted	7,731,855	1,939,513	9,671,368	6,703
Total Net Position	<u>\$ 51,334,015</u>	<u>\$ 6,777,949</u>	<u>\$ 58,111,964</u>	<u>\$ 6,703</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Activities
For the Year Ended December 31, 2014**

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Security of Persons and Property	\$ 13,331,572	\$ 919,592	\$ 25,496	\$ 0
Public Health and Welfare Services	363,600	93,602	0	0
Leisure Time Activities	3,203,395	327,732	0	0
Community Environment	504,322	370,082	0	0
Basic Utility Services	611,860	0	0	0
Transportation	3,455,866	28,640	2,010,901	189,339
General Government	4,299,338	0	0	0
Interest and Fiscal Charges	354,957	0	0	0
Total Governmental Activities	26,124,910	1,739,648	2,036,397	189,339
Business-Type Activities:				
Convention Center	4,349,039	1,643,178	3,146,799	0
Senior Citizen Housing	224,506	298,235	0	0
Total Business-Type Activities	4,573,545	1,941,413	3,146,799	0
Totals	\$ 30,698,455	\$ 3,681,061	\$ 5,183,196	\$ 189,339
Component Unit:				
Community Improvement Corporation of Sharonville	\$ 16,608	\$ 13,604	\$ 0	\$ 0

General Revenues

Income Taxes
Other Local Taxes
Property Taxes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Total General Revenues and Transfers
Change in Net Position
Net Position Beginning of Year
Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

Net (Expense) Revenue and Changes in Net Position			Component Unit
Governmental Activities	Business-Type Activities	Total	Community Improvement Corporation of Sharonville
\$ (12,386,484)	\$ 0	\$ (12,386,484)	
(269,998)	0	(269,998)	
(2,875,663)	0	(2,875,663)	
(134,240)	0	(134,240)	
(611,860)	0	(611,860)	
(1,226,986)	0	(1,226,986)	
(4,299,338)	0	(4,299,338)	
(354,957)	0	(354,957)	
<u>(22,159,526)</u>	<u>0</u>	<u>(22,159,526)</u>	
0	440,938	440,938	
0	73,729	73,729	
<u>0</u>	<u>514,667</u>	<u>514,667</u>	
<u>(22,159,526)</u>	<u>514,667</u>	<u>(21,644,859)</u>	
			\$ (3,004)
22,289,746	0	22,289,746	0
197,499	0	197,499	0
490,620	0	490,620	0
1,139,430	0	1,139,430	0
155,836	0	155,836	0
1,080,772	0	1,080,772	0
<u>25,353,903</u>	<u>0</u>	<u>25,353,903</u>	<u>0</u>
3,194,377	514,667	3,709,044	(3,004)
<u>48,139,638</u>	<u>6,263,282</u>	<u>54,402,920</u>	<u>9,707</u>
<u>\$ 51,334,015</u>	<u>\$ 6,777,949</u>	<u>\$ 58,111,964</u>	<u>\$ 6,703</u>

CITY OF SHARONVILLE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2014**

	General Fund	Fire Department Fund	Chester Road TIF Fund
Assets:			
Cash and Cash Equivalents	\$ 3,833,618	\$ 1,230,489	\$ 1,460,290
Receivables:			
Taxes	1,992,203	995,409	675,107
Accounts	56,387	345,307	0
Intergovernmental	170,762	0	0
Special Assessments	0	0	0
Interfund Loans Receivables	520,007	0	0
Inventory of Supplies, at Cost	0	0	0
Prepaid Items	51,398	21,369	0
Advance to Other Funds	4,580,000	0	0
Total Assets	\$ 11,204,375	\$ 2,592,574	\$ 2,135,397
Liabilities:			
Accounts Payable	\$ 214,407	\$ 104,317	\$ 508,872
Accrued Wages and Benefits Payable	248,242	172,425	0
Intergovernmental Payable	281,143	144,600	3,369
Interfund Loans Payable	0	0	0
Advances from Other Funds	0	0	4,110,000
Compensated Absences Payable	72,778	0	0
Total Liabilities	816,570	421,342	4,622,241
Deferred Inflows of Resources:			
Unavailable Amounts	523,808	474,985	30,880
Property Tax Levy for Next Fiscal Year	0	0	644,227
Total Deferred Inflows of Resources	523,808	474,985	675,107
Fund Balances:			
Nonspendable	51,398	21,369	0
Restricted	0	1,674,878	0
Committed	72,426	0	0
Assigned	267,365	0	0
Unassigned	9,472,808	0	(3,161,951)
Total Fund Balances	9,863,997	1,696,247	(3,161,951)
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$ 11,204,375	\$ 2,592,574	\$ 2,135,397

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

Other Governmental Funds	Total Governmental Funds
\$ 4,666,014	\$ 11,190,411
3,086	3,665,805
25	401,719
1,403,305	1,574,067
1,694,014	1,694,014
0	520,007
262,645	262,645
12,718	85,485
0	4,580,000
<u>\$ 8,041,807</u>	<u>\$ 23,974,153</u>
\$ 562,863	\$ 1,390,459
24,499	445,166
89,165	518,277
15,007	15,007
0	4,110,000
0	72,778
<u>691,534</u>	<u>6,551,687</u>
2,458,298	3,487,971
3,086	647,313
<u>2,461,384</u>	<u>4,135,284</u>
275,363	348,130
4,098,054	5,772,932
518,140	590,566
0	267,365
(2,668)	6,308,189
<u>4,888,889</u>	<u>13,287,182</u>
<u>\$ 8,041,807</u>	<u>\$ 23,974,153</u>

CITY OF SHARONVILLE, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Position Of Governmental Activities
December 31, 2014***

Total Governmental Fund Balances	\$ 13,287,182
 <i>Amounts reported for governmental activities in the statement of net position are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	43,262,066
Other long-term assets are not available to pay for current- period expenditures and therefore are reported as deferred inflows of resources in the fund statements.	3,487,971
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds Payable	(4,235,000)
Unamortized Bond Premiums	(28,806)
Deferred Loss on Refunding	36,256
Special Assessment Bonds Payable	(1,230,000)
Compensated Absences Payable	(3,229,761)
Accrued Interest Payable	(15,893)
<i>Net Position of Governmental Activities</i>	<u>\$ 51,334,015</u>

See accompanying notes to the basic financial statements



CITY OF SHARONVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014**

	General Fund	Fire Department Fund	Chester Road TIF Fund
Revenues:			
Taxes	\$ 15,510,046	\$ 7,298,660	\$ 457,942
Intergovernmental Revenues	424,601	0	0
Charges for Services	359,915	552,436	0
Licenses and Permits	658,217	0	0
Investment Earnings	143,318	0	0
Special Assessments	0	0	0
Fines and Forfeitures	308,043	0	0
All Other Revenue	588,806	52,335	0
Total Revenue	<u>17,992,946</u>	<u>7,903,431</u>	<u>457,942</u>
Expenditures:			
Current:			
Security of Persons and Property	5,930,406	6,221,990	0
Public Health and Welfare Services	368,868	0	0
Leisure Time Activities	2,597,876	0	0
Community Environment	499,794	0	0
Basic Utility Services	611,860	0	0
Transportation	0	0	0
General Government	3,859,162	0	0
Capital Outlay	0	469,135	1,378,395
Debt Service:			
Principal Retirement	0	0	0
Interest & Fiscal Charges	0	0	138,938
Total Expenditures	<u>13,867,966</u>	<u>6,691,125</u>	<u>1,517,333</u>
Excess (Deficiency) of Revenues Over Expenditures	4,124,980	1,212,306	(1,059,391)

CITY OF SHARONVILLE, OHIO

Other Governmental Funds	Total Governmental Funds
\$ 1,798	\$ 23,268,446
3,087,675	3,512,276
0	912,351
0	658,217
12,518	155,836
297,894	297,894
58,950	366,993
31,015	672,156
<u>3,489,850</u>	<u>29,844,169</u>

88,761	12,241,157
0	368,868
0	2,597,876
0	499,794
0	611,860
2,166,899	2,166,899
220,033	4,079,195
3,658,542	5,506,072
1,375,000	1,375,000
216,330	355,268
<u>7,725,565</u>	<u>29,801,989</u>

(4,235,715) 42,180

(Continued)

CITY OF SHARONVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014**

	General Fund	Fire Department Fund	Chester Road TIF Fund
Other Financing Sources (Uses):			
Sale of Capital Assets	18	0	0
Transfers In	0	0	0
Transfers Out	(2,588,072)	(1,312,300)	0
Total Other Financing Sources (Uses)	<u>(2,588,054)</u>	<u>(1,312,300)</u>	<u>0</u>
Net Change in Fund Balances	1,536,926	(99,994)	(1,059,391)
Fund Balances at Beginning of Year	8,327,071	1,796,241	(2,102,560)
Increase in Inventory Reserve	0	0	0
Fund Balances End of Year	<u>\$ 9,863,997</u>	<u>\$ 1,696,247</u>	<u>\$ (3,161,951)</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
0	18
3,900,372	3,900,372
0	(3,900,372)
<u>3,900,372</u>	<u>18</u>
(335,343)	42,198
5,056,984	13,077,736
167,248	167,248
<u>\$ 4,888,889</u>	<u>\$ 13,287,182</u>

CITY OF SHARONVILLE, 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, 2014***

Net Change in Fund Balances - Total Governmental Funds \$ 42,198

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital Outlay	4,741,577	
Depreciation Expense	<u>(2,596,999)</u>	2,144,578

The net effect of various miscellaneous transactions involving capital assets (i.e. disposals and donations) is to increase net position.

The statement of activities reports gains arising from the disposal of capital assets. Conversely, the governmental funds do not report any gains on the disposal of capital assets.	(11,414)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(524,882)
--	-----------

Repayment of bond and loan principal is an expenditure in the governmental funds, but the transactions, however, have no effect on net position.

General Obligation Bond Principal Payment	1,326,523	
Special Assessment Bond Principal Payment	<u>60,000</u>	1,386,523

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	3,291
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	1,338	
Change in Inventory	167,248	
Amorization of Deferred Loss on Defeasance	<u>(14,503)</u>	<u>154,083</u>

<i>Change in Net Position of Governmental Activities</i>	<u>\$ 3,194,377</u>
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See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2014**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 14,782,519	\$ 14,782,519	\$ 15,521,199	\$ 738,680
Intergovernmental Revenue	289,697	339,267	403,993	64,726
Charges for Services	369,500	336,300	355,413	19,113
Licenses and Permits	497,665	558,662	659,778	101,116
Investment Earnings	140,000	140,000	143,318	3,318
Fines and Forfeitures	342,760	308,535	310,039	1,504
All Other Revenues	260,820	265,720	690,047	424,327
Total Revenues	<u>16,682,961</u>	<u>16,731,003</u>	<u>18,083,787</u>	<u>1,352,784</u>
Expenditures:				
Current:				
Security of Persons and Property	6,241,175	6,231,033	6,019,110	211,923
Public Health and Welfare Services	425,805	429,350	374,275	55,075
Leisure Time Activities	2,784,365	2,768,558	2,634,325	134,233
Community Environment	511,650	536,623	507,981	28,642
Basic Utility Services	528,000	671,899	671,899	0
General Government	3,735,594	4,047,695	3,799,372	248,323
Total Expenditures	<u>14,226,589</u>	<u>14,685,158</u>	<u>14,006,962</u>	<u>678,196</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,456,372	2,045,845	4,076,825	2,030,980
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	18	18
Transfers Out	0	(2,763,722)	(2,763,072)	650
Advances Out	(2,396,867)	(505,000)	(505,000)	0
Total Other Financing Sources (Uses):	<u>(2,396,867)</u>	<u>(3,268,722)</u>	<u>(3,268,054)</u>	<u>668</u>
Net Change in Fund Balance	59,505	(1,222,877)	808,771	2,031,648
Fund Balance at Beginning of Year	5,952,096	5,952,096	5,952,096	0
Prior Year Encumbrances	598,355	598,355	598,355	0
Fund Balance at End of Year	<u>\$ 6,609,956</u>	<u>\$ 5,327,574</u>	<u>\$ 7,359,222</u>	<u>\$ 2,031,648</u>

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Fire Department Fund
For the Year Ended December 31, 2014**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 6,976,510	\$ 6,976,510	\$ 7,279,520	\$ 303,010
Charges for Services	500,000	500,000	526,515	26,515
All Other Revenues	0	0	52,335	52,335
Total Revenues	<u>7,476,510</u>	<u>7,476,510</u>	<u>7,858,370</u>	<u>381,860</u>
Expenditures:				
Current:				
Security of Persons and Property	6,591,824	6,611,811	6,351,422	260,389
Capital Outlay	300,500	632,145	501,662	130,483
Total Expenditures	<u>6,892,324</u>	<u>7,243,956</u>	<u>6,853,084</u>	<u>390,872</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	584,186	232,554	1,005,286	772,732
Other Financing Sources (Uses):				
Transfers Out	(662,300)	(1,312,300)	(1,312,300)	0
Total Other Financing Sources (Uses):	<u>(662,300)</u>	<u>(1,312,300)</u>	<u>(1,312,300)</u>	<u>0</u>
Net Change in Fund Balance	(78,114)	(1,079,746)	(307,014)	772,732
Fund Balance at Beginning of Year	999,999	999,999	999,999	0
Prior Year Encumbrances	334,632	334,632	334,632	0
Fund Balance at End of Year	<u>\$ 1,256,517</u>	<u>\$ 254,885</u>	<u>\$ 1,027,617</u>	<u>\$ 772,732</u>

See accompanying notes to the basic financial statements



CITY OF SHARONVILLE, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2014**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Assets:			
Current Assets:			
Cash and Cash Equivalents	\$ 4,088,664	\$ 214,521	\$ 4,303,185
Receivables:			
Accounts Receivable	237,059	573	237,632
Intergovernmental Receivable	300,000	0	300,000
Prepaid Items	8,636	1,331	9,967
Total Current Assets	<u>4,634,359</u>	<u>216,425</u>	<u>4,850,784</u>
Noncurrent Assets:			
Restricted Assets:			
Cash and Cash Equivalents	0	40,095	40,095
Capital Assets:			
Capital Assets Not Being Depreciated	5,022,188	45,000	5,067,188
Capital Assets Being Depreciated, Net	30,186,155	610,751	30,796,906
Total Noncurrent Assets	<u>35,208,343</u>	<u>695,846</u>	<u>35,904,189</u>
Total Assets	<u>39,842,702</u>	<u>912,271</u>	<u>40,754,973</u>
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	<u>32,415</u>	<u>0</u>	<u>32,415</u>
Liabilities:			
Current Liabilities:			
Accounts Payable	40,711	1,431	42,142
Accrued Wages and Benefits	23,962	2,227	26,189
Intergovernmental Payable	23,204	18,359	41,563
Customer Deposits	0	43,048	43,048
Unearned Revenue	1,503,762	4,469	1,508,231
Interfund Loans Payable	505,000	0	505,000
Accrued Interest Payable	154,052	0	154,052
General Obligation Notes Payable	2,600,000	0	2,600,000
General Obligation Bonds Payable - Current	210,000	0	210,000
Revenue Bond Payable - Current	(12,525)	0	(12,525)
Compensated Absences - Current	12,413	4,338	16,751
Total Current Liabilities	<u>5,060,579</u>	<u>73,872</u>	<u>5,134,451</u>

CITY OF SHARONVILLE, OHIO

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Noncurrent Liabilities:			
General Obligation Bonds Payable	450,000	0	450,000
Revenue Bonds Payable	27,778,183	0	27,778,183
Advances from Other Funds	0	470,000	470,000
Compensated Absences Payable	170,761	6,044	176,805
Total Noncurrent Liabilities	<u>28,398,944</u>	<u>476,044</u>	<u>28,874,988</u>
Total Liabilities	<u>33,459,523</u>	<u>549,916</u>	<u>34,009,439</u>
Net Position:			
Net Investment in Capital Assets	4,182,685	655,751	4,838,436
Unrestricted	2,232,909	(293,396)	1,939,513
Total Net Position	<u>\$ 6,415,594</u>	<u>\$ 362,355</u>	<u>\$ 6,777,949</u>

See accompanying notes to the basic financial statements



CITY OF SHARONVILLE, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2014**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
Operating Revenues:			
Charges for Services	\$ 1,623,069	\$ 296,434	\$ 1,919,503
Other Operating Revenues	18,177	1,801	19,978
Total Operating Revenues	1,641,246	298,235	1,939,481
Operating Expenses:			
Personal Services	1,110,104	84,519	1,194,623
Materials and Supplies	51,379	21,102	72,481
Contractual Services	321,853	40,098	361,951
Utilities	255,270	28,507	283,777
Depreciation	838,556	50,280	888,836
Total Operating Expenses	2,577,162	224,506	2,801,668
Operating Income (Loss)	(935,916)	73,729	(862,187)
Non-Operating Revenue (Expenses):			
Interest Income	1,932	0	1,932
Interest and Fiscal Charges	(1,771,877)	0	(1,771,877)
Intergovernmental Revenues	3,146,799	0	3,146,799
Total Non-Operating Revenues (Expenses)	1,376,854	0	1,376,854
Change in Net Position	440,938	73,729	514,667
Net Position Beginning of Year	5,974,656	288,626	6,263,282
Net Position End of Year	\$ 6,415,594	\$ 362,355	\$ 6,777,949

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2014**

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$1,615,514	\$309,040	\$1,924,554
Cash Payments for Goods and Services	(630,948)	(94,421)	(725,369)
Cash Payments to Employees	(1,087,519)	(87,508)	(1,175,027)
Other Operating Revenues	18,177	1,801	19,978
Net Cash Provided (Used) by Operating Activities	(84,776)	128,912	44,136
<u>Cash Flows from Noncapital Financing Activities:</u>			
Payment on Advances from Other Funds	0	(100,000)	(100,000)
Advance In	505,000	0	505,000
Intergovernmental Revenue Received	2,861,912	0	2,861,912
Net Cash Provided (Used) by Noncapital Financing Activities	3,366,912	(100,000)	3,266,912
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(100,697)	0	(100,697)
Sale of General Obligation Notes	2,600,000	0	2,600,000
Premium on Sale of General Obligation Notes	16,770	0	16,770
Payment on General Obligation Notes	(3,000,000)	0	(3,000,000)
Payment on General Obligation Bonds	(1,190,000)	0	(1,190,000)
Interest Paid on All Debt	(1,777,940)	0	(1,777,940)
Net Cash Used for Capital and Related Financing Activities	(3,451,867)	0	(3,451,867)
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	1,932	0	1,932
Net Cash Provided for Investing Activities	1,932	0	1,932
Net Increase (Decrease) in Cash and Cash Equivalents	(167,799)	28,912	(138,887)
Cash and Cash Equivalents at Beginning of Year	4,256,463	225,704	4,482,167
Cash and Cash Equivalents at End of Year	\$4,088,664	\$254,616	\$4,343,280
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Assets:</u>			
Cash and Cash Equivalents	\$4,088,664	\$214,521	\$4,303,185
Restricted Cash and Cash Equivalents	0	40,095	40,095
Cash and Cash Equivalents at End of Year	\$4,088,664	\$254,616	\$4,343,280

CITY OF SHARONVILLE, OHIO

	Business-Type Activities		
	Enterprise Funds		
	Convention Center	Other Enterprise Fund	Total
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$935,916)	\$73,729	(\$862,187)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	838,556	50,280	888,836
Changes in Assets and Liabilities:			
(Increase) in Accounts Receivable	(2,964)	(573)	(3,537)
(Increase) in Prepaid Items	(1,271)	0	(1,271)
(Decrease) in Accounts Payable	(1,786)	(176)	(1,962)
Increase in Accrued Wages and Benefits	1,834	317	2,151
Increase (Decrease) in Intergovernmental Payable	(223)	480	257
Increase in Customer Deposits Payable	0	3,613	3,613
Increase (Decrease) in Unearned Revenue	(4,591)	4,469	(122)
Increase (Decrease) in Compensated Absences	21,585	(3,227)	18,358
Total Adjustments	851,140	55,183	906,323
Net Cash Provided (Used) by Operating Activities	(\$84,776)	\$128,912	\$44,136

Schedule of Noncash Investing, Capital and Financing Activities:

For the year ended December 31, 2014, the Convention Center Fund had an outstanding liability of \$11,930 for the construction and acquisition of capital assets.

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Net Position
Fiduciary Fund
December 31, 2014**

	Private Purpose Trust	
	Unclaimed Monies Fund	Agency Funds
Assets:		
Cash and Cash Equivalents	\$ 107	\$ 410,772
Total Assets	<u>107</u>	<u>410,772</u>
Liabilities:		
Intergovernmental Payable	0	3,485
Due to Others	0	407,287
Total Liabilities	<u>0</u>	<u>\$ 410,772</u>
Net Position:		
Unrestricted	107	
Total Net Position	<u>\$ 107</u>	

See accompanying notes to the basic financial statements

CITY OF SHARONVILLE, OHIO

**Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended December 31, 2014**

	Private Purpose Trust Unclaimed Monies Fund
Additions:	
Contributions:	
Miscellaneous	\$ 1
Total Additions	<u>1</u>
Deductions:	
Total Deductions	<u>0</u>
Change in Net Position	1
Net Position at Beginning of Year	106
Net Position End of Year	<u>\$ 107</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Sharonville, Ohio (the "City") was incorporated in 1962 under the laws of the State of Ohio and operates under a Mayor-Council form of government.

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 61 *"The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34,"* in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity includes all funds, agencies, boards and commissions that are part of the primary government, which include the following services: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services. The City also owns and operates senior citizen housing and a convention center which are reported as enterprise funds. In addition, the City has included the Community Improvement Corporation of Sharonville (CIC) as a discretely presented component unit.

Discretely Presented Component Unit – The component unit column in the entity-wide financial statements includes the financial data of the City's component unit. It is reported in a separate column to emphasize that it is legally separate from the City. The component unit is being presented as a part of the City's reporting entity because the City appoints the voting majority of the component unit's board and the City can impose its' will on the component unit.

Community Improvement Corporation of Sharonville – The Community Improvement Corporation of Sharonville (CIC), a non-profit organization, is a six member board comprised of four City officials and two council members. The primary purpose of the CIC is the planning of the industrial, commercial, distribution and research development of the City, including the assurance that mortgage payments will be made to foster such development, the acquisition, construction, equipment and improvement of buildings, structures and other properties, the acquisition of sites for such development, the lease, sale and subdivision of such sites and incurring of debt in order to carry out such development, and to make loans to any individual or business entity in order to carry out such development purpose for the City. The City provides all subsidies to the CIC to finance its operations and activities, there were no subsidies provided to the CIC in 2014. Financial statements related to the CIC can be obtained from the City Auditor.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

The City uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The following fund types are used by the City:

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

General Fund - This fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. Principal sources of revenue are municipal income taxes and shared tax revenues. Primary expenditures are for police protection, community environment and general government.

Fire Department Fund - This fund is used to account for income tax revenues collected to fund Fire Department operations.

Chester Road TIF Fund - This fund is used to account for the construction on the Chester Road Project.

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

Proprietary Funds - The proprietary funds are accounted for on an "economic resource" measurement focus. This measurement focus provides that all assets and liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, in which the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The following is the City's major enterprise fund:

Convention Center Fund - This fund is used to account for revenues and expenses associated with the operation of the city-owned convention center.

The other enterprise fund of the City, the Senior Citizen Housing Fund, is used to account for revenues and expenses associated with the operation of the city-owned Senior Housing Apartment Complex, as well as revenues from lease deposits and waiting list deposits.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Fiduciary funds are used to account for assets the City holds in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. The City's fiduciary funds are a private-purpose trust fund and agency funds. The private purpose trust fund is used to account for unclaimed monies. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. The City's agency funds account for funds from the Mayor's Court, funds for employee benefits plans, fees for building standards, tax refunds, and funds to repair the downtown shopping area.

C. Basis of Presentation – Financial Statements

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

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund 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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

Fund Financial Statements – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

D. Basis of Accounting

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

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

Special assessments receivable, which are measurable, but not available at December 31, are recorded as deferred inflows of resources.

The accrual basis of accounting is utilized for reporting purposes by the governmental activities, proprietary funds, and the fiduciary funds. Revenues are recognized when they are earned and expenses recognized when incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

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

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the department level and within each department at the levels of personal services and other expenditures. Administrative control is maintained through the establishment of more detailed line-item budgets. Budgetary modifications may only be made by ordinance of the City Council.

1. Tax Budget

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

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2014.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31.

The appropriation ordinance establishes spending controls at the fund level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2014, supplemental appropriations were necessary to budget for projects that were not originally appropriated. The budgetary figures, which appear on the budgetary statements, are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance.

5. Lapsing of Appropriations

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting

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

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the "Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual" for the general fund and the major special revenue funds:

	Net Change in Fund Balance	
	General Fund	Fire Department Fund
GAAP Basis (as reported)	\$1,536,926	(\$99,994)
Increase (Decrease):		
Accrued Revenues at December 31, 2014 received during 2015	(2,685,551)	(865,731)
Accrued Revenues at December 31, 2013 received during 2014	2,271,392	820,670
Accrued Expenditures at December 31, 2014 paid during 2015	816,570	421,342
Accrued Expenditures at December 31, 2013 paid during 2014	(701,515)	(383,894)
2013 Prepays for 2014	35,267	24,834
2014 Prepays for 2015	(51,398)	(21,369)
Perspective Difference:		
Activity of Funds Reclassified for GAAP Reporting Purposes	26,272	0
Outstanding Encumbrances	(439,192)	(202,872)
Budget Basis	<u>\$808,771</u>	<u>(\$307,014)</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and the State Treasurer's Asset Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment with an original maturity date of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. For purposes of the statement of cash flows, the proprietary funds' share of equity in pooled cash and cash equivalents (both unrestricted and restricted) are considered to be cash equivalents. See Note 4 "Cash, Cash Equivalents and Investments."

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*", the City reports its investments, which consists of STAR Ohio and various federal securities, at fair value. Fair value is determined by quoted market prices. See Note 4, "Cash, Cash Equivalents and Investments."

The City has invested funds in STAR Ohio during 2014. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2014.

H. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

I. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life threshold of three or more years.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Fund Financial Statements.

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, improvements to land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined at December 31, 1987 by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Property, Plant and Equipment – Business Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Governmental and Business-Type Activities Estimated Lives (Years)
Land Improvements	20
Buildings	25 – 50
Building Improvements	20 – 30
Infrastructure	10 – 20
Machinery, Equipment, Furniture, Fixtures and Vehicles	3 – 30

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
Notes Payable	Note Debt Retirement Fund
Special Assessment Bonds	Crowne Point Drive Fund
General Obligation Bonds	Convention Center Fund Note Debt Retirement Fund Debt Retirement Fund
Revenue Bonds	Convention Center Fund
Compensated Absences	General Fund Street Construction, Maintenance and Repair Fund Fire Fund Permissive Motor Vehicle License Fund Senior Citizen Housing Fund Convention Center Fund

K. Compensated Absences

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences (Continued)

For governmental funds, that portion of unpaid compensated absences that is due and payable is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net position, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account.

Compensated absences are expensed in the Senior Citizens Housing and Convention Center enterprise funds when earned. The related liability is reported within the fund.

L. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2014, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

M. Restricted Assets

Certain cash and cash equivalents are classified as restricted on the balance sheet and statement of net position because these funds are being held by a trustee, an agent or by the City for specified purposes.

N. Intergovernmental Revenues

In governmental funds, grants awarded on a non-reimbursement basis, entitlements and shared revenues are recorded as intergovernmental receivables and revenues when measurable and available. Reimbursable grants are recorded as intergovernmental receivables and revenues when the related expenditures are made.

Grants received for proprietary fund operations are recognized as revenues when measurable and earned. Such resources restricted for the construction of capital assets are recorded as contributed capital.

O. Pensions

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Interfund Activity

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

The City generally eliminates the effect of interfund activity in the government-wide financial statements to remove indirect expenses, except where the elimination would distort the costs and program revenues reported for the various functions.

Q. Fund Balance

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

Nonspendable – Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally contractually required to be maintained intact.

Restricted – Restricted fund balance consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

Committed – Committed fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision making authority. For the City, these constraints consist of ordinances passed by City Council. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action it employed previously to commit those amounts.

Assigned – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. Ohio law authorizes the City Auditor to assign fund balance.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Fund Balance (Continued)

Unassigned – Unassigned fund balance consists of amounts that have not been restricted, committed or assigned to specific purposes within the General Fund as well as negative fund balances in all other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City's policy to use unrestricted resources first (committed, assigned and unassigned), then restricted resources as they are needed.

R. Net position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for Other Purposes includes programs for street and highway improvements, federal grants for security of persons and property and mandatory fines for various court programs.

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

S. Interfund Assets/ Liabilities

The City reports cash overdrafts from pooled cash and cash equivalents as an interfund loan payable in the fund with the overdraft and as an interfund loan receivable in the fund(s) designated by management.

T. 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.

U. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City and that are either unusual in nature or infrequent in occurrence. Neither transaction occurred within the City during fiscal year 2014.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

V. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services from the convention center and the senior housing center. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

W. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The City has one item that qualifies for reporting in this category. The deferred charge on refunding reported in the government-wide and proprietary statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. The governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. The governmental funds report unavailable amounts for delinquent property taxes, income taxes, special assessments, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

CITY OF SHARONVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 2 – FUND BALANCE CLASSIFICATION

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

Fund Balances	General	Fire Department	Chester Road TIF	Other Governmental Funds	Total Governmental Funds
Nonspendable:					
Prepaid Items	\$51,398	\$21,369	\$0	\$12,718	\$85,485
Supplies Inventory	0	0	0	262,645	262,645
Total Nonspendable	<u>51,398</u>	<u>21,369</u>	<u>0</u>	<u>275,363</u>	<u>348,130</u>
Restricted:					
Transportation Projects	0	0	0	1,868,921	1,868,921
Court Projects	0	0	0	119,965	119,965
Law Enforcement	0	0	0	125,334	125,334
Debt Service	0	0	0	13,880	13,880
Fire Department	0	1,674,878	0	0	1,674,878
Capital Improvements	0	0	0	1,969,951	1,969,951
Health	0	0	0	3	3
Total Restricted	<u>0</u>	<u>1,674,878</u>	<u>0</u>	<u>4,098,054</u>	<u>5,772,932</u>
Committed:					
Termination Benefits	72,426	0	0	0	72,426
Teen Activities	0	0	0	4,698	4,698
Debt Service	0	0	0	1,300	1,300
Capital Improvements	0	0	0	512,142	512,142
Total Committed	<u>72,426</u>	<u>0</u>	<u>0</u>	<u>518,140</u>	<u>590,566</u>
Assigned:					
Encumbrances	267,365	0	0	0	267,365
Unassigned (Deficit)	<u>9,472,808</u>	<u>0</u>	<u>(3,161,951)</u>	<u>(2,668)</u>	<u>6,308,189</u>
Total Fund Balances	<u>\$9,863,997</u>	<u>\$1,696,247</u>	<u>(\$3,161,951)</u>	<u>\$4,888,889</u>	<u>\$13,287,182</u>

NOTE 3 – FUND DEFICITS

The fund deficits at December 31, 2014 of \$3,161,951 in the Chester Road TIF Fund and of \$2,668 in the Downtown TIF Fund (capital projects funds) arise from the recognition of certain liabilities under the modified accrual basis of accounting. Under the budgetary basis of accounting the deficits do not exist. The General Fund provides transfers when cash is required, not when accruals occur.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 4 - CASH AND CASH EQUIVALENTS

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments.

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

Category 2 consists of “inactive” funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 4 - CASH AND CASH EQUIVALENTS (Continued)

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of City cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the City's deposits was \$15,533,691 and the bank balance was \$16,235,572. Federal depository insurance covered \$8,078,070 of the bank balance and \$8,157,502 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	\$8,157,502
Total Balance	<u>\$8,157,502</u>

B. Investments

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date.

Investment Credit Risk – The City has no investment policy that limits its investment choices other than the limitation of State statute for “interim” funds described previously.

Concentration of Credit Risk – The City places no limit on the amount the City may invest in one issuer.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 5 - INCOME TAXES

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed.

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

NOTE 6 - RECEIVABLES

Receivables at December 31, 2014 consisted of income taxes, property taxes, accounts receivable, special assessments and intergovernmental receivables arising from shared revenues.

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 7 – TRANSFERS AND INTERFUND BALANCES

Following is a summary of transfers in and out for all funds for 2014:

Fund	Transfers In	Transfers Out
General Fund	\$0	\$2,588,072
Fire Department Fund	0	1,312,300
Other Governmental Funds	3,900,372	0
Totals	<u>\$3,900,372</u>	<u>\$3,900,372</u>

Transfers are used to remove from the funds that statute or budget requires to collect them to the funds that statute or budget requires to expend them; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; to return money to the fund from which it was originally provided once a project is completed; and to transfer capital assets. The Fire Department made transfers out to retire debt in accordance with Ohio Revised Code.

Individual interfund balances at December 31, 2014 are as follows:

Fund	Interfund Loan Receivable	Interfund Loan Payable
General Fund	\$520,007	\$0
Other Governmental Funds	0	15,007
Governmental Funds Total	<u>520,007</u>	<u>15,007</u>
Enterprise Fund:		
Convention Center Fund	0	505,000
Totals	<u>\$520,007</u>	<u>\$520,007</u>

The interfund loans receivable/payable on the Governmental Balance Sheet is temporary loans to assist with cash flows until the receipt of certain grants.

Individual advance balances at December 31, 2014 are as follows:

Fund	Advances to Other Funds	Advances from Other Funds
General Fund	\$4,580,000	\$0
Chester Road TIF Fund	0	4,110,000
Governmental Funds Total	<u>4,580,000</u>	<u>4,110,000</u>
Enterprise Fund:		
Senior Housing Fund	0	470,000
Totals	<u>\$4,580,000</u>	<u>\$4,580,000</u>

The advance between the General Fund and the Senior Housing Fund represents a long term loan that provided funds for capital improvements. The advance between the General Fund and the Chester Road TIF Fund represents a manuscript debt transaction. This transaction was accounted for utilizing the investment method on the budgetary basis and the advance method on a GAAP basis.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 8 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2014:

Historical Cost:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
<i>Capital assets not being depreciated:</i>				
Land	\$6,639,810	\$0	\$0	\$6,639,810
Construction in Progress	6,702,598	985,198	(6,021,609)	1,666,187
<i>Capital assets not being depreciated</i>	13,342,408	985,198	(6,021,609)	8,305,997
<i>Capital assets being depreciated:</i>				
Land Improvements	8,433,066	8,978	(11,431)	8,430,613
Buildings and Improvements	17,397,097	122,296	(22,914)	17,496,479
Infrastructure	23,958,872	7,906,749	0	31,865,621
Machinery and Equipment	2,886,769	436,154	(69,047)	3,253,876
Vehicles	4,626,154	1,303,811	(64,963)	5,865,002
<i>Capital assets being depreciated</i>	57,301,958	9,777,988	(168,355)	66,911,591
Total Cost	\$70,644,366	\$10,763,186	(\$6,189,964)	\$75,217,588

Accumulated Depreciation:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
Land Improvements	(\$4,415,935)	(\$392,681)	\$11,431	(\$4,797,185)
Buildings and Improvements	(6,217,602)	(389,204)	18,789	(6,588,017)
Infrastructure	(13,902,097)	(1,094,630)	0	(14,996,727)
Machinery and Equipment	(1,683,520)	(272,082)	61,758	(1,893,844)
Vehicles	(3,296,310)	(448,402)	64,963	(3,679,749)
Total Depreciation	(\$29,515,464)	(\$2,596,999) *	\$156,941	(\$31,955,522)
Net Value:	\$41,128,902			\$43,262,066

* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$626,223
Leisure Time Activities	541,600
Transportation	1,189,108
General Government	240,068
Total Depreciation Expense	\$2,596,999

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 8 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by category of changes in business-type activities capital assets at December 31, 2014:

Historical Cost:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
<i>Capital assets not being depreciated:</i>				
Land	\$5,067,188	\$0	\$0	\$5,067,188
<i>Capital assets not being depreciated</i>	5,067,188	0	0	5,067,188
<i>Capital assets being depreciated:</i>				
Land Improvements	365,840	0	0	365,840
Buildings and Improvements	35,274,315	74,275	0	35,348,590
Infrastructure	95,599	0	0	95,599
Machinery and Equipment	1,346,429	0	0	1,346,429
Vehicles	25,000	0	(25,000)	0
<i>Capital assets being depreciated</i>	37,107,183	74,275	(25,000)	37,156,458
Total Cost	\$42,174,371	\$74,275	(\$25,000)	\$42,223,646

Accumulated Depreciation:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
Land Improvements	(\$64,440)	(\$24,534)	\$0	(\$88,974)
Buildings and Improvements	(4,923,596)	(717,393)	0	(5,640,989)
Infrastructure	(65,163)	(5,392)	0	(70,555)
Machinery and Equipment	(417,517)	(141,517)	0	(559,034)
Vehicles	(25,000)	0	25,000	0
Total Depreciation	(\$5,495,716)	(\$888,836)	\$25,000	(\$6,359,552)

Net Value:

	\$36,678,655			\$35,864,094
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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 9 – DEFINED BENEFIT PENSION PLANS

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

A. Ohio Public Employees Retirement System (“OPERS”)

The following information was provided by OPERS to assist the City in complying with GASB Statement No. 27, “Accounting for Pensions by State and Local Government Employers.”

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2014, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2014 employer contribution rate for local government employer units was 14.00% of covered payroll, which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions allocated to pension obligations for members in the Traditional and Combined Plans was 12.0% for calendar year 2014. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City’s contributions for pension obligations to OPERS for the years ending December 31, 2014, 2013, and 2012 were \$706,456, \$756,690 and \$556,606, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

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

All City full-time police officers and full-time firefighters participate in OP&F, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the ORC. The Ohio Police and Fire Pension Fund issues a stand-alone 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, by calling (614) 228-2975, or by visiting www.op-f.org.

From January 1, 2014 through July 1, 2014, plan members were required to contribute 10.75% of their annual covered salary. From July 2, 2014 through December 31, 2014, plan members were required to contribute 11.5% of their annual covered salary. Throughout 2014, employers were required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2014, 19.0% of annual covered salary for police and 23.5% of annual covered salary for firefighters, respectively, were the portions used to fund pension obligations. The City’s contributions for pension obligations to the OP&F Fund for the years ending December 31, 2014, 2013, and 2012 were \$632,335, \$517,257 and \$435,269 for police officers and \$781,770, \$647,813 and \$516,385 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 10 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B Premium reimbursement, to qualifying member of both the Traditional Pension and the Combined Plans. Members of the Member Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45. OPERS’ eligibility requirements for post-employment health care coverage changed for those retiring on and after January 1, 2015. Please see the Plan Statement in the OPERS 2013 CAFR for details.

The ORC permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2014, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional and Combined Plans was 2.0% for calendar year 2014. Effective January 1, 2015, the portion of employer contributions allocated to healthcare remains at 2% for both plans, as recommended by the OPERS actuary. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2014, 2013, and 2012 were \$117,743, \$58,207 and \$222,642, respectively, which were equal to the required contributions for each year.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information 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. That report is also available on OP&F’s website at www.op-f.org.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2014, the portion of employer contributions allocated to health care was 0.5% of covered payroll for both police officers and firefighters. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

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

The City's contributions for health care to the OP&F for the years ending December 31, 2014, 2013, and 2012 were \$16,640, \$116,578 and \$230,436 for police and \$16,633, \$114,866 and \$217,032 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 11 - OTHER EMPLOYEE BENEFITS

A. Dental Optical Plan

The City sponsors a Dental/Optical Plan for full-time employees of the City. Amounts not paid as dental or optical claims are remitted to employees upon termination or retirement. At December 31, 2014 the City had \$32,407 payable to employees for the Dental/Optical Plan.

B. Compensated Absences

At December 31, 2014, the City's accumulated, unpaid compensated absences amounted to \$3,496,095. Of this amount, \$3,302,539 is recorded as Governmental Activities on the Entity Wide Statement of Net position (\$249,660 is reported as due within one year), \$193,556 is recorded as Business-type activities (\$16,751 is reported as due within one year).

NOTE 12 - NOTES PAYABLE

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

Notes payable at December 31, 2014 were as follows:

	Balance December 31, 2013	Issued	(Retired)	Balance December 31, 2014
Enterprise Fund:				
Convention Center Fund:				
1.00% Convention Center Imprv.	\$3,000,000	\$0	(\$3,000,000)	\$0
1.00% Convention Center Imprv.	0	2,600,000	0	2,600,000
Total Notes Payable	<u>\$3,000,000</u>	<u>\$2,600,000</u>	<u>(\$3,000,000)</u>	<u>\$2,600,000</u>

CITY OF SHARONVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 13 - LONG-TERM OBLIGATIONS

Long-term obligations of the City at December 31, 2014 were as follows:

	Balance December 31, 2013	Issued	(Retired)	Balance December 31, 2014	Amount Due Within One Year
Business-Type Activities:					
General Obligation Bonds:					
1.50% - 5.25% Convention Center - Issue I	\$990,000	\$0	(\$990,000)	\$0	\$0
Unamortized Premium	28,087	0	(28,087)	0	0
2.00% - 4.00% Convention Center - Issue II Refunding	860,000	0	(200,000)	660,000	210,000
Total General Obligation Bonds	<u>1,878,087</u>	<u>0</u>	<u>(1,218,087)</u>	<u>660,000</u>	<u>210,000</u>
Revenue Bonds:					
3.88 - 6.30% Convention Center - RZEDB - BAB	28,060,000	0	0	28,060,000	0
Discount on Bonds	(306,867)	0	12,525	(294,342)	(12,525)
Total Revenue Bonds	<u>27,753,133</u>	<u>0</u>	<u>12,525</u>	<u>27,765,658</u>	<u>(12,525)</u>
Other Long-Term Obligations:					
Compensated Absences	175,198	105,957	(87,599)	193,556	16,751
Total Business-Type Activities	<u>\$29,806,418</u>	<u>\$105,957</u>	<u>(\$1,293,161)</u>	<u>\$28,619,214</u>	<u>\$214,226</u>
Governmental Activities:					
General Obligation Bonds:					
2.50% - 4.25% Recreation Center Refunding	\$1,640,000	\$0	(\$390,000)	\$1,250,000	\$400,000
Unamortized Premium	40,329	0	(11,523)	28,806	11,523
2.00% - 4.00% Fire House Construction Refunding	2,495,000	0	(590,000)	1,905,000	615,000
2.00% - 4.00% Pool Construction Refunding	1,415,000	0	(335,000)	1,080,000	350,000
Total General Obligation Bonds	<u>5,590,329</u>	<u>0</u>	<u>(1,326,523)</u>	<u>4,263,806</u>	<u>1,376,523</u>
Special Assessment Bonds:					
1.75% - 4.38% GSA Property Road	1,290,000	0	(60,000)	1,230,000	60,000
Total Special Assessment Bonds (with Government Commitment)	<u>1,290,000</u>	<u>0</u>	<u>(60,000)</u>	<u>1,230,000</u>	<u>60,000</u>
Other Long-Term Obligations:					
Compensated Absences	3,231,099	556,105	(484,665)	3,302,539	249,660
Total Other Long-Term Obligations	<u>3,231,099</u>	<u>556,105</u>	<u>(484,665)</u>	<u>3,302,539</u>	<u>249,660</u>
Total Governmental Activities	<u>\$10,111,428</u>	<u>\$556,105</u>	<u>(\$1,871,188)</u>	<u>\$8,796,345</u>	<u>\$1,686,183</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 13 - LONG-TERM OBLIGATIONS (Continued)

The principal amount of the City's special assessment debt outstanding at December 31, 2014, \$1,230,000, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners.

A. Principal and Interest Requirements

A summary of the City's future long-term debt funding requirements, including principal and interest payments as of December 31, 2014 follows:

Years	Business-Type Activities General Obligation Bonds		Business-Type Activities Revenue Bonds	
	Principal	Interest	Principal	Interest
2015	\$210,000	\$18,850	\$0	\$1,677,882
2016	220,000	11,300	385,000	1,677,882
2017	230,000	3,450	395,000	1,662,963
2018	0	0	650,000	1,646,373
2019	0	0	670,000	1,616,798
2020-2024	0	0	3,720,000	7,526,336
2025-2029	0	0	5,990,000	6,273,273
2030-2034	0	0	8,415,000	4,079,419
2035-2038	0	0	7,835,000	1,254,960
Totals	<u>\$660,000</u>	<u>\$33,600</u>	<u>\$28,060,000</u>	<u>\$27,415,886</u>

Years	Governmental Activities General Obligation Bonds		Governmental Activities Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2015	\$1,365,000	\$128,700	\$60,000	\$47,535
2016	1,400,000	82,525	60,000	45,675
2017	1,470,000	29,663	65,000	43,815
2018	0	0	65,000	41,800
2019	0	0	65,000	39,785
2020-2024	0	0	370,000	160,220
2025-2029	0	0	445,000	81,094
2030	0	0	100,000	4,375
Totals	<u>\$4,235,000</u>	<u>\$240,888</u>	<u>\$1,230,000</u>	<u>\$464,299</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2014**

NOTE 13 - LONG-TERM OBLIGATIONS (Continued)

B. Recovery Zone Economic Development and Build America Bond Subsidy

In 2010, the Convention Center Fund issued Series 2010A taxable bonds as Recovery Zone Economic Development (RZEDB) Bonds and Series 2010B taxable bonds as Build America (BAB) Bonds under the provisions of the American Recovery and Reinvestment Act of 2009. The RZEDB Bonds have a par value of \$20,295,000 and the BAB Bonds have a par value of \$7,765,000 totaling \$28,060,000. Under this agreement, the Convention Center is to receive 45% of the bond interest on the RZEDB as a subsidy and 35% of the bond interest on the BA Bonds as a subsidy. The amount of the subsidy received in 2014 was \$713,652. Below is a schedule of the amounts to be received in future years:

Years	Revenue Bond Subsidy	
	RZEDB	BAB
2015	\$568,770	\$144,882
2016	568,770	144,882
2017	568,770	139,662
2018	568,770	133,854
2019	568,770	123,504
2020-2024	2,843,850	422,336
2025-2029	2,745,576	60,196
2030-2034	1,835,738	0
2035-2038	564,729	0
Totals	<u>\$10,833,743</u>	<u>\$1,169,316</u>

C. Convention Center Revenue Bond

A cooperative agreement was entered into on March 18, 2010 between the Convention Facilities Authority for Hamilton County, Ohio, the County of Hamilton and the City of Sharonville to provide for a funding agreement to pay for the Convention Center RZEDB – BAB Bonds. The agreement provides for the County to contribute up to the lesser of the balance in the County Residual Account on each County Annual Contribution Calculation Date (February 28), or \$1,300,000. In the event that the balance in the residual account is less than \$1.3 million, the City of Sharonville is responsible for the first \$200,000 of the County Annual Contribution Deficit, the second \$200,000 is the responsibility of the County and any deficit above \$400,000 will be shared 50-50% between the City and the County.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 13 - LONG-TERM OBLIGATIONS (Continued)

D. Defeased Debt

In July 2012, the City refunded \$4,825,000 of General Obligation Bonds, through the issuance of \$4,800,000 of General Obligation Bonds. The net proceeds of the 2012 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$3,710,000 at December 31, 2014, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

NOTE 14 - CONDUIT DEBT OBLIGATIONS

From 1977 through 1995, the City issued \$65,295,000 in Industrial Revenue Bonds and Economic Development Revenue Bonds to provide financial assistance to private and public sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private or public sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

During 2014, the remaining balance of \$635,000 was retired.

NOTE 15 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. In 2007, the City joined the Ohio Government Risk Management Plan (OGRMP), a public entity risk plan formed under 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 550 member political subdivisions. The City pays an annual premium to OGRMP for its general insurance coverage. The agreement for formation of OGRMP provides that the organization will be self-sustaining through member premiums and will reinsure through commercial insurance and reinsurance companies.

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

The City also pays unemployment claims to the State of Ohio as incurred.

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2014***

NOTE 16 – CONTRACTUAL COMMITMENTS

As of December 31, 2014, the City has a significant improvement project underway for Reading Road. This is an Ohio Department of Transportation project and the City has provided \$916,822 for the local share of the contract costs. Additional local project costs have been expended for design work and right-of-way acquisition. The project consists of additional turn lanes, signal replacement, curve realignment to improve safety, and the addition of a shared use bike path.

NOTE 17 - CONTINGENCIES

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

NOTE 18 - RELATED PARTY TRANSACTIONS

The Community Improvement Corporation of Sharonville (CIC), a discretely presented component unit of the City, did not receive transfers from the City for operations in 2014. Property located in the City and owned by the City at 11083 Reading Road and 3327 Creek Road is being managed by the CIC. In exchange for its services, the CIC has been assigned any rent to be earned from tenant use of the property. The City is paying maintenance, insurance and taxes on the property. The tenant at 11083 Reading Road paid \$700 per month in 2014, while the tenant at 3327 Creek Road paid \$350 per month in 2014.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, AND
FIDUCIARY FUNDS.*

Nonmajor Governmental Funds

Special Revenue Funds

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

Street Construction, Maintenance and Repair Fund

To account for state-levied and controlled gasoline tax and motor vehicle registration fees designated for street maintenance and repair.

State Highway Fund

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

Permissive Motor Vehicle Tax Fund

To account for county-levied motor vehicle registration fees designated for maintenance and repair of roads within the City.

Federal Emergency Management Agency (FEMA) Fund

To account for grant monies received from the Federal Emergency Management Agency for assistance with public or individual restoration of disaster-damaged projects.

State Health Licenses Fund

To account for the revenues and expenditures of the State-mandated Health Licensing programs such as Food Service, Temporary Food Service, Swimming Pools and Mobile Home Parks.

Teen Fund

To account for monies received from fund raising for the City's teen group.

Law Enforcement Trust Fund

To account for revenues received from local law enforcement grants from the US Department of Justice for Law Enforcement. Expenditures are restricted to law enforcement including restricted personnel costs and equipment as defined in the grants.

Drug Law Enforcement Fund

To account for mandatory fines collected for drug offenses.

DUI Checkpoint Grant Fund

To account for financial resources used enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

(Continued)

Special Revenue Funds

DUI Education and Enforcement Fund

To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

Mayor's Court Computer Fund

To account for revenues from fines to be used for computers and updating Mayor's Court computer functions.

Clerk of Courts Computer Fund

To account for revenues from fines to be used for computers and updating Clerk of Courts computer functions.

Confinement Reimbursement Fund

To account for revenues from fines imposed on individuals who are incarcerated in the Hamilton County Jail.

Community Oriented Policing Services (COPS) Grant Fund

To account for proceeds from federal and state grant monies. The grant funds must be used toward the salary and benefits of police officers.

Drug Enforcement Agency (DEA) Federal Sharing Fund

To account for funds received from the federal Drug Enforcement Agency.

Termination Benefits Fund

To account for the large sum payout of retirees for sick, vacation and compensatory time accrued through their employment with the City. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Police Grants Fund

To account for the grant monies for the Police Department.

Debt Service Funds

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

Note Debt Retirement Fund

To account for the accumulation of resources for the payments of general obligation note debt of the City including self-supporting obligations not otherwise paid from proprietary funds.

Debt Retirement Fund

To account for the accumulation of resources for the payments of general obligation debt of the City including self-supporting obligations not otherwise paid from proprietary funds. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Special Assessment Bond Retirement Fund

To accumulate special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of special assessment bonds.

Zind Lane Sewer Fund

To account for payments of principal and interest on the City's Zind Lane Sewer special assessment bond. Revenues for this purpose include special assessment collections.

Capital Projects Funds

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

Capital Improvement Fund

To account for the accumulation of funds for the acquisition of capital assets and/or the construction of major capital facilities.

Capital Improvement Issue II Fund

To account for government and local portions of Issue II funds that will be expended as they are approved.

Issue II Mosteller / I-275 Fund

To account for the City's share of construction at the Mosteller I-275 interchange. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because there are no assets or liabilities and there was no activity during the year.)

Downtown TIF Fund

To account for receipts and expenditures related to the TIF created to make improvements to the downtown area of Sharonville.

Facility Improvement Fund

To account for the accumulation of funds for facility improvements and repairs including roofs, HVAC systems and other improvements for the continued and improved usage of City Facilities.

Fire Equipment Fund

To account for the accumulation of funds for the purchase of Fire Aerial and/or other Fire Department vehicles and equipment.

Storm Water Fund

To account for the collection of assessments for the construction of a storm water system within the City.



CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 1,900,816	\$ 15,687	\$ 2,749,511	\$ 4,666,014
Receivables:				
Taxes	0	0	3,086	3,086
Accounts	25	0	0	25
Intergovernmental	1,157,975	0	245,330	1,403,305
Special Assessments	0	1,694,014	0	1,694,014
Inventory of Supplies, at Cost	262,645	0	0	262,645
Prepaid Items	12,718	0	0	12,718
Total Assets	\$ 3,334,179	\$ 1,709,701	\$ 2,997,927	\$ 8,041,807
Liabilities:				
Accounts Payable	\$ 130,623	\$ 0	\$ 432,240	\$ 562,863
Accrued Wages and Benefits Payable	24,499	0	0	24,499
Intergovernmental Payable	10,989	0	78,176	89,165
Interfund Loans Payable	9,500	507	5,000	15,007
Total Liabilities	175,611	507	515,416	691,534
Deferred Inflows of Resources:				
Unavailable Amounts	764,284	1,694,014	0	2,458,298
Property Tax Levy for Next Fiscal Year	0	0	3,086	3,086
Total Deferred Inflows of Resources	764,284	1,694,014	3,086	2,461,384
Fund Balances:				
Nonspendable	275,363	0	0	275,363
Restricted	2,114,223	13,880	1,969,951	4,098,054
Committed	4,698	1,300	512,142	518,140
Unassigned	0	0	(2,668)	(2,668)
Total Fund Balances	2,394,284	15,180	2,479,425	4,888,889
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 3,334,179	\$ 1,709,701	\$ 2,997,927	\$ 8,041,807

CITY OF SHARONVILLE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2014***

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 0	\$ 0	\$ 1,798	\$ 1,798
Intergovernmental Revenues	2,045,116	0	1,042,559	3,087,675
Investment Earnings	12,518	0	0	12,518
Special Assessments	0	108,555	189,339	297,894
Fines and Forfeitures	58,950	0	0	58,950
All Other Revenue	22,565	8,450	0	31,015
Total Revenue	<u>2,139,149</u>	<u>117,005</u>	<u>1,233,696</u>	<u>3,489,850</u>
Expenditures:				
Current:				
Security of Persons and Property	88,761	0	0	88,761
Transportation	2,166,899	0	0	2,166,899
General Government	0	0	220,033	220,033
Capital Outlay	0	0	3,658,542	3,658,542
Debt Service:				
Principal Retirement	0	1,375,000	0	1,375,000
Interest & Fiscal Charges	0	216,330	0	216,330
Total Expenditures	<u>2,255,660</u>	<u>1,591,330</u>	<u>3,878,575</u>	<u>7,725,565</u>
Excess (Deficiency) of Revenues Over Expenditures	(116,511)	(1,474,325)	(2,644,879)	(4,235,715)
Other Financing Sources (Uses):				
Transfers In	0	1,474,975	2,425,397	3,900,372
Total Other Financing Sources (Uses)	<u>0</u>	<u>1,474,975</u>	<u>2,425,397</u>	<u>3,900,372</u>
Net Change in Fund Balance	(116,511)	650	(219,482)	(335,343)
Fund Balances at Beginning of Year	2,343,547	14,530	2,698,907	5,056,984
Increase in Inventory Reserve	167,248	0	0	167,248
Fund Balances End of Year	<u>\$ 2,394,284</u>	<u>\$ 15,180</u>	<u>\$ 2,479,425</u>	<u>\$ 4,888,889</u>

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2014**

	Street Construction, Maintenance & Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	State Health Licenses Fund
Assets:				
Cash and Cash Equivalents	\$ 1,297,824	\$ 217,674	\$ 128,856	\$ 3
Accounts	0	0	0	0
Intergovernmental	883,199	71,119	198,173	0
Inventory of Supplies, at Cost	175,972	86,673	0	0
Prepaid Items	5,867	0	0	0
Total Assets	\$ 2,362,862	\$ 375,466	\$ 327,029	\$ 3
Liabilities:				
Accounts Payable	\$ 68,795	\$ 33,944	\$ 25,413	\$ 0
Accrued Wages and Benefits Payable	22,250	0	2,249	0
Intergovernmental Payable	9,491	0	1,498	0
Interfund Loans Payable	0	0	0	0
Total Liabilities	100,536	33,944	29,160	0
Deferred Inflows of Resources:				
Unavailable Amounts	584,756	47,413	132,115	0
Total Deferred Inflows of Resources	584,756	47,413	132,115	0
Fund Balances:				
Nonspendable	181,839	86,673	0	0
Restricted	1,495,731	207,436	165,754	3
Committed	0	0	0	0
Total Fund Balances	1,677,570	294,109	165,754	3
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,362,862	\$ 375,466	\$ 327,029	\$ 3

CITY OF SHARONVILLE, OHIO

Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund	Mayor's Court Computer Fund
\$ 4,698	\$ 4,338	\$ 59,711	\$ 9,531	\$ 8,892	\$ 36,103
0	0	0	0	25	0
0	0	1,273	0	0	645
0	0	0	0	0	0
0	0	0	0	0	2,013
<u>\$ 4,698</u>	<u>\$ 4,338</u>	<u>\$ 60,984</u>	<u>\$ 9,531</u>	<u>\$ 8,917</u>	<u>\$ 38,761</u>
\$ 0	\$ 0	\$ 141	\$ 0	\$ 0	\$ 301
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>141</u>	<u>0</u>	<u>0</u>	<u>301</u>
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	2,013
0	4,338	60,843	9,531	8,917	36,447
4,698	0	0	0	0	0
<u>4,698</u>	<u>4,338</u>	<u>60,843</u>	<u>9,531</u>	<u>8,917</u>	<u>38,460</u>
<u>\$ 4,698</u>	<u>\$ 4,338</u>	<u>\$ 60,984</u>	<u>\$ 9,531</u>	<u>\$ 8,917</u>	<u>\$ 38,761</u>

(Continued)

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2014**

	Clerk of Courts Computer Fund	Confinement Reimbursement Fund	COPS Grant Fund	DEA Federal Sharing Fund
Assets:				
Cash and Cash Equivalents	\$ 82,716	\$ 313	\$ 5,752	\$ 36,966
Accounts	0	0	0	0
Intergovernmental	1,505	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	4,640	0	0	198
Total Assets	<u>\$ 88,861</u>	<u>\$ 313</u>	<u>\$ 5,752</u>	<u>\$ 37,164</u>
Liabilities:				
Accounts Payable	\$ 703	\$ 0	\$ 0	\$ 1,326
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Interfund Loans Payable	0	0	0	0
Total Liabilities	<u>703</u>	<u>0</u>	<u>0</u>	<u>1,326</u>
Deferred Inflows of Resources:				
Unavailable Amounts	0	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances:				
Nonspendable	4,640	0	0	198
Restricted	83,518	313	5,752	35,640
Committed	0	0	0	0
Total Fund Balances	<u>88,158</u>	<u>313</u>	<u>5,752</u>	<u>35,838</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 88,861</u>	<u>\$ 313</u>	<u>\$ 5,752</u>	<u>\$ 37,164</u>

CITY OF SHARONVILLE, OHIO

Police Grants Fund	Total Nonmajor Special Revenue Funds
\$ 7,439	\$ 1,900,816
0	25
2,061	1,157,975
0	262,645
0	12,718
<u>\$ 9,500</u>	<u>\$ 3,334,179</u>
\$ 0	\$ 130,623
0	24,499
0	10,989
9,500	9,500
<u>9,500</u>	<u>175,611</u>
0	764,284
<u>0</u>	<u>764,284</u>
0	275,363
0	2,114,223
0	4,698
<u>0</u>	<u>2,394,284</u>
<u>\$ 9,500</u>	<u>\$ 3,334,179</u>

CITY OF SHARONVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	Street Construction, Maintenance & Repair Fund	State Highway Fund	Permissive Motor Vehicle Tax Fund	FEMA Fund
Revenues:				
Intergovernmental Revenues	\$ 1,621,782	\$ 133,009	\$ 266,817	\$ 0
Investment Earnings	9,706	1,760	1,052	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	17,007	0	1,633	0
Total Revenue	<u>1,648,495</u>	<u>134,769</u>	<u>269,502</u>	<u>0</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	20
Transportation	1,712,677	190,370	263,852	0
Total Expenditures	<u>1,712,677</u>	<u>190,370</u>	<u>263,852</u>	<u>20</u>
Net Change in Fund Balance	(64,182)	(55,601)	5,650	(20)
Fund Balances at Beginning of Year	1,629,696	294,518	160,104	20
Increase in Inventory Reserve	112,056	55,192	0	0
Fund Balances End of Year	<u>\$ 1,677,570</u>	<u>\$ 294,109</u>	<u>\$ 165,754</u>	<u>\$ 0</u>

CITY OF SHARONVILLE, OHIO

State Health Licenses Fund	Teen Fund	Law Enforcement Trust Fund	Drug Law Enforcement Fund	DUI Checkpoint Grant Fund	DUI Education and Enforcement Fund
\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,218	\$ 0
0	0	0	0	0	0
0	0	2,811	28,149	0	375
0	0	72	440	0	3,413
<u>0</u>	<u>0</u>	<u>2,883</u>	<u>28,589</u>	<u>4,218</u>	<u>3,788</u>
0	0	1,342	17,930	4,208	2,612
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>1,342</u>	<u>17,930</u>	<u>4,208</u>	<u>2,612</u>
0	0	1,541	10,659	10	1,176
3	4,698	2,797	50,184	9,521	7,741
0	0	0	0	0	0
<u>\$ 3</u>	<u>\$ 4,698</u>	<u>\$ 4,338</u>	<u>\$ 60,843</u>	<u>\$ 9,531</u>	<u>\$ 8,917</u>

(Continued)

CITY OF SHARONVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	Mayor's Court Computer Fund	Clerk of Courts Computer Fund	Confinement Reimbursement Fund	COPS Grant Fund
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Investment Earnings	0	0	0	0
Fines and Forfeitures	8,052	18,792	771	0
All Other Revenue	0	0	0	0
Total Revenue	<u>8,052</u>	<u>18,792</u>	<u>771</u>	<u>0</u>
Expenditures:				
Current:				
Security of Persons and Property	10,361	23,455	1,500	0
Transportation	0	0	0	0
Total Expenditures	<u>10,361</u>	<u>23,455</u>	<u>1,500</u>	<u>0</u>
Net Change in Fund Balance	(2,309)	(4,663)	(729)	0
Fund Balances at Beginning of Year	40,769	92,821	1,042	5,752
Increase in Inventory Reserve	0	0	0	0
Fund Balances End of Year	<u>\$ 38,460</u>	<u>\$ 88,158</u>	<u>\$ 313</u>	<u>\$ 5,752</u>

CITY OF SHARONVILLE, OHIO

DEA Federal Sharing Fund	Police Grants Fund	Total Nonmajor Special Revenue Funds
\$ 0	\$ 19,290	\$ 2,045,116
0	0	12,518
0	0	58,950
0	0	22,565
<u>0</u>	<u>19,290</u>	<u>2,139,149</u>
8,043	19,290	88,761
<u>0</u>	<u>0</u>	<u>2,166,899</u>
<u>8,043</u>	<u>19,290</u>	<u>2,255,660</u>
(8,043)	0	(116,511)
43,881	0	2,343,547
0	0	167,248
<u>\$ 35,838</u>	<u>\$ 0</u>	<u>\$ 2,394,284</u>

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2014**

	Note Debt Retirement Fund	Special Assessment Bond Retirement Fund	Zind Lane Sewer Fund	Total Nonmajor Debt Service Funds
Assets:				
Cash and Cash Equivalents	\$ 1,300	\$ 792	\$ 13,595	\$ 15,687
Receivables:				
Special Assessments	0	1,694,014	0	1,694,014
Total Assets	\$ 1,300	\$ 1,694,806	\$ 13,595	\$ 1,709,701
Liabilities:				
Interfund Loans Payable	0	507	0	507
Total Liabilities	0	507	0	507
Deferred Inflows of Resources:				
Unavailable Amounts	0	1,694,014	0	1,694,014
Total Deferred Inflows of Resources	0	1,694,014	0	1,694,014
Fund Balances:				
Restricted	0	285	13,595	13,880
Committed	1,300	0	0	1,300
Total Fund Balances	1,300	285	13,595	15,180
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,300	\$ 1,694,806	\$ 13,595	\$ 1,709,701



CITY OF SHARONVILLE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Debt Service Funds
For the Year Ended December 31, 2014***

	Note Debt Retirement Fund	Debt Retirement Fund	Special Assessment Bond Retirement Fund
Revenues:			
Special Assessments	\$ 0	\$ 0	\$ 108,555
All Other Revenue	8,450	0	0
Total Revenue	<u>8,450</u>	<u>0</u>	<u>108,555</u>
Expenditures:			
Debt Service:			
Principal Retirement	390,000	925,000	60,000
Interest & Fiscal Charges	54,500	113,275	48,555
Total Expenditures	<u>444,500</u>	<u>1,038,275</u>	<u>108,555</u>
Excess (Deficiency) of Revenues Over Expenditures	(436,050)	(1,038,275)	0
Other Financing Sources (Uses):			
Transfers In	436,700	1,038,275	0
Total Other Financing Sources (Uses)	<u>436,700</u>	<u>1,038,275</u>	<u>0</u>
Net Change in Fund Balance	650	0	0
Fund Balances at Beginning of Year	650	0	285
Fund Balances End of Year	<u>\$ 1,300</u>	<u>\$ 0</u>	<u>\$ 285</u>

CITY OF SHARONVILLE, OHIO

<u>Zind Lane Sewer Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
\$ 0	\$ 108,555
<u>0</u>	<u>8,450</u>
<u>0</u>	<u>117,005</u>
0	1,375,000
<u>0</u>	<u>216,330</u>
<u>0</u>	<u>1,591,330</u>
0	(1,474,325)
<u>0</u>	<u>1,474,975</u>
<u>0</u>	<u>1,474,975</u>
0	650
<u>13,595</u>	<u>14,530</u>
<u>\$ 13,595</u>	<u>\$ 15,180</u>

CITY OF SHARONVILLE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2014**

	Capital Improvement Fund	Capital Improvement Issue II Fund	Downtown TIF Fund	Facility Improvement Fund
Assets:				
Cash and Cash Equivalents	\$ 662,497	\$ 0	\$ 2,332	\$ 283,496
Receivables:				
Taxes	0	0	3,086	0
Intergovernmental	0	245,330	0	0
Total Assets	<u>\$ 662,497</u>	<u>\$ 245,330</u>	<u>\$ 5,418</u>	<u>\$ 283,496</u>
Liabilities:				
Accounts Payable	\$ 150,355	\$ 245,330	\$ 0	\$ 21,525
Intergovernmental Payable	0	0	0	0
Interfund Loans Payable	0	0	5,000	0
Total Liabilities	<u>150,355</u>	<u>245,330</u>	<u>5,000</u>	<u>21,525</u>
Deferred Inflows of Resources:				
Property Tax Levy for Next Fiscal Year	0	0	3,086	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>3,086</u>	<u>0</u>
Fund Balances:				
Restricted	0	0	0	261,971
Committed	512,142	0	0	0
Unassigned	0	0	(2,668)	0
Total Fund Balances	<u>512,142</u>	<u>0</u>	<u>(2,668)</u>	<u>261,971</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 662,497</u>	<u>\$ 245,330</u>	<u>\$ 5,418</u>	<u>\$ 283,496</u>

CITY OF SHARONVILLE, OHIO

Fire Equipment Fund	Storm Water Fund	Total Nonmajor Capital Projects Funds
\$ 1,428,138	\$ 373,048	\$ 2,749,511
0	0	3,086
0	0	245,330
<u>\$ 1,428,138</u>	<u>\$ 373,048</u>	<u>\$ 2,997,927</u>
\$ 0	\$ 15,030	\$ 432,240
0	78,176	78,176
0	0	5,000
<u>0</u>	<u>93,206</u>	<u>515,416</u>
0	0	3,086
<u>0</u>	<u>0</u>	<u>3,086</u>
1,428,138	279,842	1,969,951
0	0	512,142
0	0	(2,668)
<u>1,428,138</u>	<u>279,842</u>	<u>2,479,425</u>
<u>\$ 1,428,138</u>	<u>\$ 373,048</u>	<u>\$ 2,997,927</u>

CITY OF SHARONVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

	Capital Improvement Fund	Capital Improvement Issue II Fund	Downtown TIF Fund	Facility Improvement Fund
Revenues:				
Taxes	\$ 0	\$ 0	\$ 1,798	\$ 0
Payment in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	269,076	773,483	0	0
Special Assessments	0	0	0	0
Total Revenue	<u>269,076</u>	<u>773,483</u>	<u>1,798</u>	<u>0</u>
Expenditures:				
Current:				
General Government	0	0	1,085	0
Capital Outlay	2,438,891	773,483	0	446,168
Total Expenditures	<u>2,438,891</u>	<u>773,483</u>	<u>1,085</u>	<u>446,168</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,169,815)	0	713	(446,168)
Other Financing Sources (Uses):				
Transfers In	1,575,397	0	0	200,000
Total Other Financing Sources (Uses)	<u>1,575,397</u>	<u>0</u>	<u>0</u>	<u>200,000</u>
Net Change in Fund Balance	(594,418)	0	713	(246,168)
Fund Balances at Beginning of Year	<u>1,106,560</u>	<u>0</u>	<u>(3,381)</u>	<u>508,139</u>
Fund Balances End of Year	<u>\$ 512,142</u>	<u>\$ 0</u>	<u>\$ (2,668)</u>	<u>\$ 261,971</u>

CITY OF SHARONVILLE, OHIO

Fire Equipment Fund	Storm Water Fund	Total Nonmajor Capital Project Funds
\$ 0	\$ 0	\$ 1,798
0	0	0
0	0	1,042,559
0	189,339	189,339
<u>0</u>	<u>189,339</u>	<u>1,233,696</u>
0	218,948	220,033
<u>0</u>	<u>0</u>	<u>3,658,542</u>
<u>0</u>	<u>218,948</u>	<u>3,878,575</u>
0	(29,609)	(2,644,879)
<u>650,000</u>	<u>0</u>	<u>2,425,397</u>
<u>650,000</u>	<u>0</u>	<u>2,425,397</u>
650,000	(29,609)	(219,482)
778,138	309,451	2,698,907
<u>\$ 1,428,138</u>	<u>\$ 279,842</u>	<u>\$ 2,479,425</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2014**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 14,782,519	\$ 14,782,519	\$ 15,521,199	\$ 738,680
Intergovernmental Revenues	289,697	339,267	403,993	64,726
Charges for Services	369,500	336,300	355,413	19,113
Licenses and Permits	497,665	558,662	659,778	101,116
Investment Earnings	140,000	140,000	143,318	3,318
Fines and Forfeitures	342,760	308,535	310,039	1,504
All Other Revenues	260,820	265,720	690,047	424,327
Total Revenues	<u>16,682,961</u>	<u>16,731,003</u>	<u>18,083,787</u>	<u>1,352,784</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	5,647,010	5,554,312	5,382,403	171,909
Materials and Supplies	166,500	209,015	188,181	20,834
Contractual Services	427,665	467,706	448,526	19,180
Total Security of Persons and Property	<u>6,241,175</u>	<u>6,231,033</u>	<u>6,019,110</u>	<u>211,923</u>
Public Health and Welfare Services:				
Health Department:				
Personal Services	388,855	390,367	345,729	44,638
Materials and Supplies	11,200	14,578	10,794	3,784
Contractual Services	25,750	24,405	17,752	6,653
Total Public Health and Welfare Services	<u>425,805</u>	<u>429,350</u>	<u>374,275</u>	<u>55,075</u>
Leisure Time Activities:				
Recreation Centers:				
Personal Services	727,120	730,152	706,598	23,554
Materials and Supplies	66,370	65,650	57,620	8,030
Contractual Services	295,782	315,285	295,902	19,383
Total Recreation Centers	<u>1,089,272</u>	<u>1,111,087</u>	<u>1,060,120</u>	<u>50,967</u>

(Continued)

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2014***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Recreation Parks and Programs:				
Personal Services	1,260,535	1,220,275	1,166,325	53,950
Materials and Supplies	41,870	46,653	37,471	9,182
Contractual Services	127,978	130,485	113,210	17,275
Total Recreation Parks and Programs	<u>1,430,383</u>	<u>1,397,413</u>	<u>1,317,006</u>	<u>80,407</u>
Recreation Pools:				
Personal Services	199,150	202,419	200,389	2,030
Materials and Supplies	32,875	27,579	27,377	202
Contractual Services	32,685	30,060	29,433	627
Total Recreation Pools	<u>264,710</u>	<u>260,058</u>	<u>257,199</u>	<u>2,859</u>
Total Leisure Time Activities	<u>2,784,365</u>	<u>2,768,558</u>	<u>2,634,325</u>	<u>134,233</u>
Community Environment:				
Building and Planning:				
Personal Services	454,300	457,314	438,784	18,530
Materials and Supplies	8,000	8,868	6,860	2,008
Contractual Services	49,350	70,441	62,337	8,104
Total Community Environment	<u>511,650</u>	<u>536,623</u>	<u>507,981</u>	<u>28,642</u>
Basic Utility Services:				
Waste Collection:				
Contractual Services	528,000	671,899	671,899	0
Total Basic Utility Services	<u>528,000</u>	<u>671,899</u>	<u>671,899</u>	<u>0</u>
General Government:				
Mayor:				
Personal Services	59,950	62,950	61,200	1,750
Materials and Supplies	350	0	0	0
Contractual Services	8,600	12,591	10,431	2,160
Total Mayor	<u>68,900</u>	<u>75,541</u>	<u>71,631</u>	<u>3,910</u>

(Continued)

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2014***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Council:				
Personal Services	120,200	120,200	119,787	413
Materials and Supplies	350	350	326	24
Contractual Services	6,700	7,574	3,307	4,267
Total Council	127,250	128,124	123,420	4,704
Auditor and Treasurer:				
Personal Services	37,100	37,100	36,877	223
Contractual Services	51,815	43,815	41,522	2,293
Total Auditor and Treasurer	88,915	80,915	78,399	2,516
Law Director:				
Personal Services	82,900	82,900	82,486	414
Contractual Services	64,510	77,457	74,297	3,160
Total Law Director	147,410	160,357	156,783	3,574
Civil Service:				
Personal Services	25,600	31,600	29,404	2,196
Materials and Supplies	200	126	0	126
Contractual Services	16,000	16,474	13,462	3,012
Total Civil Service	41,800	48,200	42,866	5,334
Safety/Service Director:				
Personal Services	1,120,044	1,125,390	1,071,425	53,965
Materials and Supplies	1,000	1,052	597	455
Contractual Services	101,610	202,282	192,640	9,642
Total Safety/Service Director	1,222,654	1,328,724	1,264,662	64,062
Tax Department:				
Personal Services	581,247	593,185	576,707	16,478
Materials and Supplies	12,500	22,568	21,456	1,112
Contractual Services	51,346	53,595	49,744	3,851
Capital Outlay	84,406	44,406	30,706	13,700
Total Tax Department	729,499	713,754	678,613	35,141

(Continued)

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2014***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Building and Lands:				
Personal Services	195,640	196,807	190,213	6,594
Materials and Supplies	49,416	60,005	58,626	1,379
Contractual Services	278,235	290,249	272,733	17,516
Total Buildings and Lands	<u>523,291</u>	<u>547,061</u>	<u>521,572</u>	<u>25,489</u>
Miscellaneous Government:				
Personal Services	29,290	6,290	0	6,290
Materials and Supplies	16,700	26,585	21,867	4,718
Contractual Services	721,300	721,719	654,259	67,460
Total Miscellaneous Government	<u>767,290</u>	<u>754,594</u>	<u>676,126</u>	<u>78,468</u>
Economic Development:				
Contractual Services	18,585	210,425	185,300	25,125
Total Economic Development	<u>18,585</u>	<u>210,425</u>	<u>185,300</u>	<u>25,125</u>
Total General Government	<u>3,735,594</u>	<u>4,047,695</u>	<u>3,799,372</u>	<u>248,323</u>
Total Expenditures	<u>14,226,589</u>	<u>14,685,158</u>	<u>14,006,962</u>	<u>678,196</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,456,372	2,045,845	4,076,825	2,030,980
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	18	18
Transfers Out	0	(2,763,722)	(2,763,072)	650
Advances Out	(2,396,867)	(505,000)	(505,000)	0
Total Other Financing Sources (Uses)	<u>(2,396,867)</u>	<u>(3,268,722)</u>	<u>(3,268,054)</u>	<u>668</u>
Net Change in Fund Balance	59,505	(1,222,877)	808,771	2,031,648
Fund Balance at Beginning of Year	5,952,096	5,952,096	5,952,096	0
Prior Year Encumbrances	598,355	598,355	598,355	0
Fund Balance at End of Year	<u>\$ 6,609,956</u>	<u>\$ 5,327,574</u>	<u>\$ 7,359,222</u>	<u>\$ 2,031,648</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2014**

FIRE DEPARTMENT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Taxes	\$ 6,976,510	\$ 6,976,510	\$ 7,279,520	\$ 303,010
Charges for Services	500,000	500,000	526,515	26,515
All Other Revenues	0	0	52,335	52,335
Total Revenues	<u>7,476,510</u>	<u>7,476,510</u>	<u>7,858,370</u>	<u>381,860</u>
Expenditures:				
Security of Persons and Property:				
Fire Department:				
Personal Services	5,845,603	5,741,501	5,563,602	177,899
Materials and Supplies	180,550	257,470	240,809	16,661
Contractual Services	565,671	612,840	547,011	65,829
Total Security of Persons and Property	<u>6,591,824</u>	<u>6,611,811</u>	<u>6,351,422</u>	<u>260,389</u>
Capital Outlay	300,500	632,145	501,662	130,483
Total Expenditures	<u>6,892,324</u>	<u>7,243,956</u>	<u>6,853,084</u>	<u>390,872</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	584,186	232,554	1,005,286	772,732
Other Financing Sources (Uses):				
Transfers Out	(662,300)	(1,312,300)	(1,312,300)	0
Total Other Financing Sources (Uses)	<u>(662,300)</u>	<u>(1,312,300)</u>	<u>(1,312,300)</u>	<u>0</u>
Net Change in Fund Balance	(78,114)	(1,079,746)	(307,014)	772,732
Fund Balance at Beginning of Year	999,999	999,999	999,999	0
Prior Year Encumbrances	334,632	334,632	334,632	0
Fund Balance at End of Year	<u>\$ 1,256,517</u>	<u>\$ 254,885</u>	<u>\$ 1,027,617</u>	<u>\$ 772,732</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Project Fund
For the Year Ended December 31, 2014***

CHESTER ROAD TIF PROJECT FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	<u>\$ 457,900</u>	<u>\$ 457,942</u>	<u>\$ 42</u>
Total Revenues	<u>457,900</u>	<u>457,942</u>	<u>42</u>
Expenditures:			
Capital Outlay	1,723,330	1,672,075	51,255
Debt Service:			
Principal Retirement	165,000	165,000	0
Interest Charges	<u>138,938</u>	<u>138,938</u>	<u>0</u>
Total Expenditures	<u>2,027,268</u>	<u>1,976,013</u>	<u>51,255</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,569,368)	(1,518,071)	51,297
Fund Balance at Beginning of Year	<u>2,175,760</u>	<u>2,175,760</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 606,392</u>	<u>\$ 657,689</u>	<u>\$ 51,297</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 1,486,000	\$ 1,626,792	\$ 140,792
Investment Earnings	6,500	9,706	3,206
All Other Revenues	100	15,767	15,667
Total Revenues	<u>1,492,600</u>	<u>1,652,265</u>	<u>159,665</u>
Expenditures:			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	909,606	874,737	34,869
Materials and Supplies	115,272	106,664	8,608
Contractual Services	119,675	107,322	12,353
Snow and Ice Removal Department:			
Personal Services	40,000	34,893	5,107
Materials and Supplies	151,010	147,784	3,226
Contractual Services	13,000	12,912	88
Traffic Signs and Signals Department:			
Materials and Supplies	1,000	765	235
Contractual Services	34,128	22,783	11,345
Total Transportation	<u>1,383,691</u>	<u>1,307,860</u>	<u>75,831</u>
Capital Outlay	<u>723,811</u>	<u>600,134</u>	<u>123,677</u>
Total Expenditures	<u>2,107,502</u>	<u>1,907,994</u>	<u>199,508</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(614,902)	(255,729)	359,173
Fund Balance at Beginning of Year	1,252,736	1,252,736	0
Prior Year Encumbrances	163,259	163,259	0
Fund Balance at End of Year	<u>\$ 801,093</u>	<u>\$ 1,160,266</u>	<u>\$ 359,173</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

STATE HIGHWAY FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 124,000	\$ 133,416	\$ 9,416
Investment Earnings	850	1,760	910
Total Revenues	<u>124,850</u>	<u>135,176</u>	<u>10,326</u>
Expenditures:			
Transportation:			
Street Maintenance and Repair Department:			
Contractual Services	38,390	33,803	4,587
Snow and Ice Removal Department:			
Materials and Supplies	97,000	97,000	0
Traffic Signs and Signals Department:			
Materials and Supplies	2,023	2,022	1
Contractual Services	29,010	23,022	5,988
Total Transportation	<u>166,423</u>	<u>155,847</u>	<u>10,576</u>
Capital Outlay	41,019	41,019	0
Total Expenditures	<u>207,442</u>	<u>196,866</u>	<u>10,576</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(82,592)	(61,690)	20,902
Fund Balance at Beginning of Year	223,043	223,043	0
Prior Year Encumbrances	18,042	18,042	0
Fund Balance at End of Year	<u>\$ 158,493</u>	<u>\$ 179,395</u>	<u>\$ 20,902</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
PERMISSIVE MOTOR VEHICLE TAX FUND			
Revenues:			
Intergovernmental Revenues	\$ 250,000	\$ 264,107	\$ 14,107
Investment Earnings	800	1,052	252
All Other Revenues	0	1,633	1,633
Total Revenues	<u>250,800</u>	<u>266,792</u>	<u>15,992</u>
Expenditures:			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	191,600	169,706	21,894
Materials and Supplies	87,900	87,774	126
Contractual Services	59,257	16,647	42,610
Traffic Signs and Signals Department:			
Contractual Services	120	84	36
Total Expenditures	<u>338,877</u>	<u>274,211</u>	<u>64,666</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(88,077)	(7,419)	80,658
Fund Balance at Beginning of Year	101,743	101,743	0
Prior Year Encumbrances	2,837	2,837	0
Fund Balance at End of Year	<u>\$ 16,503</u>	<u>\$ 97,161</u>	<u>\$ 80,658</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Capital Outlay	<u>20</u>	<u>20</u>	<u>0</u>
Total Expenditures	<u>20</u>	<u>20</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20)	(20)	0
Fund Balance at Beginning of Year	<u>20</u>	<u>20</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	3	3	0
Fund Balance at End of Year	<u>\$ 3</u>	<u>\$ 3</u>	<u>\$ 0</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	TEEN FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Leisure Time Activities:			
Recreation Parks and Programs Department:			
Contractual Services	<u> 4,300</u>	<u> 255</u>	<u> 4,045</u>
Total Expenditures	<u> 4,300</u>	<u> 255</u>	<u> 4,045</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> (4,300)</u>	<u> (255)</u>	<u> 4,045</u>
Fund Balance at Beginning of Year	<u> 4,653</u>	<u> 4,653</u>	<u> 0</u>
Prior Year Encumbrances	<u> 300</u>	<u> 300</u>	<u> 0</u>
Fund Balance at End of Year	<u><u> \$ 653</u></u>	<u><u> \$ 4,698</u></u>	<u><u> \$ 4,045</u></u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 1,200	\$ 2,811	\$ 1,611
All Other Revenues	0	72	72
Total Revenues	<u>1,200</u>	<u>2,883</u>	<u>1,683</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	1,106	1,103	3
Contractual Services	476	412	64
Total Expenditures	<u>1,582</u>	<u>1,515</u>	<u>67</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(382)	1,368	1,750
Fund Balance at Beginning of Year	2,888	2,888	0
Prior Year Encumbrances	82	82	0
Fund Balance at End of Year	<u>\$ 2,588</u>	<u>\$ 4,338</u>	<u>\$ 1,750</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
DRUG LAW ENFORCEMENT FUND			
Revenues:			
Fines and Forfeitures	\$ 9,000	\$ 30,124	\$ 21,124
All Other Revenues	0	440	440
Total Revenues	<u>9,000</u>	<u>30,564</u>	<u>21,564</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	5,068	3,786	1,282
Contractual Services	<u>21,785</u>	<u>10,928</u>	<u>10,857</u>
Total Security of Persons and Property	<u>26,853</u>	<u>14,714</u>	<u>12,139</u>
Capital Outlay	<u>5,399</u>	<u>5,399</u>	<u>0</u>
Total Expenditures	<u>32,252</u>	<u>20,113</u>	<u>12,139</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,252)	10,451	33,703
Fund Balance at Beginning of Year	39,646	39,646	0
Prior Year Encumbrances	<u>8,628</u>	<u>8,628</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 25,022</u>	<u>\$ 58,725</u>	<u>\$ 33,703</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 3,500	\$ 4,380	\$ 880
Total Revenues	<u>3,500</u>	<u>4,380</u>	<u>880</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Personal Services	7,230	4,208	3,022
Total Expenditures	<u>7,230</u>	<u>4,208</u>	<u>3,022</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,730)	172	3,902
Fund Balance at Beginning of Year	9,359	9,359	0
Fund Balance at End of Year	<u>\$ 5,629</u>	<u>\$ 9,531</u>	<u>\$ 3,902</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 350	\$ 419	\$ 69
All Other Revenues	<u>700</u>	<u>3,438</u>	<u>2,738</u>
Total Revenues	<u>1,050</u>	<u>3,857</u>	<u>2,807</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	600	516	84
Contractual Services	<u>4,012</u>	<u>2,612</u>	<u>1,400</u>
Total Expenditures	<u>4,612</u>	<u>3,128</u>	<u>1,484</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,562)	729	4,291
Fund Balance at Beginning of Year	5,035	5,035	0
Prior Year Encumbrances	<u>2,612</u>	<u>2,612</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,085</u>	<u>\$ 8,376</u>	<u>\$ 4,291</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

MAYOR'S COURT COMPUTER FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 8,000	\$ 8,076	\$ 76
Total Revenues	<u>8,000</u>	<u>8,076</u>	<u>76</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	2,608	903	1,705
Contractual Services	<u>11,637</u>	<u>6,478</u>	<u>5,159</u>
Total Security of Persons and Property	<u>14,245</u>	<u>7,381</u>	<u>6,864</u>
Capital Outlay	<u>10,118</u>	<u>9,587</u>	<u>531</u>
Total Expenditures	<u>24,363</u>	<u>16,968</u>	<u>7,395</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,363)	(8,892)	7,471
Fund Balance at Beginning of Year	34,297	34,297	0
Prior Year Encumbrances	<u>5,609</u>	<u>5,609</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 23,543</u>	<u>\$ 31,014</u>	<u>\$ 7,471</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

CLERK OF COURTS COMPUTER FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 18,500	\$ 18,848	\$ 348
Total Revenues	<u>18,500</u>	<u>18,848</u>	<u>348</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	5,200	1,752	3,448
Contractual Services	<u>19,018</u>	<u>14,182</u>	<u>4,836</u>
Total Security of Persons and Property	<u>24,218</u>	<u>15,934</u>	<u>8,284</u>
Capital Outlay	<u>23,542</u>	<u>22,531</u>	<u>1,011</u>
Total Expenditures	<u>47,760</u>	<u>38,465</u>	<u>9,295</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(29,260)	(19,617)	9,643
Fund Balance at Beginning of Year	77,755	77,755	0
Prior Year Encumbrances	<u>13,086</u>	<u>13,086</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 61,581</u>	<u>\$ 71,224</u>	<u>\$ 9,643</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 770	\$ 771	\$ 1
Total Revenues	<u>770</u>	<u>771</u>	<u>1</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Contractual Services	1,500	1,500	0
Total Expenditures	<u>1,500</u>	<u>1,500</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(730)	(729)	1
Fund Balance at Beginning of Year	1,042	1,042	0
Fund Balance at End of Year	<u>\$ 312</u>	<u>\$ 313</u>	<u>\$ 1</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	COPS GRANT FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	<u> 5,752</u>	<u> 0</u>	<u> 5,752</u>
Total Expenditures	<u> 5,752</u>	<u> 0</u>	<u> 5,752</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u> (5,752)</u>	<u> 0</u>	<u> 5,752</u>
Fund Balance at Beginning of Year	<u> 5,752</u>	<u> 5,752</u>	<u> 0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 5,752</u>	<u>\$ 5,752</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	3,100	3,100	0
Contractual Services	<u>5,950</u>	<u>5,697</u>	<u>253</u>
Total Security of Persons and Property	<u>9,050</u>	<u>8,797</u>	<u>253</u>
Capital Outlay	<u>5,750</u>	<u>5,750</u>	<u>0</u>
Total Expenditures	<u>14,800</u>	<u>14,547</u>	<u>253</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,800)	(14,547)	253
Fund Balance at Beginning of Year	<u>43,881</u>	<u>43,881</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 29,081</u>	<u>\$ 29,334</u>	<u>\$ 253</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014**

TERMINATION BENEFITS FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
General Government:			
Miscellaneous Financing Department:			
Personal Services	242,500	201,272	41,228
Total Expenditures	<u>242,500</u>	<u>201,272</u>	<u>41,228</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(242,500)	(201,272)	41,228
Other Financing Sources (Uses):			
Transfers In	175,000	175,000	0
Total Other Financing Sources (Uses)	<u>175,000</u>	<u>175,000</u>	<u>0</u>
Net Change in Fund Balance	(67,500)	(26,272)	41,228
Fund Balance at Beginning of Year	171,476	171,476	0
Fund Balance at End of Year	<u>\$ 103,976</u>	<u>\$ 145,204</u>	<u>\$ 41,228</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 37,175	\$ 25,050	\$ (12,125)
Total Revenues	<u>37,175</u>	<u>25,050</u>	<u>(12,125)</u>
Expenditures:			
Security of Persons and Property:			
Police Department:			
Personal Services	36,275	18,535	17,740
Materials and Supplies	<u>900</u>	<u>755</u>	<u>145</u>
Total Expenditures	<u>37,175</u>	<u>19,290</u>	<u>17,885</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	5,760	5,760
Fund Balance at Beginning of Year	<u>1,679</u>	<u>1,679</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,679</u>	<u>\$ 7,439</u>	<u>\$ 5,760</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2014**

NOTE DEBT RETIREMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 7,150	\$ 8,450	\$ 1,300
Total Revenues	<u>7,150</u>	<u>8,450</u>	<u>1,300</u>
Expenditures:			
Debt Service:			
Principal Retirement	390,000	390,000	0
Interest Charges	<u>54,500</u>	<u>54,500</u>	<u>0</u>
Total Expenditures	<u>444,500</u>	<u>444,500</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(437,350)	(436,050)	1,300
Other Financing Sources (Uses):			
Transfers In	<u>437,350</u>	<u>436,700</u>	<u>(650)</u>
Total Other Financing Sources (Uses)	<u>437,350</u>	<u>436,700</u>	<u>(650)</u>
Net Change in Fund Balance	0	650	650
Fund Balance at Beginning of Year	<u>650</u>	<u>650</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 650</u>	<u>\$ 1,300</u>	<u>\$ 650</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2014**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Debt Service:			
Principal Retirement	925,000	925,000	0
Interest Charges	113,275	113,275	0
Total Expenditures	1,038,275	1,038,275	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,038,275)	(1,038,275)	0
Other Financing Sources (Uses):			
Transfers In	1,038,275	1,038,275	0
Total Other Financing Sources (Uses)	1,038,275	1,038,275	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2014***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Special Assessments	<u>\$ 108,555</u>	<u>\$ 108,555</u>	<u>\$ 0</u>
Total Revenues	<u>108,555</u>	<u>108,555</u>	<u>0</u>
Expenditures:			
Debt Service:			
Principal Retirement	<u>60,000</u>	<u>60,000</u>	<u>0</u>
Interest Charges	<u>48,555</u>	<u>48,555</u>	<u>0</u>
Total Expenditures	<u>108,555</u>	<u>108,555</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at Beginning of Year	<u>792</u>	<u>792</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 792</u>	<u>\$ 792</u>	<u>\$ 0</u>

CITY OF SHARONVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2014***

ZIND LANE SEWER FUND			
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	13,595	13,595	0
Fund Balance at End of Year	<u>\$ 13,595</u>	<u>\$ 13,595</u>	<u>\$ 0</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

CAPITAL IMPROVEMENT FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 124,603	\$ 269,076	\$ 144,473
Total Revenues	<u>124,603</u>	<u>269,076</u>	<u>144,473</u>
Expenditures:			
Capital Outlay	2,827,914	2,783,738	44,176
Total Expenditures	<u>2,827,914</u>	<u>2,783,738</u>	<u>44,176</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,703,311)	(2,514,662)	188,649
Other Financing Sources (Uses):			
Transfers In	1,575,397	1,575,397	0
Total Other Financing Sources (Uses)	<u>1,575,397</u>	<u>1,575,397</u>	<u>0</u>
Net Change in Fund Balance	(1,127,914)	(939,265)	188,649
Fund Balance at Beginning of Year	780,417	780,417	0
Prior Year Encumbrances	449,126	449,126	0
Fund Balance at End of Year	<u>\$ 101,629</u>	<u>\$ 290,278</u>	<u>\$ 188,649</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 1,136,900	\$ 832,713	\$ (304,187)
Total Revenues	<u>1,136,900</u>	<u>832,713</u>	<u>(304,187)</u>
Expenditures:			
Capital Outlay	1,136,900	832,713	304,187
Total Expenditures	<u>1,136,900</u>	<u>832,713</u>	<u>304,187</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

ISSUE II MOSTELLER / I-275 FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 532,570	\$ 0	\$ (532,570)
Total Revenues	532,570	0	(532,570)
Expenditures:			
Capital Outlay	532,570	0	532,570
Total Expenditures	532,570	0	532,570
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 1,700	\$ 1,798	\$ 98
Total Revenues	<u>1,700</u>	<u>1,798</u>	<u>98</u>
Expenditures:			
General Government:			
Contractual Services	2,500	1,085	1,415
Total Expenditures	<u>2,500</u>	<u>1,085</u>	<u>1,415</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(800)	713	1,513
Fund Balance at Beginning of Year	1,619	1,619	0
Fund Balance at End of Year	<u>\$ 819</u>	<u>\$ 2,332</u>	<u>\$ 1,513</u>

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Capital Outlay	566,896	544,993	21,903
Total Expenditures	566,896	544,993	21,903
Excess (Deficiency) of Revenues Over (Under) Expenditures	(566,896)	(544,993)	21,903
Other Financing Sources (Uses):			
Transfers In	200,000	200,000	0
Total Other Financing Sources (Uses)	200,000	200,000	0
Net Change in Fund Balance	(366,896)	(344,993)	21,903
Fund Balance at Beginning of Year	508,139	508,139	0
Fund Balance at End of Year	\$ 141,243	\$ 163,146	\$ 21,903

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

FIRE EQUIPMENT FUND			
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ 0	\$ 0	\$ 0
Expenditures:			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Other Financing Sources (Uses):			
Transfers In	0	650,000	650,000
Total Other Financing Sources (Uses)	0	650,000	650,000
Net Change in Fund Balance	0	650,000	650,000
Fund Balance at Beginning of Year	778,138	778,138	0
Fund Balance at End of Year	\$ 778,138	\$ 1,428,138	\$ 650,000

CITY OF SHARONVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014**

STORM WATER FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Special Assessments	\$ 189,000	\$ 189,339	\$ 339
Total Revenues	<u>189,000</u>	<u>189,339</u>	<u>339</u>
Expenditures:			
General Government:			
Miscellaneous Financing Department:			
Personal Services	15,000	12,000	3,000
Contractual Services	<u>369,024</u>	<u>223,458</u>	<u>145,566</u>
Total Expenditures	<u>384,024</u>	<u>235,458</u>	<u>148,566</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(195,024)	(46,119)	148,905
Fund Balance at Beginning of Year	298,169	298,169	0
Prior Year Encumbrances	<u>12,344</u>	<u>12,344</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 115,489</u>	<u>\$ 264,394</u>	<u>\$ 148,905</u>



Fiduciary Funds

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

Agency Funds

Mayor's Court Fund

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

Employee Benefits Fund

To account for funds related to the IRS 125 Employee Benefits Plan.

Ohio Board of Building Standards Fund

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

Tax Rebate 1.5% Fund

To account for funds being claimed by taxpayers for over-payment of taxes at the 1.5% tax rate.

CITY OF SHARONVILLE, OHIO

**Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2014**

	Balance December 31, 2013	Additions	Deductions	Balance December 31, 2014
Mayor's Court Fund				
Assets:				
Cash and Cash Equivalents	\$60,185	\$466,012	(\$465,673)	\$60,524
Total Assets	<u>\$60,185</u>	<u>\$466,012</u>	<u>(\$465,673)</u>	<u>\$60,524</u>
Liabilities:				
Due to Others	\$60,185	\$466,012	(\$465,673)	\$60,524
Total Liabilities	<u>\$60,185</u>	<u>\$466,012</u>	<u>(\$465,673)</u>	<u>\$60,524</u>
Employee Benefits Fund				
Assets:				
Cash and Cash Equivalents	\$167,149	\$16,250	(\$150,992)	\$32,407
Total Assets	<u>\$167,149</u>	<u>\$16,250</u>	<u>(\$150,992)</u>	<u>\$32,407</u>
Liabilities:				
Due to Others	\$167,149	\$16,250	(\$150,992)	\$32,407
Total Liabilities	<u>\$167,149</u>	<u>\$16,250</u>	<u>(\$150,992)</u>	<u>\$32,407</u>
Ohio Board of Building Standards Fund				
Assets:				
Cash and Cash Equivalents	\$3,218	\$9,866	(\$9,599)	\$3,485
Total Assets	<u>\$3,218</u>	<u>\$9,866</u>	<u>(\$9,599)</u>	<u>\$3,485</u>
Liabilities:				
Intergovernmental Payables	\$3,218	\$9,866	(\$9,599)	\$3,485
Total Liabilities	<u>\$3,218</u>	<u>\$9,866</u>	<u>(\$9,599)</u>	<u>\$3,485</u>
Tax Rebate 1.5% Fund				
Assets:				
Cash and Cash Equivalents	\$485,166	\$522,612	(\$693,422)	\$314,356
Total Assets	<u>\$485,166</u>	<u>\$522,612</u>	<u>(\$693,422)</u>	<u>\$314,356</u>
Liabilities:				
Due to Others	\$485,166	\$522,612	(\$693,422)	\$314,356
Total Liabilities	<u>\$485,166</u>	<u>\$522,612</u>	<u>(\$693,422)</u>	<u>\$314,356</u>
Totals - All Agency Funds				
Assets:				
Cash and Cash Equivalents	\$715,718	\$1,014,740	(\$1,319,686)	\$410,772
Total Assets	<u>\$715,718</u>	<u>\$1,014,740</u>	<u>(\$1,319,686)</u>	<u>\$410,772</u>
Liabilities:				
Intergovernmental Payables	\$3,218	\$9,866	(\$9,599)	\$3,485
Due to Others	712,500	1,004,874	(1,310,087)	407,287
Total Liabilities	<u>\$715,718</u>	<u>\$1,014,740</u>	<u>(\$1,319,686)</u>	<u>\$410,772</u>

STATISTICAL SECTION



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STATISTICAL TABLES

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	S 2 – S 13
These schedules contain trend information to help the reader understand how the city’s financial position has changed over time.	
Revenue Capacity	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the city’s ability to generate its most significant local revenue sources, the property tax and the income tax.	
Debt Capacity	S 18 – S 27
These schedules present information to help the reader assess the affordability of the city’s current levels of outstanding debt and the city’s ability to issue additional debt in the future.	
Economic and Demographic Information	S 28 – S 31
These schedules offer economic and demographic indicators to help the reader understand the environment within which the city’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 32 – S 37
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.	

City of Sharonville

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Governmental Activities:				
Net Investment in Capital Assets	\$7,565,792	\$13,967,107	\$15,362,490	\$15,216,606
Restricted	10,551,263	7,088,138	5,583,479	9,135,665
Unrestricted	5,968,841	3,773,963	4,963,610	3,445,315
Total Governmental Activities Net Position	<u>\$24,085,896</u>	<u>\$24,829,208</u>	<u>\$25,909,579</u>	<u>\$27,797,586</u>
Business-type Activities:				
Net Investment in Capital Assets	\$1,960,040	\$2,394,091	\$3,415,488	\$3,769,217
Unrestricted	1,193,441	1,145,530	1,140,989	1,182,393
Total Business-type Activities Net Position	<u>\$3,153,481</u>	<u>\$3,539,621</u>	<u>\$4,556,477</u>	<u>\$4,951,610</u>
Primary Government:				
Net Investment in Capital Assets	\$9,525,832	\$16,361,198	\$18,777,978	\$18,985,823
Restricted	10,551,263	7,088,138	5,583,479	9,135,665
Unrestricted	7,162,282	4,919,493	6,104,599	4,627,708
Total Primary Government Net Position	<u>\$27,239,377</u>	<u>\$28,368,829</u>	<u>\$30,466,056</u>	<u>\$32,749,196</u>

Source: City Finance Office

City of Sharonville

2009	2010	2011	2012	2013	2014
\$17,610,943	\$19,512,004	\$20,570,792	\$23,538,956	\$34,248,573	\$37,768,260
8,172,552	10,520,510	10,797,191	11,720,978	6,858,105	5,833,900
2,828,030	4,002,970	6,124,529	5,986,344	7,032,960	7,731,855
<u>\$28,611,525</u>	<u>\$34,035,484</u>	<u>\$37,492,512</u>	<u>\$41,246,278</u>	<u>\$48,139,638</u>	<u>\$51,334,015</u>
\$4,993,028	\$5,420,257	\$9,817,339	\$2,132,289	\$4,047,435	\$4,838,436
1,399,669	1,539,058	(2,539,416)	3,984,237	2,215,847	1,939,513
<u>\$6,392,697</u>	<u>\$6,959,315</u>	<u>\$7,277,923</u>	<u>\$6,116,526</u>	<u>\$6,263,282</u>	<u>\$6,777,949</u>
\$22,603,971	\$24,932,261	\$30,388,131	\$25,671,245	\$38,296,008	\$42,606,696
8,172,552	10,520,510	10,797,191	11,720,978	6,858,105	5,833,900
4,227,699	5,542,028	3,585,113	9,970,581	9,248,807	9,671,368
<u>\$35,004,222</u>	<u>\$40,994,799</u>	<u>\$44,770,435</u>	<u>\$47,362,804</u>	<u>\$54,402,920</u>	<u>\$58,111,964</u>

City of Sharonville

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2005	2006	2007	2008
Expenses				
Governmental Activities:				
Security of Persons and Property	\$11,726,212	\$11,736,011	\$12,781,602	\$12,627,634
Public Health and Welfare Services	361,002	349,637	325,641	417,441
Leisure Time Activities	3,313,120	3,223,962	3,199,167	3,329,341
Community Environment	561,985	495,139	474,967	479,941
Basic Utility Services	577,944	507,998	541,779	555,320
Transportation	1,655,934	2,039,820	2,368,038	3,006,944
General Government	4,068,570	3,860,974	4,703,522	4,181,862
Interest and Fiscal Charges	757,929	837,660	798,793	809,105
<i>Total Governmental Activities Expenses</i>	<u>23,022,696</u>	<u>23,051,201</u>	<u>25,193,509</u>	<u>25,407,588</u>
Business-type Activities:				
Convention Center	1,616,476	1,520,275	1,623,356	1,787,979
Senior Citizen Housing	226,006	188,040	199,472	252,945
<i>Total Business-type Activities Expenses</i>	<u>1,842,482</u>	<u>1,708,315</u>	<u>1,822,828</u>	<u>2,040,924</u>
<i>Total Primary Government Expenses</i>	<u>\$24,865,178</u>	<u>\$24,759,516</u>	<u>\$27,016,337</u>	<u>\$27,448,512</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$772,124	\$827,235	\$858,087	\$912,430
Public Health and Welfare Services	78,229	83,347	81,458	84,322
Leisure Time Activities	371,937	383,172	361,611	359,354
Community Environment	307,639	261,735	213,804	264,345
Transportation	315	1,538	989	176,334
General Government	49	17	0	0
Operating Grants and Contributions	1,794,027	1,607,033	1,989,130	1,836,691
Capital Grants and Contributions	34,431	249,831	130,725	806,472
<i>Total Governmental Activities</i>	<u>3,358,751</u>	<u>3,413,908</u>	<u>3,635,804</u>	<u>4,439,948</u>
<i>Program Revenues</i>	<u>3,358,751</u>	<u>3,413,908</u>	<u>3,635,804</u>	<u>4,439,948</u>

City of Sharonville

2009	2010	2011	2012	2013	2014
\$11,820,345	\$12,016,995	\$12,287,143	\$12,311,523	\$12,866,090	\$13,331,572
345,875	445,232	374,700	372,910	391,627	363,600
3,301,438	3,176,146	3,087,936	3,141,715	3,235,379	3,203,395
572,323	544,214	586,111	490,488	453,644	504,322
560,329	466,805	527,483	511,018	518,709	611,860
2,234,076	2,509,460	2,721,535	2,847,491	2,630,047	3,455,866
3,923,301	3,538,547	4,033,393	3,401,228	4,351,283	4,299,338
591,279	657,907	536,851	248,444	364,632	354,957
<u>23,348,966</u>	<u>23,355,306</u>	<u>24,155,152</u>	<u>23,324,817</u>	<u>24,811,411</u>	<u>26,124,910</u>
1,815,100	2,817,156	3,480,293	4,306,004	4,376,503	4,349,039
420,419	310,768	317,767	219,144	244,868	224,506
<u>2,235,519</u>	<u>3,127,924</u>	<u>3,798,060</u>	<u>4,525,148</u>	<u>4,621,371</u>	<u>4,573,545</u>
<u>\$25,584,485</u>	<u>\$26,483,230</u>	<u>\$27,953,212</u>	<u>\$27,849,965</u>	<u>\$29,432,782</u>	<u>\$30,698,455</u>
\$950,231	\$1,081,070	\$950,816	\$910,580	\$1,044,925	\$919,592
89,594	84,412	87,806	91,685	87,679	93,602
306,803	351,563	318,241	355,784	351,727	327,732
181,447	204,974	242,856	249,090	169,417	370,082
178,811	3,125	6,032	8,375	25,758	28,640
92,526	0	0	0	0	0
1,571,977	2,277,689	2,627,355	2,127,023	2,010,617	2,036,397
13,847	2,959,518	209,596	577,073	2,511,272	189,339
<u>3,385,236</u>	<u>6,962,351</u>	<u>4,442,702</u>	<u>4,319,610</u>	<u>6,201,395</u>	<u>3,965,384</u>

(continued)

City of Sharonville

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2005	2006	2007	2008
Business-type Activities:				
Charges for Services				
Convention Center	1,365,959	951,945	1,084,056	1,021,770
Senior Citizen Housing	205,567	216,804	223,811	235,671
Operating Grants and Contributions	738,984	925,706	1,526,405	1,178,616
<i>Total Business-type Activities</i>				
<i>Program Revenues</i>	2,310,510	2,094,455	2,834,272	2,436,057
<i>Total Primary Government</i>				
<i>Program Revenues</i>	5,669,261	5,508,363	6,470,076	6,876,005
Net (Expense)/Revenue				
Governmental Activities	(19,663,945)	(19,637,293)	(21,557,705)	(20,967,640)
Business-type Activities	468,028	386,140	1,011,444	395,133
<i>Total Primary Government</i>				
<i>Net (Expense)/Revenue</i>	<u>(\$19,195,917)</u>	<u>(\$19,251,153)</u>	<u>(\$20,546,261)</u>	<u>(\$20,572,507)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Income Taxes	\$19,488,300	\$19,077,969	\$20,141,422	\$19,591,472
Other Local Taxes	268,487	0	0	0
Property Taxes	0	0	0	699,857
Grants and Entitlements not Restricted to Specific Programs	1,135,536	1,028,370	1,478,133	1,683,303
Investment Earnings	446,000	784,306	727,051	418,611
Miscellaneous	567,601	352,589	291,470	462,404
Transfers	(384,236)	0	0	0
<i>Total Governmental Activities</i>	<u>21,521,688</u>	<u>21,243,234</u>	<u>22,638,076</u>	<u>22,855,647</u>
Business-type Activities:				
Investment Earnings	0	0	5,412	0
Transfers	384,236	0	0	0
<i>Total Business-type Activities</i>	<u>384,236</u>	<u>0</u>	<u>5,412</u>	<u>0</u>
<i>Total Primary Government</i>	<u>\$21,905,924</u>	<u>\$21,243,234</u>	<u>\$22,643,488</u>	<u>\$22,855,647</u>
Change in Net Position				
Governmental Activities	\$1,857,743	\$1,605,941	\$1,080,371	\$1,888,007
Business-type Activities	852,264	386,140	1,016,856	395,133
<i>Total Primary Government</i>				
<i>Change in Net Position</i>	<u>\$2,710,007</u>	<u>\$1,992,081</u>	<u>\$2,097,227</u>	<u>\$2,283,140</u>

Source: City Finance Office

City of Sharonville

2009	2010	2011	2012	2013	2014
888,091	1,060,764	869,989	1,201,706	1,613,198	1,643,178
253,653	253,705	264,277	287,648	283,775	298,235
3,427,312	2,380,073	2,982,402	3,103,120	2,871,154	3,146,799
4,569,056	3,694,542	4,116,668	4,592,474	4,768,127	5,088,212
7,954,292	10,656,893	8,559,370	8,912,084	10,969,522	9,053,596
(19,963,730)	(16,392,955)	(19,712,450)	(19,005,207)	(18,610,016)	(22,159,526)
2,333,537	566,618	318,608	67,326	146,756	514,667
<u>(\$17,630,193)</u>	<u>(\$15,826,337)</u>	<u>(\$19,393,842)</u>	<u>(\$18,937,881)</u>	<u>(\$18,463,260)</u>	<u>(\$21,644,859)</u>
\$17,656,370	\$18,411,406	\$19,970,964	\$20,413,196	\$22,211,407	\$22,289,746
0	0	89,592	115,628	189,934	197,499
736,368	800,688	788,376	0	547,938	490,620
965,973	1,810,874	1,326,156	887,933	1,917,434	1,139,430
159,497	21,198	15,512	309,911	85,082	155,836
367,011	772,748	978,878	459,307	551,581	1,080,772
892,450	0	0	0	0	0
<u>20,777,669</u>	<u>21,816,914</u>	<u>23,169,478</u>	<u>22,185,975</u>	<u>25,503,376</u>	<u>25,353,903</u>
0	0	0	0	0	0
(892,450)	0	0	0	0	0
<u>(892,450)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$19,885,219</u>	<u>\$21,816,914</u>	<u>\$23,169,478</u>	<u>\$22,185,975</u>	<u>\$25,503,376</u>	<u>\$25,353,903</u>
\$813,939	\$5,423,959	\$3,457,028	\$3,180,768	\$6,893,360	\$3,194,377
1,441,087	566,618	318,608	67,326	146,756	514,667
<u>\$2,255,026</u>	<u>\$5,990,577</u>	<u>\$3,775,636</u>	<u>\$3,248,094</u>	<u>\$7,040,116</u>	<u>\$3,709,044</u>

City of Sharonville

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	175,922	133,670	99,020	169,259
Unreserved	<u>5,137,744</u>	<u>5,122,570</u>	<u>6,130,065</u>	<u>4,851,999</u>
<i>Total General Fund</i>	<u>5,313,666</u>	<u>5,256,240</u>	<u>6,229,085</u>	<u>5,021,258</u>
All Other Governmental Funds				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Committed	0	0	0	0
Unassigned	0	0	0	0
Reserved	2,108,165	4,262,764	1,642,931	2,179,525
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	3,791,802	3,536,093	3,162,766	3,207,347
Capital Projects Funds	<u>4,498,142</u>	<u>(2,427,215)</u>	<u>(3,336,410)</u>	<u>(1,932,395)</u>
<i>Total All Other Governmental Funds</i>	<u>10,398,109</u>	<u>5,371,642</u>	<u>1,469,287</u>	<u>3,454,477</u>
<i>Total Governmental Funds</i>	<u>\$15,711,775</u>	<u>\$10,627,882</u>	<u>\$7,698,372</u>	<u>\$8,475,735</u>

Source: City Finance Office

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

City of Sharonville

2009	2010	2011	2012	2013	2014
\$0	\$0	\$44,636	\$43,071	\$35,267	\$51,398
0	0	90,050	160,085	171,476	72,426
0	0	286,206	405,917	491,033	267,365
0	0	6,569,528	6,782,041	7,629,295	9,472,808
210,733	267,522	0	0	0	0
4,137,756	5,197,710	0	0	0	0
<u>4,348,489</u>	<u>5,465,232</u>	<u>6,990,420</u>	<u>7,391,114</u>	<u>8,327,071</u>	<u>9,863,997</u>
0	0	146,170	128,360	126,496	296,732
0	0	5,184,934	5,696,440	5,618,202	5,772,932
0	0	220,130	1,093,355	1,111,908	518,140
0	0	(1,730,479)	(1,764,639)	(2,105,941)	(3,164,619)
2,626,872	1,779,935	0	0	0	0
3,080,558	3,368,477	0	0	0	0
(2,132,286)	(1,627,149)	0	0	0	0
<u>3,575,144</u>	<u>3,521,263</u>	<u>3,820,755</u>	<u>5,153,516</u>	<u>4,750,665</u>	<u>3,423,185</u>
<u>\$7,923,633</u>	<u>\$8,986,495</u>	<u>\$10,811,175</u>	<u>\$12,544,630</u>	<u>\$13,077,736</u>	<u>\$13,287,182</u>

City of Sharonville

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2005	2006	2007	2008
Revenues:				
Taxes	\$20,602,024	\$19,139,977	\$20,290,549	\$19,912,399
Intergovernmental Revenues	3,102,272	2,760,328	3,261,644	4,470,345
Charges for Services	794,036	778,376	867,879	933,899
Licenses and Permits	554,483	523,917	476,617	523,759
Investment Earnings	449,196	755,679	708,184	425,854
Special Assessments	89,260	89,553	130,725	137,004
Fines and Forfeitures	433,952	432,898	417,104	348,046
All Other Revenue	257,534	128,873	81,330	348,964
Total Revenue	<u>26,282,757</u>	<u>24,609,601</u>	<u>26,234,032</u>	<u>27,100,270</u>
Expenditures:				
Current:				
Security of Persons and Property	11,249,491	11,261,727	12,148,459	11,958,679
Public Health and Welfare Services	355,894	379,359	347,062	419,725
Leisure Time Activities	2,940,080	2,840,788	2,809,181	2,900,484
Community Environment	520,869	498,434	497,291	466,570
Basic Utility Services	577,944	507,998	541,779	555,320
Transportation	1,306,783	1,564,074	1,972,165	1,739,059
General Government	2,979,947	3,562,483	3,410,862	3,732,419
Capital Outlay	2,490,515	6,342,629	5,456,038	3,010,260
Debt Service:				
Principal Retirement	1,181,869	1,160,000	1,175,000	1,210,000
Interest and Fiscal Charges	772,384	847,603	810,970	821,227
Advance Refunding to Escrow	0	0	0	0
Total Expenditures	<u>24,375,776</u>	<u>28,965,095</u>	<u>29,168,807</u>	<u>26,813,743</u>
Excess (Deficiency) of Revenues Over Expenditures	1,906,981	(4,355,494)	(2,934,775)	286,527

City of Sharonville

2009	2010	2011	2012	2013	2014
\$18,241,043	\$19,058,599	\$20,441,385	\$21,073,012	\$22,643,497	\$23,268,446
2,807,875	4,481,399	3,919,570	3,459,320	4,043,194	3,512,276
959,323	867,218	846,721	841,214	830,509	912,351
467,005	483,849	525,503	533,099	474,164	658,217
44,140	21,198	15,512	18,599	85,082	155,836
13,847	200,419	236,426	298,704	296,203	297,894
370,313	425,628	427,874	446,816	385,746	366,993
521,468	579,722	770,398	310,193	387,599	672,156
<u>23,425,014</u>	<u>26,118,032</u>	<u>27,183,389</u>	<u>26,980,957</u>	<u>29,145,994</u>	<u>29,844,169</u>
11,249,572	11,522,061	11,643,831	11,723,745	12,030,985	12,241,157
345,561	445,765	374,322	369,086	387,357	368,868
2,824,218	2,664,712	2,481,596	2,587,134	2,625,215	2,597,876
557,096	543,526	584,908	482,632	467,141	499,794
560,329	466,805	527,483	511,018	518,709	611,860
1,578,400	1,785,519	2,113,934	2,265,281	1,786,230	2,166,899
3,423,205	3,252,463	3,400,002	3,193,038	4,021,247	4,079,195
2,472,773	3,921,251	2,286,976	2,285,638	4,996,877	5,506,072
1,335,000	1,325,000	1,783,777	1,426,471	1,411,529	1,375,000
653,034	643,042	538,968	476,693	368,322	355,268
0	0	0	854,584	0	0
<u>24,999,188</u>	<u>26,570,144</u>	<u>25,735,797</u>	<u>26,175,320</u>	<u>28,613,612</u>	<u>29,801,989</u>
(1,574,174)	(452,112)	1,447,592	805,637	532,382	42,180

(Continued)

City of Sharonville

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2005	2006	2007	2008
Other Financing Sources (Uses):				
Sale of Capital Assets	2,895	22,246	11,705	19,638
Issuance of Capital Leases	0	69,065	0	499,000
General Obligation Refunding Bonds Issued	0	0	0	0
General Obligation Bonds Issued	0	0	0	0
Special Assessment Bonds Issued	0	0	0	0
Premiums on Debt Issuances	0	27,233	18,867	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	3,819,956	3,423,736	4,506,118	4,966,559
Transfers Out	(4,204,192)	(3,423,736)	(4,506,118)	(4,966,559)
Total Other Financing Sources (Uses)	<u>(381,341)</u>	<u>118,544</u>	<u>30,572</u>	<u>518,638</u>
Net Change in Fund Balance	<u>\$1,525,640</u>	<u>(\$4,236,950)</u>	<u>(\$2,904,203)</u>	<u>\$805,165</u>
 Debt Service as a Percentage of Noncapital Expenditures	 5.24%	 5.18%	 4.79%	 4.89%

Source: City Finance Office

City of Sharonville

2009	2010	2011	2012	2013	2014
15,161	0	285,304	21,791	17,293	18
0	203,289	0	108,000	0	0
3,460,000	0	0	3,935,000	0	0
0	0	0	0	0	0
0	1,400,000	0	0	0	0
115,357	0	0	291,312	0	0
(3,491,022)	0	0	(4,144,334)	0	0
3,356,021	1,957,663	2,999,168	5,104,206	4,274,825	3,900,372
(2,463,571)	(1,957,663)	(2,999,168)	(5,104,206)	(4,274,825)	(3,900,372)
991,946	1,603,289	285,304	211,769	17,293	18
(\$582,228)	\$1,151,177	\$1,732,896	\$1,017,406	\$549,675	\$42,198
5.83%	5.82%	7.40%	11.73%	8.23%	6.90%

City of Sharonville

Income Tax Revenues by Source, Governmental Funds Last Ten Years

Tax year	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$556,163	\$589,376	\$593,596	\$607,689
Total Tax Collected	\$20,078,349	\$19,937,204	\$20,971,260	\$20,594,952
Income Tax Receipts				
Withholding	15,549,738	15,681,150	17,064,053	16,611,460
Percentage	77.45%	78.65%	81.37%	80.65%
Corporate	2,943,801	2,772,855	2,502,457	2,581,828
Percentage	14.66%	13.91%	11.93%	12.54%
Individuals	1,523,617	1,394,448	1,353,362	1,340,718
Percentage	7.59%	6.99%	6.45%	6.51%
Penalty and Interest	61,193	88,751	51,388	60,946
Percentage	0.30%	0.45%	0.25%	0.30%

Source: City Income Tax Department

City of Sharonville

2009	2010	2011	2012	2013	2014
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$595,058	\$595,528	\$621,753	\$635,706	\$681,187	\$681,187
\$18,677,400	\$19,027,828	\$20,365,647	\$21,541,108	\$22,597,127	\$23,124,833
15,354,257	15,235,792	16,494,415	17,292,457	17,761,741	18,529,411
82.21%	80.06%	80.99%	80.28%	78.60%	80.12%
1,990,915	2,389,008	2,431,248	2,764,329	3,311,307	3,162,648
10.66%	12.56%	11.94%	12.83%	14.65%	13.68%
1,250,076	1,275,819	1,326,586	1,345,664	1,445,247	1,336,170
6.69%	6.71%	6.51%	6.25%	6.40%	5.78%
82,152	127,209	113,398	138,658	78,832	96,604
0.44%	0.67%	0.56%	0.64%	0.35%	0.42%



City of Sharonville

Income Tax Collections Current Year and Nine Years Ago

Calendar Year 2014						
Income Tax Filers	Number of Filers	Percent of Total	Taxable Income	Percent of Income	Income Tax Collections	Percent of Income
Top Ten	10	0.07%	\$434,556,533	28.19%	\$6,518,348	28.19%
All Others	15,185	99.93%	1,107,165,667	71.81%	16,607,485	71.81%
Total	15,195	100.00%	\$1,541,722,200	100.00%	\$23,125,833	100.00%

Calendar Year 2005						
Income Tax Filers	Number of Filers	Percent of Total	Taxable Income	Percent of Income	Income Tax Collections	Percent of Income
Top Ten	10	0.10%	\$400,176,819	29.90%	\$6,002,652	29.90%
All Others	9,726	99.90%	938,379,849	70.10%	14,075,698	70.10%
Total	9,736	100.00%	\$1,338,556,668	100.00%	\$20,078,350	100.00%

Source: City Income Tax Department

City of Sharonville

Ratio of Outstanding Debt By Type Last Ten Years

	2005	2006	2007	2008
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$16,445,892	\$15,322,553	\$14,174,214	\$12,995,875
Special Assessment Bonds Payable	300,000	235,000	180,000	120,000
Capital Leases	0	69,065	53,077	535,265
Business-type Activities ⁽¹⁾				
General Obligation Bonds Payable	\$6,682,887	\$5,847,395	\$5,321,089	\$4,784,783
Revenue Bonds Payable	0	0	0	0
Total Primary Government	<u>\$23,428,779</u>	<u>\$21,474,013</u>	<u>\$19,728,380</u>	<u>\$18,435,923</u>
Population ⁽²⁾				
City of Sharonville	13,926	13,926	13,926	13,926
Outstanding Debt Per Capita	\$1,682	\$1,542	\$1,417	\$1,324
Income ⁽³⁾				
Personal (in thousands)	556,163	589,376	593,596	607,689
Percentage of Personal Income	4.21%	3.64%	3.32%	3.03%

Sources:

(1) City Finance Office

(2) US Bureau of Census, Population Division

(3) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

City of Sharonville

2009	2010	2011	2012	2013	2014
\$11,755,186	\$10,464,827	\$9,224,233	\$6,876,852	\$5,590,329	\$4,263,806
60,000	1,400,000	1,400,000	1,345,000	1,290,000	1,230,000
423,436	488,777	0	81,529	0	0
\$4,233,477	\$3,667,171	\$3,205,537	\$2,556,812	\$1,878,087	\$660,000
0	27,715,558	27,728,083	27,740,608	27,753,133	27,765,658
<u>\$16,472,099</u>	<u>\$43,736,333</u>	<u>\$41,557,853</u>	<u>\$38,600,801</u>	<u>\$36,511,549</u>	<u>\$33,919,464</u>
13,926	13,560	13,560	13,560	13,560	13,560
\$1,183	\$3,225	\$3,065	\$2,847	\$2,693	\$2,501
595,058	595,528	621,753	635,706	681,187	681,187
2.77%	7.34%	6.68%	6.07%	5.36%	4.98%

City of Sharonville

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2005	2006	2007	2008
Population ⁽¹⁾	13,926	13,926	13,926	13,926
Personal Income ⁽²⁾	\$556,163	\$589,376	\$593,596	\$607,689
General Bonded Debt ⁽³⁾				
General Obligation Bonds	\$23,128,779	\$21,169,948	\$19,495,303	\$17,780,658
Resources Available to Pay Principal ⁽⁴⁾	\$46,095	\$1,300	\$21,747	\$324,400
Net General Bonded Debt	\$23,082,684	\$21,168,648	\$19,473,556	\$17,456,258
Ratio of Net Bonded Debt to Estimated Personal Income	4.15%	3.59%	3.28%	2.87%
Net Bonded Debt per Capita	\$1,657.52	\$1,520.08	\$1,398.36	\$1,253.50

Source:

(1) U.S. Bureau of Census of Population

(2) Hamilton County Auditor

(3) Includes general obligation bonded debt of governmental and business-type activities.

(4) Includes only Debt Service funds available for general obligation bonded debt supported by income taxes.

City of Sharonville

2009	2010	2011	2012	2013	2014
13,926	13,560	13,560	13,560	13,560	13,560
\$595,058	\$595,528	\$621,753	\$635,706	\$681,187	\$681,187
\$15,988,663	\$14,131,998	\$12,429,770	\$9,433,664	\$7,468,416	\$4,923,806
\$467,770	\$425,719	\$188,240	\$188,240	\$650	\$1,300
\$15,520,893	\$13,706,279	\$12,241,530	\$9,245,424	\$7,467,766	\$4,922,506
2.61%	2.30%	1.97%	1.45%	1.10%	0.72%
\$1,114.53	\$1,010.79	\$902.77	\$681.82	\$550.72	\$363.02



City of Sharonville

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2014*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Sharonville</u>	<u>Amount Applicable to the City of Sharonville</u>
Direct:			
City of Sharonville	\$5,493,806	100.00%	\$5,493,806
Overlapping:			
Princeton City School District	178,976,355	33.00%	59,062,197
Sycamore City School District	48,531,952	0.01%	4,853
Great Oaks Joint Vocational School District	12,985,000	2.65%	344,103
Hamilton County	136,089,780	2.40%	3,266,155
Butler County	60,173,780	0.61%	367,060
		Subtotal	<u>63,044,368</u>
		Total	<u><u>\$68,538,174</u></u>

Source: Ohio Municipal Advisory Council

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

City of Sharonville

Debt Limitations Last Ten Years

Collection Year	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Total Debt				
Net Assessed Valuation	\$554,668,383	\$510,813,800	\$495,320,220	\$476,015,410
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	58,240,180	53,635,449	52,008,623	49,981,618
City Debt Outstanding (2)	0	0	0	0
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Overall Legal Debt Margin	<u><u>\$58,240,180</u></u>	<u><u>\$53,635,449</u></u>	<u><u>\$52,008,623</u></u>	<u><u>\$49,981,618</u></u>
Unvoted Debt				
Net Assessed Valuation	\$554,668,383	\$510,813,800	\$495,320,220	\$476,015,410
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	30,506,761	28,094,759	27,242,612	26,180,848
City Debt Outstanding (2)	0	0	0	0
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Overall Legal Debt Margin	<u><u>\$30,506,761</u></u>	<u><u>\$28,094,759</u></u>	<u><u>\$27,242,612</u></u>	<u><u>\$26,180,848</u></u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding does not include General Obligation Bonds and Notes supported by income taxes. Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: City Finance Office

City of Sharonville

2009	2010	2011	2012	2013	2014
\$478,329,590	\$478,384,600	\$449,119,680	\$447,683,050	\$444,119,190	\$438,387,390
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
50,224,607	50,230,383	47,157,566	47,006,720	46,632,515	46,030,676
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$50,224,607</u>	<u>\$50,230,383</u>	<u>\$47,157,566</u>	<u>\$47,006,720</u>	<u>\$46,632,515</u>	<u>\$46,030,676</u>
\$478,329,590	\$478,384,600	\$449,119,680	\$447,683,050	\$444,119,190	\$438,387,390
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
26,308,127	26,311,153	24,701,582	24,622,568	24,426,555	24,111,306
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$26,308,127</u>	<u>\$26,311,153</u>	<u>\$24,701,582</u>	<u>\$24,622,568</u>	<u>\$24,426,555</u>	<u>\$24,111,306</u>

City of Sharonville

*Pledged Revenue Coverage
Last Ten Years*

	2005	2006	2007	2008	2009
Special Assessment Bonds (1) (2)					
Special Assessment Collections	\$89,260	\$89,553	\$130,725	\$137,004	\$13,847
Debt Service					
Principal	60,000	65,000	55,000	60,000	60,000
Interest	25,380	21,120	14,705	12,645	8,430
Coverage	1.05	1.04	1.88	1.89	0.20

(1) The GSA Property Road Special Assessment Bonds were issued in 2010, in the amount of \$1,400,000

(2) The Convention Center Revenue Bonds will be reported beginning upon commencement of debt service.

Source: City Finance Office

City of Sharonville

2010	2011	2012	2013	2014
\$200,419	\$236,426	\$298,704	\$296,203	\$297,894
60,000	0	55,000	55,000	60,000
4,215	50,425	50,425	49,490	48,555
3.12	4.69	2.83	2.83	2.74

City of Sharonville

Demographic and Economic Statistics Last Ten Years

Calendar Year	2005	2006	2007	2008
Population (1)				
City of Sharonville	13,926	13,926	13,926	13,926
Hamilton County	806,652	806,652	806,652	806,652
Income (2) (a)				
Total Personal (in thousands)	556,163	589,376	593,596	607,689
Per Capita	39,937	42,322	42,625	43,637
Unemployment Rate (3)				
Federal	5.5%	5.0%	4.6%	5.8%
State	6.0%	5.9%	5.6%	6.6%
Hamilton County	4.9%	5.0%	5.0%	5.6%
Civilian Work Force Estimates (3)				
State	5,900,400	5,934,000	5,976,500	5,986,400
Hamilton County	426,800	423,500	431,200	432,400

Sources:

(1) US Bureau of Census of Population

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

(3) State Department of Labor Statistics

City of Sharonville

2009	2010	2011	2012	2013	2014
13,926	13,560	13,560	13,560	13,560	13,560
806,652	802,374	802,374	802,374	802,374	802,374
595,058	595,528	621,753	635,706	681,187	681,187
42,730	43,918	45,852	46,881	50,235	50,235
9.3%	9.4%	8.9%	8.1%	7.4%	6.2%
10.2%	9.6%	8.6%	7.2%	7.4%	5.7%
8.9%	8.5%	8.6%	7.0%	7.1%	5.3%
5,986,400	5,906,000	5,806,000	5,474,900	5,765,700	5,719,500
432,400	434,700	406,900	400,000	403,300	404,100



City of Sharonville

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2014	
		Rank	Number of Employees
Ford Motor Company	Auto Parts Manufacturing	1	N/A
United Parcel Service	Bulk Mail Processing	2	N/A
TSS Aviation	Manufacturing	3	N/A
US Postal Service	Bulk Mail Processing	4	N/A
Princeton School District	Public Education	5	N/A
Xtek Inc	Steel Fabrication	6	N/A
General Mills	Cereal Manufacturing	7	N/A
General Electric Co.	Electrical Products	8	N/A
Hobsons Inc.	Publishing & Technology	9	N/A
Matchpoint Marketing LLC	Food Broker	10	N/A
Total			N/A

Employer	Nature of Business	2005	
		Rank	Number of Employees
Ford Motor Company	Auto Parts Manufacturing	1	N/A
US Postal Service	Bulk Mail Processing	2	N/A
Princeton City School District	Public Education	3	N/A
United Parcel Service	Bulk Mail Processing	4	N/A
Champion	Manufacturing	5	N/A
Xtek Inc	Steel Fabrication	6	N/A
General Mills	Cereal Manufacturing	7	N/A
Johnson Diversey	Health and Beauty Products	8	N/A
Great Oaks	Public Education	9	N/A
Enterprise Rent A Car Co	Car Rental	10	N/A
Total			N/A

Sources:

City Income Tax Department

The City's Income Tax Department will not disclose number of employees due to privacy concerns.

City of Sharonville

Full Time Equivalent Employees by Function Last Ten Years

	2005	2006	2007	2008	2009
Governmental Activities					
General Government					
Finance	11.00	11.00	11.00	11.00	11.00
Legal/Court	2.00	2.00	2.00	2.00	2.00
Administration	4.00	4.00	5.00	6.00	6.00
Maintenance	5.00	5.00	5.00	6.00	5.00
Security of Persons and Property					
Police	48.00	48.00	47.00	50.00	48.00
Fire	54.00	58.00	59.00	55.00	56.00
Transportation					
Street	14.00	14.00	14.00	13.00	13.00
Leisure Time Activities					
Recreation	56.00	49.00	52.00	47.00	34.00
Parks and Grounds	10.00	11.00	9.00	9.00	7.00
Public Health and Welfare Services					
Health	6.00	5.00	5.00	5.00	5.00
Community Environment					
Building and Planning	8.00	8.00	7.00	7.00	7.00
Business-Type Activities					
Senior Citizen Housing	1.00	1.00	1.00	1.00	1.00
Convention Center	11.00	11.00	11.00	12.00	12.00
<i>Total Employees</i>	<u>230.00</u>	<u>227.00</u>	<u>228.00</u>	<u>224.00</u>	<u>207.00</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee.
An hour limit of 900 was used to differentiate between part time and seasonal.

Source: City Finance Office

City of Sharonville

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
11.00	11.00	12.00	12.00	12.00
2.00	2.00	2.00	2.00	2.00
6.00	6.00	6.00	6.00	6.00
5.00	5.00	6.00	6.00	6.00
47.00	43.00	46.00	46.00	46.00
54.00	48.00	55.50	56.50	56.50
16.00	13.00	12.00	12.00	12.00
52.00	45.00	40.00	40.00	40.00
7.00	7.00	9.00	9.00	9.00
5.00	5.00	5.00	5.00	4.00
8.00	8.00	7.00	5.00	5.00
1.00	1.00	1.00	1.00	1.00
12.00	12.00	12.00	14.50	14.50
<u>226.00</u>	<u>206.00</u>	<u>213.50</u>	<u>215.00</u>	<u>214.00</u>

City of Sharonville

Operating Indicators by Function Last Ten Years

	2005	2006	2007	2008	2009
Governmental Activities					
General Government					
Court					
Number of Traffic Cases	3,748	3,179	3,145	3,076	3,441
Number of Open Cases	179	184	138	71	180
Licenses and Permits					
Number of Building Permits	740	573	662	526	497
Number of Building Inspections	1,476	1,281	1,433	1,309	1,199
Security of Persons and Property					
Police					
Number of Citations Issued	4,249	3,493	3,761	2,725	3,446
Number of Arrests	1,203	1,398	1,188	991	914
Number of Accidents	1,190	1,074	1,076	1,124	979
Fire					
Number of Fire Calls	792	781	992	1,163	1,109
Number of EMS Runs	2,071	2,045	2,113	2,337	2,085
Number of Inspections	834	1,093	1,172	1,131	1,087
Transportation					
Street					
Number of Streets Resurfaced	3	3	7	6	3
Number of Potholes Repaired	200	180	185	170	185
Leisure Time Activities					
Recreation					
Number of Programs Offered	175	150	150	150	120
Number of Pool Passes Issued	2,042	1,497	1,776	1,895	1,816

Source: City Finance Office

City of Sharonville

2010	2011	2012	2013	2014
4,016	4,552	3,709	3,296	2,800
136	135	136	128	85
640	630	613	492	500
1,669	1,587	1,690	1,323	923
3,891	3,775	3,505	3,565	2,860
906	940	876	1,025	1,102
812	845	810	852	957
1,228	1,340	1,422	1,471	1,676
2,061	2,242	2,557	2,139	2,264
1,042	1,085	1,016	1,012	1,195
3	12	6	10	2
250	200	300	300	275
120	120	150	175	200
1,973	1,952	3,565	3,434	3,295

City of Sharonville

Capital Asset Statistics by Function Last Ten Years

	2005	2006	2007	2008	2009
Governmental Activities					
General Government					
Public Land and Buildings					
Land (acres)	6,848	6,848	6,848	6,848	6,848
Buildings	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Vehicles	22	22	24	24	24
Fire					
Stations	3	3	3	3	3
Vehicles	18	18	18	18	19
Transportation					
Street					
Streets (lane miles)	134	134	135	135	135
Street Lights	933	934	935	935	935
Vehicles	16	16	18	17	17
Leisure Time Activities					
Recreation					
Land (acres)	35	35	35	35	35
Buildings	2	2	2	2	2
Parks	4	4	4	4	4
Playgrounds	4	4	4	4	4
Swimming Pools	2	2	2	2	2
Tennis Courts	5	5	5	5	5
Baseball/Softball Diamonds	14	14	14	14	14
Soccer Fields	11	11	11	11	11
Business-Type Activities					
Senior Citizen Housing					
Buildings	3	3	3	3	3
Convention Center					
Buildings	1	1	1	1	1

Source: City Finance Office

(1) Information prior to 2004 is not available.

City of Sharonville

2010	2011	2012	2013	2014
6,848	6,848	6,848	6,848	6,848
1	1	1	1	1
1	1	1	1	1
24	23	23	23	23
3	3	3	3	3
19	20	17	17	18
136	135	135	135	135
935	936	936	936	936
17	17	17	17	17
35	35	46	46	46
2	2	2	2	2
4	4	4	4	4
4	4	4	4	4
2	2	2	2	2
5	5	5	5	5
14	14	14	14	14
11	11	13	13	13
3	3	3	3	3
1	1	1	1	1



CITY OF SHARONVILLE, OHIO



Yellow Book Report

December 31, 2014

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable Mayor, City Council and City Manager
City of Sharonville

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Sharonville (the City), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 26, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Cincinnati, Ohio

June 26, 2015

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Dave Yost • Auditor of State

CITY OF SHARONVILLE

HAMILTON COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
OCTOBER 15, 2015**