

City of Hamilton, Ohio

Schedule of Expenditures of Federal Awards and
Other OMB Circular A-133 Reports

Year Ended December 31, 2014



CLARK SCHAEFER HACKETT
STRENGTH IN NUMBERS



Dave Yost • Auditor of State

Members of Council
City of Hamilton
345 High Street
Hamilton, Ohio 45011

We have reviewed the *Independent Auditors' Report* of the City of Hamilton, Butler County, prepared by Clark, Schaefer, Hackett & Co., 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 Hamilton is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Dave Yost".

Dave Yost
Auditor of State

August 10, 2015

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CITY OF HAMILTON, OHIO
Schedule of Expenditures of Federal Awards
Year Ended December 31, 2014

<u>Federal Grantor/Program Title</u>	<u>Pass Through Entity Number</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Community Development Block Grants/Entitlement Grants	n/a	14.218	\$ 917,555
HOME Investment Partnerships Program	n/a	14.239	<u>1,042,600</u>
Total U.S. Department of Housing and Urban Development			<u>1,960,155</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Bulletproof Vest Partnership Program	n/a	16.607	6,493
<i>(Passed through from Butler County):</i>			
Edward Byrne Memorial Justice Assistance Grant Program	2014-DJBX-0811	16.738	<u>24,119</u>
Total U.S. Department of Justice			30,612
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
<i>(Passed through Ohio Department of Public Safety):</i>			
Alcohol Impaired Driving Countermeasures Incentive Grants	OVITF-2014-9-00420	20.601	18,478
Alcohol Impaired Driving Countermeasures Incentive Grants	OVITF-2015-9-00445	20.601	<u>5,532</u>
			24,010
State and Community Highway Safety (HVEO Grant)	HVEO-2014-9-00353	20.600	23,887
State and Community Highway Safety (STEP Grant)	STEP-2015-9-00577	20.600	<u>4,043</u>
			27,930
National Priority Safety Program	IDEP-2015-9-00398	20.616	5,948
<i>(Passed through Ohio Department of Transportation):</i>			
Highway Planning & Construction Cluster:			
Highway Planning and Construction - US 127	PID93595	20.205	185,472
Highway Planning and Construction - US 129	PID93593	20.205	59,055
Highway Planning and Construction - South Hamilton Crossing Study	PID81174	20.205	59,672
Highway Planning and Construction - Safe Routes to Schools Phase 2	PID88301	20.205	171,450
Highway Planning and Construction - City of Hamilton CNG Station	PID94106	20.205	<u>700,000</u>
Total Highway Planning & Construction Cluster			<u>1,175,649</u>
Total U.S. Department of Transportation			<u>1,233,537</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>(Passed through City of Cincinnati Health Department):</i>			
Hospital Preparedness Program and Public Health Emergency			
Preparedness Aligned Cooperative Agreements (City Readiness Initiative)	03120012PH0514	93.074	5,250
Hospital Preparedness Program and Public Health Emergency			
Preparedness Aligned Cooperative Agreements (City Readiness Initiative)	03120012PH0615	93.074	5,000
<i>(Passed through Butler County Health Department):</i>			
Hospital Preparedness Program and Public Health Emergency			
Preparedness Aligned Cooperative Agreements (Public Health Infrastructure)	00910012PH0514	93.074	<u>27,591</u>
			37,841
<i>(Passed through Ohio Department of Health)</i>			
Immunization Grants	00920022IM0613	93.268	<u>89,489</u>
Total U.S. Department of Health and Human Services			<u>127,330</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
<i>(Passed through from Butler County):</i>			
Emergency Management Performance Grant	EMW-2013-EP-00060-S01	97.042	<u>24,719</u>
Total U.S. Department of Homeland Security			<u>24,719</u>
Total Federal Awards			\$ <u>3,376,353</u>

CITY OF HAMILTON, OHIO
Schedule of Expenditures of Federal Awards - continued
Year Ended December 31, 2014

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:

NOTE A - OUTSTANDING NOTES

The community development loans outstanding at December 31, 2014 totaled \$297,075 under CFDA 14.218 and \$72,729 under CFDA 14.239.

NOTE B - SIGNIFICANT ACCOUNTING POLICIES

The schedule of expenditures of federal awards includes the federal grant activity of the City of Hamilton, Ohio and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE C - PASSTHROUGH AWARDS

The City of Hamilton, Ohio receives certain federal awards from the State of Ohio as pass-through awards. The amounts received are commingled by the State of Ohio with other funds and cannot be separately identified. The total amount of such pass-through awards is included on the schedule of expenditures of federal awards.

**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**

INDEPENDENT AUDITORS' REPORT

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

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 remaining fund information of the City of Hamilton, Ohio ("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 15, 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 of 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 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.

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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.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 15, 2015

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY OMB CIRCULAR A-133

INDEPENDENT AUDITORS' REPORT

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

Report on Compliance for Each Major Federal Program

We have audited the City of Hamilton, Ohio's (the "City") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2014. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

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Report on Internal control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the City, as of and for the year ended December 31, 2014, and have issued our report thereon dated June 15, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United State of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 15, 2015

**CITY OF HAMILTON, OHIO
 Schedule of Findings and Questioned Costs
 Year Ended December 31, 2014**

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	None
• Significant deficiency(ies) identified not considered to be material weaknesses?	None
Noncompliance material to financial statements noted?	None

Federal Awards

Internal Control over major programs:	
• Material weakness(es) identified?	None
• Significant deficiency(ies) identified not considered to be material weaknesses?	None
Type of auditors' report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 510(a) of Circular A-133?	None
Identification of major programs:	
• CFDA 14.239 – HOME Investment Partnership Program	
Dollar threshold to distinguish between Type A and Type B Programs:	\$300,000
Auditee qualified as low-risk auditee?	Yes

Section II - Financial Statement Findings

None noted.

Section III – Federal Award Findings and Questioned Costs

None noted.

CITY OF HAMILTON, OHIO
Schedule of Findings and Questioned Costs
Year Ended December 31, 2014
(Continued)

Section IV – Summary of Prior Audit Findings and Questioned Costs

Finding 2013-001 – HOME Investment Partnerships Program – CFDA 14.239

Condition: The City did not report any subaward information on its subawards of \$25,000 or greater as required by the Federal Funding Accountability and Transparency Act.

Status: Corrected.

COMPREHENSIVE ANNUAL FINANCIAL REPORT



HAMILTON, OHIO

FOR YEAR ENDED
DECEMBER 31, 2014



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2014

Prepared by:
Department of Finance

Tom Vanderhorst
Finance Director



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BUTLER COUNTY, OHIO

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INTRODUCTORY SECTION





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



Founded 1791

CITY OF HAMILTON OHIO

Department of Finance

One Renaissance Center

345 High Street, Hamilton Ohio 45011

phone (513) 785-7150

fax (513) 785-7160

June 15, 2015

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

We are pleased to present this Comprehensive Annual Financial Report (CAFR) for Hamilton, Ohio. This report, for the year ended December 31, 2014, contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the City. The responsibility for the accuracy of all data presented and its completeness and fairness of presentation rests with the City of Hamilton's Department of Finance.

This report presents the financial activity of the City in conformity with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The City of Hamilton is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996 and the U. S. Office of Management and Budget's Circular A-133, Audits of State and Local Governments. Information related to this single audit, including a schedule of federal expenditures, the independent auditors' reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

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

THE REPORTING ENTITY

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

CITY OF HAMILTON, OHIO

Letter of Transmittal For the Year Ended December 31, 2014

Based on the foregoing, the reporting entity of the City has no component units but includes all funds, agencies, boards and commissions that are part of the primary government. The primary government includes the financial activities of the Hamilton Civil Service Commission and the Hamilton Municipal Court.

CITY OVERVIEW

Located thirty miles northwest of Cincinnati, Hamilton encompasses approximately 21.5 square miles and is located within a one-day drive of approximately 65% of the purchasing population in the United States. A network of four interstate highways (71, 74, 75 and 275) and five U.S. and Ohio routes (4, 128, 129, 177 and 127) serve the City.

The City of Hamilton provides a host of traditional municipal services including police and fire protection, health and certain social services, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates four utility systems to serve consumers within the City and certain immediately adjacent environs.

A seven-member Council, elected by voters of the City, governs the City. Council is elected for four-year staggered terms. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes and presides at Council meetings. The voters also elect a Municipal Court Judge, who serves a six-year term, to preside over the proceedings of the Hamilton Municipal Court.

City Council appoints the City Manager who is the chief executive officer of the City. The Manager is charged with the proper administration of all affairs of the City. The Manager has the authority to appoint and remove all heads of departments and all subordinate officers and employees of the City and they also exercise control over all departments created by the City Council.

During 2009, the City Council took steps to balance the City's budget with the goal to create a minimum cash balance of 5% of expenditures in the General Fund (City Council Resolution R2009-8-72). For example, the approved 2009 budget was balanced by implementing 2/3 of the kilowatt hour tax permitted by state law, which generates an estimated \$1.6 to \$1.8 million each year. In May 2009, the City Council implemented the remaining 1/3 kilowatt hour tax which was estimated to generate \$810,000 to \$900,000 annually. The legislation implementing the remaining 1/3 of the kilowatt hour tax required that amounts generated from such implementation must be used for road and street projects, except that in 2009, 2010, and 2011, the amounts of \$200,000, \$400,000, and \$400,000, respectively, were to be used for General Fund safety operating expenses.

In 2011, in spite of state reductions to the Local Government Fund and the phase-out of tangible personal property tax receipts, the City of Hamilton improved its financial health and grew the General Fund reserve balance substantially, due to an unexpected inheritance tax windfall. The City of Hamilton received an unprecedented receipt of inheritance tax in the amount of \$7.01 million, approximately \$5.5 million more than the annual average receipt; however, the Estate Tax was eliminated effective January 1, 2013 making it highly unlikely the City will benefit from future unforeseen windfalls.

The Government Finance Officers Association (GFOA) recommends local governments establish a rainy day fund equal to at least two months operating reserve or 16.7% of annual expenditures. In 2012, City Council enacted Budget and Financial Policies Resolution #R2012-6-25, which requires the maintenance of a minimum General Fund Balance (reserve) of 10-16% of annual expenditures.

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

Per this resolution, if the General Fund reserve rises above 16% of General Fund revenues at the fiscal year-end, the amount over 16% will be swept into an Economic Budget Stabilization Fund, which can be expended only through special action by City Council. In 2014, the City continued to freeze non-union wages and budgeted only emergency capital repairs in 2014 in efforts to stabilize its fiscal condition. A continued effort has been made to control the rising health insurance costs by moving into a self-funded health insurance pool and in 2014 the City was successful in limiting General Fund expenditures at 96% of the adopted budget. The City has also reduced its full-time equivalent employees (FTE) by 85 (all funds) since 2009.

Income tax receipts were up 4.8% over 2013 and an unexpected Estate Tax settlement in the amount of \$260,262 also contributed to a healthy ending General Fund balance. As a result, \$1,777,955 was transferred into the Economic Budget Stabilization fund in early 2015 in accordance with Council policy due to the City's improving fiscal condition that was created by controlling and reducing expenditures while stabilizing revenues through ongoing successful economic development.

RECENT ECONOMIC DEVELOPMENT

In 2014, a significant amount of economic activity occurred throughout Hamilton. Hamilton's three largest health care providers embarked on significant expansions, local companies invested \$83 million in capital improvements, the business incubator was refocused and relaunched with great initial success, and revitalization efforts were well underway in Hamilton's urban core. The City of Hamilton participated in projects that resulted in 335 new jobs and 875 retained jobs in 2014.

In our health care industry sector, Community First Solutions announced two major projects in 2014. The 50 employees that comprise Community First Solutions' headquarters will be moving into the former Ringel's Furniture store downtown. The \$5.8 million renovation of the six story, 35,000 square foot historic building began in early August 2014 and is expected to be completed in the summer of 2015. Additionally, Community First Solutions announced the construction of a \$12 million, 42,000 square foot rehabilitation center at Main Street and Stahlheber Road, which will offer overnight and same-day services for post-surgery patients. The facility will be Community First Solutions' largest single capital project in over twenty years. As Hamilton's second largest private employer, Community First Solutions is the parent company responsible for the strategic oversight of Colonial, Community Behavioral Health, Community First Pharmacy, and Partners in Prime, which serve over 46,000 individuals annually.

Bethesda Butler Hospital and Fort Hamilton Hospital also made announcements in 2014. Bethesda Butler Hospital, part of the TriHealth network, broke ground in 2014 on a 45,000 sq. ft., \$26 million inpatient building on their campus in Hamilton Enterprise Park. The expansion will increase the number of beds at the facility from 10 to 48. The project is expected to be completed in December 2015 and will create up to 50 new jobs, mostly in the nursing profession. Fort Hamilton Hospital, Hamilton's largest private employer, completed a \$5 million renovation on its emergency room in 2014. The hospital is currently renovating its maternity unit and opening a new diabetes center in downtown Hamilton.

A number of advanced manufacturing and logistics companies expanded in Hamilton in 2014, totaling \$29 million in capital investments, 580 retained jobs, and 251 new jobs. Logistics has been an emerging industry in Hamilton for a number of years and the industry made great gains locally in 2014. Hamilton has always had a strong manufacturing industry and the growth in this sector in the past year has furthered Hamilton's transition into an advanced manufacturing economy.

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

ODW Logistics & Transportation Services (LTS), a leading provider of transportation management services, outgrew its office space at The Hamilton Mill. Instead of moving out of the City, the company chose a space in downtown Hamilton to move and grow into. ODW LTS was named one of *Inc. Magazine's* Fast 500 in 2013 as one of the fastest growing companies in the United States. The company anticipates doubling the size of its operations and staff over the next three years. All of the company's jobs are professional advanced logistics positions.

Interstate Warehousing, a cold storage warehousing company with eight locations around the country, added 25 new jobs and completed a \$3.1 million expansion at their Hamilton facility in 2014. During an expansion in 2011, the company pledged to create 25 new positions and actually created 90. In total, Interstate Warehousing employs 210 people at its Hamilton facility. The 2014 improvements will position the company for future expansions at the site.

In the summer of 2014, ThyssenKrupp Bilstein of America broke ground on a \$26 million expansion project at its Hamilton headquarters. In order to meet the company's growing demand for its high-end shock absorbers, the project included a 60,000 sq. ft. building expansion and will create 214 new jobs. This is the company's third expansion in Hamilton since 2011, representing a total of \$44.5 million in capital investment. In 2011, ThyssenKrupp Bilstein employed 185 at their Hamilton facility. When this expansion is completed they will employ 581 people, making them one of Hamilton's largest employers.

The City's business incubator was rebranded, refocused, and re-energized in 2014. Now known as The Hamilton Mill, it is Southwestern Ohio's only small business incubator dedicated to green, clean, water, digital and advanced manufacturing technologies. According to the Kauffman Foundation, one of the leading organizations promoting entrepreneurship and small business, younger firms are the job creators and The Hamilton Mill will be an important part of developing entrepreneurs going forward. To achieve this, The Hamilton Mill is partnering with innovation leaders in Southwest Ohio, including Cintrifuse, Butler Tech, CincyTech, SCORE, Miami University, Queen City Angels, the Hamilton Community Foundation, and more.

The Hamilton Mill leverages the City's assets, such as green energy, water, fiber optics, and a rich manufacturing tradition, to attract high-growth potential startup companies. Since the relaunch, the incubator's portfolio of new startups has grown to include kW River Hydroelectric, Perceptive Devices, RespondBy, Hub Energy Group, Edge Prototype, and Enforc Hygiene. This list will grow over the next year as The Hamilton Mill expands its programs and grows its resources to meet the needs of entrepreneurs.

A recent startup company that joined the Hamilton Mill is kW River Hydroelectric, the developer of the Williams CrossFlow Turbine, a power generation unit designed to operate when installed on "low-head" dams (15 feet or less in height). This innovative technology generates electricity from the flow of water over turbine blades contained within a strong and very low-profile housing. The state-of-the-art housing unit allows the water to propel the turbine while debris flows over it.

Hamilton witnessed more downtown revitalization in 2014, as \$18 million was invested in downtown. Thanks to investments both large and small in Hamilton's downtown, the urban renaissance continued to progress in 2014. Seven new retail and restaurant options either opened or announced plans to open in downtown Hamilton and four rehabilitation projects were underway.

Letter of Transmittal

For the Year Ended December 31, 2014

One major downtown project is Artspace, a 42 unit artist loft apartment development. Construction was underway in May 2014 for Artspace Hamilton and it is slated to open in summer of 2015. Artspace USA is a Minneapolis-based developer that has completed over 40 artist loft projects around the country. This will be the developer's first Ohio project. The \$11.8 million rehabilitation will celebrate the original architecture of the two buildings that comprise the development. In December 2014, three commercial tenants were announced for Artspace Hamilton - Renaissance Fine Art Supplies, The Almond Sisters Bakery, and Unsung Salvage Design.

FUTURE ECONOMIC DEVELOPMENT PROJECTS

The City is involved with many economic development projects that will continue to make Hamilton a purposeful destination to work, live, and play. The Meldahl Hydroelectric Facility is slated to be completed in 2015. Once complete, this \$500+ million plant will have a capacity of 105 MW, and ensure that our electric customers continue receiving clean, reliable, and stable electric for many years to come.

The South Hamilton Crossing Project is another large project that the City of Hamilton will be working on in the coming years. The South Hamilton Crossing project, or SHX, will replace an existing at-grade railroad crossing with a railroad overpass created by extending Grand Boulevard westerly. 56 trains travel through the existing crossing daily, blocking the crossing 15.3% of the time. Currently, there is only one major existing grade separated crossing that permits east-west flow through the City of Hamilton (Jack Kirsch Underpass). This \$30 million project is expected to greatly improve connectivity, reduce drive times, and increase safety. SHX is anticipated to have especially important benefits to Vora Technology Park, University Commerce Park, and Miami University Hamilton.

Another exciting project is the addition of Marcum Park. In February 2015, it was announced that Joe and Sarah Marcum committed to funding an expansion of the park, which provides an opportunity to build on the success of the amphitheater and add an assortment of amenities to further activate the park. Their \$3.5 million donation is the largest-ever private donation for a park in Hamilton. The creation of Marcum Park will expand the current RiversEdge Amphitheater to the east on the greenspace bound by N. Second, Dayton, and Buckeye Streets and will include a wide sidewalk designed to be accessible to food trucks and similar users for community events, a children's playscape on the northwest corner, landscaping, and the great lawn.

Although first announced in late 2014, the Hamilton Parks Conservancy will work to improve our parks for many years to come. In October 2014, the City of Hamilton announced the Division of Parks and Recreation would become a Parks Conservancy beginning in 2015. The Hamilton Parks Conservancy, modeled after the Pittsburgh Parks Conservancy, is to be a non-profit focused solely on managing parks located within the City. The Hamilton Parks Conservancy model is being adopted primarily for its ability to provide services at a lower delivery cost and their ability to conduct fundraising through the solicitation of donations. The Hamilton Parks Conservancy will be responsible for all parks-related activities, including park maintenance and program scheduling as well as the system's capital investment and planning programs. The Hamilton Parks Conservancy will handle all park, RiversEdge, and Michael J. Colligan Lodge rentals. The City will retain ownership of all parkland as well as all capital improvements and will continue to fund much of their costs by dedicating \$1.1 million to the parks system in 2015. Additionally, the City is providing \$1.25 million for significant capital improvement in 2015 including a new sprayground. All park-related revenues, including RiversEdge sales, will be put back into the Parks Conservancy. The Hamilton Parks Conservancy will operate with an Executive Director, staff, and a five-member board of directors.

CITY OF HAMILTON, OHIO

Letter of Transmittal

For the Year Ended December 31, 2014

There are many exciting projects happening in Hamilton. More information and updates can be found in the 2015 Initiative Update or online via the City of Hamilton's Facebook page at www.facebook.com/HamiltonOH.

INTERNAL ACCOUNTING AND BUDGETARY CONTROLS

The City's budgetary accounting system was designed to provide reasonable, but not absolute, assurances that:

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

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

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

It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

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

INDEPENDENT AUDIT

Included in this report is the unmodified audit opinion rendered on the City's financial statements for the year ended December 31, 2014, by Clark, Schaefer, Hackett & Co. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. This annual independent audit serves to maintain and strengthen the City's accounting and budgetary controls.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Hamilton for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2013. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards.

CITY OF HAMILTON, OHIO

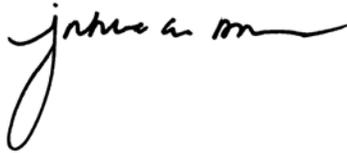
***Letter of Transmittal
For the Year Ended December 31, 2014***

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

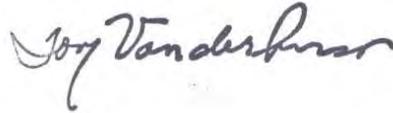
ACKNOWLEDGEMENTS

The City of Hamilton is proud to be submitting this Comprehensive Annual Financial Report, which is the result of the continued cooperation and combined efforts of the City's Finance Department staff. A special thanks goes to Comptroller Matthew McKinney and his staff for their outstanding work which created this document.

The support of the Hamilton City Council was essential in the successful preparation and issuance of this report.



Joshua A. Smith
City Manager



Thomas Vanderhorst
Director of Finance

CITY OF HAMILTON, OHIO

**List of Principal Officials
For the Year Ended December 31, 2014**

***ELECTED
OFFICIALS***

Pat Moeller
Rob Wile
Robert Brown
Carla Fiehrer
Archie Johnson
Kathleen Klink
Timothy Naab
Daniel J. Gattermeyer, Judge

OFFICE

Mayor
Vice Mayor
Council Member
Council Member
Council Member
Council Member
Council Member
Municipal Court

***ADMINISTRATIVE
PERSONNEL***

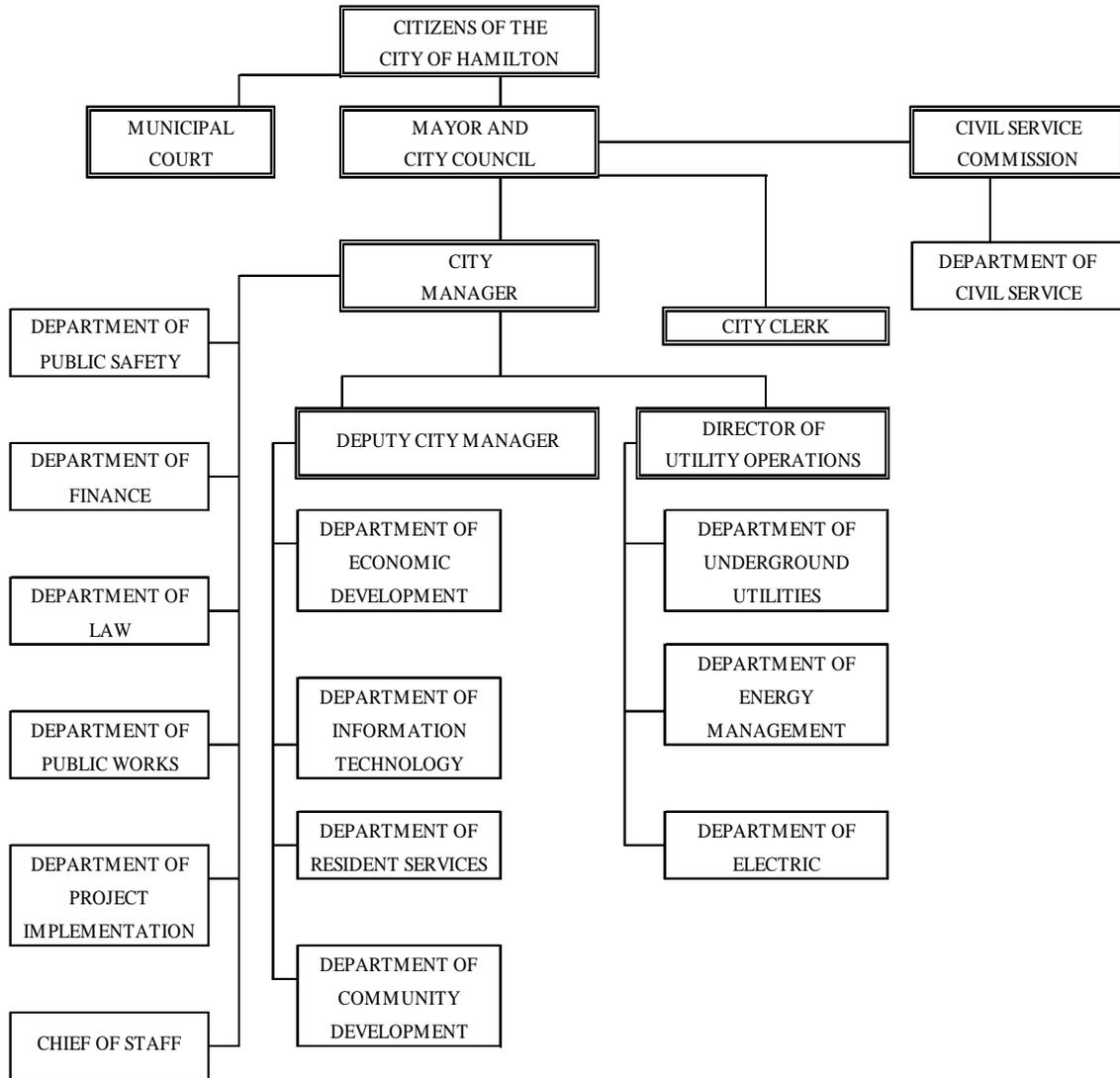
Joshua A. Smith
Timothy Werdmann
Thomas Vanderhorst
Nadine Hill
J. Scott Scrimizzi
Craig Bucheit
Steve Dawson
Doug Childs
Kevin Maynard
Timothy E. Bigler
Michael R. Perry
Richard Engle, P.E.
Adam Helms
Eugene "Bud" Scharf
Heather Lewis, Esq.
Jody Gunderson
Manju Bhargava
Krystal Wright

TITLE

City Manager
Deputy City Manager
Director of Finance
Director of Civil Service and Personnel
Director of Public Safety
Police Chief
Fire Chief
Director of Utility Operations
Director of Electric
Acting Director of Energy Management
Director of Project Implementation
Director of Public Works
Director of Resident Services
Director of Community Development
Director of Law – Millikin & Fitton
Director of Economic Development
Acting Director of Information Technology
City Clerk

CITY OF HAMILTON, OHIO

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



*Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting*



Government Finance Officers Association

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

Presented to

**City of Hamilton
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013



Executive Director/CEO

FINANCIAL SECTION





INDEPENDENT AUDITORS' REPORT

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

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 remaining fund information of the City of Hamilton, Ohio (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 as listed in the table of contents.

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.

Auditors' 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 auditors' 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.

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f. 513.241.1212

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 remaining fund information of the City of Hamilton, Ohio, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows and the budgetary comparison for the General Fund thereof 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 on pages 5 through 14 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.

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 combining and individual nonmajor fund financial statements and schedules, introductory section, 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 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section 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 15, 2015 on our consideration of the City of Hamilton's internal control over financial reporting and on 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 of Hamilton's internal control over financial reporting and compliance.

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 15, 2015



This discussion and analysis of the City of Hamilton'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 transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key (***GAAP Basis***) financial highlights for 2014 are as follows:

- ❑ In total, net position increased \$3,159,357. Net position of governmental activities increased \$4,308,162, which represents a 5% increase from 2013. Net position of business-type activities decreased \$1,148,805, or less than 1% from 2013.
- ❑ General revenues accounted for \$37,067,213 in revenue or 21% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$141,332,612, or 79%, of total revenues of \$178,399,825.
- ❑ The City had \$54,474,809 in expenses related to governmental activities; \$22,769,363 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$36,013,608 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$32,013,293 in revenues and \$28,049,744 in expenditures. The general fund's fund balance increased from \$11,021,212 to \$11,757,651.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining and individual 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.

Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the City's assets, liabilities, and deferred outflows/inflows of resources. 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 it has changed. Net-position is one way to measure the City's financial health.

- 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, basic utility 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 gas, electric, water and wastewater services are reported as business-type activities.

Fund Financial Statements

Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole.

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 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. The City maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

CITY OF HAMILTON, OHIO

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

Unaudited

Proprietary Funds – The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its gas, electric, water and wastewater operations. All enterprise funds are reported as major funds in the proprietary funds Statement of Net Position and Statement of Revenues, Expenses and Changes in Fund Net Position.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet management services and costs of certain goods or services provided to other departments or agencies of the City.

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 a separate Statement of Fiduciary Assets and Liabilities. Individual fund data for each of these funds is provided in the form of combining statements elsewhere in this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a summary of the City's net position for 2014 compared to 2013.

As noted earlier, net position may serve over time as a useful indicator of a government's financial health. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$257,169,174 (\$91,043,634 in governmental activities and \$166,125,540 in business type activities) as of December 31, 2014. By far, the largest portion of the City's net position (68.4%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that are still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The table below provides a summary of the City's statement of net position for 2014 compared to 2013.

	Governmental Activities		Business-type Activities		Total	
	Restated		Restated			
	2014	2013	2014	2013	2014	2013
Current and Other Assets	\$47,681,613	\$48,991,905	\$96,671,864	\$112,476,891	\$144,353,477	\$161,468,796
Capital assets, Net	94,170,400	90,885,436	313,099,900	312,485,064	407,270,300	403,370,500
Total Assets	141,852,013	139,877,341	409,771,764	424,961,955	551,623,777	564,839,296
Deferred Outflows of Resources	260,631	298,734	3,681,750	4,402,476	3,942,381	4,701,210
Long-term Debt Outstanding	39,118,801	43,177,165	223,174,196	236,984,851	262,292,997	280,162,016
Other Liabilities	5,598,935	4,248,413	24,153,778	25,105,235	29,752,713	29,353,648
Total Liabilities	44,717,736	47,425,578	247,327,974	262,090,086	292,045,710	309,515,664
Deferred Inflows of Resources	6,351,274	6,015,025	0	0	6,351,274	6,015,025
Net Position						
Net Investment in Capital Assets	68,592,556	64,612,820	107,423,550	101,543,663	176,016,106	166,156,483
Restricted	6,720,442	9,974,060	21,622,744	20,759,192	28,343,186	30,733,252
Unrestricted	15,730,636	12,148,592	37,079,246	44,971,490	52,809,882	57,120,082
Total Net Position	\$91,043,634	\$86,735,472	\$166,125,540	\$167,274,345	\$257,169,174	\$254,009,817

CITY OF HAMILTON, OHIO

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

Unaudited

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. In the current fiscal year, this represented \$28,343,186, or 11.0%, of net position. The remaining unrestricted \$52,809,882, or 20.6%, of net position may be used to meet the City's ongoing obligations to its citizens and creditors and for business-type activities.

Changes in Net Position – The following table shows the changes in net position for the fiscal year 2014 compared with 2013:

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues						
Program Revenues:						
Charges for Services and Sales	\$14,870,475	\$14,869,575	\$117,849,733	\$111,524,667	\$132,720,208	\$126,394,242
Operating Grants and Contributions	5,925,099	8,740,661	0	0	5,925,099	8,740,661
Capital Grants and Contributions	1,973,789	1,573,747	713,516	0	2,687,305	1,573,747
Total Program Revenues	22,769,363	25,183,983	118,563,249	111,524,667	141,332,612	136,708,650
General Revenues:						
Property Taxes	5,628,788	5,917,291	0	0	5,628,788	5,917,291
Income Taxes	23,354,264	22,310,512	0	0	23,354,264	22,310,512
Other Local Taxes	3,080,808	3,044,153	0	0	3,080,808	3,044,153
Intergovernmental, Unrestricted	2,674,829	3,210,419	0	0	2,674,829	3,210,419
Investment Earnings	253,825	(69,511)	1,053,605	73,168	1,307,430	3,657
Miscellaneous	1,021,094	751,688	0	0	1,021,094	751,688
Total General Revenues	36,013,608	35,164,552	1,053,605	73,168	37,067,213	35,237,720
Total Revenues	58,782,971	60,348,535	119,616,854	111,597,835	178,399,825	171,946,370
Program Expenses						
General Government	5,495,659	6,846,691	0	0	5,495,659	6,846,691
Security of Persons and Property	27,645,337	29,179,575	0	0	27,645,337	29,179,575
Leisure Time Activities	2,828,054	2,552,980	0	0	2,828,054	2,552,980
Community Environment	4,341,261	4,757,333	0	0	4,341,261	4,757,333
Basic Utility Services	6,088,052	5,696,920	0	0	6,088,052	5,696,920
Transportation	5,878,181	5,644,999	0	0	5,878,181	5,644,999
Public Health and Welfare Services	1,206,052	1,081,832	0	0	1,206,052	1,081,832
Interest and Fiscal Charges	992,213	973,805	0	0	992,213	973,805
Gas Utility	0	0	31,175,555	24,873,444	31,175,555	24,873,444
Electric Utility	0	0	64,245,951	57,515,509	64,245,951	57,515,509
Water Utility	0	0	13,741,329	14,605,296	13,741,329	14,605,296
Wastewater Utility	0	0	11,602,824	12,256,376	11,602,824	12,256,376
Total Expenses	54,474,809	56,734,135	120,765,659	109,250,625	175,240,468	165,984,760
Change in Net Position Before Special Items	4,308,162	3,614,400	(1,148,805)	2,347,210	3,159,357	5,961,610
Special Item - Wastewater Utility Reimbursement	0	0	0	2,850,000	0	2,850,000
Total Change in Net Position	4,308,162	3,614,400	(1,148,805)	5,197,210	3,159,357	8,811,610
Beginning Net Position - Restated	86,735,472	83,121,072	167,274,345	162,077,135	254,009,817	245,198,207
Ending Net Position	\$91,043,634	\$86,735,472	\$166,125,540	\$167,274,345	\$257,169,174	\$254,009,817

CITY OF HAMILTON, OHIO

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

Unaudited

Governmental Activities

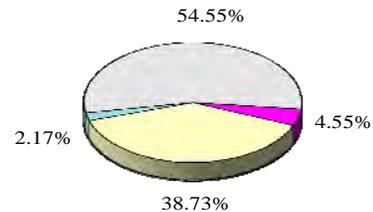
Net position of the City’s governmental activities increased \$4,308,162. This represents a 5% change from 2013. Permissive Motor Vehicle Tax receipts from the County for various infrastructure projects as well as Clean Ohio Grants for brownfield improvements received in the prior year resulted in the subsequent decrease in operating grants in the current year. An increase in capital grants and contributions can be attributed to street improvements funded by the Ohio Department of Transportation. A phase out of the estate tax resulted in the decrease in unrestricted intergovernmental revenues.

The City began contracting out civilian dispatch service to Butler County in 2014, resulting in a decrease in security of persons and property. The City contributed \$2,352,000 to the Consortium for Ongoing Reinvestment Efforts (CORE) Fund in 2013, resulting in a decrease in general government expense in 2014 that was partially offset by the payments to Butler County for civilian dispatch services. Clean Ohio Brownfield program expenses incurred in the prior year resulted in the subsequent decrease in community environment expense in the current year.

The City receives an income tax, which is based on 2% of all salaries, wages, commissions and other compensation and on net profits earned from residents and businesses located within the City.

Income taxes and property taxes made up 40% and 10%, respectively, 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 indicating 55% of total revenues from general tax revenues:

Revenue Sources	2014	Percent of Total
General Tax Revenues	\$32,063,860	54.55%
Intergovernmental, Unrestricted	2,674,829	4.55%
Program Revenues	22,769,363	38.73%
General Other	1,274,919	2.17%
Total Revenue	\$58,782,971	100.00%



Business-Type Activities

Net position of the business-type activities decreased \$1,148,805. This represents less than a 1% change from the previous year. Certificates of deposit with a five year term matured in 2014, resulting in an increase in investment earnings.

An increase in charges for services can mostly be attributed to an increase in Gas Utility charges to customers. Unusually cold temperatures contributed to high demand, resulting in increases in Gas Utility revenues as well as expenses for the purchase of gas.

The Electric Utility reported an increase in expenses for purchased power of 25%. Power production at the Prairie State and Greenup Hydroelectric Facilities was down in 2014, causing the increase in expense for purchased power. An increase in rates charged to customers was not sufficient to offset the increase in power costs.

Decreases in Water Utility expenses can be attributed to a decrease in wages. Seven Water Utility employees retired in 2014, and were not replaced.

CITY OF HAMILTON, OHIO

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

Unaudited

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$29,465,156, which is a decrease from last year's balance of \$31,780,805. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2014 and 2013:

	Fund Balance December 31, 2014	Restated Fund Balance December 31, 2013	Increase (Decrease)
General	\$11,757,651	\$11,021,212	\$736,439
Other Governmental	17,707,505	20,759,593	(3,052,088)
Total	<u>\$29,465,156</u>	<u>\$31,780,805</u>	<u>(\$2,315,649)</u>

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

	2014 Revenues	2013 Revenues	Increase (Decrease)
Income Taxes	\$17,660,591	\$16,850,857	\$809,734
Property and Other Local Taxes	5,317,466	5,303,389	14,077
Intergovernmental Revenues	2,242,701	2,878,610	(635,909)
Charges for Services	4,840,873	4,918,031	(77,158)
Licenses and Permits	668,382	570,927	97,455
Investment Earnings	166,528	2,780	163,748
Fines and Forfeitures	689,562	551,661	137,901
All Other Revenue	427,190	160,669	266,521
Total	<u>\$32,013,293</u>	<u>\$31,236,924</u>	<u>\$776,369</u>

General Fund revenues in 2014 increased \$776,369, or approximately 2%, when compared with the previous year. An increase in income tax receipts can be attributed to overall improvements in economic conditions as well as new business development in the City. A decrease in intergovernmental revenues can be attributed to the phase out of the estate tax.

	2014 Expenditures	2013 Expenditures	Increase (Decrease)
General Government	\$4,552,351	\$6,221,651	(\$1,669,300)
Security of Persons and Property	20,307,218	21,845,389	(1,538,171)
Leisure Time Activities	1,338,373	1,112,755	225,618
Community Environment	543,304	557,590	(14,286)
Basic Utility Services	251,830	241,379	10,451
Public Health and Welfare Services	1,056,668	936,629	120,039
Total	<u>\$28,049,744</u>	<u>\$30,915,393</u>	<u>(\$2,865,649)</u>

CITY OF HAMILTON, OHIO

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

Unaudited

Overall, General Fund expenditures decreased \$2,865,649, or 9%, from the prior year. The City began contracting out civilian dispatch service to Butler County in 2014, resulting in a decrease in security of persons and property. The City contributed \$2,352,000 to the Consortium for Ongoing Reinvestment Efforts (CORE) Fund in 2013, resulting in a decrease in general government expenditures in 2014 that was partially offset by the payments to Butler County for civilian dispatch services.

Other Governmental Funds – The City's Other Governmental Funds reported a decrease in fund balance of \$3,052,088, or 15%. Permissive Motor Vehicle Tax receipts from the County for various infrastructure projects as well as Clean Ohio Grants received for Brownfield Improvements in the prior year resulted in the subsequent decrease in intergovernmental revenues in the current year. Golf Course expenditures in the prior year for capital purchases of golf carts, beverage carts, a fairway mower, and a sprayer resulted in a decrease in leisure time activities in the current year. Increases in Community Development Block Grant Fund expenditures in the prior year for housing rehabilitation costs resulted in a decrease in community environment expenditures in the current year. Various infrastructure improvements funded in 2014 resulted in an increase in capital outlays.

Budgetary

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, none significant.

For the General Fund, original budgeted revenues, final budgeted revenues, and actual budget basis receipts were not materially different. Original budgeted and final budgeted expenditures were not materially different. Final budgeted expenditures exceeded actual budget basis expenditures by \$1,822,100.

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CITY OF HAMILTON, OHIO

**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 \$407,270,300 invested in land, construction in progress, buildings, improvements, infrastructure, machinery and equipment, net of accumulated depreciation. Of this total, \$94,170,400 was related to governmental activities and \$313,099,900 to the business-type activities. The following tables show fiscal year 2014 and 2013 balances:

	Governmental Activities		Increase (Decrease)
	2014	2013	
Land	\$23,230,166	\$22,771,987	\$458,179
Construction In Progress	18,400,232	14,322,079	4,078,153
Buildings and Improvements	41,556,000	42,006,079	(450,079)
Machinery and Equipment	29,425,257	28,733,703	691,554
Infrastructure	148,395,663	147,485,947	909,716
Less: Accumulated Depreciation	<u>(166,836,918)</u>	<u>(164,434,359)</u>	<u>(2,402,559)</u>
Totals	<u>\$94,170,400</u>	<u>\$90,885,436</u>	<u>\$3,284,964</u>

An increase in land was due to parcels purchased for the East High Street Gateway Project. Construction in progress increases consisted of resurfacing of City streets, and the South Hamilton Crossing, East High Street Gateway, and several intersection improvement projects.

A decrease in buildings and improvements was due to the demolition of four City pools and two bath houses. Machinery and equipment increases consisted mainly of new police cruisers, an ambulance upgrade and equipment, street vehicles, a garbage truck, and mowers and equipment for the golf courses. An increase in infrastructure was directly related to the completion of the 2012 street resurfacing project and the installation of storm mains and catch basins.

	Business-Type Activities		Increase (Decrease)
	2014	2013	
Land	\$8,005,883	\$8,005,883	\$0
Construction in Progress	44,702,495	50,578,506	(5,876,011)
Intangible Capital Assets	1,070,786	1,070,786	0
Buildings and Improvements	104,990,740	99,254,620	5,736,120
Machinery and Equipment	614,539,392	598,298,991	16,240,401
Less: Accumulated Depreciation	<u>(460,209,396)</u>	<u>(444,723,722)</u>	<u>(15,485,674)</u>
Totals	<u>\$313,099,900</u>	<u>\$312,485,064</u>	<u>\$614,836</u>

A decrease in construction in progress was due to the completion of the gas riser and gas main replacement projects, electric sub-station and transmission upgrades, water main replacements and water tank rehabilitation. The increase in buildings and improvements was due to the completion of an electric sub-station and improvements to the City garage.

CITY OF HAMILTON, OHIO

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

Unaudited

The increase in machinery and equipment consisted of gas main and service replacements (\$1.8 million), electric sub-station equipment, pole and line transformer replacements, line and service vehicles (\$12.5 million), water main and service replacements, and water tank rehabilitation (\$1.9 million).

Additional information on the City's capital assets can be found in Note 9.

Debt

At December 31, 2014, the City had \$23.3 million in General Obligation bonds outstanding, \$2.3 million 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	\$23,258,690	\$25,701,350
Special Assessment Bonds	920,000	1,060,000
Bank Qualified Loan	9,500,000	9,500,000
Compensated Absences	5,440,111	5,738,818
Total Governmental Activities	<u>39,118,801</u>	<u>42,000,168</u>
Business-Type Activities:		
Mortgage Revenue Bonds	220,196,223	233,328,712
OWDA Loan	366,201	383,412
Compensated Absences	2,611,772	3,272,727
Total Business-Type Activities	<u>223,174,196</u>	<u>236,984,851</u>
Totals	<u>\$262,292,997</u>	<u>\$278,985,019</u>

Under state law, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of 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

In 2012, City Council enacted Budget and Financial Policies Resolution R2012-6-25, which requires the maintenance of a minimum General Fund Balance (reserve) of 10-16% of budgeted expenditures. Per this resolution, if the General Fund reserve rises above 16% of General Fund revenues at the fiscal year-end, the amount over 16% will be swept into an Economic Budget Stabilization Fund, which can be expended only through special action by City Council. Income tax receipts were up 4.8% over 2013 and an unexpected Estate Tax settlement in the amount \$260,262 contributed to a healthy ending General Fund balance. At fiscal year-end December 31, 2014, the unencumbered cash balance of the General Fund was \$8,340,179 (non-GAAP basis) or 20.3% of General Fund revenues. Consequently, \$1,777,955 was transferred into the Economic Budget Stabilization fund in early 2015. Additionally, the City continued to freeze non-union wages and expended funds only for emergency capital repairs. Also, a continued effort has been made to control the rising health insurance costs by moving into a self-funded health insurance pool. In 2014, the City was successful in curbing the General Fund expenditures at 96% of the adopted budget. The City has also reduced its Full Time equivalent employees (FTE) by 85 (all funds) since 2009.

CITY OF HAMILTON, OHIO

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

Unaudited

General Fund revenue is estimated to be \$40.5 million and General Fund expenditures are expected to be \$42.1 million for 2015. Of this \$40.5 million of budgeted revenue, approximately \$990,000 is one-time revenue items comprised of Public Safety Pension and Levy Funds along with a \$75,000 transfer from the Unclaimed Monies Fund. The 2015 Budget is structurally imbalanced by \$1.6 million, meaning expenditures will exceed revenues requiring drawdown of fund balance. The City pays its employees bi-weekly and normally has 26 pay dates annually, however, in 2015, the City has 27 pay dates. This 27th pay is an anomaly that occurs every 11 years and is expected to cost the General Fund an extra \$1.1 million.

During 2015, the City will have exhausted all known one-time revenue items and projects revenues and expects to return to normal levels in 2016. The City of Hamilton, along with every other municipality in Ohio, must be ready to offset the impact of Ohio House Bill 5 which is expected to make municipal income tax more uniform. This bill is expected to have a negative revenue impact of at least \$350,000 annually which is expected to begin in 2016. The majority of this revenue loss is attributed to the bill forcing Hamilton to adopt an income tax ordinance which extends the net operating loss from a 3-year loss to a 5-year loss.

Many positive economic development efforts have come to fruition, including Colorado-based StarTek, Inc's planned call center opening in downtown Hamilton scheduled for July 2015. The new employer expects to bring approximately 680 jobs to downtown Hamilton; however, it will take time and additional job announcements to bounce back from the revenue levels experienced by the City prior to the Great Recession. Until that happens, the City must continue to control or reduce expenditures while maintaining an attractive service levels which will make Hamilton a great place to work, live and play.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, creditors, investors and elected officials with a general overview of the City's finances and to show accountability for the money it receives. If you have any questions about this report or need additional information, contact the Office of the City of Hamilton Finance Director, 345 High Street, 7th Floor, Hamilton, Ohio 45011, (513) 785-7170, or visit the City website at www.hamilton-city.org.



CITY OF HAMILTON, OHIO

Statement of Net Position
December 31, 2014

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Investments	\$ 26,968,058	\$ 55,970,050	\$ 82,938,108
Cash with Fiscal Agent	3,925,000	0	3,925,000
Receivables:			
Taxes	13,399,933	0	13,399,933
Accounts	1,098,374	15,107,834	16,206,208
Due From Other Governments	1,784,228	0	1,784,228
Interest	17,967	47,341	65,308
Loans	369,804	0	369,804
Internal Balance	(655,450)	655,450	0
Inventory of Supplies at Cost	119,981	2,269,416	2,389,397
Prepaid Items	258,016	999,029	1,257,045
Restricted Assets:			
Cash and Investments	0	21,622,744	21,622,744
Cash with Fiscal Agent	395,702	0	395,702
Non-Depreciable Capital Assets	41,630,398	52,708,378	94,338,776
Depreciable Capital Assets, Net	52,540,002	260,391,522	312,931,524
Total Assets	141,852,013	409,771,764	551,623,777
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	260,631	3,681,750	3,942,381
Liabilities:			
Accounts Payable	2,475,504	7,649,993	10,125,497
Accrued Wages and Benefits	1,283,050	885,889	2,168,939
Intergovernmental Payable	419,221	232,741	651,962
Claims Payable	662,411	0	662,411
Accrued Liabilities	579,942	609	580,551
Customer Deposits	5,545	2,247,715	2,253,260
Accrued Interest Payable	173,262	2,446,831	2,620,093
General Obligation Notes Payable	0	10,690,000	10,690,000
Long-Term Liabilities:			
Due within one year	4,537,035	14,794,323	19,331,358
Due in more than one year	34,581,766	208,379,873	242,961,639
Total Liabilities	44,717,736	247,327,974	292,045,710
Deferred Inflows of Resources:			
Property Tax Levy for Next Fiscal Year	6,351,274	0	6,351,274

(Continued)

CITY OF HAMILTON, OHIO

Statement of Net Position
December 31, 2014

	Governmental Activities	Business-Type Activities	Total
Net Position:			
Net Investment in Capital Assets	68,592,556	107,423,550	176,016,106
Restricted For:			
Debt Service	0	12,122,744	12,122,744
Capital Projects	1,738,160	0	1,738,160
Community Environment	637,580	0	637,580
General Government	218,880	0	218,880
Public Health and Welfare Services	198,962	0	198,962
Security of Persons and Property	2,986,011	0	2,986,011
Streets	865,750	0	865,750
Nonexpendable Endowments	75,099	0	75,099
Rate Stabilization	0	9,500,000	9,500,000
Unrestricted	15,730,636	37,079,246	52,809,882
Total Net Position	\$ 91,043,634	\$ 166,125,540	\$ 257,169,174

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 5,495,659	\$ 3,252,331	\$ 0	\$ 10,000
Security of Persons and Property	27,645,337	2,963,747	72,301	58,911
Leisure Time Activities	2,828,054	1,284,944	0	0
Community Environment	4,341,261	611,630	3,099,922	0
Basic Utility Services	6,088,052	5,933,181	32,736	0
Transportation	5,878,181	591,655	2,200,870	1,904,878
Public Health and Welfare Services	1,206,052	232,987	519,270	0
Interest and Fiscal Charges	992,213	0	0	0
Total Governmental Activities	54,474,809	14,870,475	5,925,099	1,973,789
Business-Type Activities:				
Gas Utility	31,175,555	29,369,479	0	706,758
Electric Utility	64,245,951	61,577,164	0	0
Water Utility	13,741,329	14,865,682	0	6,758
Wastewater Utility	11,602,824	12,037,408	0	0
Total Business-Type Activities	120,765,659	117,849,733	0	713,516
Totals	\$ 175,240,468	\$ 132,720,208	\$ 5,925,099	\$ 2,687,305

General Revenues

Property Taxes Levied for:

 General Purposes

 Special Purposes

 Capital Purposes

Income Tax

Other Local Taxes

Intergovernmental, Unrestricted

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position Beginning of Year - Restated

Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (2,233,328)	\$ 0	\$ (2,233,328)
(24,550,378)	0	(24,550,378)
(1,543,110)	0	(1,543,110)
(629,709)	0	(629,709)
(122,135)	0	(122,135)
(1,180,778)	0	(1,180,778)
(453,795)	0	(453,795)
(992,213)	0	(992,213)
<u>(31,705,446)</u>	<u>0</u>	<u>(31,705,446)</u>
0	(1,099,318)	(1,099,318)
0	(2,668,787)	(2,668,787)
0	1,131,111	1,131,111
0	434,584	434,584
<u>0</u>	<u>(2,202,410)</u>	<u>(2,202,410)</u>
<u>\$ (31,705,446)</u>	<u>\$ (2,202,410)</u>	<u>\$ (33,907,856)</u>
2,218,378	0	2,218,378
2,375,561	0	2,375,561
1,034,849	0	1,034,849
23,354,264	0	23,354,264
3,080,808	0	3,080,808
2,674,829	0	2,674,829
253,825	1,053,605	1,307,430
1,021,094	0	1,021,094
<u>36,013,608</u>	<u>1,053,605</u>	<u>37,067,213</u>
4,308,162	(1,148,805)	3,159,357
86,735,472	167,274,345	254,009,817
<u>\$ 91,043,634</u>	<u>\$ 166,125,540</u>	<u>\$ 257,169,174</u>

CITY OF HAMILTON, OHIO

Balance Sheet
Governmental Funds
December 31, 2014

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$ 12,147,548	\$ 14,533,057	\$ 26,680,605
Cash with Fiscal Agent	0	3,925,000	3,925,000
Receivables:			
Taxes	7,269,438	6,130,495	13,399,933
Accounts	257,946	840,428	1,098,374
Intergovernmental	633,067	1,151,161	1,784,228
Interest	13,891	4,076	17,967
Loans	0	369,804	369,804
Due from Other Funds	2,803	0	2,803
Interfund Receivable	20,000	0	20,000
Inventory of Supplies, at Cost	53,004	45,571	98,575
Prepaid Items	204,906	53,110	258,016
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	395,702	0	395,702
Total Assets	\$ 20,998,305	\$ 27,052,702	\$ 48,051,007
Liabilities:			
Accounts Payable	\$ 659,603	\$ 1,740,674	\$ 2,400,277
Accrued Wages and Benefits Payable	1,123,029	131,301	1,254,330
Intergovernmental Payable	368,263	41,929	410,192
Claims Payable	662,411	0	662,411
Accrued Liabilities	449,455	130,487	579,942
Customer Deposits	0	5,545	5,545
Due to Other Funds	0	2,803	2,803
Interfund Payable	0	675,450	675,450
Total Liabilities	3,262,761	2,728,189	5,990,950
Deferred Inflows of Resources:			
Unavailable Amounts	3,573,028	2,670,599	6,243,627
Property Tax Levy for Next Fiscal Year	2,404,865	3,946,409	6,351,274
Total Deferred Inflows of Resources	5,977,893	6,617,008	12,594,901
Fund Balance:			
Nonspendable	257,910	173,681	431,591
Restricted	0	9,753,522	9,753,522
Committed	0	4,492,651	4,492,651
Assigned	3,513,033	3,386,345	6,899,378
Unassigned	7,986,708	(98,694)	7,888,014
Total Fund Balance	11,757,651	17,707,505	29,465,156
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 20,998,305	\$ 27,052,702	\$ 48,051,007

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

Total Governmental Fund Balances \$ 29,465,156

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

Capital Assets used in governmental activities are not
resources and therefore are not reported in the funds. 94,136,029

Other long-term assets are not available to pay for current-
period expenditures and therefore are deferred in the funds. 6,243,627

Internal service funds are used by management to charge
back costs of services to individual funds. The assets
and liabilities of the Fleet Maintenance Fund are included
in governmental activities in the statement of net position. 72,793

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	(22,045,000)	
Special Assessment Bonds Payable	(920,000)	
Bond Premium	(1,213,690)	
Bank Qualified Loan	(9,500,000)	
Deferred Loss on Refunding	260,631	
Compensated Absences Payable	(5,282,650)	
Accrued Interest Payable	(173,262)	(38,873,971)

Net Position of Governmental Activities **\$ 91,043,634**

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Income Taxes	\$ 17,660,591	\$ 5,485,861	\$ 23,146,452
Property and Other Local Taxes	5,317,466	3,329,939	8,647,405
Intergovernmental Revenues	2,242,701	8,160,967	10,403,668
Charges for Services	4,840,873	7,433,984	12,274,857
Licenses and Permits	668,382	368,463	1,036,845
Investment Earnings	166,528	87,297	253,825
Special Assessments	0	626,396	626,396
Fines and Forfeitures	689,562	258,151	947,713
All Other Revenue	427,190	593,904	1,021,094
Total Revenues	32,013,293	26,344,962	58,358,255
Expenditures:			
Current:			
General Government	4,552,351	47,094	4,599,445
Security of Persons and Property	20,307,218	6,220,396	26,527,614
Leisure Time Activities	1,338,373	1,068,259	2,406,632
Community Environment	543,304	3,651,862	4,195,166
Basic Utility Services	251,830	5,595,711	5,847,541
Transportation	0	3,761,881	3,761,881
Public Health and Welfare Services	1,056,668	87,365	1,144,033
Capital Outlay	0	8,688,731	8,688,731
Debt Service:			
Principal Retirement	0	2,405,000	2,405,000
Interest and Fiscal Charges	0	1,134,543	1,134,543
Total Expenditures	28,049,744	32,660,842	60,710,586
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,963,549	(6,315,880)	(2,352,331)
Other Financing Sources (Uses):			
Sale of Capital Assets	2,438	26,921	29,359
Transfers In	915,025	10,784,252	11,699,277
Transfers Out	(4,138,608)	(7,560,669)	(11,699,277)
Total Other Financing Sources (Uses)	(3,221,145)	3,250,504	29,359
Net Change in Fund Balance	742,404	(3,065,376)	(2,322,972)
Fund Balance at Beginning of Year - Restated	11,021,212	20,759,593	31,780,805
Increase (Decrease) in Inventory	(5,965)	13,288	7,323
Fund Balance End of Year	\$ 11,757,651	\$ 17,707,505	\$ 29,465,156

See accompanying notes to the basic financial statements

CITY OF HAMILTON, 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 \$ (2,322,972)

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 capital outlay exceeded depreciation in the current period.

Capital Outlay	6,962,153	
Depreciation Expense	<u>(3,447,207)</u>	3,514,946

The statement of activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets. This is the loss on disposal of capital assets, net of proceeds. (224,773)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 424,716

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

General Obligation Bond Principal Payment	2,265,000	
Special Assessment Bond Principal Payment	140,000	
Amortization of Deferred Loss on Refunding	(38,103)	
Amortization of Bond Premium	<u>177,660</u>	2,544,557

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 2,773

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	299,013	
Change in Inventory	<u>7,323</u>	306,336

Internal Service Funds are used by management to charge costs to individual funds and are not reported in the statement of activities. Governmental fund expenditures and related internal service revenues are eliminated. The net revenue (expense) of the Fleet Maintenance Fund is allocated among the governmental activities. 62,579

Change in Net Position of Governmental Activities \$ 4,308,162

See accompanying notes to the basic financial statements



CITY OF HAMILTON, 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:				
Income Taxes	\$ 16,824,000	\$ 17,292,173	\$ 17,348,216	\$ 56,043
Property and Other Local Taxes	5,285,500	5,280,702	5,307,905	27,203
Intergovernmental Revenues	2,052,200	2,276,568	2,336,741	60,173
Charges for Services	13,536,733	12,900,161	13,009,560	109,399
Licenses and Permits	462,850	639,219	668,382	29,163
Investment Earnings	55,500	95,301	101,618	6,317
Fines and Forfeitures	622,087	617,995	597,268	(20,727)
All Other Revenue	349,655	236,908	218,583	(18,325)
Total Revenues	<u>39,188,525</u>	<u>39,339,027</u>	<u>39,588,273</u>	<u>249,246</u>
Expenditures:				
Current:				
Security of Persons and Property	26,373,176	26,757,800	26,101,139	656,661
Public Health and Welfare Services	1,083,277	1,237,907	1,134,834	103,073
Leisure Time Activities	1,114,834	1,441,073	1,410,420	30,653
Community Environment	1,101,757	1,117,604	981,704	135,900
Basic Utility Services	1,298,038	1,303,247	1,224,905	78,342
General Government	8,944,937	9,232,103	8,414,632	817,471
Total Expenditures	<u>39,916,019</u>	<u>41,089,734</u>	<u>39,267,634</u>	<u>1,822,100</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(727,494)	(1,750,707)	320,639	2,071,346
Other Financing Sources (Uses):				
Sale of Capital Assets	1,000	0	2,438	2,438
Transfers In	92,500	915,718	915,025	(693)
Transfers Out	(1,312,500)	(2,735,500)	(2,697,908)	37,592
Advances In	80,000	0	0	0
Advances Out	(50,000)	(50,000)	0	50,000
Total Other Financing Sources (Uses):	<u>(1,189,000)</u>	<u>(1,869,782)</u>	<u>(1,780,445)</u>	<u>89,337</u>
Net Change in Fund Balance	(1,916,494)	(3,620,489)	(1,459,806)	2,160,683
Fund Balance at Beginning of Year	9,206,630	9,206,630	9,206,630	0
Prior Year Encumbrances	593,359	593,359	593,359	0
Fund Balance at End of Year	<u>\$ 7,883,495</u>	<u>\$ 6,179,500</u>	<u>\$ 8,340,183</u>	<u>\$ 2,160,683</u>

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Assets:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 2,722,092	\$ 15,336,941	\$ 9,123,890
Restricted Cash and Investments	3,410,529	10,536,719	1,531,346
Receivables:			
Accounts	4,154,387	6,927,786	2,400,723
Interest	3,960	14,907	13,026
Interfund Receivable	0	455,450	200,000
Inventory of Supplies at Cost	165,839	1,879,812	221,854
Prepaid Items	130,849	624,218	136,526
Total Current Assets	10,587,656	35,775,833	13,627,365
Noncurrent Assets:			
Non Depreciable Capital Assets	5,686,843	18,482,451	9,831,407
Depreciable Capital Assets, Net	31,156,972	105,020,094	89,804,782
Total Noncurrent Assets	36,843,815	123,502,545	99,636,189
Total Assets	47,431,471	159,278,378	113,263,554
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	20,883	2,822,345	489,403
Liabilities:			
Current Liabilities:			
Accounts Payable	2,264,661	2,879,261	462,453
Accrued Wages and Benefits	99,165	387,684	133,171
Intergovernmental Payable	19,761	113,319	29,000
Accrued Liabilities	0	609	0
Customer Deposits Payable	715,521	1,127,582	187,119
Compensated Absences Payable - Current	141,348	503,097	177,723
Accrued Interest Payable	53,552	1,463,647	261,099
General Obligation Notes Payable	0	4,000,000	6,690,000
Revenue Bonds Payable - Current	1,420,000	8,805,000	1,135,000
OWDA Loans Payable - Current	0	0	0
Total Current Liabilities	4,714,008	19,280,199	9,075,565

CITY OF HAMILTON, OHIO

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

	<u>Wastewater</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Assets:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 28,778,903	\$ 55,961,826	\$ 295,677
Restricted Cash and Investments	6,144,150	21,622,744	0
Receivables:			
Accounts	1,624,938	15,107,834	0
Interest	15,448	47,341	0
Interfund Receivable	0	655,450	0
Inventory of Supplies at Cost	1,911	2,269,416	21,406
Prepaid Items	107,436	999,029	0
Total Current Assets	<u>36,672,786</u>	<u>96,663,640</u>	<u>317,083</u>
Noncurrent Assets:			
Non Depreciable Capital Assets	18,707,677	52,708,378	0
Depreciable Capital Assets, Net	34,409,674	260,391,522	34,371
Total Noncurrent Assets	<u>53,117,351</u>	<u>313,099,900</u>	<u>34,371</u>
Total Assets	<u>89,790,137</u>	<u>409,763,540</u>	<u>351,454</u>
Deferred Outflows of Resources:			
Deferred Charge on Debt Refunding	349,119	3,681,750	0
Liabilities:			
Current Liabilities:			
Accounts Payable	1,922,073	7,528,448	196,772
Accrued Wages and Benefits	116,375	736,395	178,214
Intergovernmental Payable	21,517	183,597	58,173
Accrued Liabilities	0	609	0
Customer Deposits Payable	217,493	2,247,715	0
Compensated Absences Payable - Current	177,086	999,254	280,156
Accrued Interest Payable	668,533	2,446,831	0
General Obligation Notes Payable	0	10,690,000	0
Revenue Bonds Payable - Current	2,200,000	13,560,000	0
OWDA Loans Payable - Current	17,775	17,775	0
Total Current Liabilities	<u>5,340,852</u>	<u>38,410,624</u>	<u>713,315</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Business-Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Noncurrent Liabilities:			
Revenue Bonds Payable	4,475,337	128,837,002	21,439,819
OWDA Loans Payable	0	0	0
Compensated Absences Payable	197,738	534,659	211,629
Total Noncurrent Liabilities	<u>4,673,075</u>	<u>129,371,661</u>	<u>21,651,448</u>
Total Liabilities	<u>9,387,083</u>	<u>148,651,860</u>	<u>30,727,013</u>
Net Position:			
Net Investment in Capital Assets	30,969,361	(12,434,457)	71,248,969
Restricted for Debt Service	910,529	6,536,719	531,346
Restricted for Rate Stabilization	2,500,000	4,000,000	1,000,000
Unrestricted	3,685,381	15,346,601	10,245,629
Total Net Position	<u>\$ 38,065,271</u>	<u>\$ 13,448,863</u>	<u>\$ 83,025,944</u>

CITY OF HAMILTON, OHIO

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

	Wastewater	Total	Governmental Activities - Internal Service Funds
Noncurrent Liabilities:			
Revenue Bonds Payable	51,884,065	206,636,223	0
OWDA Loans Payable	348,426	348,426	0
Compensated Absences Payable	216,948	1,160,974	328,849
Total Noncurrent Liabilities	52,449,439	208,145,623	328,849
Total Liabilities	57,790,291	246,556,247	1,042,164
Net Position:			
Net Investment in Capital Assets	17,639,677	107,423,550	34,371
Restricted for Debt Service	4,144,150	12,122,744	0
Restricted for Rate Stabilization	2,000,000	9,500,000	0
Unrestricted	8,565,138	37,842,749	(725,081)
Total Net Position	\$ 32,348,965	\$ 166,889,043	\$ (690,710)
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.		(763,503)	
Net Position of Business-type Activities		\$ 166,125,540	

See accompanying notes to the basic financial statements

CITY OF HAMILTON, 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		
	Gas	Electric	Water
Operating Revenues:			
Charges for Services	\$ 29,366,601	\$ 61,342,652	\$ 14,701,267
Other Operating Revenues	2,878	234,512	164,415
Total Operating Revenues	<u>29,369,479</u>	<u>61,577,164</u>	<u>14,865,682</u>
Operating Expenses:			
Personal Services	1,809,364	8,910,590	2,892,219
Contractual Services	1,207,783	5,569,667	3,226,699
Materials and Supplies	486,951	1,103,290	1,332,299
Purchase of Gas and Electric	22,756,500	29,921,359	0
Depreciation	1,915,763	8,485,358	3,021,181
Other Operating Expenses	2,639,909	3,115,686	2,026,612
Total Operating Expenses	<u>30,816,270</u>	<u>57,105,950</u>	<u>12,499,010</u>
Operating Income (Loss)	(1,446,791)	4,471,214	2,366,672
Non-Operating Revenue (Expenses):			
Interest Income	119,473	496,113	99,944
Interest and Fiscal Charges	(323,258)	(7,008,240)	(1,226,623)
Loss on Disposal of Capital Assets	(36,027)	(15,613)	(15,696)
Total Non-Operating Revenues (Expenses)	<u>(239,812)</u>	<u>(6,527,740)</u>	<u>(1,142,375)</u>
Income (Loss) Before Contributions	(1,686,603)	(2,056,526)	1,224,297
Contributions:			
Capital Contributions	706,758	0	6,758
Total Contributions	<u>706,758</u>	<u>0</u>	<u>6,758</u>
Change in Net Position	(979,845)	(2,056,526)	1,231,055
Net Position Beginning of Year - Restated	39,045,116	15,505,389	81,794,889
Net Position End of Year	<u>\$ 38,065,271</u>	<u>\$ 13,448,863</u>	<u>\$ 83,025,944</u>

CITY OF HAMILTON, OHIO

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

	Wastewater	Total	Governmental Activities - Internal Service Funds
Operating Revenues:			
Charges for Services	\$ 11,952,678	\$ 117,363,198	\$ 8,220,348
Other Operating Revenues	84,730	486,535	0
Total Operating Revenues	12,037,408	117,849,733	8,220,348
Operating Expenses:			
Personal Services	2,372,318	15,984,491	4,590,250
Contractual Services	2,012,685	12,016,834	2,259,560
Materials and Supplies	369,475	3,292,015	1,311,011
Purchase of Gas and Electric	0	52,677,859	0
Depreciation	2,530,087	15,952,389	5,209
Other Operating Expenses	1,827,737	9,609,944	109,065
Total Operating Expenses	9,112,302	109,533,532	8,275,095
Operating Income (Loss)	2,925,106	8,316,201	(54,747)
Non-Operating Revenue (Expenses):			
Interest Income	338,075	1,053,605	1,178
Interest and Fiscal Charges	(2,490,522)	(11,048,643)	0
Loss on Disposal of Capital Assets	0	(67,336)	0
Total Non-Operating Revenues (Expenses)	(2,152,447)	(10,062,374)	1,178
Income (Loss) Before Contributions	772,659	(1,746,173)	(53,569)
Contributions:			
Capital Contributions	0	713,516	0
Total Contributions	0	713,516	0
Change in Net Position	772,659	(1,032,657)	(53,569)
Net Position Beginning of Year - Restated	31,576,306	167,921,700	(637,141)
Net Position End of Year	\$ 32,348,965	\$ 166,889,043	\$ (690,710)
Change in Net Position - Total Enterprise Funds		\$ (1,032,657)	
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.		(116,148)	
Change in Net Position - Business-type Activities		\$ (1,148,805)	

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$28,853,897	\$61,962,748	\$14,009,249
Cash Payments for Goods and Services	(27,024,216)	(39,749,085)	(6,853,593)
Cash Payments to Employees	(1,830,099)	(10,233,777)	(3,105,763)
Net Cash Provided (Used) by Operating Activities	<u>(418)</u>	<u>11,979,886</u>	<u>4,049,893</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances In from Other Funds	<u>0</u>	<u>180,150</u>	<u>200,000</u>
Net Cash Provided by Noncapital Financing Activities	<u>0</u>	<u>180,150</u>	<u>200,000</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Capital Contributions	706,758	0	6,758
Proceeds from the Sale of Notes	0	4,000,000	6,690,000
Note Retirement	0	(4,000,000)	(6,690,000)
Revenue Bond Payable Principal Retirement	(1,355,000)	(8,540,000)	(1,095,000)
OWDA Loan Principal Retirement	0	0	0
Interest and Fiscal Charges	(314,738)	(6,563,975)	(1,094,743)
Acquisition and Construction of Assets	(3,149,985)	(4,936,353)	(2,115,857)
Net Cash Used by Capital and Related Financing Activities	<u>(4,112,965)</u>	<u>(20,040,328)</u>	<u>(4,298,842)</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	<u>119,939</u>	<u>494,795</u>	<u>92,330</u>
Net Cash Provided by Investing Activities	<u>119,939</u>	<u>494,795</u>	<u>92,330</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(3,993,444)	(7,385,497)	43,381
Cash and Cash Equivalents at Beginning of Year	<u>10,126,065</u>	<u>33,259,157</u>	<u>10,611,855</u>
Cash and Cash Equivalents at End of Year	<u>\$6,132,621</u>	<u>\$25,873,660</u>	<u>\$10,655,236</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Position:</u>			
Cash and Cash Equivalents	\$2,722,092	\$15,336,941	\$9,123,890
Restricted Cash and Cash Equivalents	<u>3,410,529</u>	<u>10,536,719</u>	<u>1,531,346</u>
Cash and Cash Equivalents at End of Year	<u>\$6,132,621</u>	<u>\$25,873,660</u>	<u>\$10,655,236</u>

CITY OF HAMILTON, OHIO

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

	Wastewater	Totals	Governmental- Activities Internal Service Funds
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$12,199,608	\$117,025,502	\$8,220,348
Cash Payments for Goods and Services	(4,306,986)	(77,933,880)	(3,685,684)
Cash Payments to Employees	(2,443,466)	(17,613,105)	(4,488,244)
Net Cash Provided (Used) by Operating Activities	5,449,156	21,478,517	46,420
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances In from Other Funds	0	380,150	0
Net Cash Provided by Noncapital Financing Activities	0	380,150	0
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Capital Contributions	0	713,516	0
Proceeds from the Sale of Notes	0	10,690,000	0
Note Retirement	0	(10,690,000)	0
Revenue Bond Payable Principal Retirement	(2,125,000)	(13,115,000)	0
OWDA Loan Principal Retirement	(17,211)	(17,211)	0
Interest and Fiscal Charges	(2,500,434)	(10,473,890)	0
Acquisition and Construction of Assets	(6,448,226)	(16,650,421)	0
Net Cash Used by Capital and Related Financing Activities	(11,090,871)	(39,543,006)	0
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	339,898	1,046,962	1,178
Net Cash Provided by Investing Activities	339,898	1,046,962	1,178
Net Increase (Decrease) in Cash and Cash Equivalents	(5,301,817)	(16,637,377)	47,598
Cash and Cash Equivalents at Beginning of Year	40,224,870	94,221,947	248,079
Cash and Cash Equivalents at End of Year	\$34,923,053	\$77,584,570	\$295,677
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Statement of Net Position:</u>			
Cash and Cash Equivalents	\$28,778,903	\$55,961,826	\$295,677
Restricted Cash and Cash Equivalents	6,144,150	21,622,744	0
Cash and Cash Equivalents at End of Year	\$34,923,053	\$77,584,570	\$295,677

(Continued)

CITY OF HAMILTON, OHIO

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

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	(\$1,446,791)	\$4,471,214	\$2,366,672
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	1,915,763	8,485,358	3,021,181
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	(575,000)	199,444	(872,731)
(Increase) Decrease in Inventory	2,641	(8,494)	(36,036)
(Increase) Decrease in Prepays	(12,936)	76,163	(63,633)
Increase (Decrease) in Accounts Payable	77,121	(1,018,220)	(168,667)
Increase (Decrease) in Accrued Wages and Benefits	6,367	(729)	(13,191)
Increase in Customer Deposits Payable	59,418	185,680	16,298
Increase in Accrued Liabilities	0	460	0
Increase (Decrease) in Intergovernmental Payable	(293)	3,690	(8,411)
Increase (Decrease) in Compensated Absences	(26,708)	(414,680)	(191,589)
Total Adjustments	<u>1,446,373</u>	<u>7,508,672</u>	<u>1,683,221</u>
Net Cash Provided (Used) by Operating Activities	<u>(\$418)</u>	<u>\$11,979,886</u>	<u>\$4,049,893</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2014 the Gas, Electric, Water and Wastewater Funds had outstanding liabilities of \$170,351, \$478,884, \$240,619, and \$1,828,095, respectively for the purchase of certain capital assets.

See accompanying notes to the basic financial statements

CITY OF HAMILTON, OHIO

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

	<u>Wastewater</u>	<u>Totals</u>	<u>Governmental- Activities Internal Service Funds</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	\$2,925,106	\$8,316,201	(\$54,747)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	2,530,087	15,952,389	5,209
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	106,953	(1,141,334)	0
(Increase) Decrease in Inventory	1,147	(40,742)	5,352
(Increase) Decrease in Prepays	(17,847)	(18,253)	0
Increase (Decrease) in Accounts Payable	(80,078)	(1,189,844)	(13,607)
Increase (Decrease) in Accrued Wages and Benefits	11,167	3,614	38,213
Increase in Customer Deposits Payable	55,247	316,643	0
Increase in Accrued Liabilities	0	460	0
Increase (Decrease) in Intergovernmental Payable	(3,723)	(8,737)	14,769
Increase (Decrease) in Compensated Absences	(78,903)	(711,880)	51,231
Total Adjustments	<u>2,524,050</u>	<u>13,162,316</u>	<u>101,167</u>
Net Cash Provided (Used) by Operating Activities	<u>\$5,449,156</u>	<u>\$21,478,517</u>	<u>\$46,420</u>

CITY OF HAMILTON, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2014***

	<u>Agency Funds</u>
Assets:	
Equity in Pooled Cash and Investments	\$ 1,522,678
Receivables:	
Taxes	<u>32,803</u>
Total Assets	<u>1,555,481</u>
Liabilities:	
Accounts Payable	23,836
Intergovernmental Payable	703,407
Due to Others	<u>828,238</u>
Total Liabilities	<u>\$ 1,555,481</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

The financial statements are presented as of December 31, 2014 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The City of Hamilton, Ohio (the City) is a home rule municipal corporation created under the auspices of the laws and constitution of the State of Ohio. The origins of the City date back as early as 1791. In 1803, the State of Ohio officially created Butler County and named the City as the county seat in 1810. Hamilton operates under a city charter adopted November 2, 1926 which became effective on January 1, 1928. The current charter, as amended, was adopted November 7, 2000 and became effective on January 1, 2001.

A seven-member council elected by voters of the City governs the City. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes. The City also elects a municipal court judge (the Judge) to preside over the proceedings of the Hamilton Municipal Court. The Judge is elected to a six-year term.

The City Council appoints the City Manager who serves as Chief Executive Officer and Director of Public Safety. He is charged with the proper administration of all city affairs. The City Manager appoints all Directors and the Deputy City Manager-Operations, to whom the various utility systems' directors report. The City Manager also appoints the Finance Director, who acts as the Chief Financial Officer, as well as, the Directors of Law, Planning, Economic Development, Public Works, Health, Information Technology, the Chiefs of Police and Fire, and the Directors of the Electric and Gas and Water Utilities. Ultimately, the City Manager retains the power to appoint and remove all department heads, subordinate staff and employees and exercises control over all departments.

The services provided under the direction of the City Manager as delegated to each of the subordinate Directors and their departments comprise the primary government unit of the City. They have therefore been included as part of the reporting entity. The funds, agencies, boards and commissions that are a part of the primary government include the following services: operation of a municipal court, police and fire protection, health, parks and recreation, street maintenance, and other governmental services. In addition, the City owns and operates a gas distribution system, electric generation facilities and distribution system, a water treatment and distribution system, a wastewater treatment and collection system, all of which are reported as enterprise funds (business type-major). The City also operates parking facilities, athletic facilities, and two golf courses, which are reported as special revenue funds (governmental – non-major).

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

The reporting entity is composed of the primary government, component units and other organizations. The primary government includes all funds, organizations, activities and component units for which the City (the primary government) is financially accountable and that are not legally separate.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if it appoints a voting majority of the organization's governing board and either (1) the City is able to significantly influence the programs or services performed or provided by the organization, or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes. Based upon this definition, the City has no component units.

The following potential component units have been excluded from the accompanying financial statements because they are legally separate from the City and the City is not financially accountable for the unit nor is the unit fiscally dependent on the City.

Butler County, Ohio
Butler Technology and Career Development Center
Hamilton City School District
Lane Public Library
Greater Hamilton Convention and Visitor's Bureau
Hamilton Chamber of Commerce
Hamilton Central Business Special Improvement District

The City participates in three governmental joint ventures: two Hamilton-Indian Springs Joint Economic Development Districts (JEDD) and the Ohio Municipal Electric Generation Agency (OMEGA) JV2. The City also participates in the following jointly governed organizations: American Municipal Power (AMP) Inc., the Transportation Improvement District (TID) of Butler County, the Butler County Emergency Management Agency (EMA), the Hamilton Community Improvement Corporation (CIC), the Hamilton Economic Development Corporation (HEDC), and the Ohio-Kentucky-Indiana Regional Council of Governments (OKI). These organizations are presented in Note 17 and Note 18 to the basic financial statements and are excluded from the accompanying financial statements except as noted.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

As a custodian of public funds, the City invests all public monies held on deposit in the City Treasury. In the case of the Hamilton-Indian Springs Joint Economic Development Districts (the "JEDD"), a legally separate district, the City serves as fiscal agent but the organization is not considered a part of the City. The JEDD has a five-member board of trustees for which the City appoints one member and for which the City is not financially accountable. The JEDD was formed under the auspices of Ohio Revised Code Charter 715 to facilitate commercial and economic development within a specific territory completely located within the boundaries of then Indian Springs, now Fairfield Township. The JEDD has levied an income tax equal to the income tax rate charged within the City of Hamilton (2%) on all compensation earned by employees working in the JEDD. Income tax collections net of collection expenses and refunds are first applied to District operating expenses in accordance with the District's Budget, then to any long-term maintenance set aside, with any surplus to be paid to Hamilton and Fairfield Township according to contractual percentages. The JEDD is a joint venture of the City, which is more fully explained in Note 17 to the basic financial statements. Accordingly, the activity of the JEDD is presented as agency funds (fiduciary) within the City's financial statements.

B. Basis of Presentation - Fund Accounting

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

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows/inflows of resources, fund equity, revenues and expenditures (expenses). The following fund types are used by the City:

Governmental Funds

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

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

***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)

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets, liabilities, and deferred outflows/inflows of resources associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

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

Gas Fund – To account for the operation of the City's gas service.

Electric Fund – To account for the operation of the City's electric service.

Water Fund – To account for the operation of the City's water system.

Wastewater Fund – To account for the operation of the City's wastewater system.

Internal Service Funds – These funds are used to account for fleet management services and costs of certain goods or services provided to other departments or agencies of the City.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: agency funds, pension trust funds, investment trust funds and private-purpose trust funds. The City has thirteen Agency funds. The City has a Rounding Up Utility Account Agency fund to account voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred, a Convention and Visitor's Bureau Agency Fund to account for the Hotel/Motel tax levied on guests of the City where 50% of all such tax monies are distributed to the Convention & Visitors Bureau and for which the City receives 50% remuneration, an Employee Taxes and Benefits Agency Fund to account for special taxes and benefits of Hamilton employees, a Miscellaneous Collections for Others Agency Fund to account for monies received and held for others, an Unclaimed Monies Agency Fund to account for the receipt

***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)

Fiduciary Funds (Continued)

of monies unable to be returned or disbursed (the City will hold the receipts for the statutory period and then the monies will be disbursed to the State of Ohio), a Tax Collections Agency Fund to account for taxes obtained on behalf of other municipalities, a Butler County Annexation Tax Agency Fund to account for income taxes obtained from a special annexation of contiguous property to Hamilton, a Hamilton Central Business Special Improvement District Agency Fund to account for the receiving and disbursing of Special Assessments levied upon real property within the Hamilton Central Business Special Improvement District, a Joint Economic Development District Agency Fund to account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The Joint Economic Development District Agreement with Indian Springs/Fairfield Township, a Joint Economic Development District II Agency Fund to account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The 2004 Joint Economic Development District Agreement with Indian Springs/Fairfield Township, a Fire Damage Deposit Escrow Agency Fund to account for deposits and reimbursements held for fire damage as prescribed by Ohio Revised Code, a Police Property Room Forfeiture Agency Fund to account for the receipt of items remaining in the custody of the police department (the City will hold the items for certain period of time at which they will be auctioned or disposed) and Municipal Court Agency Fund to account for funds that flow through the municipal court office. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Trust funds are used to account for assets held under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City currently has no trust funds.

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, current liabilities, deferred outflows/inflows of resources, 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, liabilities, and deferred outflows/inflows of resources 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 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 in the accounts and reported in the financial statements, and relates to the timing of the measurements made. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

***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, property 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, interest on investments and state levied locally shared taxes (including motor vehicle license fees and local government assistance). Licenses, permits, charges for services and other miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

Special assessment installments including related accrued interest, which are measurable but not available at December 31, 2014, are recorded as deferred inflows of resources. Property taxes, which are measurable at December 31, 2014 but are not intended to finance 2014 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred inflows of resources. Property taxes are further described in Note 5.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and agency 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 fund, department and object level. Budgetary modifications may be made only by ordinance of the City Council.

1. Tax Budget

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

2. Estimated Resources

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

As required by charter, an annual appropriation ordinance must be adopted prior to the beginning of the fiscal year. The appropriation ordinance establishes spending controls at the fund, department and object level, the legal level of control. 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 by the County Budget Commission. During the year, several supplemental appropriations were necessary to budget contingency funds, intergovernmental grants and proceeds of debt issues. The allocation of appropriations among departments and objects within a fund may be modified during the year by management. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual for the General Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrance

As part of formal budgetary controls, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

CITY OF HAMILTON, OHIO

***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 (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statement to the budgetary cash basis statement for the General Fund:

Net Change in Fund Balance	General Fund
GAAP Basis (as reported)	\$742,404
Increase (Decrease):	
Accrued Revenues at December 31, 2014 received during 2015	(2,612,144)
Accrued Revenues at December 31, 2013 received during 2014	2,167,979
Accrued Expenditures at December 31, 2014 paid during 2015	3,262,761
Accrued Expenditures at December 31, 2013 paid during 2014	(3,865,016)
2013 Prepays for 2014	98,458
2014 Prepays for 2015	(204,906)
Outstanding Encumbrances	(710,930)
Perspective Difference:	
Activity of Funds Reclassified for GAAP Reporting Purposes	(338,412)
Budget Basis	<u>(\$1,459,806)</u>

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve (STAR Ohio) and short-term securities with original maturities of three months or less. STAR Ohio is considered a cash equivalent because it is a highly liquid investment. See Note 4, "Cash, Cash Equivalents and Investments."

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 records all its investments at fair value except for nonparticipating investment contracts which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 4, "Cash, Cash Equivalents and Investments".

The City invested funds in the 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

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

I. 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. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$2,500.

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, 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 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 (in years)
Buildings	40
Improvements Other than Buildings	40
Machinery, Equipment, Furniture and Fixtures	5 – 10
Infrastructure	25 – 75
Intangible Assets – FERC License	50

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Long-Term Obligations

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

Obligation	Fund
General Obligation Bonds	Debt Service Fund Parking Fund Golf Course Fund
OWDA Loan	Wastewater Fund
Special Assessment Bonds	Debt Service Fund
Revenue Bonds	Gas Fund, Electric Fund, Water Fund Wastewater Fund
Compensated Absences	General Fund Safety Services Fund, Refuse Fund Street Maintenance Fund Community Development Block Grant Fund Gas Fund, Electric Fund, Water Fund Wastewater Fund, Parking Fund Golf Course Fund, Fleet Maintenance Fund Central Services Fund

L. Compensated Absences

Employees of the City earn vacation leave at various rates within limits specified under collective bargaining agreements or under ordinance. Vacation earned in a calendar year must be used during that year. Vacation time cannot carry over into the subsequent year, unless written permission is granted from the City Manager. At termination or retirement, employees are paid at their then full rate for 100% of their unused vacation leave.

The rate of cash compensation for sick leave payout varies within specified limits under collective bargaining agreements or City ordinance. Employees hired before 1990 are paid 75% of the accumulated sick time upon retirement or death up to a maximum of 1,200 hours for employees whose normal work schedule is 40 hours per week, and up to 1,680 hours for those working a 51 hour week. Those individuals that commenced employment on or after January 1, 1990, will be paid 50%, and those individuals that commenced employment on or after January 1, 1994 will be paid 25% of the accumulated sick leave upon death or retirement. Employees are eligible for retirement at age 60 with 5 years of service, age 55 with 25 years of service, and any age with at least 30 years of service. Compensation for sick leave is paid at the employee's then full rate of pay at the time of termination or retirement.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences (Continued)

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined.

For governmental funds, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. For governmental funds, the portion of unpaid compensated absences expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." The City had no such fund liability at year end. The long-term portion of the liability is reported in the Government-wide Statements under Long-term Liabilities.

M. Net Position

Net position represents the difference between assets, liabilities, and deferred outflows/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 use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

N. Pensions

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

O. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. In order to avoid distorting the measurement of the cost of individual functional activities, entries are made to eliminate the activity provided by the internal service funds to those funds considered governmental and those considered business-type. The elimination of the internal service funds is based on the activity of each fund to which it provides service.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Fund Balances

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 (ordinance) 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. The City has no formal policy authorizing a body or official to assign amounts for specific purposes.

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 restricted resources first, then unrestricted (committed, assigned and unassigned) resources as they are needed.

In 2012, City Council enacted Budget and Financial Policies (R2012-6-25), which requires the maintenance of a minimum General Fund Balance (reserve) of 10-16% of annual expenditures. If the General Fund reserve rises above 16% of General Fund revenue at fiscal year end, the amount over 16% will be swept into the Economic Development Capital Projects Fund and/or the Economic Budget Stabilization Fund, which can be expended only through special action by City Council. As of December 31, 2014 no monies have been swept into the Economic Development Capital Projects Fund or Economic Budget Stabilization Fund.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Restricted Assets

Certain proceeds of enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited to debt service payments and rate stabilization. Restricted cash in the General Fund represents resources set aside for the payment of health insurance claims.

R. 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 for gas and electric service, water treatment and distribution and wastewater collection and treatment. 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.

S. Estimates

The preparation of 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.

T. 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 only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position and proprietary funds statement 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. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, *unavailable amounts*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for 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 HAMILTON, 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 Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:			
Supplies Inventory	\$53,004	\$45,571	\$98,575
Prepaid Items	204,906	53,110	258,016
Permanent Fund Corpus	0	75,000	75,000
Total Nonspendable	<u>257,910</u>	<u>173,681</u>	<u>431,591</u>
Restricted:			
Public Health and Safety	0	1,070,678	1,070,678
County Court Computer Improvements	0	186,311	186,311
Dispute Resolution	0	44,975	44,975
Law Enforcement	0	1,140,456	1,140,456
Street Maintenance	0	304,447	304,447
Community Environment	0	305,048	305,048
Capital Improvements	0	6,701,607	6,701,607
Total Restricted	<u>0</u>	<u>9,753,522</u>	<u>9,753,522</u>
Committed:			
Stormwater Operations	0	1,854,811	1,854,811
Refuse Operations	0	2,405,500	2,405,500
Parking Operations	0	232,340	232,340
Total Committed	<u>0</u>	<u>4,492,651</u>	<u>4,492,651</u>
Assigned:			
Debt Retirement	0	305,744	305,744
Capital Improvements	0	3,080,601	3,080,601
Encumbrances:			
General Government	94,405	0	94,405
Worker's Compensation	1,792,724	0	1,792,724
Budget Resource	1,625,904	0	1,625,904
Total Assigned	<u>3,513,033</u>	<u>3,386,345</u>	<u>6,899,378</u>
Unassigned (Deficits):	<u>7,986,708</u>	<u>(98,694)</u>	<u>7,888,014</u>
Total Fund Balances	<u>\$11,757,651</u>	<u>\$17,707,505</u>	<u>\$29,465,156</u>

CITY OF HAMILTON, OHIO

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

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Equities – The following funds had deficit fund balance/net position amounts at December 31, 2014:

<u>Fund</u>	<u>Fund Balance/ Net Position Deficit</u>
<i>Nonmajor Governmental Funds</i>	
Special Revenue Funds:	
Land Reutilization	\$30,041
Golf Course	51,392
Capital Projects Fund:	
Clean Ohio Grants Program	\$236
<i>Internal Service Fund</i>	
Central Services	\$763,503

The deficit occurring in the Golf Course Special Revenue Fund arose from the recognition of interfund payables within the individual fund balance sheet.

The deficits occurring in the Land Reutilization Special Revenue Fund and Clean Ohio Grants Program Capital Projects Fund arose from the recognition of expenditures on the modified accrual basis of accounting which are greater than expenditures recognized on the budgetary basis. As cash is received and the payables liquidated, the deficits will be eliminated.

The deficit occurring in the Central Services Fund has risen due to recognition of liabilities at year-end. The Internal Service Funds operate as a rotary fund and cash is recognized as revenue operationally only after an actual expense is made.

NOTE 4 - CASH, CASH EQUIVALENTS, AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the City into three categories:

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

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

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

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

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

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

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. The City's policy is to deposit funds with banking institutions which collateralize public monies in accordance with the Ohio Revised Code.

CITY OF HAMILTON, OHIO

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

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

A. Deposits

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a custodial credit risk policy.

As of December 31, 2014, \$34,796,801 of the City's bank balance of \$35,560,731 was exposed to custodial credit risk since it was uninsured and collateralized with securities held by the pledging institutions trust department not in the City's name.

B. Investments

The City's investments at December 31, 2014 are summarized below:

	Fair Value	Credit Rating	Concentration of Credit Risk	Investment Maturities (in Years)		
				less than 1	1-3	3-5
Money Market Mutual Fund	\$8,153,109	AA+ ¹	11.38%	\$8,153,109	\$0	\$0
Certificates of Deposit	75,000	AAA ¹	0.10%	75,000	0	0
Commercial Paper	3,969,634	A-1 ¹	5.54%	3,969,634	0	0
STAR Ohio	32,954,628	AAAm ¹	45.99%	32,954,628	0	0
FHLMC	12,565,490	AA+ ¹	17.53%	0	0	12,565,490
FHLB	13,949,580	AA+ ¹	19.46%	0	0	13,949,580
Total Investments	<u>\$71,667,441</u>		<u>100.00%</u>	<u>\$45,152,371</u>	<u>\$0</u>	<u>\$26,515,070</u>

¹ Standard & Poor's

Custodial Credit Risk

The risk that, in the event of a failure of a counter party, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City employs the use of "safekeeping" accounts to hold and maintain custody of its investments as identified within this policy and as a means of mitigating this risk.

Interest Rate Risk

The risk that the City will incur fair value losses arising from rising interest rates. Such risk is mitigated by the investment policy by limiting investments to certain maximum maturities. As a rule, unless specified otherwise within the policy, investments are to have a maximum maturity of five years unless the investment is matched to a specific expenditure. The context of a specific investment purchase must be weighed in proportion to the remainder of the existing investment portfolio and the "prudent investor" rule to attempt to limit such risk.

Credit Risk

It is the City's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations.

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

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

B. Investments (Continued)

Concentration of Credit Risk

The City places no limit on the amount it may invest in any one issuer. The City has several investment categories that are above the five percent threshold as detailed above.

C. Benninghofen Trust

The Benninghofen Trust Fund reports the endowment bequeathed to the City from the estate of Christian Benninghofen. The endowment is to be held permanently by the City and invested and reinvested in bonds issued by the United States, the State of Ohio, or any County, as well as municipal bonds issued by such subdivisions with the State of Ohio. Earnings from the endowment are to be used for the purpose of assisting and aiding the needy poor of the City. The City disburses earnings from the endowment quarterly.

NOTE 5 - TAXES

A. Property Taxes

Property taxes include amounts levied against real estate and public utility property located in the City. Real property taxes (other than public utility) collected during 2014 were levied after October 1, 2013 on assessed values as of January 1, 2013, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be reevaluated every six years and equalization adjustments made in the third year following the reappraisal. The last revaluation was completed for tax year 2011. Real property taxes are payable annually or semiannually. If paid annually, payment is due January 31; if paid semiannually, the first payment is due February and the remainder payable in July. Under certain circumstances, state statute permits later payment dates to be established.

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

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

The full tax rate for the City's operations for the year ended December 31, 2014 was \$6.81 per \$1,000 of assessed value. The assessed value upon which the 2014 receipts were based was \$758,284,500. This amount constitutes \$753,521,500 in real property assessed value and \$4,763,000 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is 0.681% (6.81 mills) of assessed value.

CITY OF HAMILTON, OHIO

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

NOTE 5 - TAXES (Continued)

B. Income Tax

The City levies a tax of 2.00% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of 2.00% of taxable salaries, wages, commissions and other compensation.

Employers within the City are required to withhold income tax on employees' compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. All City residents are required to file a municipal income tax return annually regardless of whether tax is owed.

NOTE 6 – RECEIVABLES

Receivables at December 31, 2014 consisted of taxes, accounts receivable, accrued interest, loans receivable, interfund receivables and intergovernmental (due from other governments) receivables arising from shared revenues. These receivables result from both exchange and non-exchange transactions.

Business-type receivables at December 31, 2014, are presented net of allowances for doubtful accounts. To better detail the accounts receivable balances in the Business-type Funds, the following schedule identifies and reconciles these amounts as of December 31, 2014 as follows:

Accounts Receivable

As of December 31, 2014

	<u>Gas</u>	<u>Electric</u>	<u>Water</u>	<u>Wastewater</u>	<u>Business-Type Activities</u>
Earned and unbilled consumer accounts	\$2,479,675	\$4,217,077	\$1,999,265	\$762,986	\$9,459,003
Earned and billed consumer accounts	4,143,375	6,774,417	1,044,062	1,879,142	13,840,996
Other	0	45,008	8,811	50,389	104,208
Less allowance for uncollectible accounts	<u>(2,468,663)</u>	<u>(4,108,716)</u>	<u>(651,415)</u>	<u>(1,067,579)</u>	<u>(8,296,373)</u>
Accounts Receivable	<u>4,154,387</u>	<u>6,927,786</u>	<u>2,400,723</u>	<u>1,624,938</u>	<u>15,107,834</u>
Accrued Interest Receivable	<u>3,960</u>	<u>14,907</u>	<u>13,026</u>	<u>15,448</u>	<u>47,341</u>
Total Receivables :	<u><u>\$4,158,347</u></u>	<u><u>\$6,942,693</u></u>	<u><u>\$2,413,749</u></u>	<u><u>\$1,640,386</u></u>	<u><u>\$15,155,175</u></u>

CITY OF HAMILTON, OHIO

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

NOTE 7 - TRANSFERS

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

Fund	Transfer In	Transfer Out
Governmental Funds		
General Fund	\$915,025	\$4,138,608
Other Governmental Funds	<u>10,784,252</u>	<u>7,560,669</u>
Totals	<u>\$11,699,277</u>	<u>\$11,699,277</u>

The City makes transfers between various funds during the year for operating and debt service related payments. The individual governmental funds transfer their portion of the debt service payment during the year into the Debt Service Sinking Fund for payment of obligations and some transfers are made from the general fund at year-end to eliminate deficit balances. In addition to transfers for debt service, in 2014 the General Fund, Capital Improvement Fund, and Street Maintenance Fund transferred \$1.5 million, \$2.35 million, and \$1.4 million, respectively, to the Infrastructure Improvement Fund for various infrastructure improvement projects.

NOTE 8 – INTERFUND TRANSACTIONS

The composition of inter-fund balances as of December 31, 2014, is as follows:

	Interfund Receivable	Interfund Payable	Due from Other Funds	Due to Other Funds
General Fund	\$20,000	\$0	\$2,803	\$0
Other Governmental Funds	0	675,450	0	2,803
Electric Fund	455,450	0	0	0
Water Fund	<u>200,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>\$675,450</u>	<u>\$675,450</u>	<u>\$2,803</u>	<u>\$2,803</u>

The due from other funds for the General Fund is monies where the General Fund serves as a participant in the activity for the City. All monies due between funds are expected to be paid/received within the next fiscal year.

The Golf Course Fund issued notes that were purchased by the General Fund and Electric Fund for \$100,000 and \$475,750, respectively, for the purchase of golf equipment. At year end these notes had outstanding balances of \$20,000 and \$285,450, respectively. The Special Assessment Fund issued notes that were purchased by the Electric Fund and Water Fund for \$425,000 and \$1,000,000, respectively, for street improvement projects. At year end these notes had outstanding balances of \$170,000 and \$200,000, respectively.

An internal balance is reported between the Governmental Activities and Business-Type Activities as a result of these interfund balances.

CITY OF HAMILTON, OHIO

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

NOTE 9 - 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	\$22,771,987	\$458,179	\$0	\$23,230,166
Construction in Progress	14,322,079	5,078,547	(1,000,394)	18,400,232
Sub-Total	37,094,066	5,536,726	(1,000,394)	41,630,398
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	42,006,079	221,654	(671,733)	41,556,000
Machinery and Equipment	28,733,703	1,197,880	(506,326)	29,425,257
Infrastructure	147,485,947	1,006,287	(96,571)	148,395,663
Total Cost	<u>\$255,319,795</u>	<u>\$7,962,547</u>	<u>(\$2,275,024)</u>	<u>\$261,007,318</u>

Accumulated Depreciation:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
Buildings and Improvements	(\$15,613,094)	(\$774,423)	\$671,733	(\$15,715,784)
Machinery and Equipment	(21,326,968)	(1,130,614)	349,152	(22,108,430)
Infrastructure	(127,494,297)	(1,547,379)	28,972	(129,012,704)
Total Depreciation	<u>(\$164,434,359)</u>	<u>(\$3,452,416) *</u>	<u>\$1,049,857</u>	<u>(\$166,836,918)</u>
<i>Net Value:</i>	<u>\$90,885,436</u>			<u>\$94,170,400</u>

*Depreciation expenses were charged to governmental functions as follows:

General Government	\$573,414
Security of Persons and Property	491,228
Leisure Time Activities	347,033
Community Environment	1,035
Transportation	2,037,913
Public Health and Welfare Services	1,793
Total Depreciation Expense	<u>\$3,452,416</u>

CITY OF HAMILTON, OHIO

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

NOTE 9 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by category at December 31, 2014:

Historical Cost:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
<i>Capital assets not being depreciated:</i>				
Land	\$8,005,883	\$0	\$0	\$8,005,883
Construction in Progress	50,578,506	14,325,348	(20,201,359)	44,702,495
Sub-Total	<u>58,584,389</u>	<u>14,325,348</u>	<u>(20,201,359)</u>	<u>52,708,378</u>
<i>Capital assets being depreciated:</i>				
Intangible Capital Assets	1,070,786	0	0	1,070,786
Buildings and Improvements	99,254,620	5,736,120	0	104,990,740
Machinery and Equipment	598,298,991	16,774,452	(534,051)	614,539,392
Total Cost	<u>\$757,208,786</u>	<u>\$36,835,920</u>	<u>(\$20,735,410)</u>	<u>\$773,309,296</u>

Accumulated Depreciation:

Class	December 31, 2013	Additions	Deletions	December 31, 2014
Intangible Capital Assets	(\$128,496)	(\$21,416)	\$0	(\$149,912)
Buildings and Improvements	(60,647,643)	(1,785,895)	0	(62,433,538)
Machinery and Equipment	(383,947,583)	(14,145,078)	466,715	(397,625,946)
Total Depreciation	<u>(\$444,723,722)</u>	<u>(\$15,952,389)</u>	<u>\$466,715</u>	<u>(\$460,209,396)</u>
<i>Net Value:</i>	<u>\$312,485,064</u>			<u>\$313,099,900</u>

NOTE 10 – DEFINED BENEFIT PENSION PLANS

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

A. 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.

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

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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 \$3,127,481, \$3,420,121 and \$2,682,640, respectively, which were equal to the required contributions for each year.

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.

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

NOTE 10 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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 \$1,412,254, \$1,179,116 and \$991,059 for police officers and \$1,692,407, \$1,494,674 and \$1,500,156 for firefighters, respectively, which were equal to the required contributions for each year.

C. Metropolitan Pension Plan

Employees of the City who were not included under the Ohio Public Employees Retirement System “OPERS” prior to May 15, 1962 and who were included under a Group Annuity Contract of the Metropolitan Life Insurance Company participate in the City of Hamilton Metropolitan Pension Plan, a single-employer defined benefit pension plan.

Upon retirement, plan participants are entitled to a supplemental retirement benefit paid by the City, equal to the difference between OPERS benefits that would have been payable to such employee had the employee been covered by OPERS during the full period of employment and actual OPERS benefits received. Benefit provisions of the plan are established and may be amended by City Council through ordinance. All current participants in the Metropolitan Pension Plan are retired from service with the City.

For fiscal year 2014, annual pension cost was \$186,297. The City contributed 77.8%, or \$144,906, resulting in a total net pension obligation of \$120,911. The total unfunded actuarial accrued liability at year end was \$993,056.

For fiscal year 2013, annual pension cost was \$200,110. The City contributed 78.7%, or \$157,443, resulting in a total net pension obligation of \$79,520. The total unfunded actuarial accrued liability at year end was \$1,058,451.

For fiscal year 2012, annual pension cost was \$223,126. The City contributed 83.5%, or \$186,273, resulting in a net pension obligation of \$36,853. The total unfunded actuarial accrued liability at year end was \$1,252,694.

The actuarial valuation date was December 31, 2014 and the accrued liability was calculated using the entry age normal cost method. The Metropolitan Pension Plan currently has no assets. The amortization method used was level dollar and the amortization period was 5 years.

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

NOTE 11 - 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. 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.

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

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

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

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 healthcare to the OPERS for the years ending December 31, 2014, 2013, and 2012 were \$521,247, \$263,086 and \$1,073,056, 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.

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.

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

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

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

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.

The City's contributions for healthcare to the OP&F for the years ending December 31, 2014, 2013, and 2012 were \$37,165, \$268,742 and \$524,678 for police and \$36,009, \$267,396 and \$587,018 for firefighters, respectively, which were equal to the required contributions for each year.

C. Retiree Life Insurance

The City provides post-employment life insurance coverage through The Hartford Insurance Company. The insurance coverage provided is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

Eligible employees are grouped into two classes. Employees who retired prior to March 1, 1977 are eligible to receive \$2,000 in life insurance benefits. Employees who retired after March 1, 1977 are eligible to receive \$4,000 in life insurance benefits. Benefit provisions of the plan are established and may be amended by City Council through ordinance.

For fiscal year 2014, annual OPEB cost was \$58,262. The City contributed 87.5%, or \$50,976, resulting in a total net OPEB obligation of \$22,863. The total unfunded actuarial accrued liability at year end was \$1,252,088.

For fiscal year 2013, annual OPEB cost was \$57,959. The City contributed 87.1%, or \$50,466, resulting in a total net OPEB obligation of \$15,577. The total unfunded actuarial accrued liability at year end was \$820,160.

CITY OF HAMILTON, OHIO

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

NOTE 11 - POSTEMPLOYMENT BENEFITS (Continued)

C. Retiree Life Insurance (Continued)

For fiscal year 2012, annual OPEB cost was \$56,730. The City contributed 85.8%, or \$48,682, resulting in a net OPEB obligation of \$8,048. The total unfunded actuarial accrued liability at year end was \$823,487.

The actuarial valuation date was December 31, 2014 and the accrued liability was calculated using the entry age normal cost method. The City's post-employment life-insurance plan currently has no assets.

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. Bond anticipation notes may be retired at maturity from the proceeds of the sale of renewal notes or of the bonds anticipated by the notes, or from available funds of the City or a combination of these sources.

	Balance December 31, 2013	Issued	(Retired)	Balance December 31, 2014
Business Type Activities :				
Enterprise Notes Payable:				
1.00% Water System Improvement	\$6,690,000	\$0	(\$6,690,000)	\$0
0.51% Water System Improvement	0	6,690,000	0	6,690,000
1.00% Electric System Improvement	4,000,000	0	(4,000,000)	0
0.51% Electric System Improvement	0	4,000,000	0	4,000,000
Total Notes Payable	<u>\$10,690,000</u>	<u>\$10,690,000</u>	<u>(\$10,690,000)</u>	<u>\$10,690,000</u>

CITY OF HAMILTON, OHIO

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

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

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

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2013	Additions	Reductions	Balance December 31, 2014	Due Within One Year
Governmental activities:								
Bonds payable:								
General Obligation Bonds:								
2003	3.5% - 3.75%	Road Improvement	2016	\$ 920,000	\$0	\$ (295,000)	\$ 625,000	\$ 305,000
2009	2.5% - 4.50%	Various Purpose 2009 G O Bonds	2028	5,285,000	0	(500,000)	4,785,000	520,000
2011	2% - 5.00%	Various Purpose Refunding	2026	15,830,000	0	(1,330,000)	14,500,000	1,355,000
2011	2% - 5.00%	Various Purpose	2026	2,275,000	0	(140,000)	2,135,000	145,000
Total General Obligation Bonds				24,310,000	0	(2,265,000)	22,045,000	2,325,000
Special Assessment Bonds:								
2005	4.00%	Main Street Area Streetscape	2015	10,000	0	(5,000)	5,000	5,000
2003	5.25%	Shaffer's Creek Sanitary Sewer	2023	110,000	0	(10,000)	100,000	10,000
1998	5.00%	Various Purpose Series 1998	2018	335,000	0	(60,000)	275,000	65,000
2000	5.74-5.8%	Various Purpose Series 2000	2020	155,000	0	(20,000)	135,000	20,000
2001	6.00%	Various Purpose Series 2001	2021	450,000	0	(45,000)	405,000	50,000
Total Special Assessment Bonds (with Governmental Commitment)				1,060,000	0	(140,000)	920,000	150,000
Less Unamortized Amounts:								
For Issuance Discounts/Premiums				1,391,350	0	(177,660)	1,213,690	0
Total Bonds Payable				26,761,350	0	(2,582,660)	24,178,690	2,475,000
Bank Qualified Loan (General Obligation):								
2013	Variable	Various Purpose		9,500,000	0	0	9,500,000	0
Compensated absences				5,738,818	1,603,810	(1,902,517)	5,440,111	2,062,035
Governmental Activities Long-term liabilities				<u>\$42,000,168</u>	<u>\$1,603,810</u>	<u>(\$4,485,177)</u>	<u>\$39,118,801</u>	<u>\$4,537,035</u>

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CITY OF HAMILTON, OHIO

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

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

Outstanding general obligation bonds are direct obligations of the City for which the full faith and credit of City resources are pledged. Outstanding revenue bonds totaled \$220,600,000 at December 31, 2014.

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2013	Additions	Reductions	Balance December 31, 2014	Due Within One Year
Business-type activities:								
Mortgage Revenue Bonds:								
2003	4.75%	Gas Refunding	2015	\$2,775,000	\$0	(\$1,355,000)	\$1,420,000	\$1,420,000
2009	2.75% - 5.00%	Gas series A	2029	4,500,000	0	0	4,500,000	0
2005	4.1% - 4.7%	Electric series	2025	113,865,000	0	(7,735,000)	106,130,000	7,990,000
2009	2.5% - 5.00%	Electric series A	2030	18,215,000	0	(805,000)	17,410,000	815,000
2009	6.5% - 6.6%	Electric series B	2039	14,520,000	0	0	14,520,000	0
2002	4.0% - 5.0%	Water Revenue Refunding	2021	6,650,000	0	(700,000)	5,950,000	730,000
2009	2.5% - 4.63%	Water series A	2029	8,235,000	0	(395,000)	7,840,000	405,000
2009	6.62%	Water series B	2039	8,915,000	0	0	8,915,000	0
2005	4.4% - 5.250%	Wastewater Refunding	2023	14,920,000	0	(1,295,000)	13,625,000	1,355,000
2009	2.5% - 3.38%	Wastewater series A	2017	1,125,000	0	(275,000)	850,000	280,000
2011	2.0% - 5.00%	Wastewater	2041	28,530,000	0	(555,000)	27,975,000	565,000
2009	6.11% - 6.62%	Wastewater series B	2039	11,465,000	0	0	11,465,000	0
Total Mortgage Revenue Bonds				233,715,000	0	(13,115,000)	220,600,000	13,560,000
Less Unamortized Amounts:								
For Issuance Discounts/Premiums				(386,288)	0	(17,489)	(403,777)	0
Total Bonds Payable				233,328,712	0	(13,132,489)	220,196,223	13,560,000
Ohio Water Development Authority Loan:								
3.25%	Sanitary Sewer Improvements	2030	383,412	0	(17,211)	366,201	17,775	
Compensated absences				3,272,727	713,610	(1,374,565)	2,611,772	1,216,548
Business-type activity Long-term liabilities				\$236,984,851	\$713,610	(\$14,524,265)	\$223,174,196	\$14,794,323

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

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

The principal amount of the City's special assessment bonds outstanding was \$920,000. The special assessments issued are for non-capital related repairs to sidewalks, streets, etc. Special assessment bonds are general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance in the Debt Service Fund at December 31, 2014 of \$305,744 is assigned for the retirement of outstanding special assessment bonds.

Under the terms of the revenue bond indentures, the City has agreed to certain covenants including, among other things, maintaining revenue levels to provide for operating expenses and debt service. All of the borrowing issued under the master trust indentures for the revenue bonds are insured under municipal bond insurance policies. Under the terms of the policies, the insurer guarantees the payments of principal and interest.

A. Bond Purchase Agreement

In October 2013 the City executed a Bond Purchase Agreement with First Financial Bank for the issuance of \$9,500,000 of General Obligation Bonds to finance several immediate and future public improvement projects. In connection with the purchase of the Bonds, First Financial Bank agreed to make one or more Bond Advances during the Disbursement Period, subject to the terms and conditions set forth in the Bond Purchase Agreement, provided that the aggregate amount of all Bond Advances shall not exceed \$9,500,000.

During the Disbursement Period, which ends December 31, 2015, the City will pay a variable interest rate on the amount drawn. In the event the aggregate amount of Bond Advances does not equal \$9,500,000 on the last day of the Disbursement Period, Purchaser shall immediately, and without need of further authorization or requisition, initiate a final Bond Advance in an amount equal to the difference between \$9,500,000 and the aggregate amount of Bond Advances to date.

As of December 31, 2014 the City received Bond Advances totaling \$5,575,000. The remaining \$3,925,000 to be advanced to the City is reported as Cash with Fiscal Agent in the financial statements. Payment of principal and interest on the bonds will begin in 2016, for a period of 20 years. A schedule of future long-term financing requirements for the bonds will be available beginning in 2016.

B. Defeasance of General Obligation Debt

In September 2009, the City defeased \$2,235,000 of General Obligation Bonds for Police and Fire Pension through the issuance of \$2,235,000 of Various Purpose Bonds. The net proceeds of the 2009 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States 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 \$1,460,000 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.

CITY OF HAMILTON, OHIO

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

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

C. Future Long-Term Financing Requirements

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

GOVERNMENTAL ACTIVITIES						
Years	General			Special		
	Obligation Bonds			Assessment Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2015	\$2,325,000	\$938,224	\$3,263,224	\$150,000	\$51,078	\$201,078
2016	2,380,000	882,944	3,262,944	145,000	43,020	188,020
2017	2,180,000	793,844	2,973,844	155,000	35,153	190,153
2018	1,665,000	710,769	2,375,769	165,000	26,725	191,725
2019	1,600,000	635,994	2,235,994	95,000	17,750	112,750
2020-2024	8,375,000	2,098,969	10,473,969	210,000	20,838	230,838
2025-2028	3,520,000	280,500	3,800,500	0	0	0
Totals	<u>\$22,045,000</u>	<u>\$6,341,244</u>	<u>\$28,386,244</u>	<u>\$920,000</u>	<u>\$194,564</u>	<u>\$1,114,564</u>

BUSINESS-TYPE ACTIVITIES						
Years	Revenue Bonds			OWDA Loan		
	Principal	Interest	Total	Principal	Interest	Total
2015	\$13,560,000	\$10,572,796	\$24,132,796	\$17,775	\$11,758	\$29,533
2016	12,815,000	10,007,701	22,822,701	18,357	11,176	29,533
2017	13,275,000	9,477,026	22,752,026	18,959	10,574	29,533
2018	13,810,000	8,911,913	22,721,913	19,580	9,953	29,533
2019	14,300,000	8,308,545	22,608,545	20,221	9,312	29,533
2020-2024	74,200,000	31,466,655	105,666,655	111,490	36,176	147,666
2025-2029	30,315,000	17,424,303	47,739,303	130,990	16,675	147,665
2030-2034	19,885,000	12,070,957	31,955,957	28,829	704	29,533
2035-2039	25,040,000	5,467,975	30,507,975	0	0	0
2040-2041	3,400,000	237,725	3,637,725	0	0	0
Totals	<u>\$220,600,000</u>	<u>\$113,945,596</u>	<u>\$334,545,596</u>	<u>\$366,201</u>	<u>\$106,328</u>	<u>\$472,529</u>

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

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

D. Conduit Debt

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

As of December 31, 2014, there were five series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of \$17,631,397.

E. Ohio Water Development Authority Loan

Sanitary Sewer Improvements - In 2010 the City entered into an agreement with the OWDA, as administrator for the U. S. Environmental Protection Agency (EPA), for the City to receive a loan for sanitary sewer improvements in the amount of \$431,837. The interest rate on the loan is 3.25%, per annum. This loan is payable from wastewater utility charges. As of December 31, 2014 the outstanding balance of the loan is \$366,201.

F. Pledged Revenue Coverage

The Gas Utility revenue bonds are payable from the net revenue derived from operations of the gas utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2015 and 2029. In 2014 the Gas Fund reported \$588,445 of net pledged revenues for coverage of a principal and interest debt service requirement of \$1,669,738.

The Electric Utility revenue bonds are payable from the net revenue derived from operations of the electric utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2025, 2030 and 2039. In 2014 the Electric Fund reported \$13,452,685 of net pledged revenues for coverage of a principal and interest debt service requirement of \$15,373,471.

The Water Utility revenue bonds are payable from the net revenue derived from operations of the water utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2021, 2029 and 2039. In 2014 the Water Fund reported \$5,487,797 of net pledged revenues for coverage of a principal and interest debt service requirement of \$2,314,717.

The Wastewater Utility revenue bonds are payable from the net revenue derived from operations of the wastewater utility and are secured by a pledge of and lien on such net revenues until the bond maturity dates of 2017, 2023, 2039, and 2041. In 2014 the Wastewater Fund reported \$5,793,268 of net pledged revenues for coverage of a principal and interest debt service requirement of \$4,852,095.

CITY OF HAMILTON, OHIO

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

NOTE 14 - INSURANCE AND RISK MANAGEMENT

The City is exposed to various risks of loss related to torts and liability; damage to and theft of or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains a number of insurance coverages in order to protect against the various risks mentioned above. Those coverages are as follows:

Property Insurance	\$193,176,470	Limit
Earthquake	\$75,000,000	
Flood	\$5,000,000	
Ordinance or Law Coverage	\$2,500,000	
Extra Expense Designated Locations	\$500,000	
Valuable Papers Restoration	\$1,250,000	
 Electric Property Insurance	 \$699,371,234	 Limit
Earthquake	\$125,000,000	
Flood	\$125,000,000	
Demolition and Increased Cost Construction	\$10,000,000	
Misc. Unnamed Locations	\$5,000,000	
 Boiler and Machinery	 \$40,000,000	 Limit
 Auto	 \$1,000,000	 Limit
Comprehensive and Collision	\$20,000	Deductible
Physical Damage		
Garage Keepers Liability	\$500,000	Limit
	\$15,000,000	Umbrella
 Crime – Theft of Money and Securities In/Out	 \$100,000	 Limit
 Forgery and Alteration Coverage	 \$100,000	 Limit
 Public Officials Bond – Treasurer	 \$150,000	 Limit
 Public Officials Bond – All Others		
Various Limits to Named Positions	\$2,500	Limit
Blanket Limit (for police officers)	\$2,500	Limit
Blanket Minimum for All Other employees	\$2,500	Limit
 Police Professional Liability (per occurrence)	 \$1,000,000	 Limit
	\$15,000,000	Umbrella

CITY OF HAMILTON, OHIO

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

NOTE 14 - INSURANCE AND RISK MANAGEMENT (Continued)

Public Officials Liability	\$5,000,000	Limit
Employment Practices		
Claims Made – Full Prior Acts	\$15,000,000	Umbrella
Public Utilities Excess Liability	\$80,000,000	Limit
Claims Made Retroactive 4/86		
Combined Products Liability		
Completed Operations Liability		
Failure to Supply Liability		
Pollution Liability		
Medical Malpractice Liability		
General Liability (per occurrence)	\$5,000,000	Limit
Products, Personal Injury, Stop Gap Liability	\$15,000,000	Umbrella
Ambulance Attendants Errors and Omissions (included in G.L.)	\$5,000,000	Limit
Pollution Legal Liability	\$10,000,000	Limit
Named NDD Housing Lead Abatement One Year Term		
Pollution Legal Liability		
Named Brownfield Location – Hamilton Die Cast 10 Year Term	\$5,000,000	Limit
Umbrella	\$15,000,000	Limit
Does not apply separately over the underlying/primary coverages		

Third party liability coverages are to be subject to \$100,000 Self-Insured Retention (SIR). A \$400,000 total Self-Insured Retention (SIR) (annual) will be applicable to Public Entity General Liability, Employee Benefit, Plan Administration Liability, Law Enforcement Liability, Auto Liability, and Public Entity Management Liability. This will act as an aggregate stop loss maximum. Third party claims adjustment services are provided by Cunningham Lindsey U.S. Inc. as per the terms of the City of Hamilton's contract with Cunningham Lindsey U.S. Inc. for utility claims and Travelers Insurance for SIR claims.

In 2014, insurance coverage for Public Utilities Excess Liability decreased from \$100,000,000 to \$80,000,000. The City had no other reduction in coverage in 2014. Settled claims did not exceed this commercial coverage in any of the past three years.

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

NOTE 14 - INSURANCE AND RISK MANAGEMENT (Continued)

A. Self-Insurance

Medical coverage is offered to employees through a self-funded insurance plan. The plan is offered to local governments state-wide through the Jefferson Health Plan (JHP) in Steubenville, Ohio and administered by United Healthcare of Ohio.

The City participates in the plan and makes payment to the Risk Management Agency based on actuarial estimates of the amounts needed to pay claims and actual amounts needed to pay fixed costs (premiums for stop-loss coverage and medical conversion and administrative fees and services). The City's independent advisor has actuarially determined that \$253,760 is a good and sufficient provision for incurred but not reported claims as of December 31, 2014. This amount is non-discounted and is based upon historical claims experience. Changes in the claims liability in 2014 (the City's first year of participation) was as follows:

<u>Fiscal Year</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year Liability</u>
2014	\$0	\$2,853,070	(\$2,599,310)	\$253,760

B. BWC Retrospective Rating Program

The City is enrolled in the Ohio BWC's Individual Retrospective Rating program. Each retrospective rated policy year carries a 10 year liability period. The Individual Retrospective Rating provides the City with an up-front premium discount in exchange for assuming dollar-for-dollar claims liability for any claim filed during the Retrospective Rating policy year. There is a maximum per claim limit and an aggregate policy limit in Retrospective Rating. For 2014 Hamilton's per claim limit is \$200,000 and its aggregate policy limit is 150% of the standard premium (i.e., premium before the Individual Retrospective Rating discount and less BWC administrative costs).

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

NOTE 14 - INSURANCE AND RISK MANAGEMENT (Continued)

B. BWC Retrospective Rating Program (Continued)

The claims liability of \$408,651 reported in the General Fund at December 31, 2014 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount are as follows:

<u>Fiscal Year</u>	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year Liability</u>
2013	\$1,200,000	\$606,572	(\$629,575)	\$1,176,997
2014	1,176,997	110,803	(879,149)	408,651

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CITY OF HAMILTON, OHIO

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

NOTE 15 – SIGNIFICANT COMMITMENTS

A. Contractual Commitments

As of December 31, 2014, the City had contractual commitments related to property, plant and equipment improvements and additions, as well as various other contracts and agreements to provide or receive services related to the operations of the City. The list below reflects the major contracts that comprise commitments at December 31, 2014:

Vendor	Contractual Commitment
SJ Louis Construction Inc	\$6,538,576
Prus Construction	5,301,237
Dugan & Meyers Construction Co	4,787,487
SJ Louis Construction Inc	1,873,117
Miller R A Construction Co	714,190
Arcadis U S Inc	622,530
American Suncraft Co Inc	488,512
Minnotte Contracting Corp	263,926
Mi De Con Inc	218,412
Ford Development Corp	207,869
Setterlin R W Building Company	200,000
Culy Construction & Excavating Inc	180,381
Municipal Energy Services Agency	148,788
Synagro WWT Inc dba Synagro Central LLC	146,517
Premier Powerline Services LLC	141,460
Premier Energy Services LLC	130,000
Vaughn Industries LLC	129,849
Lithko Restoration Technologies	125,000
Butler County Land Reutilization Corporation	120,000
	\$22,337,851

B. Encumbrance Commitments

At December 31, 2014 the City had encumbrance commitments in the Governmental Funds as follows:

Fund	Encumbrances
General Fund	\$754,010
Other Governmental Funds	4,363,196
Total Governmental Funds	\$5,117,206

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

NOTE 16 – CONTINGENCIES

A. Litigation

Various claims and lawsuits are pending against the City. With the possible exception described in the following paragraph, the City believes that the ultimate disposition of such claims and lawsuits will not have a material adverse effect on the City's financial position.

The Ohio Environmental Protection Agency (EPA) alleged, in previous years, that sanitary sewer overflows from the City's sanitary sewer collection system were violations of the Federal Clean Water Act and analogous State law. Federal agencies have pursued similar enforcement actions nationally against public wastewater treatment systems. The City contested this action and the initial remedial measures proposed by the State. Negotiations to resolve the enforcement action through the entry of a mutually agreeable Consent Decree began in 1997. In January 2007 a proposed Consent Decree was executed with the Ohio EPA in which the City agreed to undertake certain remedial measures to eliminate and/or reduce sanitary sewer overflow occurrences. On July 11, 2009 the Ohio EPA approved a System Evaluation and Capacity Assurance Plan (SECAP) which is the master plan of capital improvements for the Consent Decree. In 2010 and 2011, three sanitary sewer projects were constructed which eliminated the sanitary sewer overflows at three locations in the sanitary sewer collection system. Since then, an interceptor project has been in progress which will mitigate sanitary sewer overflows from the last two known sanitary sewer overflow locations in the sanitary sewer collection system. That project should be completed this year. In addition, construction of improvements is underway at the Water Reclamation Facility to enhance its ability to provide secondary treatment of wastewater prior to discharging into the Great Miami River, and to increase the capacity of the Water Reclamation Facility for compliance with the SECAP. It is anticipated that all of the improvements associated with the SECAP will be completed and operational by the end of 2015.

B. Federal and State Grants

For the period January 1, 2014 to December 31, 2014, the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

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

NOTE 17 – JOINT VENTURES

The City of Hamilton is a member of a number of Governmental Joint Ventures as described in GASB Statement No. 61. The following is a list of organizations and a brief description of each Joint Venture.

A. Hamilton-Indian Springs Joint Economic Development Districts

In 1996, a Joint Economic Development District (JEDD) between the City of Hamilton and Fairfield Township was approved by Fairfield Township voters. It set aside over 200 acres of prime land, zoned for business and industrial, to be serviced jointly as specified in the contract and marketed for commercial/industrial development. The original JEDD (I) authorized a 2% earnings tax on all business within its boundaries, of which 75% flows to the City and 25% flows to the Township. One stipulation of the JEDD agreement is that the City of Hamilton will not annex any township land for the 30-year term of the contract. In exchange, 12 acres of county-owned land on the boundary between Hamilton and the Township was transferred to the City. Construction work that began on a new Menards in 2010 was completed in early 2011. Menards opened for business in 2011 thereby adding many jobs to the community. Menards is a chain of home improvement stores in the Midwestern United States. The construction of an automotive dealership was completed in the last quarter of 2012.

A second JEDD (JEDDII) was approved in August 2004 to include over 100 acres of retail development. This second JEDD reversed the collection percentage of the entities (75% for Fairfield Township and 25% for the City). To date, the development in the JEDD areas has proceeded at a strong pace. A number of projects and developments have occurred within all phases of the JEDD, including several banks and restaurants, as well as stores such as Wal-Mart, Target, Dick's, Best Buy, JC Penney, Staples and a variety of other retail establishments. The interchange was upgraded and the State Route 4 By-Pass was widened to provide improved access to JEDD I and JEDD II. Due to this JEDD's location around the interchange of State Route 129 and the State Route 4 By-Pass, additional retail and commercial development is expected to continue at this location into the future.

During 2014, the City's distribution of tax collections for JEDD I and JEDD II were \$390,954 and \$134,087, respectively, with a total JEDD distribution of \$525,041.

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

NOTE 17 – JOINT VENTURES (Continued)

B. American Municipal Power (AMP) – OMEGA JV2 Project

In December 2000, the City became a part of the OMEGA (Ohio Municipal Energy Generation Association) JV2 Project. The OMEGA JV2 project is a joint venture among the City of Hamilton and 35 other participating municipalities created under the auspices of the Ohio Constitution Section XVIII, Sections 3 and 4 and Ohio Revised Code Section 715.02. All of the participating communities are members of AMP, Inc. and the joint venture has appointed that non-profit corporation to perform certain management functions. The purpose of the joint venture is to create distributive generation among the participating members allowing for increased electric production capacity during peak demand. The degree of control exercised by any participating member is weighted in proportion to each participant's project share, which is 23.87% for the City (a non-majority voting position). Project share is equal to the amount of distributive generation capacity for each of the members. Membership in the joint venture is defined as financing or non-financing participant, as well as an owner or purchasing participant, for which the City qualifies as a financing, purchasing participant. As a financing purchasing participant, the City makes payments to OMEGA JV2.

The following amount was expended in 2014 by the Electric Fund and recorded within the Purchase of Electric expense account to the OMEGA JV2:

Payments – OMEGA JV2	<u>\$723,119</u>
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The continued existence of OMEGA JV2 is dependent upon the City's continued participation, but the City, as a financing purchasing participant, does not have an equity interest in OMEGA JV2. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 43219.

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

NOTE 18 – JOINTLY GOVERNED ORGANIZATIONS

The City of Hamilton is a member of a number of Jointly Governed Organizations as described in GASB Statement No. 61. The following is a list of organizations and a brief description of each Jointly Governed Organization.

A. AMP, Inc.

The City of Hamilton is a member of American Municipal Power, Inc. (AMP). AMP is a non-profit corporation organized under Ohio law and Internal Revenue Code Section 501 and is a jointly governed organization. The organization operates on a non-profit basis for the mutual benefit of its member municipalities, all of whom own or operate a municipal electric system. The non-profit corporation is dedicated to providing member assistance and low-cost power supplies.

The controlling board of AMP, Inc. is based upon a representative from several of the member communities. The degree of control exercised by any participating government is limited to its representation on the board. The continued existence of the corporation is not dependent upon the City. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 43229.

B. Transportation Improvement District of Butler County

The Transportation Improvement District of Butler County (TID), a jointly governed organization, provides the opportunity to construct roads, bridges, and accompanying improvements within the County. The TID's Board of Trustees, which consists of representatives from Butler County, two cities and three townships, oversees the operation of the District. The continued existence of the TID is not dependent upon the City of Hamilton's continued participation and the City of Hamilton has no equity interest in the Transportation Improvement District. Complete financial statements can be obtained from the Transportation Improvement District, 1921 Fairgrove Ave., Hamilton, Ohio 45011.

C. Butler County Emergency Management Agency

The Butler County Emergency Management Agency (EMA) is a jointly governed organization whose membership consists of Butler County, five cities including the City of Hamilton, and seven villages. The EMA was created by a countywide agreement with the Butler County Commissioners and is intended to provide cooperative effort between all local governments to manage disaster relief and coordinate with the Federal Emergency Management Agency (FEMA) in times of crisis. The twenty-six members of the advisory council comprise one County Commissioner and the chief official of each of the local government members. The continued existence of the Butler County Emergency Management Agency is not dependent upon the City's continued participation and the City of Hamilton has no equity interest in the Butler County EMA. Complete financial statements can be obtained from the Butler County Emergency Management Agency, 315 High Street, Hamilton, Ohio 45011.

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

NOTE 18 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

D. Hamilton Community Improvement Corporation

The Hamilton Community Improvement Corporation (CIC) was incorporated under Internal Revenue Code Section 501(c)(6) in 1966 to advance, encourage, and promote the industrial, economic, commercial, and civil development of the City of Hamilton and the area surrounding it. The CIC is a jointly governed organization. The Board of Trustees of the CIC provides oversight to the CIC's operations and is comprised of members representing the City of Hamilton, the Greater Hamilton Chamber of Commerce and local business officials. The City does not maintain a voting majority on the Board and the CIC is not dependent on the City's continued participation for its continued existence. Complete financial statements can be obtained from the Hamilton Community Improvement Corporation, 345 High Street, Hamilton, Ohio 45011.

E. Hamilton Economic Development Corporation

The Hamilton Economic Development Corporation (HEDC) was organized to provide increased awareness to Downtown Hamilton businesses and to foster economic growth within the City. The corporation was formed under Internal Revenue Code Section 501(c)(6) and is a jointly governed organization. The HEDC's Board provides oversight to the activities of the organization. The Board consists of the City Manager of Hamilton, the Mayor and Vice-Mayor of Hamilton, one County Commissioner, the Superintendent of the Hamilton City School District, and the thirty-three members of the Hamilton Chamber of Commerce. The City does not maintain a voting majority on the Board and the HEDC is not dependent on the City's continued participation for its continued existence. Complete financial statements can be obtained from the HEDC, 201 Dayton Street, Hamilton, Ohio 45011.

F. Ohio-Kentucky-Indiana Regional Council of Governments

The Ohio-Kentucky-Indiana Regional Council of Governments (OKI), a jointly governed organization, was established to provide coordinated planning services to the appropriate federal, state and local governments, their political subdivisions, agencies, departments, instrumentalities, and special districts, in connection with the preparation and development of comprehensive and continuing regional transportation and development plans within the OKI Region. The OKI region includes Butler, Clermont, Hamilton, and Warren Counties in Ohio, Boone, Campbell and Kenton Counties in Kentucky, and Dearborn and Ohio Counties in Indiana.

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

NOTE 18 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

F. Ohio-Kentucky-Indiana Regional Council of Governments (Continued)

OKI contracts for local funds and other support with the governing board of each of the governments who are members of OKI or with such other persons as may be appropriate to provide such funds and support. The support is based on the population of the area represented.

A Board of Trustees was created for conducting the activities of the OKI. This Board consists of one elected official of each City and municipal corporation, one individual selected by each City planning agency or commission and one person selected by each planning agency or commission of each municipal corporation located in each member City. This Board of Trustees then selects not more than ten residents of the OKI Region. The total membership of the Board of Trustees shall not exceed 100. Any member of OKI may withdraw its membership upon written notice to OKI effective two years after receipt of the notice by OKI. To obtain financial statements of the Ohio-Kentucky-Indiana Regional Council of governments, write to OKI at 720 E. Pete Rose Way, Suite 420, Cincinnati, OH 45202.

NOTE 19 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES

The City's Utility Enterprise activities (Gas, Electric, Water and Wastewater) make sales to one another on both a daily basis and a non-routine basis, at standard utility rates defined by municipal ordinance.

During 2014, the Electric Fund purchased \$4,014,167 of natural gas from the Gas Fund. This amount is reflected in the purchased electric expense account in the Electric Fund and as charges for services in the Gas Fund.

The Water and Wastewater Funds purchased electric services from the Electric Fund in the amount of \$734,064 and \$509,304 respectively, during 2014. These amounts are recorded in the Water and Wastewater Funds as contractual services and as charges for services in the Electric Fund.

Historically and by ordinance, the City's Electric System provides street lighting and traffic light services to the City without charge. Street and traffic light facilities used approximately 5,714,000 kilowatt-hours of electrical energy in 2014, and the estimated operating cost of supplying these free services was \$371,410 for the year ending December 31, 2014. Beginning in 2009, Council approved a policy to provide certain utility costs to general government facilities at no cost. The estimated operating cost of supplying gas, water, and wastewater utilities at no cost to general governmental facilities was \$198,603 for the year ending December 31, 2014.

CITY OF HAMILTON, OHIO

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

NOTE 19 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES
(Continued)

The Utility Systems are allocated a portion of the City’s administrative cost from the General Fund. In addition, each Utility is charged expenses by the City’s Internal Service Funds. Represented below is the amount charged to each Utility Fund by type of charge or activity for 2014.

	<u>Gas</u>	<u>Electric</u>	<u>Water</u>	<u>Wastewater</u>
Administrative cost (General Fund)	\$959,120	\$1,102,879	\$959,120	\$852,225
Central Services Fund	1,635,514	1,601,344	1,139,148	1,068,748
Fleet Maintenance Fund	174,063	164,589	173,883	0
Total	<u>\$2,768,697</u>	<u>\$2,868,812</u>	<u>\$2,272,151</u>	<u>\$1,920,973</u>

NOTE 20 – RESTATEMENT OF NET POSITION/FUND BALANCE

Adjustments were necessary to beginning of year net position/fund balance due to the reclassification of a fund from Internal Service to Governmental. This reclassification resulted in changes to beginning of year net position/fund balance as detailed below:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>General Fund</u>	<u>Governmental Funds</u>	<u>Internal Service Funds</u>
Net Position/Fund Balance					
at December 31, 2013	\$86,773,829	\$167,235,988	\$10,430,772	\$31,190,365	(\$46,701)
Fund Reclassification	(38,357)	38,357	590,440	590,440	(590,440)
Net Position/Fund Balance, as Restated	<u>\$86,735,472</u>	<u>\$167,274,345</u>	<u>\$11,021,212</u>	<u>\$31,780,805</u>	<u>(\$637,141)</u>

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Special Revenue Funds

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

One Renaissance Center Fund

To account for revenues and expenditures related to the City-owned office tower known as One Renaissance Center. (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.)

Municipal Court Improvement Fund

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

Public Safety/Health Income Tax Fund

To account for revenue from 0.25% of the City's income tax restricted to expenditures for health and public safety.

Dispute Resolution Proceeds Fund

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

Safety Services Fund

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

Police Pension Fund

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

Police Levy Fund

To account for monies from the one-mill levy to provide additional police personnel, motor vehicles and equipment of the police division.

Firemen's Pension Fund

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

Emergency Medical Services Grant Fund

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

(Continued)

Special Revenue Funds

Fire EMS Levy Fund

To account for monies from the one-mill levy to provide and maintain an additional front line paramedic unit with the fire division.

Public Health Care Services Fund

To account for funds restricted for public health care services.

Street and Parks Beautification Fund

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

Stormwater Management Fund

To account for the planning, construction, operation and maintenance of storm water devices.

Refuse Fund

To account for revenues collected to help fund the refuse collection activity of the City. Revenue collected is committed to defray the cost of refuse collection.

Street Maintenance Fund

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

Land Reutilization Fund

To account for State grants from the Moving Ohio Forward program to be used for demolition of vacant, abandoned and blighted properties in the City.

Home Program Fund

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

(Continued)

Special Revenue Funds

Parking Fund

To account for revenues and expenditures associated with the operation of City-owned parking facilities.

Golf Course Fund

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

Community Development Block Grant Fund

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

Debt Service Fund

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for payment.

Debt Service Fund

To account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

(Continued)

Capital Projects Funds

Hamilton Capital Improvement Fund

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

Special Assessment Fund

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

Municipal Improvement Tax Increment Equivalent (MITIE) Fund

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

Issue II Projects Fund

To account for road and bridge construction projects, partially funded by state grants from the Ohio Public Works Commission, pursuant to Auditor of State specifications. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Clean Ohio Grants Program Fund

To account for monies received from the Ohio Department of Development for the clean up and remediation of the site of the former Mosler Company at 1400 South Erie Highway.

Infrastructure Program Fund

To account for the purpose of improving the City's infrastructure with proceeds from the issuance of gasoline tax revenue general obligation bonds and transfers from other funds.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the City's programs.

Benninghofen Trust Fund

To account for the investment revenues received and uses of the monies from a charitable bequest made to the City for use with the poor by the Benninghofen Family. The bequest cannot be used for any purpose other than generating investment income.

CITY OF HAMILTON, OHIO

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$ 7,195,823	\$ 305,284	\$ 6,956,950	\$ 75,000	\$ 14,533,057
Cash with Fiscal Agent	0	0	3,925,000	0	3,925,000
Receivables:					
Taxes	3,846,877	555,560	1,728,058	0	6,130,495
Accounts	840,428	0	0	0	840,428
Intergovernmental	1,151,161	0	0	0	1,151,161
Interest	3,517	460	0	99	4,076
Loans	369,804	0	0	0	369,804
Inventory of Supplies, at Cost	45,571	0	0	0	45,571
Prepaid Items	53,110	0	0	0	53,110
Total Assets	\$ 13,506,291	\$ 861,304	\$ 12,610,008	\$ 75,099	\$ 27,052,702
Liabilities:					
Accounts Payable	\$ 835,856	\$ 0	\$ 904,818	\$ 0	\$ 1,740,674
Accrued Wages and Benefits Payable	131,301	0	0	0	131,301
Intergovernmental Payable	41,929	0	0	0	41,929
Accrued Liabilities	72,493	0	57,994	0	130,487
Customer Deposits	5,545	0	0	0	5,545
Due to Other Funds	2,803	0	0	0	2,803
Interfund Payable	305,450	0	370,000	0	675,450
Total Liabilities	1,395,377	0	1,332,812	0	2,728,189
Deferred Inflows of Resources:					
Unavailable Amounts	2,017,404	106,660	546,535	0	2,670,599
Property Tax Levy for Next Fiscal Year	2,548,820	448,900	948,689	0	3,946,409
Total Deferred Inflows of Resources	4,566,224	555,560	1,495,224	0	6,617,008
Fund Balance:					
Nonspendable	98,681	0	0	75,000	173,681
Restricted	3,051,816	0	6,701,607	99	9,753,522
Committed	4,492,651	0	0	0	4,492,651
Assigned	0	305,744	3,080,601	0	3,386,345
Unassigned	(98,458)	0	(236)	0	(98,694)
Total Fund Balance	7,544,690	305,744	9,781,972	75,099	17,707,505
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 13,506,291	\$ 861,304	\$ 12,610,008	\$ 75,099	\$ 27,052,702

CITY OF HAMILTON, 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 Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Income Taxes	\$ 2,947,673	\$ 0	\$ 2,538,188	\$ 0	\$ 5,485,861
Property and Other Local Taxes	2,381,250	0	948,689	0	3,329,939
Intergovernmental Revenues	5,811,077	0	2,349,890	0	8,160,967
Charges for Services	7,433,984	0	0	0	7,433,984
Licenses and Permits	368,463	0	0	0	368,463
Investment Earnings	59,713	6,914	20,417	253	87,297
Special Assessments	0	484,900	141,496	0	626,396
Fines and Forfeitures	258,151	0	0	0	258,151
All Other Revenue	240,586	2,078	351,240	0	593,904
Total Revenues	19,500,897	493,892	6,349,920	253	26,344,962
Expenditures:					
Current:					
General Government	46,846	0	0	248	47,094
Security of Persons and Property	6,220,396	0	0	0	6,220,396
Leisure Time Activities	1,068,259	0	0	0	1,068,259
Community Environment	3,651,862	0	0	0	3,651,862
Basic Utility Services	5,595,711	0	0	0	5,595,711
Transportation	3,761,881	0	0	0	3,761,881
Public Health and Welfare Services	87,365	0	0	0	87,365
Capital Outlay	0	0	8,688,731	0	8,688,731
Debt Service:					
Principal Retirement	30,000	2,375,000	0	0	2,405,000
Interest and Fiscal Charges	28,622	1,105,921	0	0	1,134,543
Total Expenditures	20,490,942	3,480,921	8,688,731	248	32,660,842
Excess (Deficiency) of Revenues Over (Under) Expenditures	(990,045)	(2,987,029)	(2,338,811)	5	(6,315,880)
Other Financing Sources (Uses):					
Sale of Capital Assets	26,234	0	687	0	26,921
Transfers In	803,772	3,265,590	6,714,890	0	10,784,252
Transfers Out	(2,049,349)	(407,379)	(5,103,941)	0	(7,560,669)
Total Other Financing Sources (Uses)	(1,219,343)	2,858,211	1,611,636	0	3,250,504
Net Change in Fund Balance	(2,209,388)	(128,818)	(727,175)	5	(3,065,376)
Fund Balance at Beginning of Year	9,740,790	434,562	10,509,147	75,094	20,759,593
Increase in Inventory	13,288	0	0	0	13,288
Fund Balance End of Year	\$ 7,544,690	\$ 305,744	\$ 9,781,972	\$ 75,099	\$ 17,707,505

CITY OF HAMILTON, OHIO

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

	Municipal Court Improvement	Public Safety/Health Income Tax	Dispute Resolution Proceeds	Safety Services
Assets:				
Equity in Pooled Cash and Investments	\$ 194,514	\$ 269,775	\$ 47,153	\$ 781,434
Receivables:				
Taxes	0	692,447	0	928,375
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 194,514	\$ 962,222	\$ 47,153	\$ 1,709,809
Liabilities:				
Accounts Payable	\$ 5,000	\$ 0	\$ 0	\$ 3,493
Accrued Wages and Benefits Payable	2,458	0	1,638	8,509
Intergovernmental Payable	745	0	540	2,437
Accrued Liabilities	0	72,493	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	8,203	72,493	2,178	14,439
Deferred Inflows of Resources:				
Unavailable Amounts	0	401,404	0	178,236
Property Tax Levy for Next Fiscal Year	0	0	0	750,139
Total Deferred Inflows of Resources	0	401,404	0	928,375
Fund Balance:				
Nonspendable	0	0	0	0
Restricted	186,311	488,325	44,975	766,995
Committed	0	0	0	0
Unassigned	0	0	0	0
Total Fund Balance	186,311	488,325	44,975	766,995
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 194,514	\$ 962,222	\$ 47,153	\$ 1,709,809

(Continued)

CITY OF HAMILTON, OHIO

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

	Police Pension	Police Levy	Firemen's Pension	Emergency Medical Services Grant
Assets:				
Equity in Pooled Cash and Investments	\$ 138,392	\$ 235,069	\$ 129,036	\$ 2,499
Receivables:				
Taxes	281,659	832,941	278,513	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 420,051	\$ 1,068,010	\$ 407,549	\$ 2,499
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	0	0	0	0
Deferred Inflows of Resources:				
Unavailable Amounts	54,075	159,914	53,471	0
Property Tax Levy for Next Fiscal Year	227,584	673,027	225,042	0
Total Deferred Inflows of Resources	281,659	832,941	278,513	0
Fund Balance:				
Nonspendable	0	0	0	0
Restricted	138,392	235,069	129,036	2,499
Committed	0	0	0	0
Unassigned	0	0	0	0
Total Fund Balance	138,392	235,069	129,036	2,499
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 420,051	\$ 1,068,010	\$ 407,549	\$ 2,499

(Continued)

CITY OF HAMILTON, OHIO

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

	<u>Fire EMS Levy</u>	<u>Public Health Care Services</u>	<u>Stormwater Management</u>	<u>Refuse</u>
Assets:				
Equity in Pooled Cash and Investments	\$ 251,757	\$ 201,516	\$ 1,729,914	\$ 2,136,902
Receivables:				
Taxes	832,942	0	0	0
Accounts	0	0	261,058	547,803
Intergovernmental	0	0	0	0
Interest	0	0	2,631	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	3,200
Total Assets	<u>\$ 1,084,699</u>	<u>\$ 201,516</u>	<u>\$ 1,993,603</u>	<u>\$ 2,687,905</u>
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 96,392	\$ 265,918
Accrued Wages and Benefits Payable	0	2,305	32,536	10,223
Intergovernmental Payable	0	249	9,864	3,064
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	<u>0</u>	<u>2,554</u>	<u>138,792</u>	<u>279,205</u>
Deferred Inflows of Resources:				
Unavailable Amounts	159,914	0	0	0
Property Tax Levy for Next Fiscal Year	673,028	0	0	0
Total Deferred Inflows of Resources	<u>832,942</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance:				
Nonspendable	0	0	0	3,200
Restricted	251,757	198,962	0	0
Committed	0	0	1,854,811	2,405,500
Unassigned	0	0	0	0
Total Fund Balance	<u>251,757</u>	<u>198,962</u>	<u>1,854,811</u>	<u>2,408,700</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 1,084,699</u>	<u>\$ 201,516</u>	<u>\$ 1,993,603</u>	<u>\$ 2,687,905</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Street Maintenance	Land Reutilization	Home Program	Parking
Assets:				
Equity in Pooled Cash and Investments	\$ 104,559	\$ 139,486	\$ 36,303	\$ 253,145
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	31,340
Intergovernmental	969,589	0	2,658	0
Interest	156	0	0	339
Loans	0	0	72,729	0
Inventory of Supplies, at Cost	42,350	0	0	0
Prepaid Items	17,119	0	0	9,799
Total Assets	\$ 1,133,773	\$ 139,486	\$ 111,690	\$ 294,623
Liabilities:				
Accounts Payable	\$ 93,498	\$ 169,527	\$ 2,658	\$ 10,870
Accrued Wages and Benefits Payable	51,362	0	977	3,707
Intergovernmental Payable	15,651	0	245	1,122
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	5,545
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	160,511	169,527	3,880	21,244
Deferred Inflows of Resources:				
Unavailable Amounts	609,346	0	72,729	31,240
Property Tax Levy for Next Fiscal Year	0	0	0	0
Total Deferred Inflows of Resources	609,346	0	72,729	31,240
Fund Balance:				
Nonspendable	59,469	0	0	9,799
Restricted	304,447	0	35,081	0
Committed	0	0	0	232,340
Unassigned	0	(30,041)	0	0
Total Fund Balance	363,916	(30,041)	35,081	242,139
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 1,133,773	\$ 139,486	\$ 111,690	\$ 294,623

(Continued)

CITY OF HAMILTON, OHIO

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

	Golf Course	Community Development Block Grant	Total Nonmajor Special Revenue Funds
Assets:			
Equity in Pooled Cash and Investments	\$ 261,001	\$ 283,368	\$ 7,195,823
Receivables:			
Taxes	0	0	3,846,877
Accounts	227	0	840,428
Intergovernmental	0	178,914	1,151,161
Interest	391	0	3,517
Loans	0	297,075	369,804
Inventory of Supplies, at Cost	3,221	0	45,571
Prepaid Items	13,804	9,188	53,110
Total Assets	\$ 278,644	\$ 768,545	\$ 13,506,291
Liabilities:			
Accounts Payable	\$ 9,586	\$ 178,914	\$ 835,856
Accrued Wages and Benefits Payable	9,525	8,061	131,301
Intergovernmental Payable	5,475	2,537	41,929
Accrued Liabilities	0	0	72,493
Customer Deposits	0	0	5,545
Due to Other Funds	0	2,803	2,803
Interfund Payable	305,450	0	305,450
Total Liabilities	330,036	192,315	1,395,377
Deferred Inflows of Resources:			
Unavailable Amounts	0	297,075	2,017,404
Property Tax Levy for Next Fiscal Year	0	0	2,548,820
Total Deferred Inflows of Resources	0	297,075	4,566,224
Fund Balance:			
Nonspendable	17,025	9,188	98,681
Restricted	0	269,967	3,051,816
Committed	0	0	4,492,651
Unassigned	(68,417)	0	(98,458)
Total Fund Balance	(51,392)	279,155	7,544,690
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 278,644	\$ 768,545	\$ 13,506,291

CITY OF HAMILTON, OHIO

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

	Municipal Court Improvement	Public Safety/Health Income Tax	Dispute Resolution Proceeds	Safety Services
Revenues:				
Income Taxes	\$ 0	\$ 2,947,673	\$ 0	\$ 0
Property and Other Local Taxes	0	0	0	697,342
Intergovernmental Revenues	0	0	0	134,512
Charges for Services	101,339	0	7,860	71,875
Licenses and Permits	0	0	0	0
Investment Earnings	1,129	4,003	426	4,080
Fines and Forfeitures	78,487	0	0	179,664
All Other Revenue	0	0	0	28,142
Total Revenues	<u>180,955</u>	<u>2,951,676</u>	<u>8,286</u>	<u>1,115,615</u>
Expenditures:				
Current:				
General Government	0	0	46,846	0
Security of Persons and Property	216,127	2,799,256	0	1,285,013
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>216,127</u>	<u>2,799,256</u>	<u>46,846</u>	<u>1,285,013</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35,172)	152,420	(38,560)	(169,398)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	24,634
Transfers In	0	0	0	90,000
Transfers Out	0	(600,000)	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(600,000)</u>	<u>0</u>	<u>114,634</u>
Net Change in Fund Balance	(35,172)	(447,580)	(38,560)	(54,764)
Fund Balance at Beginning of Year	221,483	935,905	83,535	821,759
Increase (Decrease) in Inventory	0	0	0	0
Fund Balance End of Year	<u>\$ 186,311</u>	<u>\$ 488,325</u>	<u>\$ 44,975</u>	<u>\$ 766,995</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Police Pension	Police Levy	Firemen's Pension	Emergency Medical Services Grant
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	214,378	627,576	214,378	0
Intergovernmental Revenues	37,046	91,163	31,769	2,500
Charges for Services	0	0	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	607	1,142	590	(1)
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	0	0
Total Revenues	<u>252,031</u>	<u>719,881</u>	<u>246,737</u>	<u>2,499</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	240,000	720,000	240,000	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>240,000</u>	<u>720,000</u>	<u>240,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,031	(119)	6,737	2,499
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	12,031	(119)	6,737	2,499
Fund Balance at Beginning of Year	126,361	235,188	122,299	0
Increase (Decrease) in Inventory	0	0	0	0
Fund Balance End of Year	<u>\$ 138,392</u>	<u>\$ 235,069</u>	<u>\$ 129,036</u>	<u>\$ 2,499</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Fire EMS Levy	Public Health Care Services	Stormwater Management	Refuse
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	627,576	0	0	0
Intergovernmental Revenues	91,164	87,105	0	32,736
Charges for Services	0	0	2,108,029	3,825,152
Licenses and Permits	0	0	0	0
Investment Earnings	1,223	28	17,636	8,899
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	952	26,725	67,704
Total Revenues	<u>719,963</u>	<u>88,085</u>	<u>2,152,390</u>	<u>3,934,491</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	720,000	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	2,052,264	3,543,447
Transportation	0	0	0	0
Public Health and Welfare Services	0	87,365	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>720,000</u>	<u>87,365</u>	<u>2,052,264</u>	<u>3,543,447</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(37)	720	100,126	391,044
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(37)	720	100,126	391,044
Fund Balance at Beginning of Year	251,794	198,242	1,754,685	2,017,656
Increase (Decrease) in Inventory	0	0	0	0
Fund Balance End of Year	<u>\$ 251,757</u>	<u>\$ 198,962</u>	<u>\$ 1,854,811</u>	<u>\$ 2,408,700</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Street Maintenance	Land Reutilization	Home Program	Parking
Revenues:				
Income Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	2,186,580	1,003,669	1,034,189	0
Charges for Services	0	0	0	223,762
Licenses and Permits	368,463	0	0	0
Investment Earnings	13,631	953	0	2,788
Fines and Forfeitures	0	0	0	0
All Other Revenue	24,702	7,720	6,064	6,201
Total Revenues	<u>2,593,376</u>	<u>1,012,342</u>	<u>1,040,253</u>	<u>232,751</u>
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	1,500,925	1,022,117	0
Basic Utility Services	0	0	0	0
Transportation	3,507,607	0	0	254,274
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	30,000
Interest and Fiscal Charges	0	0	0	23,819
Total Expenditures	<u>3,507,607</u>	<u>1,500,925</u>	<u>1,022,117</u>	<u>308,093</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(914,231)	(488,583)	18,136	(75,342)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	1,600	0	0
Transfers In	100,000	400,000	0	53,819
Transfers Out	(1,449,349)	0	0	0
Total Other Financing Sources (Uses)	<u>(1,349,349)</u>	<u>401,600</u>	<u>0</u>	<u>53,819</u>
Net Change in Fund Balance	(2,263,580)	(86,983)	18,136	(21,523)
Fund Balance at Beginning of Year	2,611,867	56,942	16,945	263,662
Increase (Decrease) in Inventory	15,629	0	0	0
Fund Balance End of Year	<u>\$ 363,916</u>	<u>\$ (30,041)</u>	<u>\$ 35,081</u>	<u>\$ 242,139</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Golf Course	Community Development Block Grant	Total Nonmajor Special Revenue Funds
Revenues:			
Income Taxes	\$ 0	\$ 0	\$ 2,947,673
Property and Other Local Taxes	0	0	2,381,250
Intergovernmental Revenues	0	1,078,644	5,811,077
Charges for Services	1,095,967	0	7,433,984
Licenses and Permits	0	0	368,463
Investment Earnings	2,260	319	59,713
Fines and Forfeitures	0	0	258,151
All Other Revenue	5,383	66,993	240,586
Total Revenues	<u>1,103,610</u>	<u>1,145,956</u>	<u>19,500,897</u>
Expenditures:			
Current:			
General Government	0	0	46,846
Security of Persons and Property	0	0	6,220,396
Leisure Time Activities	1,068,259	0	1,068,259
Community Environment	0	1,128,820	3,651,862
Basic Utility Services	0	0	5,595,711
Transportation	0	0	3,761,881
Public Health and Welfare Services	0	0	87,365
Debt Service:			
Principal Retirement	0	0	30,000
Interest and Fiscal Charges	4,803	0	28,622
Total Expenditures	<u>1,073,062</u>	<u>1,128,820</u>	<u>20,490,942</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	30,548	17,136	(990,045)
Other Financing Sources (Uses):			
Sale of Capital Assets	0	0	26,234
Transfers In	159,953	0	803,772
Transfers Out	0	0	(2,049,349)
Total Other Financing Sources (Uses)	<u>159,953</u>	<u>0</u>	<u>(1,219,343)</u>
Net Change in Fund Balance	190,501	17,136	(2,209,388)
Fund Balance at Beginning of Year	(239,552)	262,019	9,740,790
Increase (Decrease) in Inventory	(2,341)	0	13,288
Fund Balance End of Year	<u>\$ (51,392)</u>	<u>\$ 279,155</u>	<u>\$ 7,544,690</u>

CITY OF HAMILTON, OHIO

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

	Hamilton Capital Improvement	Special Assessment	MITIE	Clean Ohio Grants Program
Assets:				
Equity in Pooled Cash and Investments	\$ 2,400,315	\$ 602,861	\$ 111,531	\$ 61,210
Cash with Fiscal Agent	3,925,000	0	0	0
Receivables:				
Taxes	553,957	0	1,174,101	0
Total Assets	\$ 6,879,272	\$ 602,861	\$ 1,285,632	\$ 61,210
Liabilities:				
Accounts Payable	\$ 81,730	\$ 61,210	\$ 0	\$ 61,446
Accrued Liabilities	57,994	0	0	0
Interfund Payable	0	370,000	0	0
Total Liabilities	139,724	431,210	0	61,446
Deferred Inflows of Resources:				
Unavailable Amounts	321,123	0	225,412	0
Property Tax Levy for Next Fiscal Year	0	0	948,689	0
Total Deferred Inflows of Resources	321,123	0	1,174,101	0
Fund Balance:				
Restricted	6,418,425	171,651	111,531	0
Assigned	0	0	0	0
Unassigned	0	0	0	(236)
Total Fund Balance	6,418,425	171,651	111,531	(236)
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 6,879,272	\$ 602,861	\$ 1,285,632	\$ 61,210

(Continued)

CITY OF HAMILTON, OHIO

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

	Infrastructure Program	Total Nonmajor Capital Projects Funds
Assets:		
Equity in Pooled Cash and Investments	\$ 3,781,033	\$ 6,956,950
Cash with Fiscal Agent	0	3,925,000
Receivables:		
Taxes	0	1,728,058
Total Assets	\$ 3,781,033	\$ 12,610,008
Liabilities:		
Accounts Payable	\$ 700,432	\$ 904,818
Accrued Liabilities	0	57,994
Interfund Payable	0	370,000
Total Liabilities	700,432	1,332,812
Deferred Inflows of Resources:		
Unavailable Amounts	0	546,535
Property Tax Levy for Next Fiscal Year	0	948,689
Total Deferred Inflows of Resources	0	1,495,224
Fund Balance:		
Restricted	0	6,701,607
Assigned	3,080,601	3,080,601
Unassigned	0	(236)
Total Fund Balance	3,080,601	9,781,972
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 3,781,033	\$ 12,610,008

CITY OF HAMILTON, OHIO

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

	Hamilton Capital Improvement	Special Assessment	MITIE	Issue II Projects
Revenues:				
Income Taxes	\$ 2,358,137	\$ 0	\$ 180,051	\$ 0
Property and Other Local Taxes	0	0	948,689	0
Intergovernmental Revenues	24,719	0	0	729,229
Investment Earnings	9,147	3,082	(123)	0
Special Assessments	0	141,496	0	0
All Other Revenue	13,116	0	83,219	0
Total Revenues	<u>2,405,119</u>	<u>144,578</u>	<u>1,211,836</u>	<u>729,229</u>
Expenditures:				
Capital Outlay	1,201,059	234,270	621,598	729,229
Total Expenditures	<u>1,201,059</u>	<u>234,270</u>	<u>621,598</u>	<u>729,229</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,204,060	(89,692)	590,238	0
Other Financing Sources (Uses):				
Sale of Capital Assets	687	0	0	0
Transfers In	618,500	407,379	0	0
Transfers Out	(4,334,712)	0	(430,279)	0
Total Other Financing Sources (Uses)	<u>(3,715,525)</u>	<u>407,379</u>	<u>(430,279)</u>	<u>0</u>
Net Change in Fund Balance	(2,511,465)	317,687	159,959	0
Fund Balance at Beginning of Year	<u>8,929,890</u>	<u>(146,036)</u>	<u>(48,428)</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 6,418,425</u>	<u>\$ 171,651</u>	<u>\$ 111,531</u>	<u>\$ 0</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Project Funds
Revenues:			
Income Taxes	\$ 0	\$ 0	\$ 2,538,188
Property and Other Local Taxes	0	0	948,689
Intergovernmental Revenues	410,293	1,185,649	2,349,890
Investment Earnings	0	8,311	20,417
Special Assessments	0	0	141,496
All Other Revenue	0	254,905	351,240
Total Revenues	<u>410,293</u>	<u>1,448,865</u>	<u>6,349,920</u>
Expenditures:			
Capital Outlay	378,756	5,523,819	8,688,731
Total Expenditures	<u>378,756</u>	<u>5,523,819</u>	<u>8,688,731</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	31,537	(4,074,954)	(2,338,811)
Other Financing Sources (Uses):			
Sale of Capital Assets	0	0	687
Transfers In	0	5,689,011	6,714,890
Transfers Out	0	(338,950)	(5,103,941)
Total Other Financing Sources (Uses)	<u>0</u>	<u>5,350,061</u>	<u>1,611,636</u>
Net Change in Fund Balance	31,537	1,275,107	(727,175)
Fund Balance at Beginning of Year	<u>(31,773)</u>	<u>1,805,494</u>	<u>10,509,147</u>
Fund Balance End of Year	<u>\$ (236)</u>	<u>\$ 3,080,601</u>	<u>\$ 9,781,972</u>

CITY OF HAMILTON, OHIO

**Schedule 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:				
Income Taxes	\$ 16,824,000	\$ 17,292,173	\$ 17,348,216	\$ 56,043
Property and Other Local Taxes	5,285,500	5,280,702	5,307,905	27,203
Intergovernmental Revenues	2,052,200	2,276,568	2,336,741	60,173
Charges for Services	13,536,733	12,900,161	13,009,560	109,399
Licenses and Permits	462,850	639,219	668,382	29,163
Investment Earnings	55,500	95,301	101,618	6,317
Fines and Forfeitures	622,087	617,995	597,268	(20,727)
All Other Revenue	349,655	236,908	218,583	(18,325)
Total Revenues	<u>39,188,525</u>	<u>39,339,027</u>	<u>39,588,273</u>	<u>249,246</u>
Expenditures:				
Security of Persons and Property:				
Municipal Court:				
Personal Services	1,157,098	1,285,733	1,223,619	62,114
Other Expenditures	246,471	250,619	215,589	35,030
Total Municipal Court	<u>1,403,569</u>	<u>1,536,352</u>	<u>1,439,208</u>	<u>97,144</u>
Police:				
Personal Services	11,531,287	11,539,627	11,331,385	208,242
Other Expenditures	1,109,410	1,166,971	1,015,885	151,086
Total Police	<u>12,640,697</u>	<u>12,706,598</u>	<u>12,347,270</u>	<u>359,328</u>
Civilian Dispatch:				
Personal Services	0	7,255	7,255	0
Other Expenditures	0	45,658	59,536	(13,878)
Total Civilian Dispatch	<u>0</u>	<u>52,913</u>	<u>66,791</u>	<u>(13,878)</u>
Building Maintenance - Criminal Justice:				
Other Expenditures	175,945	200,818	165,900	34,918
Total Building Maintenance - Criminal Justice	<u>175,945</u>	<u>200,818</u>	<u>165,900</u>	<u>34,918</u>
Corrections:				
Personal Services	550,981	550,981	519,509	31,472
Other Expenditures	23,000	23,420	8,420	15,000
Total Corrections	<u>573,981</u>	<u>574,401</u>	<u>527,929</u>	<u>46,472</u>

(Continued)

CITY OF HAMILTON, OHIO

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Fire:				
Personal Services	8,651,261	8,653,193	8,132,232	520,961
Other Expenditures	531,550	604,688	599,858	4,830
Total Fire	<u>9,182,811</u>	<u>9,257,881</u>	<u>8,732,090</u>	<u>525,791</u>
Fire - Building:				
Other Expenditures	176,000	177,236	148,531	28,705
Total Fire - Building	<u>176,000</u>	<u>177,236</u>	<u>148,531</u>	<u>28,705</u>
Fire - Paramedics:				
Personal Services	2,026,098	2,026,098	2,452,834	(426,736)
Other Expenditures	194,075	225,503	220,586	4,917
Total Fire - Paramedics	<u>2,220,173</u>	<u>2,251,601</u>	<u>2,673,420</u>	<u>(421,819)</u>
Total Security of Persons and Property	<u>26,373,176</u>	<u>26,757,800</u>	<u>26,101,139</u>	<u>656,661</u>
Public Health and Welfare Services:				
Health:				
Personal Services	720,727	844,204	782,410	61,794
Other Expenditures	362,550	393,703	352,424	41,279
Total Public Health and Welfare Services	<u>1,083,277</u>	<u>1,237,907</u>	<u>1,134,834</u>	<u>103,073</u>
Leisure Time Activities:				
Parks and Playgrounds Maintenance:				
Personal Services	401,580	530,148	524,183	5,965
Other Expenditures	485,415	652,133	599,922	52,211
Total Parks and Playgrounds Maintenance	<u>886,995</u>	<u>1,182,281</u>	<u>1,124,105</u>	<u>58,176</u>
Community Center:				
Other Expenditures	87,600	93,251	93,582	(331)
Total Community Center	<u>87,600</u>	<u>93,251</u>	<u>93,582</u>	<u>(331)</u>

(Continued)

CITY OF HAMILTON, OHIO

***Schedule 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)
Colligan:				
Personal Services	31,192	31,192	31,462	(270)
Other Expenditures	18,682	18,682	19,691	(1,009)
Total Colligan	49,874	49,874	51,153	(1,279)
Rivers Edge Park:				
Personal Services	53,365	78,667	53,035	25,632
Other Expenditures	37,000	37,000	88,545	(51,545)
Total Rivers Edge Park	90,365	115,667	141,580	(25,913)
Total Leisure Time Activities	1,114,834	1,441,073	1,410,420	30,653
Community Environment:				
Construction Services:				
Personal Services	493,313	493,313	481,701	11,612
Other Expenditures	43,750	59,032	52,209	6,823
Total Construction Services	537,063	552,345	533,910	18,435
Department of Planning:				
Personal Services	407,319	400,721	404,099	(3,378)
Other Expenditures	49,875	57,038	23,873	33,165
Total Department of Planning	457,194	457,759	427,972	29,787
CDBG:				
Other Expenditures	100,000	100,000	19,822	80,178
Total CDBG	100,000	100,000	19,822	80,178
Fair Housing:				
Other Expenditures	7,500	7,500	0	7,500
Total Fair Housing	7,500	7,500	0	7,500
Total Community Environment	1,101,757	1,117,604	981,704	135,900

(Continued)

CITY OF HAMILTON, OHIO

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Basic Utility Services:				
Public Works - Administration:				
Personal Services	198,903	198,903	206,127	(7,224)
Other Expenditures	<u>9,000</u>	<u>9,046</u>	<u>4,832</u>	<u>4,214</u>
Total Public Works - Administration	207,903	207,949	210,959	(3,010)
Engineering:				
Personal Services	404,085	404,085	356,706	47,379
Other Expenditures	<u>82,560</u>	<u>83,540</u>	<u>40,889</u>	<u>42,651</u>
Total Engineering	486,645	487,625	397,595	90,030
Public Works - Maintenance:				
Personal Services	489,590	489,590	499,425	(9,835)
Other Expenditures	<u>113,900</u>	<u>118,083</u>	<u>116,926</u>	<u>1,157</u>
Total Public Works - Maintenance	603,490	607,673	616,351	(8,678)
Total Basic Utility Services	<u>1,298,038</u>	<u>1,303,247</u>	<u>1,224,905</u>	<u>78,342</u>
General Government:				
City Council:				
Personal Services	94,703	94,703	71,646	23,057
Other Expenditures	<u>8,490</u>	<u>9,068</u>	<u>6,283</u>	<u>2,785</u>
Total City Council	103,193	103,771	77,929	25,842
City Clerk:				
Personal Services	80,913	82,753	82,769	(16)
Other Expenditures	<u>14,580</u>	<u>15,153</u>	<u>12,370</u>	<u>2,783</u>
Total City Clerk	95,493	97,906	95,139	2,767
City Manager:				
Personal Services	421,656	471,416	483,461	(12,045)
Other Expenditures	<u>19,550</u>	<u>22,330</u>	<u>18,049</u>	<u>4,281</u>
Total City Manager	441,206	493,746	501,510	(7,764)

(Continued)

CITY OF HAMILTON, OHIO

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

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Finance - Cashiers:				
Personal Services	164,711	164,711	117,093	47,618
Other Expenditures	13,150	13,592	8,946	4,646
Total Finance - Cashiers	<u>177,861</u>	<u>178,303</u>	<u>126,039</u>	<u>52,264</u>
Department of Law:				
Personal Services	460,290	460,290	439,041	21,249
Other Expenditures	45,425	54,541	21,192	33,349
Total Department of Law	<u>505,715</u>	<u>514,831</u>	<u>460,233</u>	<u>54,598</u>
Department of Civil Service:				
Personal Services	266,016	252,637	244,592	8,045
Other Expenditures	15,900	29,390	14,067	15,323
Total Department of Civil Service	<u>281,916</u>	<u>282,027</u>	<u>258,659</u>	<u>23,368</u>
Finance - Administration:				
Personal Services	1,401,768	1,401,768	1,245,264	156,504
Other Expenditures	73,500	80,994	73,428	7,566
Total Finance - Administration	<u>1,475,268</u>	<u>1,482,762</u>	<u>1,318,692</u>	<u>164,070</u>
Finance - Purchasing:				
Personal Services	220,629	220,629	207,955	12,674
Other Expenditures	8,945	8,955	1,304	7,651
Total Finance - Purchasing	<u>229,574</u>	<u>229,584</u>	<u>209,259</u>	<u>20,325</u>
Finance - Building Services:				
Personal Services	83,037	83,037	81,080	1,957
Other Expenditures	253,500	277,147	317,891	(40,744)
Total Finance - Building Services	<u>336,537</u>	<u>360,184</u>	<u>398,971</u>	<u>(38,787)</u>

(Continued)

CITY OF HAMILTON, OHIO

***Schedule 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)
Finance - Income Tax:				
Personal Services	773,926	773,926	705,957	67,969
Other Expenditures	222,300	240,934	211,252	29,682
Total Finance - Income Tax	996,226	1,014,860	917,209	97,651
Special Appropriations - General:				
Personal Services	225,000	225,000	32,429	192,571
Other Expenditures	3,170,948	3,370,831	3,300,744	70,087
Total Special Appropriations - General	3,395,948	3,595,831	3,333,173	262,658
Special Appropriations:				
Personal Services	47,000	47,000	50,545	(3,545)
Other Expenditures	859,000	831,298	667,274	164,024
Total Special Appropriations	906,000	878,298	717,819	160,479
Total General Government	8,944,937	9,232,103	8,414,632	817,471
Total Expenditures	39,916,019	41,089,734	39,267,634	1,822,100
Excess (Deficiency) of Revenues Over (Under) Expenditures	(727,494)	(1,750,707)	320,639	2,071,346
Other Financing Sources (Uses):				
Sale of Capital Assets	1,000	0	2,438	2,438
Transfers In	92,500	915,718	915,025	(693)
Transfers Out	(1,312,500)	(2,735,500)	(2,697,908)	37,592
Advances In	80,000	0	0	0
Advances Out	(50,000)	(50,000)	0	50,000
Total Other Financing Sources (Uses)	(1,189,000)	(1,869,782)	(1,780,445)	89,337
Net Change in Fund Balance	(1,916,494)	(3,620,489)	(1,459,806)	2,160,683
Fund Balance at Beginning of Year	9,206,630	9,206,630	9,206,630	0
Prior Year Encumbrances	593,359	593,359	593,359	0
Fund Balance at End of Year	<u>\$ 7,883,495</u>	<u>\$ 6,179,500</u>	<u>\$ 8,340,183</u>	<u>\$ 2,160,683</u>

CITY OF HAMILTON, 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***

ONE RENAISSANCE CENTER FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Charges for Services	\$ 2,107,200	\$ 2,107,200	\$ 2,115,394	\$ 8,194
Total Revenues	<u>2,107,200</u>	<u>2,107,200</u>	<u>2,115,394</u>	<u>8,194</u>
Expenditures:				
General Government:				
Other Expenditures	666,462	835,404	770,460	64,944
Total Expenditures	<u>666,462</u>	<u>835,404</u>	<u>770,460</u>	<u>64,944</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	1,440,738	1,271,796	1,344,934	73,138
Other Financing Sources (Uses):				
Transfers Out	(1,440,700)	(1,440,700)	(1,440,700)	0
Total Other Financing Sources (Uses)	<u>(1,440,700)</u>	<u>(1,440,700)</u>	<u>(1,440,700)</u>	<u>0</u>
Net Change in Fund Balance	38	(168,904)	(95,766)	73,138
Fund Balance at Beginning of Year	826,419	826,419	826,419	0
Prior Year Encumbrances	<u>119,570</u>	<u>119,570</u>	<u>119,570</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 946,027</u>	<u>\$ 777,085</u>	<u>\$ 850,223</u>	<u>\$ 73,138</u>

CITY OF HAMILTON, 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***

MUNICIPAL COURT IMPROVEMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 96,795	\$ 96,795	\$ 101,339	\$ 4,544
Fines and Forfeitures	74,990	74,990	78,487	3,497
Total Revenues	<u>171,785</u>	<u>171,785</u>	<u>179,826</u>	<u>8,041</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	71,345	71,645	67,856	3,789
Other Expenditures	150,500	149,500	148,822	678
Total Expenditures	<u>221,845</u>	<u>221,145</u>	<u>216,678</u>	<u>4,467</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,060)	(49,360)	(36,852)	12,508
Fund Balance at Beginning of Year	227,377	227,377	227,377	0
Prior Year Encumbrances	2,471	2,471	2,471	0
Fund Balance at End of Year	<u>\$ 179,788</u>	<u>\$ 180,488</u>	<u>\$ 192,996</u>	<u>\$ 12,508</u>

CITY OF HAMILTON, 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***

	PUBLIC SAFETY/HEALTH INCOME TAX FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Income Taxes	\$ 2,800,000	\$ 2,800,000	\$ 2,897,290	\$ 97,290
Total Revenues	<u>2,800,000</u>	<u>2,800,000</u>	<u>2,897,290</u>	<u>97,290</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	<u>2,800,000</u>	<u>2,800,500</u>	<u>2,799,256</u>	<u>1,244</u>
Total Expenditures	<u>2,800,000</u>	<u>2,800,500</u>	<u>2,799,256</u>	<u>1,244</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	(500)	98,034	98,534
Other Financing Sources (Uses):				
Transfers Out	<u>0</u>	<u>(600,000)</u>	<u>(600,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(600,000)</u>	<u>(600,000)</u>	<u>0</u>
Net Change in Fund Balance	0	(600,500)	(501,966)	98,534
Fund Balance at Beginning of Year	<u>771,890</u>	<u>771,890</u>	<u>771,890</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 771,890</u>	<u>\$ 171,390</u>	<u>\$ 269,924</u>	<u>\$ 98,534</u>

CITY OF HAMILTON, 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***

DISPUTE RESOLUTION PROCEEDS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 7,969	\$ 7,969	\$ 7,860	\$ (109)
Total Revenues	<u>7,969</u>	<u>7,969</u>	<u>7,860</u>	<u>(109)</u>
Expenditures:				
General Government:				
Personal Services	48,445	48,445	44,668	3,777
Other Expenditures	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>50,445</u>	<u>50,445</u>	<u>44,668</u>	<u>5,777</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(42,476)	(42,476)	(36,808)	5,668
Fund Balance at Beginning of Year	<u>83,987</u>	<u>83,987</u>	<u>83,987</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 41,511</u>	<u>\$ 41,511</u>	<u>\$ 47,179</u>	<u>\$ 5,668</u>

CITY OF HAMILTON, 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***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
SAFETY SERVICES FUND				
Revenues:				
Property and Other Local Taxes	\$ 710,000	\$ 710,000	\$ 697,342	\$ (12,658)
Intergovernmental Revenues	128,615	128,615	134,512	5,897
Charges for Services	81,658	81,658	71,875	(9,783)
Fines and Forfeitures	239,357	242,357	179,664	(62,693)
All Other Revenue	20,500	20,500	28,142	7,642
Total Revenues	<u>1,180,130</u>	<u>1,183,130</u>	<u>1,111,535</u>	<u>(71,595)</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	263,790	263,528	237,310	26,218
Other Expenditures	1,179,098	1,131,760	1,079,071	52,689
Total Expenditures	<u>1,442,888</u>	<u>1,395,288</u>	<u>1,316,381</u>	<u>78,907</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(262,758)	(212,158)	(204,846)	7,312
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	24,634	24,634
Transfers In	90,000	90,000	90,000	0
Total Other Financing Sources (Uses)	<u>90,000</u>	<u>90,000</u>	<u>114,634</u>	<u>24,634</u>
Net Change in Fund Balance	(172,758)	(122,158)	(90,212)	31,946
Fund Balance at Beginning of Year	745,503	745,503	745,503	0
Prior Year Encumbrances	95,569	95,569	95,569	0
Fund Balance at End of Year	<u>\$ 668,314</u>	<u>\$ 718,914</u>	<u>\$ 750,860</u>	<u>\$ 31,946</u>

CITY OF HAMILTON, 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***

POLICE PENSION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Property and Other Local Taxes	\$ 210,000	\$ 210,000	\$ 214,378	\$ 4,378
Intergovernmental Revenues	30,000	37,000	37,046	46
Total Revenues	<u>240,000</u>	<u>247,000</u>	<u>251,424</u>	<u>4,424</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	240,000	240,000	240,000	0
Total Expenditures	<u>240,000</u>	<u>240,000</u>	<u>240,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	7,000	11,424	4,424
Fund Balance at Beginning of Year	<u>127,044</u>	<u>127,044</u>	<u>127,044</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 127,044</u>	<u>\$ 134,044</u>	<u>\$ 138,468</u>	<u>\$ 4,424</u>

CITY OF HAMILTON, 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***

	POLICE LEVY FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Property and Other Local Taxes	\$ 640,000	\$ 640,000	\$ 627,576	\$ (12,424)
Intergovernmental Revenues	<u>80,000</u>	<u>80,000</u>	<u>91,163</u>	<u>11,163</u>
Total Revenues	<u>720,000</u>	<u>720,000</u>	<u>718,739</u>	<u>(1,261)</u>
Expenditures:				
Security of Persons and Property:				
Other Expenditures	<u>720,000</u>	<u>720,000</u>	<u>720,000</u>	<u>0</u>
Total Expenditures	<u>720,000</u>	<u>720,000</u>	<u>720,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(1,261)	(1,261)
Fund Balance at Beginning of Year	<u>236,460</u>	<u>236,460</u>	<u>236,460</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 236,460</u></u>	<u><u>\$ 236,460</u></u>	<u><u>\$ 235,199</u></u>	<u><u>\$ (1,261)</u></u>

CITY OF HAMILTON, 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***

FIREMEN'S PENSION FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property and Other Local Taxes	\$ 210,000	\$ 210,000	\$ 214,378	\$ 4,378
Intergovernmental Revenues	30,000	30,000	31,769	1,769
Total Revenues	240,000	240,000	246,147	6,147
Expenditures:				
Security of Persons and Property:				
Other Expenditures	240,000	240,000	240,000	0
Total Expenditures	240,000	240,000	240,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	6,147	6,147
Fund Balance at Beginning of Year	122,960	122,960	122,960	0
Fund Balance at End of Year	\$ 122,960	\$ 122,960	\$ 129,107	\$ 6,147

CITY OF HAMILTON, 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***

EMERGENCY MEDICAL SERVICES GRANT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 4,500	\$ 2,500	\$ 2,500	\$ 0
Total Revenues	4,500	2,500	2,500	0
Expenditures:				
Security of Persons and Property:				
Other Expenditures	4,500	2,500	2,500	0
Total Expenditures	4,500	2,500	2,500	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

CITY OF HAMILTON, 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***

FIRE EMS LEVY FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property and Other Local Taxes	\$ 640,000	\$ 640,000	\$ 627,576	\$ (12,424)
Intergovernmental Revenues	80,000	80,000	91,164	11,164
Total Revenues	720,000	720,000	718,740	(1,260)
Expenditures:				
Security of Persons and Property:				
Other Expenditures	720,000	720,000	720,000	0
Total Expenditures	720,000	720,000	720,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(1,260)	(1,260)
Fund Balance at Beginning of Year	253,156	253,156	253,156	0
Fund Balance at End of Year	\$ 253,156	\$ 253,156	\$ 251,896	\$ (1,260)

CITY OF HAMILTON, 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***

PUBLIC HEALTH CARE SERVICES FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 90,191	\$ 90,191	\$ 87,105	\$ (3,086)
Investment Earnings	10	10	16	6
All Other Revenue	370	370	952	582
Total Revenues	<u>90,571</u>	<u>90,571</u>	<u>88,073</u>	<u>(2,498)</u>
Expenditures:				
Public Health and Welfare Services:				
Personal Services	71,302	71,302	68,491	2,811
Other Expenditures	19,269	21,278	21,116	162
Total Expenditures	<u>90,571</u>	<u>92,580</u>	<u>89,607</u>	<u>2,973</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(2,009)	(1,534)	475
Fund Balance at Beginning of Year	201,042	201,042	201,042	0
Prior Year Encumbrances	2,010	2,010	2,010	0
Fund Balance at End of Year	<u>\$ 203,052</u>	<u>\$ 201,043</u>	<u>\$ 201,518</u>	<u>\$ 475</u>

CITY OF HAMILTON, 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>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment Earnings	\$ 100	\$ 100	\$ 40	\$ (60)
Total Revenues	<u>100</u>	<u>100</u>	<u>40</u>	<u>(60)</u>
Expenditures:				
Community Environment:				
Other Expenditures	0	42,877	42,876	1
Total Expenditures	<u>0</u>	<u>42,877</u>	<u>42,876</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	100	(42,777)	(42,836)	(59)
Fund Balance at Beginning of Year	4,531	4,531	4,531	0
Prior Year Encumbrances	<u>42,876</u>	<u>42,876</u>	<u>42,876</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 47,507</u>	<u>\$ 4,630</u>	<u>\$ 4,571</u>	<u>\$ (59)</u>

CITY OF HAMILTON, 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***

STORMWATER MANAGEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 2,100,000	\$ 2,100,000	\$ 2,122,835	\$ 22,835
Investment Earnings	11,000	11,000	8,429	(2,571)
All Other Revenue	17,000	17,000	26,725	9,725
Total Revenues	<u>2,128,000</u>	<u>2,128,000</u>	<u>2,157,989</u>	<u>29,989</u>
Expenditures:				
Basic Utility Services:				
Personal Services	983,980	983,980	962,786	21,194
Other Expenditures	2,115,910	1,663,847	1,332,228	331,619
Total Expenditures	<u>3,099,890</u>	<u>2,647,827</u>	<u>2,295,014</u>	<u>352,813</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(971,890)	(519,827)	(137,025)	382,802
Fund Balance at Beginning of Year	1,340,360	1,340,360	1,340,360	0
Prior Year Encumbrances	194,858	194,858	194,858	0
Fund Balance at End of Year	<u>\$ 563,328</u>	<u>\$ 1,015,391</u>	<u>\$ 1,398,193</u>	<u>\$ 382,802</u>

CITY OF HAMILTON, 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***

	REFUSE FUND			Variance with Final Budget
	Original Budget	Final Budget	Actual	Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 30,000	\$ 30,000	\$ 32,736	\$ 2,736
Charges for Services	3,656,517	3,656,517	3,687,167	30,650
All Other Revenue	18,000	18,000	67,704	49,704
Total Revenues	<u>3,704,517</u>	<u>3,704,517</u>	<u>3,787,607</u>	<u>83,090</u>
Expenditures:				
Basic Utility Services:				
Personal Services	89,447	204,447	159,523	44,924
Other Expenditures	3,444,260	3,519,905	3,421,406	98,499
Total Expenditures	<u>3,533,707</u>	<u>3,724,352</u>	<u>3,580,929</u>	<u>143,423</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	170,810	(19,835)	206,678	226,513
Other Financing Sources (Uses):				
Transfers Out	0	(52,300)	0	52,300
Total Other Financing Sources (Uses)	<u>0</u>	<u>(52,300)</u>	<u>0</u>	<u>52,300</u>
Net Change in Fund Balance	170,810	(72,135)	206,678	278,813
Fund Balance at Beginning of Year	1,860,254	1,860,254	1,860,254	0
Prior Year Encumbrances	11,530	11,530	11,530	0
Fund Balance at End of Year	<u>\$ 2,042,594</u>	<u>\$ 1,799,649</u>	<u>\$ 2,078,462</u>	<u>\$ 278,813</u>

CITY OF HAMILTON, 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 MAINTENANCE FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 4,060,000	\$ 2,360,000	\$ 2,178,262	\$ (181,738)
Licenses and Permits	360,000	360,000	368,463	8,463
Investment Earnings	2,500	2,500	2,030	(470)
All Other Revenue	18,800	18,800	27,440	8,640
Total Revenues	<u>4,441,300</u>	<u>2,741,300</u>	<u>2,576,195</u>	<u>(165,105)</u>
Expenditures:				
Transportation:				
Personal Services	1,822,104	1,637,447	1,558,427	79,020
Other Expenditures	1,781,958	1,980,471	1,980,318	153
Total Expenditures	<u>3,604,062</u>	<u>3,617,918</u>	<u>3,538,745</u>	<u>79,173</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	837,238	(876,618)	(962,550)	(85,932)
Other Financing Sources (Uses):				
Transfers In	0	12,000	100,000	88,000
Transfers Out	(1,700,000)	(1,449,349)	(1,449,349)	0
Total Other Financing Sources (Uses)	<u>(1,700,000)</u>	<u>(1,437,349)</u>	<u>(1,349,349)</u>	<u>88,000</u>
Net Change in Fund Balance	(862,762)	(2,313,967)	(2,311,899)	2,068
Fund Balance at Beginning of Year	2,233,421	2,233,421	2,233,421	0
Prior Year Encumbrances	112,501	112,501	112,501	0
Fund Balance at End of Year	<u>\$ 1,483,160</u>	<u>\$ 31,955</u>	<u>\$ 34,023</u>	<u>\$ 2,068</u>

CITY OF HAMILTON, 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***

	LAND REUTILIZATION FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 539,851	\$ 1,106,851	\$ 1,003,669	\$ (103,182)
All Other Revenue	0	15,000	7,720	(7,280)
Total Revenues	<u>539,851</u>	<u>1,121,851</u>	<u>1,011,389</u>	<u>(110,462)</u>
Expenditures:				
Community Environment:				
Other Expenditures	989,851	1,614,863	1,588,223	26,640
Total Expenditures	<u>989,851</u>	<u>1,614,863</u>	<u>1,588,223</u>	<u>26,640</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(450,000)	(493,012)	(576,834)	(83,822)
Other Financing Sources (Uses):				
Sale of Capital Assets	50,000	50,000	1,600	(48,400)
Transfers In	400,000	400,000	400,000	0
Total Other Financing Sources (Uses)	<u>450,000</u>	<u>450,000</u>	<u>401,600</u>	<u>(48,400)</u>
Net Change in Fund Balance	0	(43,012)	(175,234)	(132,222)
Fund Balance at Beginning of Year	47,480	47,480	47,480	0
Prior Year Encumbrances	143,967	143,967	143,967	0
Fund Balance at End of Year	<u>\$ 191,447</u>	<u>\$ 148,435</u>	<u>\$ 16,213</u>	<u>\$ (132,222)</u>

CITY OF HAMILTON, 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***

HOME PROGRAM FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 1,245,579	\$ 1,355,735	\$ 1,076,421	\$ (279,314)
All Other Revenue	38,355	110,977	6,064	(104,913)
Total Revenues	<u>1,283,934</u>	<u>1,466,712</u>	<u>1,082,485</u>	<u>(384,227)</u>
Expenditures:				
Community Environment:				
Personal Services	23,801	44,778	28,752	16,026
Other Expenditures	1,260,133	1,421,934	1,035,524	386,410
Total Expenditures	<u>1,283,934</u>	<u>1,466,712</u>	<u>1,064,276</u>	<u>402,436</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	18,209	18,209
Fund Balance at Beginning of Year	<u>18,094</u>	<u>18,094</u>	<u>18,094</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 18,094</u>	<u>\$ 18,094</u>	<u>\$ 36,303</u>	<u>\$ 18,209</u>

CITY OF HAMILTON, 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***

PARKING FUND				Variance with Final Budget
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Positive (Negative)
Revenues:				
Charges for Services	\$ 217,000	\$ 217,000	\$ 224,422	\$ 7,422
Investment Earnings	1,000	1,000	1,260	260
All Other Revenue	7,000	7,000	6,151	(849)
Total Revenues	<u>225,000</u>	<u>225,000</u>	<u>231,833</u>	<u>6,833</u>
Expenditures:				
Transportation:				
Personal Services	113,063	114,063	112,298	1,765
Other Expenditures	129,530	174,846	173,551	1,295
Debt Service:				
Principal Retirement	30,000	30,000	30,000	0
Interest and Fiscal Charges	23,819	23,819	23,819	0
Total Expenditures	<u>296,412</u>	<u>342,728</u>	<u>339,668</u>	<u>3,060</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(71,412)	(117,728)	(107,835)	9,893
Other Financing Sources (Uses):				
Transfers In	53,819	53,819	53,819	0
Total Other Financing Sources (Uses)	<u>53,819</u>	<u>53,819</u>	<u>53,819</u>	<u>0</u>
Net Change in Fund Balance	(17,593)	(63,909)	(54,016)	9,893
Fund Balance at Beginning of Year	268,368	268,368	268,368	0
Prior Year Encumbrances	2,374	2,374	2,374	0
Fund Balance at End of Year	<u>\$ 253,149</u>	<u>\$ 206,833</u>	<u>\$ 216,726</u>	<u>\$ 9,893</u>

CITY OF HAMILTON, 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***

GOLF COURSE FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Charges for Services	\$ 1,278,050	\$ 1,278,050	\$ 1,095,967	\$ (182,083)
Investment Earnings	550	550	1,018	468
All Other Revenue	600	600	5,383	4,783
Total Revenues	<u>1,279,200</u>	<u>1,279,200</u>	<u>1,102,368</u>	<u>(176,832)</u>
Expenditures:				
Leisure Time Activities:				
Personal Services	679,057	556,706	452,318	104,388
Other Expenditures	600,714	689,663	677,611	12,052
Debt Service:				
Principal Retirement	115,150	210,300	210,300	0
Interest and Fiscal Charges	4,804	8,383	8,382	1
Total Expenditures	<u>1,399,725</u>	<u>1,465,052</u>	<u>1,348,611</u>	<u>116,441</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(120,525)	(185,852)	(246,243)	(60,391)
Other Financing Sources (Uses):				
Transfers In	119,954	258,683	258,682	(1)
Total Other Financing Sources (Uses)	<u>119,954</u>	<u>258,683</u>	<u>258,682</u>	<u>(1)</u>
Net Change in Fund Balance	(571)	72,831	12,439	(60,392)
Fund Balance at Beginning of Year	113,306	113,306	113,306	0
Prior Year Encumbrances	89,470	89,470	89,470	0
Fund Balance at End of Year	<u>\$ 202,205</u>	<u>\$ 275,607</u>	<u>\$ 215,215</u>	<u>\$ (60,392)</u>

CITY OF HAMILTON, 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>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 1,641,435	\$ 2,593,457	\$ 916,903	\$ (1,676,554)
Investment Earnings	500	500	319	(181)
All Other Revenue	286,058	359,842	66,993	(292,849)
Total Revenues	<u>1,927,993</u>	<u>2,953,799</u>	<u>984,215</u>	<u>(1,969,584)</u>
Expenditures:				
Community Environment:				
Personal Services	305,721	486,022	302,397	183,625
Other Expenditures	1,682,538	2,482,568	675,944	1,806,624
Total Expenditures	<u>1,988,259</u>	<u>2,968,590</u>	<u>978,341</u>	<u>1,990,249</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60,266)	(14,791)	5,874	20,665
Other Financing Sources (Uses):				
Transfers In	180,266	188,643	91,357	(97,286)
Transfers Out	0	(91,358)	(91,357)	1
Total Other Financing Sources (Uses)	<u>180,266</u>	<u>97,285</u>	<u>0</u>	<u>(97,285)</u>
Net Change in Fund Balance	120,000	82,494	5,874	(76,620)
Fund Balance at Beginning of Year	<u>268,820</u>	<u>268,820</u>	<u>268,820</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 388,820</u>	<u>\$ 351,314</u>	<u>\$ 274,694</u>	<u>\$ (76,620)</u>

CITY OF HAMILTON, OHIO

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

	DEBT SERVICE FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Investment Earnings	\$ 3,000	\$ 3,000	\$ 4,484	\$ 1,484
Special Assessments	550,000	550,000	484,900	(65,100)
All Other Revenue	0	0	2,078	2,078
Total Revenues	<u>553,000</u>	<u>553,000</u>	<u>491,462</u>	<u>(61,538)</u>
Expenditures:				
Debt Service:				
Principal Retirement	2,782,379	2,782,379	2,782,379	0
Interest and Fiscal Charges	1,209,812	1,209,812	1,105,921	103,891
Total Expenditures	<u>3,992,191</u>	<u>3,992,191</u>	<u>3,888,300</u>	<u>103,891</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,439,191)	(3,439,191)	(3,396,838)	42,353
Other Financing Sources (Uses):				
Transfers In	3,369,480	3,369,480	3,265,590	(103,890)
Total Other Financing Sources (Uses)	<u>3,369,480</u>	<u>3,369,480</u>	<u>3,265,590</u>	<u>(103,890)</u>
Net Change in Fund Balance	(69,711)	(69,711)	(131,248)	(61,537)
Fund Balance at Beginning of Year	436,701	436,701	436,701	0
Fund Balance at End of Year	<u>\$ 366,990</u>	<u>\$ 366,990</u>	<u>\$ 305,453</u>	<u>\$ (61,537)</u>

CITY OF HAMILTON, 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***

HAMILTON CAPITAL IMPROVEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Income Taxes	\$ 2,220,000	\$ 2,220,000	\$ 2,317,831	\$ 97,831
Intergovernmental Revenues	0	50,500	24,719	(25,781)
All Other Revenue	25,000	325,000	13,116	(311,884)
Total Revenues	<u>2,245,000</u>	<u>2,595,500</u>	<u>2,355,666</u>	<u>(239,834)</u>
Expenditures:				
Capital Outlay	<u>2,257,000</u>	<u>2,897,626</u>	<u>1,564,186</u>	<u>1,333,440</u>
Total Expenditures	<u>2,257,000</u>	<u>2,897,626</u>	<u>1,564,186</u>	<u>1,333,440</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,000)	(302,126)	791,480	1,093,606
Other Financing Sources (Uses):				
Sale of Capital Assets	5,000	5,000	687	(4,313)
Loan Issuance	700,000	3,075,000	3,075,000	0
Transfers In	0	618,500	618,500	0
Transfers Out	(1,863,603)	(4,447,332)	(4,433,441)	13,891
Total Other Financing Sources (Uses)	<u>(1,158,603)</u>	<u>(748,832)</u>	<u>(739,254)</u>	<u>9,578</u>
Net Change in Fund Balance	(1,170,603)	(1,050,958)	52,226	1,103,184
Fund Balance at Beginning of Year	1,886,221	1,886,221	1,886,221	0
Prior Year Encumbrances	159,228	159,228	159,228	0
Fund Balance at End of Year	<u>\$ 874,846</u>	<u>\$ 994,491</u>	<u>\$ 2,097,675</u>	<u>\$ 1,103,184</u>

CITY OF HAMILTON, 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***

SPECIAL ASSESSMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Special Assessments	\$ 150,000	\$ 150,000	\$ 141,496	\$ (8,504)
Total Revenues	<u>150,000</u>	<u>150,000</u>	<u>141,496</u>	<u>(8,504)</u>
Expenditures:				
Capital Outlay	580,750	430,750	314,520	116,230
Total Expenditures	<u>580,750</u>	<u>430,750</u>	<u>314,520</u>	<u>116,230</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(430,750)	(280,750)	(173,024)	107,726
Other Financing Sources (Uses):				
General Obligation Notes Issued	450,000	0	0	0
Total Other Financing Sources (Uses)	<u>450,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	19,250	(280,750)	(173,024)	107,726
Fund Balance at Beginning of Year	<u>634,758</u>	<u>634,758</u>	<u>634,758</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 654,008</u>	<u>\$ 354,008</u>	<u>\$ 461,734</u>	<u>\$ 107,726</u>

CITY OF HAMILTON, 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***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	\$ 185,000	\$ 185,000	\$ 180,051	\$ (4,949)
Property and Other Local Taxes	777,776	910,279	948,689	38,410
All Other Revenue	0	83,219	83,219	0
Total Revenues	962,776	1,178,498	1,211,959	33,461
Expenditures:				
Capital Outlay	514,480	649,815	658,731	(8,916)
Total Expenditures	514,480	649,815	658,731	(8,916)
Excess (Deficiency) of Revenues Over (Under) Expenditures	448,296	528,683	553,228	24,545
Other Financing Sources (Uses):				
Transfers Out	(448,296)	(434,223)	(430,279)	3,944
Total Other Financing Sources (Uses)	(448,296)	(434,223)	(430,279)	3,944
Net Change in Fund Balance	0	94,460	122,949	28,489
Fund Balance at Beginning of Year	(57,639)	(57,639)	(57,639)	0
Prior Year Encumbrances	46,282	46,282	46,282	0
Fund Balance at End of Year	\$ (11,357)	\$ 83,103	\$ 111,592	\$ 28,489

CITY OF HAMILTON, 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***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
ISSUE II PROJECTS FUND				
Revenues:				
Intergovernmental Revenues	\$ 2,000,000	\$ 1,000,000	\$ 729,229	\$ (270,771)
Total Revenues	<u>2,000,000</u>	<u>1,000,000</u>	<u>729,229</u>	<u>(270,771)</u>
Expenditures:				
Capital Outlay	2,000,000	1,000,000	729,229	270,771
Total Expenditures	<u>2,000,000</u>	<u>1,000,000</u>	<u>729,229</u>	<u>270,771</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF HAMILTON, 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***

CLEAN OHIO GRANTS PROGRAM FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 2,558,919	\$ 2,558,919	\$ 410,293	\$ (2,148,626)
Total Revenues	<u>2,558,919</u>	<u>2,558,919</u>	<u>410,293</u>	<u>(2,148,626)</u>
Expenditures:				
Capital Outlay	2,558,919	1,058,919	411,125	647,794
Total Expenditures	<u>2,558,919</u>	<u>1,058,919</u>	<u>411,125</u>	<u>647,794</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	1,500,000	(832)	(1,500,832)
Fund Balance at Beginning of Year	<u>62,042</u>	<u>62,042</u>	<u>62,042</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 62,042</u>	<u>\$ 1,562,042</u>	<u>\$ 61,210</u>	<u>\$ (1,500,832)</u>

CITY OF HAMILTON, 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***

	INFRASTRUCTURE PROGRAM FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intergovernmental Revenues	\$ 575,000	\$ 1,321,700	\$ 1,185,649	\$ (136,051)
All Other Revenue	1,362,750	525,962	254,905	(271,057)
Total Revenues	<u>1,937,750</u>	<u>1,847,662</u>	<u>1,440,554</u>	<u>(407,108)</u>
Expenditures:				
Capital Outlay	6,371,023	9,423,698	8,148,197	1,275,501
Total Expenditures	<u>6,371,023</u>	<u>9,423,698</u>	<u>8,148,197</u>	<u>1,275,501</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,433,273)	(7,576,036)	(6,707,643)	868,393
Other Financing Sources (Uses):				
General Obligation Bonds Issued	1,300,000	0	0	0
Transfers In	2,855,796	5,882,445	5,689,011	(193,434)
Transfers Out	(238,950)	(238,950)	(338,950)	(100,000)
Total Other Financing Sources (Uses)	<u>3,916,846</u>	<u>5,643,495</u>	<u>5,350,061</u>	<u>(293,434)</u>
Net Change in Fund Balance	(516,427)	(1,932,541)	(1,357,582)	574,959
Fund Balance at Beginning of Year	1,277,227	1,277,227	1,277,227	0
Prior Year Encumbrances	656,020	656,020	656,020	0
Fund Balance at End of Year	<u>\$ 1,416,820</u>	<u>\$ 706</u>	<u>\$ 575,665</u>	<u>\$ 574,959</u>

CITY OF HAMILTON, OHIO

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

BENNINGHOFEN TRUST FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Investment Earnings	\$ 500	\$ 500	\$ 248	\$ (252)
Total Revenues	<u>500</u>	<u>500</u>	<u>248</u>	<u>(252)</u>
Expenditures:				
General Government:				
Other Expenditures	500	500	248	252
Total Expenditures	<u>500</u>	<u>500</u>	<u>248</u>	<u>252</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>75,000</u>	<u>75,000</u>	<u>75,000</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 0</u>

Internal Service Funds

Internal Service Funds are used to account for financing goods or services provided by one activity to other activities of the City on a cost-reimbursement basis.

Fleet Maintenance Fund

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

Central Services Fund

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

CITY OF HAMILTON, OHIO

**Combining Statement of Net Position
Internal Service Funds
December 31, 2014**

	Fleet Maintenance	Central Services	Total
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 287,453	\$ 8,224	\$ 295,677
Inventory of Supplies at Cost	21,406	0	21,406
Total Current Assets	<u>308,859</u>	<u>8,224</u>	<u>317,083</u>
Noncurrent Assets:			
Capital Assets, Net	34,371	0	34,371
Total Assets	<u>343,230</u>	<u>8,224</u>	<u>351,454</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable	75,227	121,545	196,772
Accrued Wages and Benefits	28,720	149,494	178,214
Intergovernmental Payable	9,029	49,144	58,173
Compensated Absences Payable - Current	62,862	217,294	280,156
Total Current Liabilities	<u>175,838</u>	<u>537,477</u>	<u>713,315</u>
Noncurrent Liabilities:			
Compensated Absences Payable	94,599	234,250	328,849
Total Noncurrent Liabilities	<u>94,599</u>	<u>234,250</u>	<u>328,849</u>
Total Liabilities	<u>270,437</u>	<u>771,727</u>	<u>1,042,164</u>
NET POSITION			
Investment in Capital Assets	34,371	0	34,371
Unrestricted	38,422	(763,503)	(725,081)
Total Net Position	<u>\$ 72,793</u>	<u>\$ (763,503)</u>	<u>\$ (690,710)</u>

CITY OF HAMILTON, OHIO

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

	Fleet Maintenance	Central Services	Total
Operating Revenues:			
Charges for Services	\$ 2,413,573	\$ 5,806,775	\$ 8,220,348
Total Operating Revenues	<u>2,413,573</u>	<u>5,806,775</u>	<u>8,220,348</u>
Operating Expenses:			
Personal Services	828,555	3,761,695	4,590,250
Contractual Services	309,637	1,949,923	2,259,560
Materials and Supplies	1,188,457	122,554	1,311,011
Depreciation	5,209	0	5,209
Other Operating Expenses	20,304	88,761	109,065
Total Operating Expenses	<u>2,352,162</u>	<u>5,922,933</u>	<u>8,275,095</u>
Operating Income (Loss)	61,411	(116,158)	(54,747)
Nonoperating Revenue (Expenses):			
Investment Earnings	1,168	10	1,178
Total Nonoperating Revenues (Expenses)	<u>1,168</u>	<u>10</u>	<u>1,178</u>
Change in Net Position	62,579	(116,148)	(53,569)
Net Position Beginning of Year	10,214	(647,355)	(637,141)
Net Position End of Year	<u>\$ 72,793</u>	<u>\$ (763,503)</u>	<u>\$ (690,710)</u>

CITY OF HAMILTON, OHIO

***Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2014***

	<u>Fleet Maintenance</u>	<u>Central Services</u>	<u>Total</u>
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$2,413,573	\$5,806,775	\$8,220,348
Cash Payments for Goods and Services	(1,544,204)	(2,141,480)	(3,685,684)
Cash Payments for Employees	(828,467)	(3,659,777)	(4,488,244)
Net Cash Provided by Operating Activities	<u>40,902</u>	<u>5,518</u>	<u>46,420</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	<u>1,168</u>	<u>10</u>	<u>1,178</u>
Net Cash Provided by Investing Activities	<u>1,168</u>	<u>10</u>	<u>1,178</u>
Net Increase in Cash and Cash Equivalents	42,070	5,528	47,598
Cash and Cash Equivalents at Beginning of Year	<u>245,383</u>	<u>2,696</u>	<u>248,079</u>
Cash and Cash Equivalents at End of Year	<u><u>\$287,453</u></u>	<u><u>\$8,224</u></u>	<u><u>\$295,677</u></u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u>			
Operating Income (Loss)	\$61,411	(\$116,158)	(\$54,747)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities			
Depreciation Expense	5,209	0	5,209
Changes in Assets and Liabilities:			
Decrease in Inventory	5,352	0	5,352
Increase (Decrease) in Accounts Payable	(33,365)	19,758	(13,607)
Increase in Accrued Wages and Benefits	1,251	36,962	38,213
Increase in Intergovernmental Payable	738	14,031	14,769
Increase in Compensated Absences	306	50,925	51,231
Total Adjustments	<u>(20,509)</u>	<u>121,676</u>	<u>101,167</u>
Net Cash Provided by Operating Activities	<u><u>\$40,902</u></u>	<u><u>\$5,518</u></u>	<u><u>\$46,420</u></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

Rounding Up Utility Account Fund

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

Convention and Visitor's Bureau Fund

To account for the Hotel/Motel tax levied on guests of the City where 50% of such tax monies are distributed to the Convention and Visitor's Bureau and 50% is distributed to the City.

Employee Taxes and Benefits Fund

To account for special taxes and benefits of City employees.

Miscellaneous Collections for Others Fund

To account for monies received and held for others.

Unclaimed Monies Fund

To account for the receipt of monies unable to be returned or distributed. The City will hold the receipts for the statutory period and then the monies will be disbursed to the State of Ohio.

Tax Collections Fund

To account for taxes obtained on behalf of other municipalities.

Butler County Annexation Tax Fund

To account for income taxes obtained from a special annexation of property contiguous to Hamilton.

Central Business Special Improvement District Fund

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

Agency Funds

Joint Economic Development District I Fund

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

Joint Economic Development District II Fund

To account for the receipt and disbursement of income tax revenue pursuant to Section 11 of The 2004 Joint Economic Development District Agreement with Indian Springs/ Fairfield Township.

Fire Damage Deposit Escrow Fund

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

Police Property Room Forfeiture Fund

To account for the receipt of items remaining in the custody of the Police Department. The City will hold the items for a certain period of time at which they will be auctioned or disposed.

Municipal Court Fund

To account for funds that flow through the Municipal Court office.

CITY OF HAMILTON, 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
<u>Rounding Up Utility Account</u>				
Assets:				
Equity in Pooled Cash and Investments	\$846	\$2,665	(\$2,817)	\$694
Total Assets	<u>\$846</u>	<u>\$2,665</u>	<u>(\$2,817)</u>	<u>\$694</u>
Liabilities:				
Accounts Payable	\$846	\$2,665	(\$2,817)	\$694
Total Liabilities	<u>\$846</u>	<u>\$2,665</u>	<u>(\$2,817)</u>	<u>\$694</u>
<u>Convention and Visitor's Bureau</u>				
Assets:				
Equity in Pooled Cash and Investments	\$23,655	\$81,181	(\$81,694)	\$23,142
Total Assets	<u>\$23,655</u>	<u>\$81,181</u>	<u>(\$81,694)</u>	<u>\$23,142</u>
Liabilities:				
Accounts Payable	\$23,655	\$81,181	(\$81,694)	\$23,142
Total Liabilities	<u>\$23,655</u>	<u>\$81,181</u>	<u>(\$81,694)</u>	<u>\$23,142</u>
<u>Employee Taxes and Benefits</u>				
Assets:				
Equity in Pooled Cash and Investments	\$514,581	\$56,139,174	(\$56,190,296)	\$463,459
Total Assets	<u>\$514,581</u>	<u>\$56,139,174</u>	<u>(\$56,190,296)</u>	<u>\$463,459</u>
Liabilities:				
Due to Others	\$42,978	\$55,711,378	(\$55,718,693)	\$35,663
Intergovernmental Payable	471,603	427,796	(471,603)	427,796
Total Liabilities	<u>\$514,581</u>	<u>\$56,139,174</u>	<u>(\$56,190,296)</u>	<u>\$463,459</u>
<u>Miscellaneous Collections for Others</u>				
Assets:				
Equity in Pooled Cash and Investments	\$7,548	\$0	\$0	\$7,548
Total Assets	<u>\$7,548</u>	<u>\$0</u>	<u>\$0</u>	<u>\$7,548</u>
Liabilities:				
Due to Others	\$7,548	\$0	\$0	\$7,548
Total Liabilities	<u>\$7,548</u>	<u>\$0</u>	<u>\$0</u>	<u>\$7,548</u>

(Continued)

CITY OF HAMILTON, 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
<u>Unclaimed Monies</u>				
Assets:				
Equity in Pooled Cash and Investments	\$107,749	\$0	(\$7,140)	\$100,609
Total Assets	<u>\$107,749</u>	<u>\$0</u>	<u>(\$7,140)</u>	<u>\$100,609</u>
Liabilities:				
Due to Others	\$107,749	\$0	(\$7,140)	\$100,609
Total Liabilities	<u>\$107,749</u>	<u>\$0</u>	<u>(\$7,140)</u>	<u>\$100,609</u>
<u>Tax Collections</u>				
Assets:				
Equity in Pooled Cash and Investments	\$170,357	\$2,777,392	(\$2,918,988)	\$28,761
Total Assets	<u>\$170,357</u>	<u>\$2,777,392</u>	<u>(\$2,918,988)</u>	<u>\$28,761</u>
Liabilities:				
Intergovernmental Payable	\$170,357	\$2,777,392	(\$2,918,988)	\$28,761
Total Liabilities	<u>\$170,357</u>	<u>\$2,777,392</u>	<u>(\$2,918,988)</u>	<u>\$28,761</u>
<u>Butler County Annexation Tax</u>				
Assets:				
Equity in Pooled Cash and Investments	\$78,815	\$106,907	(\$120,951)	\$64,771
Total Assets	<u>\$78,815</u>	<u>\$106,907</u>	<u>(\$120,951)</u>	<u>\$64,771</u>
Liabilities:				
Intergovernmental Payable	\$78,815	\$106,907	(\$120,951)	\$64,771
Total Liabilities	<u>\$78,815</u>	<u>\$106,907</u>	<u>(\$120,951)</u>	<u>\$64,771</u>
<u>Central Business Special Improvement District</u>				
Receivables:				
Taxes	\$27,875	\$190,565	(\$185,637)	\$32,803
Total Assets	<u>\$27,875</u>	<u>\$190,565</u>	<u>(\$185,637)</u>	<u>\$32,803</u>
Liabilities:				
Intergovernmental Payable	\$27,875	\$190,565	(\$185,637)	\$32,803
Total Liabilities	<u>\$27,875</u>	<u>\$190,565</u>	<u>(\$185,637)</u>	<u>\$32,803</u>

(Continued)

CITY OF HAMILTON, 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
<u>Joint Economic Development District I</u>				
Assets:				
Equity in Pooled Cash and Investments	\$12,166	\$535,589	(\$529,405)	\$18,350
Total Assets	<u>\$12,166</u>	<u>\$535,589</u>	<u>(\$529,405)</u>	<u>\$18,350</u>
Liabilities:				
Intergovernmental Payable	\$12,166	\$535,589	(\$529,405)	\$18,350
Total Liabilities	<u>\$12,166</u>	<u>\$535,589</u>	<u>(\$529,405)</u>	<u>\$18,350</u>
<u>Joint Economic Development District II</u>				
Assets:				
Equity in Pooled Cash and Investments	\$47,391	\$550,797	(\$559,356)	\$38,832
Total Assets	<u>\$47,391</u>	<u>\$550,797</u>	<u>(\$559,356)</u>	<u>\$38,832</u>
Liabilities:				
Intergovernmental Payable	\$47,391	\$550,797	(\$559,356)	\$38,832
Total Liabilities	<u>\$47,391</u>	<u>\$550,797</u>	<u>(\$559,356)</u>	<u>\$38,832</u>
<u>Fire Damage Deposit Escrow</u>				
Assets:				
Equity in Pooled Cash and Investments	\$89,467	\$43,333	(\$23,000)	\$109,800
Total Assets	<u>\$89,467</u>	<u>\$43,333</u>	<u>(\$23,000)</u>	<u>\$109,800</u>
Liabilities:				
Due to Others	\$89,467	\$43,333	(\$23,000)	\$109,800
Total Liabilities	<u>\$89,467</u>	<u>\$43,333</u>	<u>(\$23,000)</u>	<u>\$109,800</u>
<u>Police Property Room Forfeiture</u>				
Assets:				
Equity in Pooled Cash and Investments	\$416,427	\$42,941	(\$37,620)	\$421,748
Total Assets	<u>\$416,427</u>	<u>\$42,941</u>	<u>(\$37,620)</u>	<u>\$421,748</u>
Liabilities:				
Due to Others	\$416,427	\$42,941	(\$37,620)	\$421,748
Total Liabilities	<u>\$416,427</u>	<u>\$42,941</u>	<u>(\$37,620)</u>	<u>\$421,748</u>

(Continued)

CITY OF HAMILTON, 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
<u>Municipal Court</u>				
Assets:				
Equity in Pooled Cash and Investments	\$220,217	\$3,363,779	(\$3,339,032)	\$244,964
Total Assets	<u>\$220,217</u>	<u>\$3,363,779</u>	<u>(\$3,339,032)</u>	<u>\$244,964</u>
Liabilities:				
Intergovernmental Payable	\$71,483	\$92,094	(\$71,483)	\$92,094
Due to Others	148,734	3,271,685	(3,267,549)	152,870
Total Liabilities	<u>\$220,217</u>	<u>\$3,363,779</u>	<u>(\$3,339,032)</u>	<u>\$244,964</u>
 <u>Total - All Agency Funds</u>				
Assets:				
Equity in Pooled Cash and Investments	\$1,689,219	\$63,643,758	(\$63,810,299)	\$1,522,678
Receivables:				
Taxes	27,875	190,565	(185,637)	32,803
Total Assets	<u>\$1,717,094</u>	<u>\$63,834,323</u>	<u>(\$63,995,936)</u>	<u>\$1,555,481</u>
Liabilities:				
Accounts Payable	\$24,501	\$83,846	(\$84,511)	\$23,836
Intergovernmental Payable	879,690	7,860,731	(8,053,489)	703,407
Due to Others	812,903	55,889,746	(55,857,936)	828,238
Total Liabilities	<u>\$1,717,094</u>	<u>\$63,834,323</u>	<u>(\$63,995,936)</u>	<u>\$1,555,481</u>

STATISTICAL SECTION





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 21
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 22 – S 34
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 income tax and property tax.	
Debt Capacity	S 35 – S 47
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 48 – S 51
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 52 – S 65
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.	

CITY OF HAMILTON, OHIO

*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	\$55,850,463	\$56,285,912	\$59,732,393	\$59,645,749
Restricted	1,096,622	8,292,468	7,367,202	15,051,564
Unrestricted (Deficit)	11,399,609	7,818,532	4,929,462	(1,647,332)
Total Governmental Activities Net Position	<u>\$68,346,694</u>	<u>\$72,396,912</u>	<u>\$72,029,057</u>	<u>\$73,049,981</u>
Business-type Activities:				
Net Investment in Capital Assets	\$86,341,113	\$94,984,687	\$94,444,136	\$99,710,125
Restricted	14,015,713	14,417,833	14,386,221	17,030,271
Unrestricted	40,606,657	33,564,704	40,123,385	32,349,314
Total Business-type Activities Net Position	<u>\$140,963,483</u>	<u>\$142,967,224</u>	<u>\$148,953,742</u>	<u>\$149,089,710</u>
Primary Government:				
Net Investment in Capital Assets	\$142,191,576	\$151,270,599	\$154,176,529	\$159,355,874
Restricted	15,112,335	22,710,301	21,753,423	32,081,835
Unrestricted	52,006,266	41,383,236	45,052,847	30,701,982
Total Primary Government Net Position	<u>\$209,310,177</u>	<u>\$215,364,136</u>	<u>\$220,982,799</u>	<u>\$222,139,691</u>

* Restated
Source: City Records

(continued)

CITY OF HAMILTON, OHIO

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

	2009	2010	*	2012
Governmental Activities:				
Net Investment in Capital Assets	\$61,258,050	\$62,373,720	\$61,265,974	\$60,330,073
Restricted	14,612,944	14,372,832	12,456,507	9,033,196
Unrestricted (Deficit)	(711,156)	1,391,246	10,738,609	13,796,160
Total Governmental Activities Net Position	<u>\$75,159,838</u>	<u>\$78,137,798</u>	<u>\$84,461,090</u>	<u>\$83,159,429</u>
Business-type Activities:				
Net Investment in Capital Assets	\$95,260,611	\$96,155,478	\$92,584,709	\$88,211,121
Restricted	18,966,340	19,220,759	21,542,104	20,539,704
Unrestricted	38,675,708	41,348,470	45,878,883	53,287,953
Total Business-type Activities Net Position	<u>\$152,902,659</u>	<u>\$156,724,707</u>	<u>\$160,005,696</u>	<u>\$162,038,778</u>
Primary Government:				
Net Investment in Capital Assets	\$156,518,661	\$158,529,198	\$153,850,683	\$148,541,194
Restricted	33,579,284	33,593,591	33,998,611	29,572,900
Unrestricted	37,964,552	42,739,716	56,617,492	67,084,113
Total Primary Government Net Position	<u>\$228,062,497</u>	<u>\$234,862,505</u>	<u>\$244,466,786</u>	<u>\$245,198,207</u>

(continued)

CITY OF HAMILTON, OHIO

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

	*	
	<u>2013</u>	<u>2014</u>
Governmental Activities:		
Net Investment in Capital Assets	\$64,612,820	\$68,592,556
Restricted	9,974,060	6,720,442
Unrestricted (Deficit)	12,148,592	15,730,636
Total Governmental Activities Net Position	<u>\$86,735,472</u>	<u>\$91,043,634</u>
Business-type Activities:		
Net Investment in Capital Assets	\$101,543,663	\$107,423,550
Restricted	20,759,192	21,622,744
Unrestricted	44,971,490	37,079,246
Total Business-type Activities Net Position	<u>\$167,274,345</u>	<u>\$166,125,540</u>
Primary Government:		
Net Investment in Capital Assets	\$166,156,483	\$176,016,106
Restricted	30,733,252	28,343,186
Unrestricted	57,120,082	52,809,882
Total Primary Government Net Position	<u>\$254,009,817</u>	<u>\$257,169,174</u>

CITY OF HAMILTON, OHIO

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

	2005	2006	2007
Expenses			
Governmental Activities:			
General Government	\$8,820,530	\$9,080,789	\$8,082,518
Security of Persons and Property	28,683,794	29,539,127	31,189,244
Leisure Time Activities	2,725,304	2,640,996	3,011,837
Community Environment	4,099,421	4,341,592	5,088,227
Basic Utility Services	4,549,461	5,242,138	6,444,432
Transportation	8,044,762	5,382,724	5,382,362
Public Health and Welfare Services	2,320,928	1,803,562	2,011,188
Interest and Fiscal Charges	2,052,654	2,036,100	1,731,279
<i>Total Governmental Activities Expenses</i>	<u>61,296,854</u>	<u>60,067,028</u>	<u>62,941,087</u>
Business-type Activities:			
Gas Utility	35,317,274	35,421,943	35,483,116
Electric Utility	60,371,316	56,941,632	62,949,988
Water Utility	14,290,977	14,681,886	15,708,740
Wastewater Utility	13,290,251	10,907,317	11,573,839
<i>Total Business-type Activities Expenses</i>	<u>123,269,818</u>	<u>117,952,778</u>	<u>125,715,683</u>
<i>Total Primary Government Expenses</i>	<u>\$184,566,672</u>	<u>\$178,019,806</u>	<u>\$188,656,770</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$4,087,855	\$4,055,289	\$3,972,931
Security of Persons and Property	3,257,631	3,461,051	3,390,761
Leisure Time Activities	1,198,995	926,474	907,533
Community Environment	703,926	1,109,876	1,087,336
Basic Utility Services	3,850,748	2,431,163	2,381,789
Transportation	1,383,310	972,465	952,715
Public Health and Welfare Services	568,897	905,584	887,193
Interest and Fiscal Charges	479,153	291,740	285,815
Operating Grants and Contributions	6,563,223	7,719,161	6,684,403
Capital Grants and Contributions	1,962,756	918,278	2,492,177
<i>Total Governmental Activities Program Revenues</i>	<u>24,056,494</u>	<u>22,791,081</u>	<u>23,042,653</u>

(continued)

CITY OF HAMILTON, OHIO

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

	2008	2009	2010
Expenses			
Governmental Activities:			
General Government	\$8,683,408	\$6,352,352	\$5,096,822
Security of Persons and Property	34,302,781	32,717,128	33,222,968
Leisure Time Activities	2,635,833	2,319,113	2,457,896
Community Environment	4,416,618	4,088,119	5,147,583
Basic Utility Services	5,986,163	4,988,742	6,106,116
Transportation	5,175,752	4,937,607	5,543,369
Public Health and Welfare Services	1,797,223	1,391,995	1,187,775
Interest and Fiscal Charges	1,841,454	1,691,303	1,604,305
<i>Total Governmental Activities Expenses</i>	<u>64,839,232</u>	<u>58,486,359</u>	<u>60,366,834</u>
Business-type Activities:			
Gas Utility	38,277,473	29,632,664	25,598,234
Electric Utility	66,837,931	57,846,530	65,413,730
Water Utility	15,364,817	15,812,619	16,425,257
Wastewater Utility	11,550,867	11,640,859	11,546,069
<i>Total Business-type Activities Expenses</i>	<u>132,031,088</u>	<u>114,932,672</u>	<u>118,983,290</u>
<i>Total Primary Government Expenses</i>	<u>\$196,870,320</u>	<u>\$173,419,031</u>	<u>\$179,350,124</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$3,768,171	\$3,582,518	\$3,596,250
Security of Persons and Property	2,854,823	2,989,428	3,032,170
Leisure Time Activities	1,172,884	1,010,294	924,335
Community Environment	696,461	520,120	675,986
Basic Utility Services	5,072,561	5,193,803	5,472,370
Transportation	974,008	929,203	802,245
Public Health and Welfare Services	250,713	260,472	265,739
Interest and Fiscal Charges	0	0	0
Operating Grants and Contributions	7,182,857	6,094,561	7,464,150
Capital Grants and Contributions	2,769,036	1,036,590	2,204,021
<i>Total Governmental Activities Program Revenues</i>	<u>24,741,514</u>	<u>21,616,989</u>	<u>24,437,266</u>

(continued)

CITY OF HAMILTON, OHIO

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

	2011	2012	2013
Expenses			
Governmental Activities:			
General Government	\$5,991,786	\$7,057,730	\$6,846,691
Security of Persons and Property	32,949,502	31,282,855	29,179,575
Leisure Time Activities	1,970,218	2,247,173	2,552,980
Community Environment	2,902,576	3,397,734	4,757,333
Basic Utility Services	6,150,598	5,809,490	5,696,920
Transportation	6,605,053	6,157,603	5,644,999
Public Health and Welfare Services	1,163,297	1,061,241	1,081,832
Interest and Fiscal Charges	1,596,931	1,439,838	973,805
<i>Total Governmental Activities Expenses</i>	<u>59,329,961</u>	<u>58,453,664</u>	<u>56,734,135</u>
Business-type Activities:			
Gas Utility	21,777,870	16,850,289	24,873,444
Electric Utility	61,257,197	60,661,556	57,515,509
Water Utility	14,968,676	14,909,166	14,605,296
Wastewater Utility	11,441,639	11,872,627	12,256,376
<i>Total Business-type Activities Expenses</i>	<u>109,445,382</u>	<u>104,293,638</u>	<u>109,250,625</u>
<i>Total Primary Government Expenses</i>	<u>\$168,775,343</u>	<u>\$162,747,302</u>	<u>\$165,984,760</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	\$3,233,683	\$3,345,900	\$3,315,895
Security of Persons and Property	3,356,743	3,678,374	2,804,466
Leisure Time Activities	741,400	1,122,766	1,200,984
Community Environment	575,603	806,118	746,272
Basic Utility Services	5,480,531	5,666,718	5,903,259
Transportation	737,819	698,865	645,653
Public Health and Welfare Services	248,189	237,768	253,046
Interest and Fiscal Charges	0	0	0
Operating Grants and Contributions	6,122,577	6,402,940	8,740,661
Capital Grants and Contributions	2,800,483	1,138,969	1,573,747
<i>Total Governmental Activities Program Revenues</i>	<u>23,297,028</u>	<u>23,098,418</u>	<u>25,183,983</u>

(continued)

CITY OF HAMILTON, OHIO

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

	<u>2014</u>
Expenses	
Governmental Activities:	
General Government	\$5,495,659
Security of Persons and Property	27,645,337
Leisure Time Activities	2,828,054
Community Environment	4,341,261
Basic Utility Services	6,088,052
Transportation	5,878,181
Public Health and Welfare Services	1,206,052
Interest and Fiscal Charges	992,213
<i>Total Governmental Activities Expenses</i>	<u>54,474,809</u>
Business-type Activities:	
Gas Utility	31,175,555
Electric Utility	64,245,951
Water Utility	13,741,329
Wastewater Utility	11,602,824
<i>Total Business-type Activities Expenses</i>	<u>120,765,659</u>
<i>Total Primary Government Expenses</i>	<u>\$175,240,468</u>
Program Revenues	
Governmental Activities:	
Charges for Services	
General Government	\$3,252,331
Security of Persons and Property	2,963,747
Leisure Time Activities	1,284,944
Community Environment	611,630
Basic Utility Services	5,933,181
Transportation	591,655
Public Health and Welfare Services	232,987
Interest and Fiscal Charges	0
Operating Grants and Contributions	5,925,099
Capital Grants and Contributions	1,973,789
<i>Total Governmental Activities Program Revenues</i>	<u>22,769,363</u>

(continued)

CITY OF HAMILTON, OHIO

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

	2005	2006	2007
Business-type Activities:			
Charges for Services			
Gas Utility	34,869,893	33,577,717	37,972,254
Electric Utility	61,111,870	58,694,775	62,927,311
Water Utility	15,891,265	13,735,240	15,828,437
Wastewater Utility	12,956,156	10,602,668	11,019,239
Operating Grants and Contributions	39,110	23,547	117,344
Capital Grants and Contributions	0	1,983,855	124,275
<i>Total Business-type Activities Program Revenues</i>	<u>124,868,294</u>	<u>118,617,802</u>	<u>127,988,860</u>
<i>Total Primary Government Program Revenues</i>	<u>148,924,788</u>	<u>141,408,883</u>	<u>151,031,513</u>
Net (Expense)/Revenue			
Governmental Activities	(37,240,360)	(37,275,947)	(39,898,434)
Business-type Activities	1,598,476	665,024	2,273,177
<i>Total Primary Government Net (Expense)/Revenue</i>	<u><u>(\$35,641,884)</u></u>	<u><u>(\$36,610,923)</u></u>	<u><u>(\$37,625,257)</u></u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Income Taxes	\$22,697,147	\$23,203,869	\$23,297,050
Property and Other Local Taxes	9,006,024	8,121,738	9,732,886
Intergovernmental, Unrestricted	4,039,317	4,359,527	3,999,620
Investment Earnings	592,057	659,587	783,876
Miscellaneous	1,591,410	3,208,403	1,717,147
Transfers	36,577	1,773,041	0
<i>Total Governmental Activities</i>	<u>37,962,532</u>	<u>41,326,165</u>	<u>39,530,579</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	0	0	0
Investment Earnings	1,872,202	2,655,494	3,273,372
Transfers	(36,577)	(1,773,041)	0
Special Items	0	0	0
<i>Total Business-type Activities</i>	<u>1,835,625</u>	<u>882,453</u>	<u>3,273,372</u>
<i>Total Primary Government</i>	<u><u>\$39,798,157</u></u>	<u><u>\$42,208,618</u></u>	<u><u>\$42,803,951</u></u>
Change in Net Position			
Governmental Activities	\$722,172	\$4,050,218	(\$367,855)
Business-type Activities	3,434,101	1,547,477	5,546,549
<i>Total Primary Government Change in Net Position</i>	<u><u>\$4,156,273</u></u>	<u><u>\$5,597,695</u></u>	<u><u>\$5,178,694</u></u>

(continued)

CITY OF HAMILTON, OHIO

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

	2008	2009	2010
Business-type Activities:			
Charges for Services			
Gas Utility	39,522,340	31,662,109	26,793,820
Electric Utility	65,136,558	61,177,918	64,552,173
Water Utility	14,266,483	14,231,316	14,815,360
Wastewater Utility	10,682,911	10,722,481	11,203,887
Operating Grants and Contributions	0	0	0
Capital Grants and Contributions	0	0	652,642
<i>Total Business-type Activities Program Revenues</i>	<u>129,608,292</u>	<u>117,793,824</u>	<u>118,017,882</u>
<i>Total Primary Government Program Revenues</i>	<u>154,349,806</u>	<u>139,410,813</u>	<u>142,455,148</u>
Net (Expense)/Revenue			
Governmental Activities	(40,097,718)	(36,869,370)	(35,929,568)
Business-type Activities	(2,422,796)	2,861,152	(965,408)
<i>Total Primary Government Net (Expense)/Revenue</i>	<u><u>(\$42,520,514)</u></u>	<u><u>(\$34,008,218)</u></u>	<u><u>(\$36,894,976)</u></u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Income Taxes	\$24,521,745	\$22,555,364	\$22,230,625
Property and Other Local Taxes	9,601,028	9,688,166	9,142,263
Intergovernmental, Unrestricted	4,764,901	4,827,624	5,674,578
Investment Earnings	678,248	143,617	100,931
Miscellaneous	1,382,720	1,846,956	1,184,131
Transfers	170,000	492,500	0
<i>Total Governmental Activities</i>	<u>41,118,642</u>	<u>39,554,227</u>	<u>38,332,528</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	0	40,816	25,222
Investment Earnings	2,305,537	602,636	392,067
Transfers	(170,000)	(492,500)	0
Special Items	0	0	3,888,044
<i>Total Business-type Activities</i>	<u>2,135,537</u>	<u>150,952</u>	<u>4,305,333</u>
<i>Total Primary Government</i>	<u>\$43,254,179</u>	<u>\$39,705,179</u>	<u>\$42,637,861</u>
Change in Net Position			
Governmental Activities	\$1,020,924	\$2,684,857	\$2,402,960
Business-type Activities	(287,259)	3,012,104	3,339,925
<i>Total Primary Government Change in Net Position</i>	<u><u>\$733,665</u></u>	<u><u>\$5,696,961</u></u>	<u><u>\$5,742,885</u></u>

(continued)

CITY OF HAMILTON, OHIO

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

	2011	2012	2013
Business-type Activities:			
Charges for Services			
Gas Utility	21,930,366	16,574,138	24,742,117
Electric Utility	63,327,834	62,172,965	60,346,033
Water Utility	14,948,140	14,749,579	14,656,538
Wastewater Utility	12,302,310	12,068,156	11,779,979
Operating Grants and Contributions	0	0	0
Capital Grants and Contributions	40,500	200,000	0
<i>Total Business-type Activities Program Revenues</i>	<u>112,549,150</u>	<u>105,764,838</u>	<u>111,524,667</u>
<i>Total Primary Government Program Revenues</i>	<u>135,846,178</u>	<u>128,863,256</u>	<u>136,708,650</u>
Net (Expense)/Revenue			
Governmental Activities	(36,032,933)	(35,355,246)	(31,550,152)
Business-type Activities	3,103,768	1,471,200	2,274,042
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$32,929,165)</u>	<u>(\$33,884,046)</u>	<u>(\$29,276,110)</u>
General Revenues and Other Changes in Net Position			
Governmental Activities:			
Income Taxes	\$21,912,270	\$21,259,474	\$22,310,512
Property and Other Local Taxes	9,024,254	8,969,655	8,961,444
Intergovernmental, Unrestricted	10,357,132	3,112,982	3,210,419
Investment Earnings	98,396	76,967	(69,511)
Miscellaneous	964,173	913,202	751,688
Transfers	0	(278,695)	0
<i>Total Governmental Activities</i>	<u>42,356,225</u>	<u>34,053,585</u>	<u>35,164,552</u>
Business-type Activities:			
Other Local Taxes (kWh Tax)	2,086	0	0
Investment Earnings	275,171	283,187	73,168
Transfers	0	278,695	0
Special Items	0	0	2,850,000
<i>Total Business-type Activities</i>	<u>277,257</u>	<u>561,882</u>	<u>2,923,168</u>
<i>Total Primary Government</i>	<u>\$42,633,482</u>	<u>\$34,615,467</u>	<u>\$38,087,720</u>
Change in Net Position			
Governmental Activities	\$6,323,292	(\$1,301,661)	\$3,614,400
Business-type Activities	3,381,025	2,033,082	5,197,210
<i>Total Primary Government Change in Net Position</i>	<u>\$9,704,317</u>	<u>\$731,421</u>	<u>\$8,811,610</u>

(continued)

CITY OF HAMILTON, OHIO

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

	2014
Business-type Activities:	
Charges for Services	
Gas Utility	29,369,479
Electric Utility	61,577,164
Water Utility	14,865,682
Wastewater Utility	12,037,408
Operating Grants and Contributions	0
Capital Grants and Contributions	713,516
<i>Total Business-type Activities Program Revenues</i>	118,563,249
<i>Total Primary Government Program Revenues</i>	141,332,612
Net (Expense)/Revenue	
Governmental Activities	(31,705,446)
Business-type Activities	(2,202,410)
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$33,907,856)
General Revenues and Other Changes in Net Position	
Governmental Activities:	
Income Taxes	\$23,354,264
Property and Other Local Taxes	8,709,596
Intergovernmental, Unrestricted	2,674,829
Investment Earnings	253,825
Miscellaneous	1,021,094
Transfers	0
<i>Total Governmental Activities</i>	36,013,608
Business-type Activities:	
Other Local Taxes (kWh Tax)	0
Investment Earnings	1,053,605
Transfers	0
Special Items	0
<i>Total Business-type Activities</i>	1,053,605
<i>Total Primary Government</i>	\$37,067,213
Change in Net Position	
Governmental Activities	\$4,308,162
Business-type Activities	(1,148,805)
<i>Total Primary Government Change in Net Position</i>	\$3,159,357

CITY OF HAMILTON, OHIO

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

	2005	2006	2007	2008
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	584,110	512,104	949,595	358,802
Unreserved	7,463,154	5,821,858	3,650,400	2,393,672
<i>Total General Fund</i>	<u>8,047,264</u>	<u>6,333,962</u>	<u>4,599,995</u>	<u>2,752,474</u>
All Other Governmental Funds				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	4,560,962	5,805,929	4,063,502	1,832,382
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,402,305	3,699,611	3,441,448	6,052,023
Debt Service Funds	0	462,379	413,719	545,256
Capital Projects Funds	(387,213)	(760,126)	(985,852)	(1,962,315)
<i>Total All Other Governmental Funds</i>	<u>5,576,054</u>	<u>9,207,793</u>	<u>6,932,817</u>	<u>6,467,346</u>
<i>Total Governmental Funds</i>	<u><u>\$13,623,318</u></u>	<u><u>\$15,541,755</u></u>	<u><u>\$11,532,812</u></u>	<u><u>\$9,219,820</u></u>

(continued)

Source: City Records

* Restated

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

CITY OF HAMILTON, OHIO

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

	2009	2010	2011	2012
General Fund				
Nonspendable	\$0	\$0	\$212,005	\$150,276
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	1,586,391	2,797,712
Unassigned	0	0	10,108,616	7,014,183
Reserved	320,800	647,346	0	0
Unreserved	2,234,918	4,604,450	0	0
<i>Total General Fund</i>	<u>2,555,718</u>	<u>5,251,796</u>	<u>11,907,012</u>	<u>9,962,171</u>
All Other Governmental Funds				
Nonspendable	\$0	\$0	\$134,858	\$120,806
Restricted	0	0	10,764,914	7,315,026
Committed	0	0	3,035,715	3,592,878
Assigned	0	0	2,659,700	3,078,130
Unassigned	0	0	(972,421)	(498,843)
Reserved	1,251,859	2,588,395	0	0
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	9,652,045	7,632,072	0	0
Debt Service Funds	519,843	639,917	0	0
Capital Projects Funds	4,592,911	4,738,598	0	0
<i>Total All Other Governmental Funds</i>	<u>16,016,658</u>	<u>15,598,982</u>	<u>15,622,766</u>	<u>13,607,997</u>
<i>Total Governmental Funds</i>	<u>\$18,572,376</u>	<u>\$20,850,778</u>	<u>\$27,529,778</u>	<u>\$23,570,168</u>

(continued)

CITY OF HAMILTON, OHIO

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

	*	
	2013	2014
General Fund		
Nonspendable	\$157,427	\$257,910
Restricted	0	0
Committed	0	0
Assigned	2,591,073	3,513,033
Unassigned	8,272,712	7,986,708
Reserved	0	0
Unreserved	0	0
<i>Total General Fund</i>	<u>11,021,212</u>	<u>11,757,651</u>
All Other Governmental Funds		
Nonspendable	\$128,399	\$173,681
Restricted	14,833,337	9,753,522
Committed	4,031,504	4,492,651
Assigned	2,240,056	3,386,345
Unassigned	(473,703)	(98,694)
Reserved	0	0
Unreserved, Undesignated, Reported in:		
Special Revenue Funds	0	0
Debt Service Funds	0	0
Capital Projects Funds	0	0
<i>Total All Other Governmental Funds</i>	<u>20,759,593</u>	<u>17,707,505</u>
<i>Total Governmental Funds</i>	<u><u>\$31,780,805</u></u>	<u><u>\$29,465,156</u></u>

CITY OF HAMILTON, OHIO

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

	2005	2006	2007	2008
Revenues:				
Taxes	\$30,698,503	\$31,875,087	\$32,477,358	\$33,726,071
Intergovernmental Revenues	12,670,971	10,862,027	12,114,525	13,577,781
Charges for Services	10,493,927	11,198,175	11,663,269	12,113,048
Licenses and Permits	1,669,710	1,616,785	1,617,944	928,440
Investment Earnings	592,606	1,029,667	1,207,785	678,248
Special Assessments	551,213	541,788	579,531	646,254
Fines and Forfeitures	1,309,135	1,308,179	1,169,628	1,101,672
All Other Revenue	1,917,975	2,942,798	1,417,602	1,336,575
Total Revenues	<u>59,904,040</u>	<u>61,374,506</u>	<u>62,247,642</u>	<u>64,108,089</u>
Expenditures:				
Current:				
General Government	7,858,380	8,675,905	7,374,610	7,448,102
Security of Persons and Property	28,348,718	29,379,866	30,438,704	32,092,050
Leisure Time Activities	2,492,608	2,414,964	2,792,748	2,369,005
Community Environment	4,186,858	4,343,714	5,089,993	4,185,051
Basic Utility Services	4,533,336	5,248,571	6,465,442	5,761,957
Transportation	4,038,465	3,527,957	3,443,964	2,900,974
Public Health and Welfare Services	2,366,475	1,796,070	2,020,528	1,755,859
Capital Outlay	5,900,827	2,965,518	6,522,370	6,392,174
Debt Service:				
Principal Retirement	1,857,000	1,862,000	1,885,000	1,997,000
Interest and Fiscal Charges	1,991,616	1,982,479	1,674,562	1,791,973
Total Expenditures	<u>63,574,283</u>	<u>62,197,044</u>	<u>67,707,921</u>	<u>66,694,145</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,670,243)	(822,538)	(5,460,279)	(2,586,056)

(continued)

CITY OF HAMILTON, OHIO

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

	2009	2010	2011	2012
Revenues:				
Taxes	\$32,187,244	\$31,926,401	\$30,848,001	\$30,240,129
Intergovernmental Revenues	13,171,624	15,353,253	19,480,722	10,997,434
Charges for Services	11,940,972	12,018,069	11,893,521	12,659,606
Licenses and Permits	900,996	1,026,594	857,177	981,700
Investment Earnings	143,617	100,931	98,396	76,967
Special Assessments	515,488	686,661	563,674	811,933
Fines and Forfeitures	1,080,015	1,017,725	1,066,910	1,130,278
All Other Revenue	2,041,280	1,226,936	964,173	913,202
Total Revenues	<u>61,981,236</u>	<u>63,356,570</u>	<u>65,772,574</u>	<u>57,811,249</u>
Expenditures:				
Current:				
General Government	5,628,443	3,965,793	5,089,992	6,121,906
Security of Persons and Property	31,100,200	31,574,695	30,807,813	30,141,708
Leisure Time Activities	2,059,769	2,202,403	1,662,185	1,973,297
Community Environment	4,114,757	5,013,534	2,754,638	3,315,185
Basic Utility Services	4,879,843	5,945,443	5,821,649	5,696,091
Transportation	2,650,327	3,336,713	3,924,752	3,762,769
Public Health and Welfare Services	1,356,162	1,219,842	1,115,975	1,035,886
Capital Outlay	2,084,004	4,383,743	6,762,309	5,461,124
Debt Service:				
Principal Retirement	2,045,000	2,425,000	2,485,000	2,695,000
Interest and Fiscal Charges	1,679,943	1,573,877	1,750,626	1,274,719
Total Expenditures	<u>57,598,448</u>	<u>61,641,043</u>	<u>62,174,939</u>	<u>61,477,685</u>
Excess (Deficiency) of Revenues Over Expenditures	4,382,788	1,715,527	3,597,635	(3,666,436)

(continued)

CITY OF HAMILTON, OHIO

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

	<u>2013</u>	<u>2014</u>
Revenues:		
Taxes	\$30,392,344	\$31,793,857
Intergovernmental Revenues	13,552,982	10,403,668
Charges for Services	12,367,803	12,274,857
Licenses and Permits	935,844	1,036,845
Investment Earnings	(59,847)	253,825
Special Assessments	668,686	626,396
Fines and Forfeitures	821,866	947,713
All Other Revenue	751,688	1,021,094
Total Revenues	<u>59,431,366</u>	<u>58,358,255</u>
Expenditures:		
Current:		
General Government	6,456,639	4,599,445
Security of Persons and Property	27,840,266	26,527,614
Leisure Time Activities	2,731,042	2,406,632
Community Environment	4,639,097	4,195,166
Basic Utility Services	5,621,039	5,847,541
Transportation	3,496,658	3,761,881
Public Health and Welfare Services	1,042,523	1,144,033
Capital Outlay	6,069,186	8,688,731
Debt Service:		
Principal Retirement	2,365,000	2,405,000
Interest and Fiscal Charges	1,187,163	1,134,543
Total Expenditures	<u>61,448,613</u>	<u>60,710,586</u>
Excess (Deficiency) of Revenues Over Expenditures	(2,017,247)	(2,352,331)

(continued)

CITY OF HAMILTON, OHIO

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

	2005	2006	2007	2008
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	218,000	365,000	0
Sale of Capital Assets	898,387	756,038	1,087,495	86,580
Loan Issuance	0	0	0	0
General Obligation Bonds and Notes Issued	245,000	0	0	0
Premium on General Obligation Bonds	0	0	0	0
Discount on General Obligation Bonds	0	0	0	0
Refunding General Obligation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	4,847,172	13,537,743	6,447,505	7,003,332
Transfers Out	(4,810,595)	(11,764,702)	(6,447,505)	(6,833,332)
Total Other Financing Sources (Uses)	<u>1,179,964</u>	<u>2,747,079</u>	<u>1,452,495</u>	<u>256,580</u>
Net Change in Fund Balance	<u>(\$2,490,279)</u>	<u>\$1,924,541</u>	<u>(\$4,007,784)</u>	<u>(\$2,329,476)</u>
Debt Service as a Percentage of Noncapital Expenditures	6.19%	6.53%	5.83%	6.04%

(continued)

CITY OF HAMILTON, OHIO

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

	2009	2010	2011	2012
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	0	0	0
Sale of Capital Assets	61,196	0	49,451	418
Loan Issuance	0	0	0	0
General Obligation Bonds and Notes Issued	4,920,000	0	2,535,000	0
Premium on General Obligation Bonds	142,501	0	1,709,955	0
Discount on General Obligation Bonds	(42,930)	0	0	0
Refunding General Obligation Bonds	2,235,000	0	18,360,000	0
Payment to Refunded Bond Escrow Agent	(2,257,022)	0	(19,621,590)	0
Transfers In	11,407,779	5,119,036	4,214,964	8,844,112
Transfers Out	(10,915,279)	(5,119,036)	(4,214,964)	(9,122,807)
Total Other Financing Sources (Uses)	<u>5,551,245</u>	<u>0</u>	<u>3,032,816</u>	<u>(278,277)</u>
Net Change in Fund Balance	<u>\$9,934,033</u>	<u>\$1,715,527</u>	<u>\$6,630,451</u>	<u>(\$3,944,713)</u>
Debt Service as a Percentage of Noncapital Expenditures	6.65%	6.81%	7.22%	6.91%

(continued)

CITY OF HAMILTON, OHIO

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

	<u>2013</u>	<u>2014</u>
Other Financing Sources (Uses):		
Long-Term Capital Related Debt Issued	0	0
Sale of Capital Assets	115,852	29,359
Loan Issuance	9,500,000	0
General Obligation Bonds and Notes Issued	0	0
Premium on General Obligation Bonds	0	0
Discount on General Obligation Bonds	0	0
Refunding General Obligation Bonds	0	0
Payment to Refunded Bond Escrow Agent	0	0
Transfers In	7,500,414	11,699,277
Transfers Out	<u>(7,500,414)</u>	<u>(11,699,277)</u>
Total Other Financing Sources (Uses)	<u>9,615,852</u>	<u>29,359</u>
Net Change in Fund Balance	<u>\$7,598,605</u>	<u>(\$2,322,972)</u>
Debt Service as a Percentage of Noncapital Expenditures	6.30%	6.59%

CITY OF HAMILTON, OHIO

*Assessed Valuations and Estimated
True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Real Property				
Assessed	\$807,728,570	\$880,671,170	\$894,319,760	\$903,465,830
Actual	2,307,795,914	2,516,203,343	2,555,199,314	2,581,330,943
Public Utility				
Assessed	12,942,330	11,724,950	7,410,550	3,167,600
Actual	12,942,330	11,724,950	7,410,550	3,167,600
Tangible Personal Property				
Assessed	73,731,244	72,654,723	50,884,160	38,617,646
Actual	294,924,976	387,491,856	407,073,280	617,882,336
Total				
Assessed	894,402,144	965,050,843	952,614,470	945,251,076
Actual	2,615,663,220	2,915,420,149	2,969,683,144	3,202,380,879
Assessed Value as a Percentage of Actual Value	34.19%	33.10%	32.08%	29.52%
Total Direct Tax Rate	\$7.16	\$7.16	\$7.16	\$7.16

Source: Butler County Auditor

(continued)

CITY OF HAMILTON, OHIO

*Assessed Valuations and Estimated
True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Real Property				
Assessed	\$950,210,110	\$900,434,690	\$889,863,130	\$822,899,950
Actual	2,714,886,029	2,572,670,543	2,542,466,086	2,351,142,714
Public Utility				
Assessed	2,719,800	2,461,240	5,891,190	5,798,610
Actual	2,719,800	2,461,240	5,891,190	5,798,610
Tangible Personal Property				
Assessed	0	0	0	0
Actual	0	0	0	0
Total				
Assessed	952,929,910	902,895,930	895,754,320	828,698,560
Actual	2,717,605,829	2,575,131,783	2,548,357,276	2,356,941,324
Assessed Value as a Percentage of Actual Value	35.07%	35.06%	35.15%	35.16%
Total Direct Tax Rate	\$7.16	\$7.16	\$6.81	\$6.81

(continued)

CITY OF HAMILTON, OHIO

*Assessed Valuations and Estimated
True Values of Taxable Property
(per \$1,000 of assessed value)
Last Ten Years*

Collection Year	<u>2013</u>	<u>2014</u>
Real Property		
Assessed	\$805,839,810	\$753,521,500
Actual	2,302,399,457	2,152,918,571
Public Utility		
Assessed	4,726,410	4,763,000
Actual	4,726,410	4,763,000
Tangible Personal Property		
Assessed	0	0
Actual	0	0
Total		
Assessed	810,566,220	758,284,500
Actual	2,307,125,867	2,157,681,571
Assessed Value as a Percentage of Actual Value	35.13%	35.14%
Total Direct Tax Rate	\$6.81	\$6.81

CITY OF HAMILTON, OHIO

*Property Tax Levies and Collections
Last Ten Calendar Years*

Calendar Year	2005	2006	2007	2008
Taxes Levied for the Calendar Year	\$6,200,701	\$6,590,009	\$6,498,408	\$6,446,810
Collected within the Calendar Year of the Levy				
Amount	5,737,754	5,877,718	5,885,931	5,964,533
Percent of Levy	92.53%	89.19%	90.57%	92.52%
Collections in Subsequent Years (1)	313,885	344,982	232,809	260,500
Total Collections to Date				
Amount	6,051,639	6,222,700	6,118,740	6,225,033
Percent of Levy	97.60%	94.43%	94.16%	96.56%

Source: County Auditor

- (1) The County does not identify delinquent tax collections by tax year. The City is currently working with the County to implement tax system changes to allow for the identification of delinquent tax collections by tax year.

(continued)

CITY OF HAMILTON, OHIO

*Property Tax Levies and Collections
Last Ten Calendar Years*

Calendar Year	2009	2010	2011	2012
Taxes Levied for the Calendar Year	\$6,582,443	\$6,159,369	\$5,808,362	\$5,459,714
Collected within the Calendar Year of the Levy				
Amount	6,341,037	5,755,139	5,449,604	5,152,127
Percent of Levy	96.33%	93.44%	93.82%	94.37%
Collections in Subsequent Years (1)	371,397	211,476	236,932	262,971
Total Collections to Date				
Amount	6,712,434	5,966,615	5,686,536	5,415,098
Percent of Levy	101.97%	96.87%	97.90%	99.18%

(continued)

CITY OF HAMILTON, OHIO

*Property Tax Levies and Collections
Last Ten Calendar Years*

Calendar Year	<u>2013</u>	<u>2014</u>
Taxes Levied for the Calendar Year	\$5,409,302	\$5,349,390
Collected within the Calendar Year of the Levy		
Amount	5,042,759	5,043,851
Percent of Levy	93.22%	94.29%
Collections in Subsequent Years (1)	231,531	258,114
Total Collections to Date		
Amount	5,274,290	5,301,965
Percent of Levy	97.50%	99.11%

CITY OF HAMILTON, OHIO

*Direct and Overlapping
Property Tax Rates
Last Ten Calendar Years*

	2005	2006	2007	2008	2009
Direct Rates					
General Fund	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.35	0.35	0.35	0.35	0.35
Police / Fire-EMS Levies	2.00	2.00	2.00	2.00	2.00
Total Direct Rate	7.16	7.16	7.16	7.16	7.16
Overlapping Rates					
Hamilton City School District	48.21	48.01	53.42	53.42	53.42
Butler County	8.74	9.44	10.95	10.45	10.45

Source: County Auditor

(1) - Levied by the City for the benefit of the Miami Conservancy District.
Beginning in 2011 this is no longer levied.

Note: Rates may only be raised by obtaining the approval of a majority
of the voters at a public election.

(continued)

CITY OF HAMILTON, OHIO

*Direct and Overlapping
Property Tax Rates
Last Ten Calendar Years*

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Direct Rates					
General Fund	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.35	0.00	0.00	0.00	0.00
Police / Fire-EMS Levies	2.00	2.00	2.00	2.00	2.00
Total Direct Rate	<u>7.16</u>	<u>6.81</u>	<u>6.81</u>	<u>6.81</u>	<u>6.81</u>
Overlapping Rates					
Hamilton City School District	53.42	53.42	53.42	53.61	55.61
Butler County	9.75	9.75	9.72	9.72	9.72

CITY OF HAMILTON, OHIO

*Principal Property Tax Payers
Current Year and Nine Years Ago*

Tax Payer	Nature of Business	2014	
		Assessed Value	Percentage of Total Assessed Value
Colonial Senior Services	Healthcare	\$5,145,910	0.68%
Shadow Creek Apartments	Real Estate	3,869,070	0.51%
AHP-Knollwood Crossing	Real Estate	3,770,670	0.50%
Duke Realty	Real Estate	3,654,420	0.48%
Tippmann Realty Partners	Real Estate	3,605,120	0.48%
Meijer Stores	Retail	3,272,510	0.43%
Pedcor Investments 2004	Investments	3,031,700	0.40%
Duke Energy	Utility	2,573,560	0.34%
SD Country Walk	Real Estate	2,502,860	0.33%
VCG-Hamilton Crossings	Real Estate	2,308,500	0.30%
	Sub-Total	33,734,320	4.45%
	All Others	724,550,180	95.55%
	Total	<u>\$758,284,500</u>	<u>100.00%</u>

Tax Payer	Nature of Business	2005	
		Assessed Value	Percentage of Total Assessed Value
Cincinnati Gas & Electric	Utility	\$9,556,520	1.07%
Tipman Realty PRT	Education	5,052,960	0.56%
Colonial Senior Services Inc	Healthcare	4,869,130	0.54%
Hamilton Crossing LLC	Retail	3,996,560	0.45%
Meijer Stores LTD PRT	Retail	3,850,000	0.43%
First National Bank	Finance	3,767,500	0.42%
Affordable Housing PRT Inc	Real Estate	3,452,880	0.39%
Pinecrest Holdings LLC	Real Estate	2,601,340	0.29%
Champion Crossings LLC	Real Estate	2,529,220	0.28%
Ohio Casualty	Insurance	2,425,810	0.27%
	Sub-Total	42,101,920	4.70%
	All Others	852,300,224	95.30%
	Total	<u>\$894,402,144</u>	<u>100.00%</u>

Source: County Auditor

CITY OF HAMILTON, OHIO

*Income Tax Collection Receipts by Fund
(Cash Basis of Accounting)
Last Ten Calendar Years*

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
General Fund (1)	\$17,218,512	\$17,702,447	\$18,240,349	\$18,623,279
Public Safety / Health Income Tax Fund (2)	2,798,598	2,882,087	2,971,408	3,034,120
Hamilton Capital Improvement Fund (3)	2,239,406	2,305,669	2,377,126	2,427,386
Total	<u>\$22,256,516</u>	<u>\$22,890,203</u>	<u>\$23,588,883</u>	<u>\$24,084,785</u>
 Income Tax Rate (4)	 2.00	 2.00	 2.00	 2.00

Source: City Records

- (1) - Equates to 1.55% of 2.00% total rate, or 77.50% of total
- (2) - Equates to 0.25% of 2.00% total rate, or 12.50% of total
- (3) - Equates to 0.20% of 2.00% total rate, or 10.00% of total
- (4) - Effective Dates c January 1, 1960 0.80%
- * - Voter Approved January 1, 1966 0.20%
- June 1, 1970* 0.50%
- June 1, 1984* 0.25%
- June 1, 1990* 0.25%
- Total Rate 2.00%

Note: Increases in the income tax rate requires voter approval.

(continued)

CITY OF HAMILTON, OHIO

*Income Tax Collection Receipts by Fund
(Cash Basis of Accounting)
Last Ten Calendar Years*

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
General Fund (1)	\$17,656,771	\$17,442,410	\$17,046,349	\$16,874,253
Public Safety / Health Income Tax Fund (2)	2,877,197	2,841,970	2,777,128	2,749,995
Hamilton Capital Improvement Fund (3)	<u>2,301,757</u>	<u>2,273,576</u>	<u>2,221,702</u>	<u>2,199,995</u>
Total	<u><u>\$22,835,725</u></u>	<u><u>\$22,557,956</u></u>	<u><u>\$22,045,179</u></u>	<u><u>\$21,824,243</u></u>
 Income Tax Rate (4)	 2.00	 2.00	 2.00	 2.00

(continued)

CITY OF HAMILTON, OHIO

*Income Tax Collection Receipts by Fund
(Cash Basis of Accounting)
Last Ten Calendar Years*

	<u>2013</u>	<u>2014</u>
General Fund (1)	\$17,464,829	\$17,840,205
Public Safety / Health Income Tax Fund (2)	2,844,699	2,897,290
Hamilton Capital Improvement Fund (3)	<u>2,275,758</u>	<u>2,317,831</u>
Total	<u>\$22,585,286</u>	<u>\$23,055,326</u>
Income Tax Rate (4)	2.00	2.00

CITY OF HAMILTON, OHIO

*Principal Income Tax Payers
Current Year and Nine Years Ago*

Employer	Nature of Business	2014 Rank
Butler County	Government	1
Hamilton City School District	Education	2
Kettering Medical Center Network	Healthcare	3
ThyssenKrupp Bilstein of America Inc.	Manufacturing	4
Miami University	Education	5
Valeo Climate Control	Manufacturing	6
Bethesda Hospital Inc.	Healthcare	7
GE Engine Services, Inc.	Manufacturing	8
Kroger LTD Partnership	Retail	9
CBS Personnel Services LLC	Personnel Services	10

Employer	Nature of Business	2005 Rank
Butler County	Government	1
Hamilton City School District	Education	2
City of Hamilton	Government	3
Fort Hamilton Hospital	Healthcare	4
Smart Papers, LLC	Manufacturing	5
Valeo Climate Control	Manufacturing	6
OHIO Casualty Company	Insurance	7
General Electric Engine Service Inc.	Manufacturing	8
First Financial Bank	Banking	9
Miami University	Education	10

Source: City Records

Note: Due to legal restrictions and confidentiality requirements, the City cannot disclose the amount of withholdings by taxpayer.

CITY OF HAMILTON, OHIO

*Ratios of Outstanding Debt By Type
Last Ten Years*

	2005	2006	2007	2008
Governmental Activities (1)				
General Obligation Bonds Payable	\$33,418,843	\$31,927,795	\$30,385,161	\$28,695,738
Special Revenue Notes Payable	4,650,000	3,075,000	2,540,000	1,930,000
Capital Projects Notes Payable	3,525,000	3,255,000	3,495,000	5,565,000
Special Assessments Notes Payable	500,000	525,000	400,000	103,000
Special Assessment Bonds Payable	2,576,000	2,447,000	2,492,000	2,205,000
Bank Qualified Loan	0	0	0	0
Business-type Activities (1)				
Water Revenue Bonds Payable	\$11,410,000	\$10,880,000	\$10,335,000	\$9,775,000
OWDA Loans	0	0	0	0
Line of Credit Payable	0	0	0	8,000,000
Gas Bonds Payable	11,755,000	10,755,000	9,730,000	8,675,000
Enterprise Notes Payable	19,650,000	17,910,000	21,720,000	33,075,000
Electric Revenue Bonds Payable	167,545,000	161,570,000	155,395,000	149,020,000
Wastewater Bonds Payable	23,630,000	22,660,000	21,660,000	20,630,000
Total Primary Government	\$278,659,843	\$265,004,795	\$258,152,161	\$267,673,738
Population (2)				
City of Hamilton	60,690	60,690	60,690	60,690
Outstanding Debt Per Capita	\$4,592	\$4,367	\$4,254	\$4,411
Income (3)				
Personal (in thousands) (a)	10,695,751	11,025,896	11,264,851	11,954,760
Percentage of Personal Income	2.61%	2.40%	2.29%	2.24%

Sources:

- (1) City Records
- (2) U.S. Bureau of Census, Population Division
- (3) U.S. Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available for the County,
Total Personal Income is presented for the County.

(continued)

CITY OF HAMILTON, OHIO

*Ratios of Outstanding Debt By Type
Last Ten Years*

	2009	2010	2011	2012
Governmental Activities (1)				
General Obligation Bonds Payable	\$31,964,738	\$29,828,806	\$30,426,579	\$28,115,485
Special Revenue Notes Payable	0	0	0	0
Capital Projects Notes Payable	0	0	0	0
Special Assessments Notes Payable	0	0	0	0
Special Assessment Bonds Payable	1,935,000	1,650,000	1,400,000	1,195,000
Bank Qualified Loan	0	0	0	0
Business-type Activities (1)				
Water Revenue Bonds Payable	\$26,321,193	\$25,623,614	\$24,810,415	\$24,706,460
OWDA Loans	0	431,837	416,213	400,077
Line of Credit Payable	0	0	0	0
Gas Bonds Payable	11,845,845	10,782,428	9,655,749	8,588,256
Enterprise Notes Payable	0	0	5,900,000	10,690,000
Electric Revenue Bonds Payable	169,384,333	163,238,287	156,835,006	153,774,110
Wastewater Bonds Payable	33,073,131	31,763,637	59,865,579	58,384,649
Total Primary Government	\$274,524,240	\$263,318,609	\$289,309,541	\$285,854,037
Population (2)				
City of Hamilton	60,690	62,477	62,795	62,295
Outstanding Debt Per Capita	\$4,523	\$4,215	\$4,607	\$4,589
Income (3)				
Personal (in thousands) (a)	11,533,094	12,975,478	13,652,278	14,375,201
Percentage of Personal Income	2.38%	2.03%	2.12%	1.99%

(continued)

CITY OF HAMILTON, OHIO

*Ratios of Outstanding Debt By Type
Last Ten Years*

	<u>2013</u>	<u>2014</u>
Governmental Activities (1)		
General Obligation Bonds Payable	\$25,701,350	\$23,258,690
Special Revenue Notes Payable	0	0
Capital Projects Notes Payable	0	0
Special Assessments Notes Payable	0	0
Special Assessment Bonds Payable	1,060,000	920,000
Bank Qualified Loan	9,500,000	9,500,000
Business-type Activities (1)		
Water Revenue Bonds Payable	\$23,655,911	\$22,574,819
OWDA Loans	383,412	366,201
Line of Credit Payable	0	0
Gas Bonds Payable	7,268,857	5,895,337
Enterprise Notes Payable	10,690,000	10,690,000
Electric Revenue Bonds Payable	146,129,261	137,642,002
Wastewater Bonds Payable	56,274,683	54,084,065
 Total Primary Government	 <u>\$280,663,474</u>	 <u>\$264,931,114</u>
 Population (2)		
City of Hamilton	62,477	62,258
Outstanding Debt Per Capita	\$4,492	\$4,255
 Income (3)		
Personal (in thousands) (a)	14,468,982	14,592,549
Percentage of Personal Income	1.94%	1.82%

CITY OF HAMILTON, OHIO

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2005	2006	2007	2008
Population (1)	60,690	60,690	60,690	60,690
Actual Value (in thousands) (2)	\$2,615,663	\$2,915,420	\$2,969,683	\$3,202,381
General Bonded Debt (3)				
General Obligation Bonds	\$33,418,843	\$31,927,795	\$30,385,161	\$28,695,738
Total General Bonded Debt	\$33,418,843	\$31,927,795	\$30,385,161	\$28,695,738
Resources Available to Pay Principal	\$0	\$0	\$0	\$0
Net General Bonded Debt	\$33,418,843	\$31,927,795	\$30,385,161	\$28,695,738
Ratio of Net Bonded Debt to Estimated Actual Value	1.28%	1.10%	1.02%	0.90%
Net Bonded Debt per Capita	\$550.65	\$526.08	\$500.66	\$472.82

Source:

- (1) U.S. Bureau of Census of Population
- (2) Butler County Auditor
- (3) Includes all general obligation bonded debt supported by property taxes.

(continued)

CITY OF HAMILTON, OHIO

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2009	2010	2011	2012
Population (1)	60,690	62,477	62,795	62,295
Actual Value (in thousands) (2)	\$2,717,606	\$2,575,132	\$2,548,357	\$2,356,941
General Bonded Debt (3)				
General Obligation Bonds	\$31,964,738	\$29,828,806	\$30,426,579	\$28,115,485
Total General Bonded Debt	\$31,964,738	\$29,828,806	\$30,426,579	\$28,115,485
Resources Available to Pay Principal	\$0	\$0	\$0	\$0
Net General Bonded Debt	\$31,964,738	\$29,828,806	\$30,426,579	\$28,115,485
Ratio of Net Bonded Debt to Estimated Actual Value	1.18%	1.16%	1.19%	1.19%
Net Bonded Debt per Capita	\$526.69	\$477.44	\$484.54	\$451.33

(continued)

CITY OF HAMILTON, OHIO

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2013	2014
Population (1)	62,477	62,258
Actual Value (in thousands) (2)	\$2,307,126	\$2,157,682
General Bonded Debt (3)		
General Obligation Bonds	\$25,701,350	\$23,258,690
Total General Bonded Debt	\$25,701,350	\$23,258,690
Resources Available to Pay Principal	\$0	\$0
Net General Bonded Debt	\$25,701,350	\$23,258,690
Ratio of Net Bonded Debt to Estimated Actual Value	1.11%	1.08%
Net Bonded Debt per Capita	\$411.37	\$373.59

CITY OF HAMILTON, OHIO

*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 Hamilton (1)</u>	<u>Amount Applicable to the City of Hamilton</u>
Direct:			
City of Hamilton	\$33,678,690	100.00%	\$33,678,690
Overlapping:			
Butler County	79,404,124	11.95%	9,488,793
Hamilton City School District	88,715,000	97.32%	86,337,438
Talawanda School District	48,264,463	5.58%	2,693,157
New Miami Local School District	1,647,574	0.40%	6,590
Ross Local School District	18,652,207	0.50%	<u>93,261</u>
		Subtotal	<u>98,619,239</u>
		Total	<u>\$132,297,929</u>

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the political subdivision.

Source: Ohio Auditor of State

CITY OF HAMILTON, OHIO

*Debt Limitations
Last Ten Years*

Collection Year	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$894,402,144	\$965,050,843	\$952,614,470	\$945,251,076
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	93,912,225	101,330,339	100,024,519	99,251,363
City Debt Outstanding (2)	41,248,235	37,957,621	36,146,281	35,764,744
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>41,248,235</u>	<u>37,957,621</u>	<u>36,146,281</u>	<u>35,764,744</u>
Overall Legal Debt Margin	<u><u>\$52,663,990</u></u>	<u><u>\$63,372,718</u></u>	<u><u>\$63,878,238</u></u>	<u><u>\$63,486,619</u></u>
Debt Margin as a Percentage of Debt Limit	56.08%	62.54%	63.86%	63.97%
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$894,402,144	\$965,050,843	\$952,614,470	\$945,251,076
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	49,192,118	53,077,796	52,393,796	51,988,809
City Debt Outstanding (2)	41,248,235	37,957,621	36,146,281	35,764,744
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>41,248,235</u>	<u>37,957,621</u>	<u>36,146,281</u>	<u>35,764,744</u>
Overall Legal Debt Margin	<u><u>\$7,943,883</u></u>	<u><u>\$15,120,175</u></u>	<u><u>\$16,247,515</u></u>	<u><u>\$16,224,065</u></u>

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

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only. Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: City Records

(continued)

CITY OF HAMILTON, OHIO

*Debt Limitations
Last Ten Years*

Collection Year	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
<u>Total Debt</u>				
Net Assessed Valuation	\$952,929,910	\$902,895,930	\$895,754,320	\$828,698,560
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	100,057,641	94,804,073	94,054,204	87,013,349
City Debt Outstanding (2)	31,440,157	29,180,083	28,170,011	25,925,097
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>31,440,157</u>	<u>29,180,083</u>	<u>28,170,011</u>	<u>25,925,097</u>
Overall Legal Debt Margin	<u><u>\$68,617,484</u></u>	<u><u>\$65,623,990</u></u>	<u><u>\$65,884,193</u></u>	<u><u>\$61,088,252</u></u>
 Debt Margin as a Percentage of Debt Limit	 68.58%	 69.22%	 70.05%	 70.21%
<u>Unvoted Debt</u>				
Net Assessed Valuation	\$952,929,910	\$902,895,930	\$895,754,320	\$828,698,560
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	52,411,145	49,659,276	49,266,488	45,578,421
City Debt Outstanding (2)	31,440,157	29,180,083	28,170,011	25,925,097
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>31,440,157</u>	<u>29,180,083</u>	<u>28,170,011</u>	<u>25,925,097</u>
Overall Legal Debt Margin	<u><u>\$20,970,988</u></u>	<u><u>\$20,479,193</u></u>	<u><u>\$21,096,477</u></u>	<u><u>\$19,653,324</u></u>

(continued)

CITY OF HAMILTON, OHIO

*Debt Limitations
Last Ten Years*

Collection Year	<u>2013</u>	<u>2014</u>
<u>Total Debt</u>		
Net Assessed Valuation	\$810,566,220	\$758,284,500
Legal Debt Limitation (%) (1)	10.50%	10.50%
Legal Debt Limitation (\$) (1)	85,109,453	79,619,873
City Debt Outstanding (2)	23,875,438	21,739,256
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>23,875,438</u>	<u>21,739,256</u>
Overall Legal Debt Margin	<u>\$61,234,015</u>	<u>\$57,880,617</u>
Debt Margin as a Percentage of Debt Limit	71.95%	72.70%
<u>Unvoted Debt</u>		
Net Assessed Valuation	\$810,566,220	\$758,284,500
Legal Debt Limitation (%) (1)	5.50%	5.50%
Legal Debt Limitation (\$) (1)	44,581,142	41,705,648
City Debt Outstanding (2)	23,875,438	21,739,256
Less: Applicable Debt Service Fund Amounts	<u>0</u>	<u>0</u>
Net Indebtedness Subject to Limitation (2)	<u>23,875,438</u>	<u>21,739,256</u>
Overall Legal Debt Margin	<u>\$20,705,704</u>	<u>\$19,966,392</u>

CITY OF HAMILTON, OHIO

*Pledged Revenue Coverage
Last Ten Years*

	2005	2006	2007	2008
Water System Revenue Bonds				
Gross Revenues (1)	\$14,477,037	\$14,980,733	\$15,618,225	\$14,753,151
Direct Operating Expenses (2)	9,942,278	11,035,787	11,278,031	11,625,041
Net Revenue Available for Debt Service	4,534,759	3,944,946	4,340,194	3,128,110
Annual Debt Service Requirement	1,006,914	1,005,474	1,007,224	1,006,964
Coverage (3)	4.50	3.92	4.31	3.11
Wastewater System Revenue Bonds				
Gross Revenues (1)	\$12,943,233	\$10,784,184	\$11,086,222	\$11,151,093
Direct Operating Expenses (2)	7,372,609	7,373,360	7,838,546	8,252,037
Net Revenue Available for Debt Service	5,570,624	3,410,824	3,247,676	2,899,056
Annual Debt Service Requirement	2,056,197	2,058,590	2,059,490	2,059,490
Coverage (3)	2.71	1.66	1.58	1.41
Gas System Revenue Bonds				
Gross Revenues (1)	\$33,967,409	\$40,216,803	\$38,699,384	\$39,980,359
Direct Operating Expenses (2)	32,111,986	32,442,221	32,703,906	35,686,059
Net Revenue Available for Debt Service	1,855,423	7,774,582	5,995,478	4,294,300
Annual Debt Service Requirement	1,489,113	1,490,012	1,492,513	1,491,762
Coverage (3)	1.25	5.22	4.02	2.88
Electric System Revenue Bonds				
Gross Revenues (1)	\$59,628,880	\$59,863,468	\$63,779,353	\$66,029,226
Direct Operating Expenses (2)	41,916,192	39,719,528	46,588,939	48,905,823
Net Revenue Available for Debt Service	17,712,688	20,143,940	17,190,414	17,123,403
Annual Debt Service Requirement	9,034,766	13,007,773	13,037,485	13,046,060
Coverage (3)	1.96	1.55	1.32	1.31
Special Assessment Bonds				
Special Assessment Collections	\$529,781	\$378,938	\$434,437	\$562,053
Debt Service				
Principal	392,000	347,000	320,000	287,000
Interest	124,994	121,859	121,101	127,757
Coverage	1.02	0.81	0.98	1.36

- (1) Gross revenues include operating revenues plus interest income.
(2) Direct operating expenses include operating expenses less depreciation.
(3) Coverage ratios based on GAAP basis figures. Under the terms of the revenue bond indentures, coverage ratios are calculated using Non-GAAP basis figures. Coverage requirements have been met under the terms of the bond indentures.

(continued)

Source: City Records

CITY OF HAMILTON, OHIO

*Pledged Revenue Coverage
Last Ten Years*

	2009	2010	2011	2012
Water System Revenue Bonds				
Gross Revenues (1)	\$14,365,405	\$14,930,142	\$15,000,714	\$14,798,053
Direct Operating Expenses (2)	11,794,753	12,158,069	10,795,637	10,868,974
Net Revenue Available for Debt Service	2,570,652	2,772,073	4,205,077	3,929,079
Annual Debt Service Requirement	1,009,324	2,337,494	2,321,067	2,322,567
Coverage (3)	2.55	1.19	1.81	1.69
Wastewater System Revenue Bonds				
Gross Revenues (1)	\$10,835,332	\$11,272,546	\$12,368,786	\$12,181,654
Direct Operating Expenses (2)	8,150,313	7,792,762	7,355,594	6,988,504
Net Revenue Available for Debt Service	2,685,019	3,479,784	5,013,192	5,193,150
Annual Debt Service Requirement	2,056,015	3,114,006	3,092,977	4,853,775
Coverage (3)	1.31	1.12	1.62	1.07
Gas System Revenue Bonds				
Gross Revenues (1)	\$31,795,459	\$26,867,128	\$21,974,462	\$16,611,781
Direct Operating Expenses (2)	27,095,082	23,092,861	19,230,178	14,435,127
Net Revenue Available for Debt Service	4,700,377	3,774,267	2,744,284	2,176,654
Annual Debt Service Requirement	1,490,112	1,693,780	1,674,487	1,670,737
Coverage (3)	3.15	2.23	1.64	1.30
Electric System Revenue Bonds				
Gross Revenues (1)	\$61,400,264	\$66,365,469	\$63,439,859	\$62,256,537
Direct Operating Expenses (2)	39,290,578	47,654,945	42,406,513	41,468,644
Net Revenue Available for Debt Service	22,109,686	18,710,524	21,033,346	20,787,893
Annual Debt Service Requirement	13,052,060	14,836,139	14,713,079	14,874,641
Coverage (3)	1.69	1.26	1.43	1.40
Special Assessment Bonds				
Special Assessment Collections	\$343,711	\$511,216	\$512,509	\$465,240
Debt Service				
Principal	270,000	285,000	250,000	205,000
Interest	111,863	99,996	87,383	75,698
Coverage	0.90	1.33	1.52	1.66

(continued)

CITY OF HAMILTON, OHIO

*Pledged Revenue Coverage
Last Ten Years*

	2013	2014
Water System Revenue Bonds		
Gross Revenues (1)	\$14,656,915	\$14,965,626
Direct Operating Expenses (2)	10,505,666	9,477,829
Net Revenue Available for Debt Service	4,151,249	5,487,797
Annual Debt Service Requirement	2,320,492	2,314,717
Coverage (3)	1.79	2.37
Wastewater System Revenue Bonds		
Gross Revenues (1)	\$14,684,679	\$12,375,483
Direct Operating Expenses (2)	7,068,795	6,582,215
Net Revenue Available for Debt Service	7,615,884	5,793,268
Annual Debt Service Requirement	4,901,071	4,852,095
Coverage (3)	1.55	1.19
Gas System Revenue Bonds		
Gross Revenues (1)	\$24,746,065	\$29,488,952
Direct Operating Expenses (2)	22,596,575	28,900,507
Net Revenue Available for Debt Service	2,149,490	588,445
Annual Debt Service Requirement	1,669,237	1,669,738
Coverage (3)	1.29	0.35
Electric System Revenue Bonds		
Gross Revenues (1)	\$60,360,176	\$62,073,277
Direct Operating Expenses (2)	42,282,539	48,620,592
Net Revenue Available for Debt Service	18,077,637	13,452,685
Annual Debt Service Requirement	14,837,797	15,373,471
Coverage (3)	1.22	0.88
Special Assessment Bonds		
Special Assessment Collections	\$499,689	\$484,900
Debt Service		
Principal	135,000	140,000
Interest	65,498	58,523
Coverage	2.49	2.44

CITY OF HAMILTON, OHIO

Demographic and Economic Statistics Last Ten Years

Calendar Year	2005	2006	2007	2008
Population (1)				
City of Hamilton	60,690	60,690	60,690	60,690
Butler County	332,807	332,807	332,807	332,807
Income (2) (a)				
Total Personal (in thousands)	10,695,751	11,025,896	11,264,851	11,954,760
Per Capita	32,138	33,130	33,848	35,921
Unemployment Rate (3)				
Federal	5.8%	6.0%	5.5%	5.8%
State	5.7%	6.1%	6.0%	6.6%
Butler County	5.4%	5.6%	5.1%	5.9%
Civilian Work Force Estimates (3)				
State	5,915,000	5,875,300	5,900,400	5,986,400
Butler County	185,300	189,700	190,800	191,700

Sources:

- (1) US Bureau of Census of Population
- (2) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available for the County. Total Personal Income is presented for the County. US Department of Commerce, Bureau of Economic Analysis information is only available through 2013, for the presentation of 2013 and 2014 statistics, the City is using the latest information available.
- (3) State Department of Labor Statistics

(continued)

CITY OF HAMILTON, OHIO

*Demographic and Economic Statistics
Last Ten Years*

Calendar Year	2009	2010	2011	2012
Population (1)				
City of Hamilton	60,690	62,477	62,795	62,295
Butler County	332,807	368,130	373,115	369,999
Income (2) (a)				
Total Personal (in thousands)	11,533,094	12,975,478	13,652,278	14,375,201
Per Capita	34,654	35,247	36,590	38,852
Unemployment Rate (3)				
Federal	10.0%	9.6%	8.9%	8.1%
State	10.8%	10.1%	8.6%	7.2%
Butler County	9.9%	9.6%	8.6%	7.1%
Civilian Work Force Estimates (3)				
State	5,970,200	5,897,600	5,806,000	5,748,000
Butler County	191,700	188,200	191,300	189,600

(continued)

CITY OF HAMILTON, OHIO

*Demographic and Economic Statistics
Last Ten Years*

Calendar Year	2013	2014
Population (1)		
City of Hamilton	62,477	62,258
Butler County	368,130	371,272
Income (2) (a)		
Total Personal (in thousands)	14,468,982	14,592,549
Per Capita	39,304	39,304
Unemployment Rate (3)		
Federal	7.4%	6.2%
State	7.4%	5.6%
Butler County	6.9%	4.9%
Civilian Work Force Estimates (3)		
State	5,766,000	5,737,000
Butler County	190,500	191,100

CITY OF HAMILTON, OHIO

*Principal Employers
Current Year and Nine Years Ago*

		2014	
Employer	Nature of Business	Number of Employees	Rank
Butler County	Government	1,750	1
Hamilton City School District	Education	1,095	2
Fort Hamilton Hospital	Health Care	1,020	3
Community First Solutions	Health Care	650	4
City of Hamilton	Government	640	5
Miami University - Hamilton	Education	435	6
ThyssenKrupp Bilstein of America	Manufacturing	390	7
Meijer	Retail	325	8
The Kroger Company	Retail	250	9
Bethesda Butler Hospital	Health Care	245	10
Total		<u>6,800</u>	
Total Employment within the City (1)		<u>N/A</u>	

		2005	
Employer	Nature of Business	Number of Employees	Rank
Fort Hamilton Hospital	Healthcare	1,250	1
Hamilton City School District	Education	1,250	2
Butler County	Government	900	3
City of Hamilton	Government	709	4
Smart Papers, LLC	Manufacturing	500	5
Valeo Climate Control	Manufacturing	451	6
Ohio Casualty Group	Insurance	400	7
Meijer, Inc.	Retail	325	8
The Kroger Co.	Groceries	250	9
General Electric	Distribution/Repair	240	10
Total		<u>6,275</u>	
Total Employment within the City (1)		<u>N/A</u>	

(1) - Total employment within the City is not available.

Source: City Records

CITY OF HAMILTON, OHIO

*Full Time Equivalent Employees by Function
Last Nine Years*

	2006	2007	2008	2009	2010
Governmental Activities					
General Government					
City Administration	25.00	34.00	28.00	21.00	21.00
Engineering	24.00	20.00	18.00	17.00	17.00
Municipal Court	30.00	28.00	27.00	28.00	28.00
Information Technology	17.00	18.00	15.00	10.00	10.00
Finance	39.00	43.00	37.00	35.00	32.00
Security of Persons and Property					
Police	159.00	174.00	167.00	147.00	147.00
Fire	113.00	116.00	108.00	107.00	105.00
Public Health and Welfare Services					
Health	20.00	21.00	16.00	15.00	14.00
Leisure Time Activities					
Parks and Recreation	27.00	27.00	27.00	22.00	13.00
Community Environment					
Planning and Zoning	22.00	23.00	23.00	25.00	23.00
Transportation					
Street	49.00	47.00	48.00	52.00	50.00
Business-Type Activities					
Utilities					
Gas	17.00	17.00	22.00	24.00	24.00
Electric	113.00	111.00	118.00	110.00	109.00
Water	35.00	32.00	32.00	34.00	33.00
Wastewater	26.00	28.00	24.00	23.00	23.00
Utility Customer Service	30.00	30.00	28.00	29.00	28.00
<i>Total Employees</i>	<u>746.00</u>	<u>769.00</u>	<u>738.00</u>	<u>699.00</u>	<u>677.00</u>

Method: 1.00 for each full-time, 0.50 for each part-time and
0.25 for each seasonal employee

Source: City Records

Information is not available in this format for years prior to 2006

(continued)

CITY OF HAMILTON, OHIO

*Full Time Equivalent Employees by Function
Last Nine Years*

	2011	2012	2013	2014
Governmental Activities				
General Government				
City Administration	22.00	21.50	23.00	23.75
Engineering	12.50	9.00	6.00	7.00
Municipal Court	32.00	31.50	30.75	27.50
Information Technology	9.00	7.00	6.00	6.00
Finance	36.00	36.00	34.50	33.25
Security of Persons and Property				
Police	141.00	136.00	121.75	118.00
Fire	110.00	107.00	95.00	97.00
Public Health and Welfare Services				
Health	11.25	10.50	11.50	13.25
Leisure Time Activities				
Parks and Recreation	17.50	18.00	17.50	17.75
Community Environment				
Planning and Zoning	16.00	15.00	15.00	15.00
Transportation				
Street	55.00	57.00	60.00	60.00
Business-Type Activities				
Utilities				
Gas	31.00	29.00	30.00	28.00
Electric	114.00	105.00	105.00	111.50
Water	32.00	32.00	30.00	25.00
Wastewater	16.00	19.00	16.00	14.00
Utility Customer Service	23.00	26.00	25.00	17.00
<i>Total Employees</i>	<u>678.25</u>	<u>659.50</u>	<u>627.00</u>	<u>614.00</u>

CITY OF HAMILTON, OHIO

Operating Indicators by Function Last Ten Years

	2005	2006	2007	2008
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	306	387	239	234
Building Permits Issued - Commercial	341	355	251	427
Security of Persons and Property				
Police				
Misdemeanor Arrests	7,831	8,400	7,534	6,778
Felony Arrests	1,474	1,621	2,302	942
Traffic Citations Issued	15,232	14,335	6,418	7,050
Parking Tickets Written	1,766	1,231	767	1,157
Fire / Emergency Medical Services				
Number of Calls Answered	10,347	10,523	10,687	11,870
Number of Inspections	2,132	2,157	2,203	596
Number of Emergency Medical Calls	8,299	8,292	8,536	8,836
Transportation				
Street				
Street Resurfacing (Center Line miles)	1.20	4.60	2.14	4.68
Parking				
Parking Levels	6.50	6.50	6.50	6.50
Parking Spaces	752	752	752	752
Average Daily Cars Parked	604	575	560	550
Parking / Meters - On Street and Lots	972	892	836	836
Public Works				
Refuse Collection				
Refuse Collected (tons)	26,779	27,638	25,387	25,807
Recyclables Collected (tons)	1,815	1,683	1,547	1,587
Leisure Time Activities				
Parks and Recreation				
Athletic Field Permits Issued	N/A	55	61	128
Public Health and Welfare Services				
Health Care				
Number of Patient Beds	157	282	318	288

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2009	2010	2011	2012
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	434	270	189	292
Building Permits Issued - Commercial	371	355	300	331
Security of Persons and Property				
Police				
Misdemeanor Arrests	8,774	7,740	6,589	3,832
Felony Arrests	2,041	1,516	1,587	1,371
Traffic Citations Issued	6,273	6,208	6,418	4,903
Parking Tickets Written	766	873	3,721	2,923
Fire / Emergency Medical Services				
Number of Calls Answered	11,326	11,386	11,733	12,091
Number of Inspections	2,156	1,145	2,159	637
Number of Emergency Medical Calls	8,691	9,008	9,121	9,471
Transportation				
Street				
Street Resurfacing (Center Line miles)	3.57	11.86	17.97	3.20
Parking				
Parking Levels	6.50	6.50	6.50	6.50
Parking Spaces	751	754	754	754
Average Daily Cars Parked	412	646	457	423
Parking / Meters - On Street and Lots	836	836	836	818
Public Works				
Refuse Collection				
Refuse Collected (tons)	26,493	25,988	25,823	23,149
Recyclables Collected (tons)	1,842	2,149	2,023	2,534
Leisure Time Activities				
Parks and Recreation				
Athletic Field Permits Issued	94	92	60	65
Public Health and Welfare Services				
Health Care				
Number of Patient Beds	320	274	320	320

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2013	2014
Governmental Activities		
General Government		
Licenses and Permits		
Building Permits Issued - Residential	299	354
Building Permits Issued - Commercial	340	282
Security of Persons and Property		
Police		
Misdemeanor Arrests	3,159	6,237
Felony Arrests	1,519	773
Traffic Citations Issued	4,315	4,253
Parking Tickets Written	2,710	2,437
Fire / Emergency Medical Services		
Number of Calls Answered	11,657	12,157
Number of Inspections	295	520
Number of Emergency Medical Calls	9,239	9,700
Transportation		
Street		
Street Resurfacing (Center Line miles)	3.49	1.82
Parking		
Parking Levels	5.00	5.00
Parking Spaces	550	550
Average Daily Cars Parked	N/A	N/A
Parking / Meters - On Street and Lots	753	656
Public Works		
Refuse Collection		
Refuse Collected (tons)	23,227	23,232
Recyclables Collected (tons)	2,728	2,697
Leisure Time Activities		
Parks and Recreation		
Athletic Field Permits Issued	75	132
Public Health and Welfare Services		
Health Care		
Number of Patient Beds	274	209

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2005	2006	2007	2008
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	9,854	9,237	9,114	9,176
Peak Daily Consumption (100 cubic feet)	26,114	24,325	29,992	29,415
Electric				
Peak Demand (MW)	166.0	157.0	165.0	148.0
Energy Requirement (MWh)	706,381	638,652	664,687	658,776
Total System Sales (MWh)	613,772	585,791	630,596	623,351
Total Residential Customers	25,253	25,974	26,398	26,481
Total Commercial Customers	3,025	3,060	3,019	3,000
Water				
New Service Connections	N/A	9	122	52
Water Main Breaks	N/A	57	88	94
Average Daily Consumption (thousands of gallons)	19,159	19,757	21,256	18,053
Peak Daily Consumption (thousands of gallons)	28,653	32,266	35,197	22,723
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	15.3	16.4	16.2	16.2

Source: City Records

N/A = Information Not Available

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	2009	2010	2011	2012
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	8,694	9,088	8,808	6,823
Peak Daily Consumption (100 cubic feet)	33,457	26,487	27,425	23,042
Electric				
Peak Demand (MW)	146.0	159.0	159.0	152.0
Energy Requirement (MWh)	626,161	663,099	651,892	613,645
Total System Sales (MWh)	592,956	636,557	618,083	583,773
Total Residential Customers	26,345	26,177	26,085	26,052
Total Commercial Customers	2,905	2,954	2,952	2,926
Water				
New Service Connections	8	10	4	18
Water Main Breaks	71	93	87	77
Average Daily Consumption (thousands of gallons)	16,957	17,853	17,644	16,322
Peak Daily Consumption (thousands of gallons)	22,755	22,537	25,545	21,495
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	12.5	13.4	14.2	8.6

(continued)

CITY OF HAMILTON, OHIO

*Operating Indicators by Function
Last Ten Years*

	<u>2013</u>	<u>2014</u>
Business-Type Activities		
Gas		
Average Daily Consumption (100 cubic feet)	9,969	10,243
Peak Daily Consumption (100 cubic feet)	27,136	33,759
Electric		
Peak Demand (MW)	140.0	133.0
Energy Requirement (MWh)	619,273	613,779
Total System Sales (MWh)	566,426	594,699
Total Residential Customers	26,099	26,127
Total Commercial Customers	2,922	2,915
Water		
New Service Connections	25	23
Water Main Breaks	117	83
Average Daily Consumption (thousands of gallons)	15,458	14,490
Peak Daily Consumption (thousands of gallons)	20,323	18,204
Wastewater		
Average Daily Sewage Treatment (millions of gallons)	8.4	8.9

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2005	2006	2007	2008
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.56	21.56	21.56	21.57
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	40	40	39	44
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	213.40	215.90	216.00	216.20
Street Lights	9,000	9,000	6,966	6,978
Traffic Signals	97	97	98	98
Parking				
Off street Parking Garages	2	2	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	56	55	55	52
Park Area (acres)	1,320	1,300	1,300	1,300
Playgrounds	N/A	25	25	24
Ball Fields				
Lighted	9	9	9	9
Unlighted	34	34	34	34
Tennis Courts				
Lighted	2	2	2	2
Unlighted	6	6	6	6
Swimming Pools	5	5	3	1
Golf Courses	2	2	2	2
Skateboard Park	1	1	1	1
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	1	2	2	2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2009	2010	2011	2012
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.62	21.62	21.68	21.68
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	44	44	44	40
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	216.20	254.21	254.21	254.21
Street Lights	6,963	6,986	6,996	7,011
Traffic Signals	98	98	98	96
Parking				
Off street Parking Garages	2	2	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	52	52	52	52
Park Area (acres)	1,300	1,300	1,300	1,300
Playgrounds	24	24	24	24
Ball Fields				
Lighted	9	9	9	9
Unlighted	34	34	34	34
Tennis Courts				
Lighted	2	2	2	2
Unlighted	6	6	6	6
Swimming Pools	1	1	1	1
Golf Courses	2	2	2	2
Skateboard Park	1	1	1	1
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	2	2	2	2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2013	2014
Governmental Activities		
General Government		
Public Land and Buildings		
Land (Square Miles)	21.68	21.68
Security of Persons and Property		
Police		
Stations	1	1
Patrol Cruisers	40	40
Fire / Emergency Medical Services		
Stations	5	5
Transportation		
Street		
Streets (lane miles)	254.21	254.21
Street Lights	7,028	7,029
Traffic Signals	96	95
Parking		
Off street Parking Garages	1	1
Leisure Time Activities		
Parks and Recreation		
Parks	54	54
Park Area (acres)	1,308	1,308
Playgrounds	24	24
Ball Fields		
Lighted	9	9
Unlighted	34	34
Tennis Courts		
Lighted	2	2
Unlighted	6	6
Swimming Pools	1	1
Golf Courses	2	2
Skateboard Park	1	1
Community Environment		
Libraries	1	1
Public Health and Welfare		
Hospitals	2	2

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2005	2006	2007	2008
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	46	46	46	46
Waterlines (Miles)	264.3	267.3	267.4	267.4
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	32	32	32	32
Sanitary Sewerlines (Miles)	233.0	236.3	236.4	236.8
Storm Drains (Miles)	155.2	157.1	158.3	158.5

Source: City Records

(continued)

CITY OF HAMILTON, OHIO

*Capital Asset Statistics by Function
Last Ten Years*

	2009	2010	2011	2012
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	46	46	46	46
Waterlines (Miles)	267.4	340.0	340.0	340.0
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	32	32	32	32
Sanitary Sewerlines (Miles)	236.8	253.0	253.0	253.0
Storm Drains (Miles)	158.5	188.2	188.2	188.2

(continued)

CITY OF HAMILTON, OHIO

Capital Asset Statistics by Function
Last Ten Years

	<u>2013</u>	<u>2014</u>
Business-Type Activities		
Utilities		
Water		
Purification Plants	2	2
Maximum Capacity (millions of gallons)	46	46
Waterlines (Miles)	345.0	340.1
Wastewater		
Treatment Plants	1	1
Maximum Capacity (millions of gallons)	32	32
Sanitary Sewerlines (Miles)	253.0	253.0
Storm Drains (Miles)	188.2	188.2





Dave Yost • Auditor of State

CITY OF HAMILTON

BUTLER COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 25, 2015**