Comprehensive Annual Financial Report

Hamilton, Ohio

For Year Ended December 31, 2008

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2008

Prepared by:
Department of Finance

William E. Moller
Director of Finance

Ana Ramanathan
Chief Finance Manager

TABLE OF CONTENTS

CITY OF HAMILTON
BUTLER COUNTY, OHIO

I INTRODUCTORY SECTION

A Letter of Transmittal v
B List of Principal Officials xi
C City Organizational Chart xii
D Certificate of Achievement for Excellence in Financial Reporting xiii

II FINANCIAL SECTION

A Independent Auditors' Report 1
B Management's Discussion and Analysis 3
C Basic Financial Statements:
Government-wide Financial Statements:
Statement of Net Assets 12
Statement of Activities 14
Fund Financial Statements:
Governmental Funds:
Balance Sheet 16
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities 17
Statement of Revenues, Expenditures and Changes in Fund Balances 18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities 19
Statement of Revenues, Expenditures and Changes in Fund Balance (Budget and Actual):
General Fund 21
Proprietary Funds:
Statement of Net Assets 22
Statement of Revenues, Expenses and Changes in Fund Net Assets 26
Statement of Cash Flows 28
Fiduciary Funds:
Statement of Assets and Liabilities 32
Notes to the Basic Financial Statements 33

D Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Financial Statements:

Combining Balance Sheet....84

Combining Statement of Revenues, Expenditures and Changes in Fund Balances....85

Combining Balance Sheet – Nonmajor Special Revenue Funds....86

Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds....92

Combining Balance Sheet – Nonmajor Capital Projects Funds....98

Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds....100

Individual Schedules of Revenues, Expenditures and Changes in Fund Balance (Budget and Actual):

Major Governmental Funds:

General Fund....102

Nonmajor Governmental Funds:

Special Revenue Funds:

One Renaissance Center Fund....109
Federal Emergency Management Grant Fund....110
Municipal Court Improvement Fund....111
Public Safety / Health Income Tax Fund....112
Municipal Income Tax TIF Aggregation / Verification Fund....113
Brownfield Improvement Fund....114
Weed and Seed Grant Fund....115
Dispute Resolution Proceeds Fund....116
Safety Services Fund....117
Police Pension Fund....118
Police Levy Fund....119
Firemen's Pension Fund....120
Emergency Medical Services Grant Fund....121
Fire EMS Levy Fund....122
Technology Initiative Fund....123
Public Health Care Services Fund....124

Special Revenue Funds (Continued):
Street and Parks Beautification Fund 125
Stormwater Management Fund 126
Refuse Fund.....127
Street Maintenance Fund.....128
Miami Conservancy Fund 129
Home Program Fund 130
Parking Fund 131
Golf Course Fund 132
Community Development Block Grant Fund.....133

Debt Service Fund:
Debt Service Fund 134

Capital Projects Funds:
Hamilton Capital Improvement Fund.....135
Capital Projects Fund 136
Special Assessment Fund 137
Municipal Improvement Tax Increment Equivalent (MITIE) Fund.....138
Hamilton Enterprise Park Fund 139
Central Business District Streetscape Improvements Fund.....140
Issue II Projects Fund 141
Clean Ohio Grants Program Fund 142
Infrastructure Program Fund 143

Permanent Fund:
Benninghoffen Trust Fund 144

Internal Service Funds:
Combining Statement of Net Assets.....146
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets 147
Combining Statement of Cash Flows 148

Fiduciary Funds – Agency Fund:
Combining Statement of Changes in Assets and Liabilities 151

III STATISTICAL SECTION

Net Assets by Component - Last Seven Years ..... S 2
Changes in Net Assets - Last Seven Years ..... S 4
Fund Balances, Governmental Funds - Last Ten Years ..... S 8
Changes in Fund Balances, Governmental Funds - Last Ten Years ..... S 10
Assessed Valuation and Estimated True Values of Taxable Property - Last Ten Years ..... S 14
Direct and Overlapping Property Tax Rates - Last Ten Calendar Years ..... S 16
Principal Property Tax Payers - Current Year and Nine Years Ago ..... S 19
Income Tax Collection Receipts by Fund - Last Ten Calendar Years ..... S 20
Principal Income Tax Payers - Current Year and Nine Years Ago ..... S 23
Ratio of Outstanding Debt By Type - Last Ten Years ..... S 24
Ratios of General Bonded Debt Outstanding - Last Ten Years ..... S 26
Computation of Direct and Overlapping Debt Attributable to
Governmental Activities - Current Year ..... S 29
Debt Limitations - Last Ten Years ..... S 30
Pledged Revenue Coverage - Last Ten Years ..... S 32
Demographic and Economic Statistics - Last Ten Years ..... S 34
Principal Employers - Current Year and Ten Years Ago ..... S 36
Full Time Equivalent Employees by Function - Last Three Years ..... S 37
Operating Indicators by Function - Last Ten Years ..... S 38
Capital Asset Statistics by Function - Last Ten Years ..... S 42

Introductory Section

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 2, 2009

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, 2008, 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, 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 compliment 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.

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, parks and recreation, 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. 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 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 appoints the Finance Director, who acts as the Chief Financial Officer, as well as, the Directors of Law, Planning, Economic Development, Public Works, Health, Human Relations, 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.

ECONOMIC OUTLOOK

Butler County exhibits a diverse economic base accompanied by growth in all sectors, including industrial, retail, service and residential. With approximately 1,700 establishments, the City is a major regional center of business and industry. Manufacturing continues to remain a substantial component of the economic base, primarily in the paper and paper products, metalworking, automotive parts and components, machine tools, and other industrial sectors. In the paper industry, Smart Papers and Mohawk Fine Paper operate mills in the City, with employment totaling over 400. Earlier this year, Smart and Mohawk announced a business transaction wherein Mohawk acquired all of the uncoated paper lines from Smart and will also take over the merchant sales and distribution of Smart's coated paper lines. The total impact on employment in Hamilton is yet to be determined. Metal fabricators and machine tool companies include Hamilton Caster & Manufacturing, Salvagnini USA, Livingston-Tyler, Matandy Steel & Metal Products, General Electric Aircraft, Armor Metal Group, Fabridigm/Thompson Metal Tubing and United Performance Metals (fka Ferguson Metals). Other Hamilton companies, such as Valeo Climate Control, ThyssenKrupp Bilstein Corporation of America, Neturen America (Japanese joint venture) and Dynamic Controls, manufacture original and after-market automotive parts and components and employ approximately 500 in this industry sector.

In the period from 2002 to 2008, the City has seen considerable expansion activity across the business sectors. The Department of Economic Development has tracked and assisted approximately 55 expansion projects during that period. A sampling of these projects includes Fort Hamilton Hospital ($28.5 million investment, 170 new jobs, 1,250 jobs retained), Valeo Climate Control ($8.8 million investment, 21 new jobs, 430 jobs retained), Sensus ($8.5 million investment, 31 new jobs), YAC Robot ($1 million investment, 14 new jobs), VinylMax/ThermoLock Windows ($7.5 million investment, 164 new jobs), Neturen America ($15 million investment, 40 new jobs), and Butler County Surgical Properties/Prexus-Office Building, Imaging Center and Sleep Center ($18+ million investment, 100+ new jobs, 60 retained jobs). Total investment on the tracked projects over the period is estimated at almost $223 million, with new jobs projected at between 1,500 and 2,200 and retained jobs of almost 4,000.

Additionally, the City is continuing to work closely with Vora Technology Park (VTP) in bringing new technology to the area. VTP, a 58-acre park containing a 365,000 square foot Class A, state-of-the-art office building, is currently home to over 200 employees and a multi-million dollar Cincinnati Bell Technology Solutions Tier 3 data center. The City is assisting in the recruitment efforts on-going at VTP and hopes to make additional expansion announcements for VTP in 2008.

As a complement to VTP and Miami University Hamilton Campus, the City owns the 65-acre, University Commerce Park, which is under development and adjacent to both entities. To further spur the growth expected in this area, the City is moving forward with plans for a new South Hamilton Railroad Crossing/Overpass Project. This overpass will eliminate an at-grade railroad crossing that has been seen as an obstacle to redevelopment efforts and will provide direct access to Grand Boulevard, State Route 4 and the eastern suburban areas from the University Commerce Park/VTP/Miami Hamilton area.

FUTURE PROJECTS

In the future, the City economy is expected to be augmented by large construction projects, including the ongoing campaign by the Hamilton City School District to renovate their existing high and junior high schools. The ninth grade school has been completed and work has begun on the construction of 8 new elementary schools in Hamilton, replacing the existing schools. This new construction will be taking place over the next 2-3 years.

In 1996, Fairfield Township voters approved a Joint Economic Development District (JEDD) between the City of Hamilton and Fairfield Township. 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. Later, the JEDD was expanded (Phase II) to include the Bridgewater Falls development along Princeton Road.

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, Kohl's, Office Depot, hhgregg, Target, Dick's, Books-A-Million, Best Buy, JCPenney, Ulta and a variety of other retail establishments. 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, including the recently announced Menard's store, their first in the Cincinnati market area, to be completed by early 2010. The distribution of income tax revenues is approximately $34,000 per month for each JEDD. Discussion is underway with Fairfield Township for further expansion of the JEDD.

In 2003, the City purchased the former Mercy Hospital from Mercy Health Partners. The City has since been working with a potential redeveloper to convert this 7.5+ acre site from a former hospital to a market-rate residential and retail development along the banks of the Great Miami River. This redevelopment, known as RiversEdge, is being facilitated through the use of a $3 million grant from the Clean Ohio Revitalization Fund. The investment at the site, including demolition and predevelopment, is expected to be near $20 million. Funding has been secured for a portion of the infrastructure related to the redevelopment, including a pedestrian esplanade, amphitheatre and bikeway extension. This redevelopment project is a key component of the City's Riverfront Redevelopment efforts. Adjacent to this site, Concord Hospitality began the renovation of the former Hamiltonian Hotel into a Courtyard by Marriott in late 2007. This approximate $10 million project was completed and the hotel opened in early 2009.

The City remains the property owner of all remaining property within Hamilton Enterprise Park not under the control of a private company. There remain approximately 150 acres of the original 260+ acres, of which 130 acres are considered developable. Total employment at Hamilton Enterprise Park in 2008 was approximately 575 people. WS Properties/VinylMax Windows opened their new 150,000 square foot facility and initiated their window manufacturing operation in early 2008. WS Properties/VinylMax invested over $7.5 million in the facility and currently employ over 160 people at the plant. Neturen America, a joint venture among Metal One Corp., Neturen Co. Ltd., and Nippon Steel Corporation, initiated its production in early 2008. This company is Tier II supplier to the automotive industry (Honda and Toyota), involved in the heat treatment of coil wire products. The company invested over $15 million in the facility and expects to employ between 25-40 people within the first three years of opening operations. Butler County Surgical Properties medical campus continues to grow at Hamilton Enterprise Park. The campus opened its second medical office building in 2008, totaling 60,000 square feet of space. Additionally, the Surgery Center completed its most recent expansion and the Sleep Center went into full operation. In total, there are six buildings currently on the medical campus, including surgery center, imaging center, dialysis center, sleep center and two medical office buildings. Total employment at the medical campus is approximately 250 people.

Slated to begin in 2010, By-Pass 4 will be widened to a minimum of four lanes for its entire length. This widening project will have a significant impact upon development at Hamilton Enterprise Park, the Symmes Road Industrial Corridor, and the Butler County Regional Airport.

The Downtown Special Improvement District was renewed for another seven year period by the property owners. A special assessment supports additional services not provided as standard City services.

Reflective of the unsettled nature of the national economy in early 2009, the City has seen an increase in its unemployment rate which will have an impact on income tax revenue. Additionally, Bon-Ton Stores announced in early 2009 that it was closing the Elder-Beerman Store in downtown Hamilton. This store has been a consistently solid sales performer for Bon-Ton and Elder-Beerman, but unfortunately it was caught in an overall downsizing/reorganization effort of Bon-Ton. The Department of Economic Development will be working diligently in 2009 to bring about a re-use plan for this 160,000+ square foot, high profile building in downtown Hamilton. In addition, the City continues to dedicate an Economic Development staff person full time for business recruitment nationally. The City's competitive advantage continues to be low-cost utilities.

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 unqualified audit opinion rendered on the City's financial statements for the year ended December 31, 2008, 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, 2007. 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.

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 continued cooperation and the combined efforts of the City's Finance Department and Clark, Schaefer, Hackett & Co., which was the City's auditor.

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

Respectfully Submitted,
THE CITY OF HAMILTON, OHIO

Mark Brandenburger
City Manager

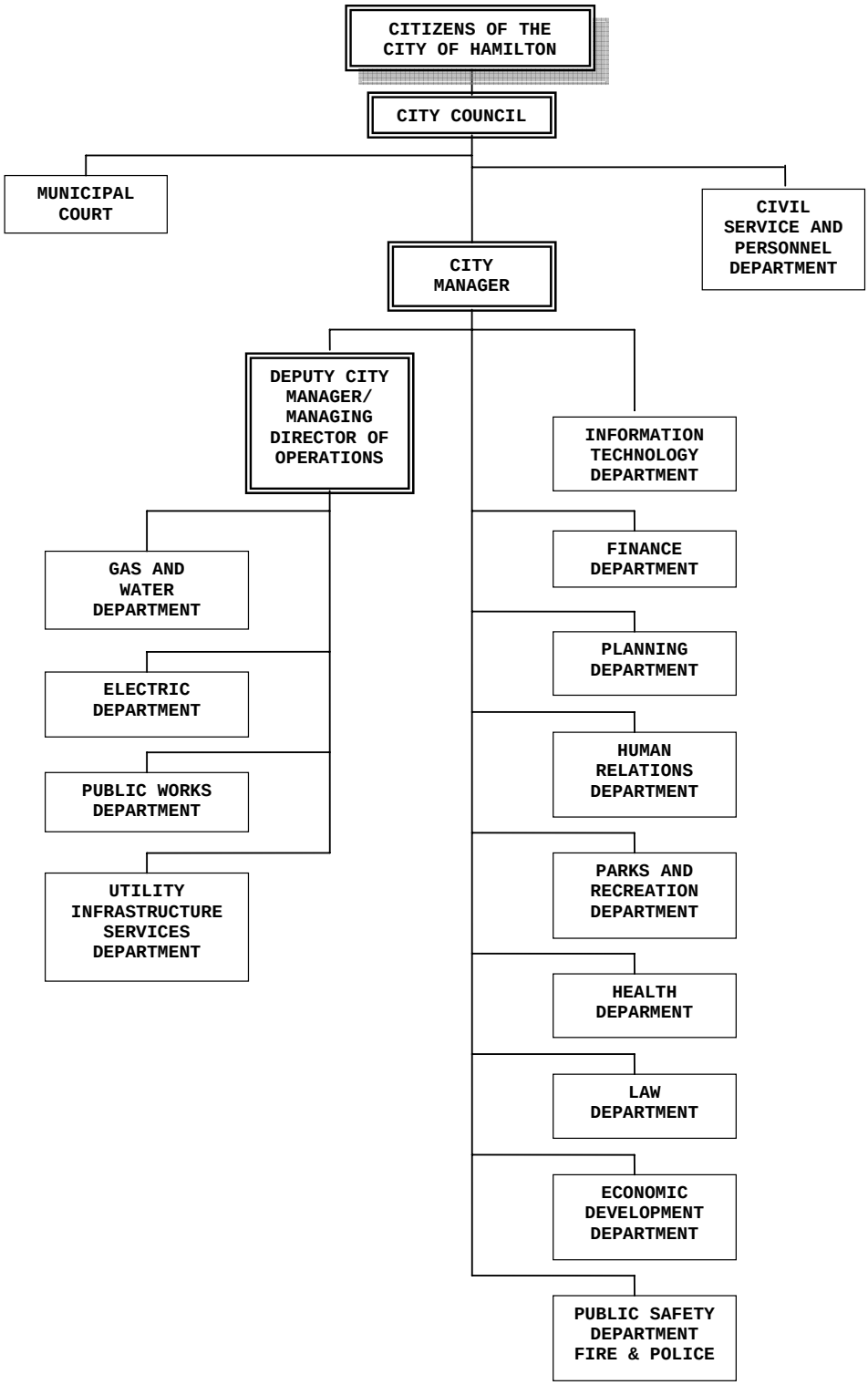
William E. Moller
Director of Finance

List of Principal Officials
For the Year Ended December 31, 2008

ELECTED OFFICIALS	***OFFICE***
Donald V. Ryan	Mayor
Pat Moeller	Vice Mayor
Katherine A. Becker	Council Member
Carla Fiehrer	Council Member
Archie Johnson	Council Member
James R. Noonan	Council Member
Edward Shelton	Council Member
Daniel J. Gattermeyer, Judge	Municipal Court

ADMINISTRATIVE PERSONNEL	***TITLE***
Mark Brandenburger	City Manager
Charles S. Young	Managing Director of Operations/ Deputy City Manager
Timothy E. Bigler	Economic Development Department
Teri Whitmore	Planning Department
Robert J. Smith	Information Technology Department
Chief Neil R. Ferdelman	Police Division
William E. Moller	Finance Department
Nadine Hill	Civil Service and Personnel Department
Dr. William J. Karwisch	Health Department
Vaughn Lewis	Human Relations Department
James G. Collins	Gas and Water Department
Hillary M. Stevenson	Law Department
Chief Joseph P. Schutte	Fire Division
Michael R. Perry	Electric Department
Robert C. Harris	Parks and Recreation Department
Ralph E. Reigelsperger	Public Works Department
Ina Allen	City Clerk
Ana Ramanathan	Chief Finance Manager
Deborah J. Hymer	Treasurer

City Organizational Chart
For the Year Ended December 31, 2008



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

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, 2007

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

President

Executive Director

Financial Section

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hamilton, Ohio as of and for the year ended December 31, 2008, which collectively comprise the City of Hamilton, Ohio's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Hamilton, Ohio's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hamilton, Ohio as of December 31, 2008, and the respective changes in financial position and cash flows, where applicable, and the budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 2, 2009, on our consideration of the City of Hamilton, Ohio's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 11 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
June 2, 2009

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, 2008. 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 financial highlights for 2008 are as follows:

- In total, net assets increased $733,665. Net assets of governmental activities increased $1,020,924, which represents a 1% increase from 2007. Net assets of business-type activities decreased $287,259 or less than 1% from 2007.
- General revenues accounted for $43,254,179 in revenue or 22% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for $154,349,806, or 78% of total revenues of $197,603,985.
- The City had $64,839,232 in expenses related to governmental activities; only $24,741,514 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of $40,948,642 were adequate to provide for these programs.
- Among major funds, the general fund had $34,756,193 in revenues and $36,437,834 in expenditures. The general fund's fund balance decreased from $4,599,995 to $2,752,474.

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 assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

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

- Over time, increases or decreases in the City's net assets 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 program's 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 Assets 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, which were identified earlier. 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.

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 fund statement of net assets and statement of activities.

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, costs of certain goods or services, and costs associated with health care benefits, pension, and workers compensation 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 Net Assets. 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 assets for 2008 compared to 2007.

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $225,840,541 ($73,049,981 in governmental activities and $152,790,560 in business type activities) as of December 31, 2008. By far, the largest portion of the City's net assets (70.56%) 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 assets for 2008 compared to 2007.

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	$37,153,184	$37,928,640	$88,566,603	$75,383,588	$125,719,787	$113,312,228
Capital assets, Net	93,466,487	93,652,554	306,492,009	304,016,599	399,958,496	397,669,153
Total assets	130,619,671	131,581,194	395,058,612	379,400,187	525,678,283	510,981,381
Long-term debt outstanding	37,408,813	39,296,408	191,725,664	191,691,758	229,134,477	230,988,166
Other liabilities	20,160,877	20,255,729	50,542,388	34,630,610	70,703,265	54,886,339
Total liabilities	57,569,690	59,552,137	242,268,052	226,322,368	299,837,742	285,874,505
Net assets						
Invested in capital assets, net of related debt	59,645,749	59,732,393	99,710,125	94,444,136	159,355,874	154,176,529
Restricted	15,051,564	7,367,202	17,030,271	14,386,221	32,081,835	21,753,423
Unrestricted	(1,647,332)	4,929,462	36,050,164	44,247,462	34,402,832	49,176,924
Total net assets	$73,049,981	$72,029,057	$152,790,560	$153,077,819	$225,840,541	$225,106,876

An additional portion of the City's net assets represents resources that are subject to external restrictions on how they may be used. In the current fiscal year, this represented $32,081,835 or 14.21% of net assets. The remaining unrestricted $34,402,832 or 15.23% of net assets may be used to meet the City's ongoing obligations to its citizens and creditors and for business-type activities.

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2008 compared with 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues						
Program Revenues:						
Charges for Services and Sales	$14,789,621	$13,866,073	$129,608,292	$127,747,241	$144,397,913	$141,613,314
Operating Grants and Contributions	7,182,857	6,684,403	0	117,344	7,182,857	6,801,747
Capital Grants and Contributions	2,769,036	2,492,177	0	124,275	2,769,036	2,616,452
Total Program Revenues	24,741,514	23,042,653	129,608,292	127,988,860	154,349,806	151,031,513
General Revenues:						
Property Taxes	6,276,761	6,731,748	0	0	6,276,761	6,731,748
Income Taxes	24,521,745	23,297,050	0	0	24,521,745	23,297,050
Other Local Taxes	3,324,267	3,001,138	0	0	3,324,267	3,001,138
Intergovernmental, Unrestricted	4,764,901	3,999,620	0	0	4,764,901	3,999,620
Investment Earnings	678,248	783,876	2,305,537	3,273,372	2,983,785	4,057,248
Miscellaneous	1,382,720	1,717,147	0	0	1,382,720	1,717,147
Total General Revenues	40,948,642	39,530,579	2,305,537	3,273,372	43,254,179	42,803,951
Total Revenues	65,690,156	62,573,232	131,913,829	131,262,232	197,603,985	193,835,464
Program Expenses						
General Government	8,683,408	8,082,518	0	0	8,683,408	8,082,518
Security of Persons and Property	34,302,781	31,189,244	0	0	34,302,781	31,189,244
Leisure Time Activities	2,635,833	3,011,837	0	0	2,635,833	3,011,837
Community Environment	4,416,618	5,088,227	0	0	4,416,618	5,088,227
Basic Utility Services	5,986,163	6,444,432	0	0	5,986,163	6,444,432
Transportation	5,175,752	5,382,362	0	0	5,175,752	5,382,362
Public Health and Welfare Services	1,797,223	2,011,188	0	0	1,797,223	2,011,188
Interest and Fiscal Charges	1,841,454	1,731,279	0	0	1,841,454	1,731,279
Gas Utility	0	0	38,277,473	35,483,116	38,277,473	35,483,116
Electric Utility	0	0	66,837,931	62,949,988	66,837,931	62,949,988
Water Utility	0	0	15,364,817	15,708,740	15,364,817	15,708,740
Wastewater Utility	0	0	11,550,867	11,573,839	11,550,867	11,573,839
Total Expenses	64,839,232	62,941,087	132,031,088	125,715,683	196,870,320	188,656,770
Change in Net Assets before transfers	850,924	(367,855)	(117,259)	5,546,549	733,665	5,178,694
Transfers	170,000	0	(170,000)	0	0	0
Total Change in Net Assets	1,020,924	(367,855)	(287,259)	5,546,549	733,665	5,178,694
Beginning Net Assets	72,029,057	72,396,912	153,077,819	147,531,270	225,106,876	219,928,182
Ending Net Assets	$73,049,981	$72,029,057	$152,790,560	$153,077,819	$225,840,541	$225,106,876

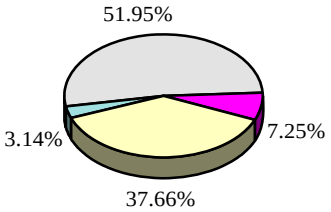
Governmental Activities

Net assets of the City's governmental activities increased $1,020,924. This represents a 1.4% change from 2007. Charges for services and sales increased in part due to increases in refuse fees as well as golf course fees. An increase in estate tax receipts contributed to the increase in unrestricted governmental revenues while a decrease in interest rates resulted in the decrease in investment earnings. The increase in expenditures for security of persons and property can be attributed to renegotiated police and fire contracts which resulted in current pay increases as well as retroactive pay.

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 living within the City.

Income taxes and property taxes made up 37% and 10% respectively of revenues for governmental activities for the City in fiscal year 2008. The City's reliance upon tax revenues is demonstrated by the following graph indicating 52% of total revenues from general tax revenues:

Revenue Sources	2008	Percent of Total
General Tax Revenues	$34,122,773	51.95%
Intergovernmental, Unrestricted	4,764,901	7.25%
Program Revenues	24,741,514	37.66%
General Other	2,060,968	3.14%
Total Revenue	$65,690,156	100.00%



Business-Type Activities

Net assets of the business-type activities decreased $287,259. This represents less than a 1% change from the previous year. Expenses in Electric Utility Operations increased due to start up costs related to a new electrical plant as well as costs related to hurricane damage.

This space intentionally left blank.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of $9,219,820, which is a decrease from last year's balance of $11,532,812. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2008 and 2007:

	Fund Balance December 31, 2008	Fund Balance December 31, 2007	Increase (Decrease)
General	$2,752,474	$4,599,995	($1,847,521)
Other Governmental	6,467,346	6,932,817	(465,471)
Total	$9,219,820	$11,532,812	($2,312,992)

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

	2008 Revenues	2007 Revenues	Increase (Decrease)
Income Taxes	$18,550,889	$17,754,683	$796,206
Property and Other Local Taxes	6,031,647	6,142,106	(110,459)
Intergovernmental Revenues	4,614,536	4,351,537	262,999
Charges for Services	2,854,655	2,708,118	146,537
Licenses and Permits	564,338	664,041	(99,703)
Investment Earnings	482,654	783,876	(301,222)
Fines and Forfeitures	840,719	939,284	(98,565)
All Other Revenue	816,755	641,409	175,346
Total	$34,756,193	$33,985,054	$771,139

General Fund revenues in 2008 increased $771,139 or approximately 2% when compared with the previous year. The increase in intergovernmental revenue can be attributed to an increase in estate taxes while a decrease in interest rates resulted in the decrease in investment earnings.

	2008 Expenditures	2007 Expenditures	Increase (Decrease)
General Government	$6,606,553	$6,643,934	($37,381)
Security of Persons and Property	24,931,939	23,606,724	1,325,215
Leisure Time Activities	1,432,496	1,735,330	(302,834)
Community Environment	1,034,152	1,053,479	(19,327)
Basic Utility Services	791,243	590,500	200,743
Public Health and Welfare Services	1,641,451	1,904,641	(263,190)
Total	$36,437,834	$35,534,608	$903,226

General Fund expenditures increased $903,226 or 2.5% from the prior year. The increase in expenditures for security of persons and property can be attributed to renegotiated police and fire contracts which resulted in current pay increases as well as retroactive pay. The decrease in leisure time activities costs was the result of a decrease in costs related to swimming pool operations while an overall decrease in costs within the health department resulted in the decrease in public health and welfare.

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 2008 the City amended its General Fund budget several times, none significant.

For the General Fund, budget basis revenue of $46.5 million was not significantly different from original or final budget estimates. Final budgeted expenditures exceeded actual budget basis expenditures by $1,686,195.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2008 the City had $399,958,496 net of accumulated depreciation invested in land, construction in progress, buildings, improvements, infrastructure, machinery and equipment. Of this total, $93,466,487 was related to governmental activities and $306,492,009 to the business-type activities. The following table shows fiscal year 2008 and 2007 balances**:**

	Governmental Activities		Increase (Decrease)
	2008	2007	
Land	$22,202,479	$22,069,921	$132,558
Construction In Progress	12,862,574	11,962,475	900,099
Buildings and Improvements	38,908,086	38,936,754	(28,668)
Machinery and Equipment	23,743,742	22,846,903	896,839
Infrastructure	142,740,818	141,587,565	1,153,253
Less: Accumulated Depreciation	(146,991,212)	(143,751,064)	(3,240,148)
Totals	$93,466,487	$93,652,554	($186,067)

The increase in governmental activity capital assets can mostly be attributed to an increase in infrastructure improvements as well as fire truck purchases.

	Business-Type Activities		Increase (Decrease)
	2008	2007	
Land	$7,386,755	$7,322,710	$64,045
Construction in Progress	32,007,396	22,438,229	9,569,167
Buildings and Improvements	94,757,982	94,682,350	75,632
Machinery and Equipment	534,431,875	525,385,692	9,046,183
Less: Accumulated Depreciation	(362,091,999)	(345,812,382)	(16,279,617)
Totals	$306,492,009	$304,016,599	$2,475,410

The acquisition of electrical substations as well as electrical plant construction contributed to the increase in business type capital assets.

Additional information on the City's capital assets can be found in Note 8.

Debt

At December 31, 2008, the City had $28.8 million in General Obligation bonds outstanding, $1.8 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2008 and 2007:

	2008	2007
Governmental Activities:		
General Obligation Bonds	$28,695,738	$30,385,161
Special Assessment Bonds	2,205,000	2,492,000
Compensated Absences	6,508,075	6,419,247
Total Governmental Activities	37,408,813	39,296,408
Business-Type Activities:		
Mortgage Revenue Bonds	$179,787,749	$187,852,463
Line of Credit Payable	8,000,000	0
Compensated Absences	3,937,915	3,839,295
Total Business-Type Activities	191,725,664	191,691,758
Totals	$229,134,477	$230,988,166

Under current state statutes, 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, 2008, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 12.

ECONOMIC FACTORS

The City of Hamilton remains a major regional center of business, industry, and government. The city is a manufacturing hub with over 1,700 commercial establishments and is the county seat. The city has weathered the economic downturn of 2000-2002 in which several businesses left the city and over 3,000 jobs were lost. Income Tax receipts, the largest component of General Fund resources and a bellwether of the local economy, declined during this period. Since then the local economy has rebounded and Income Tax receipts have increased every year through 2008. From 2002-2008 the City has assisted in fifty-five business expansion projects accounting for nearly $223 million in investment and the creation of between 1,500 and 2,200 new jobs and the retention of almost 4,000 jobs.

By 2005 the city had accumulated a General Fund balance of $7 million which was 15.7% of the General Fund budget. Since then the fund balance has declined as the cost of providing services has outpaced revenue and fund balance was used to balance the budget. Both labor cost and property acquisition for future economic development account for the increase in expenditures. The unreserved General Fund balance was $2.4 million at the end of 2008.

The City will be challenged in 2009 and 2010 to maintain general services at current levels given the downturn in the national economy. Without taking any action, it is estimated that the General Fund balance will be $861,000 million on a modified cash basis at the end of 2009. The City Manager, with City Council approval, has implemented a selective hiring freeze, a plan to reduce department expenditures by at least 10% from budget, and a selective freeze on non-health and safety capital expenditures. These measures are expected to increase the fund balance to at least $2 million. Budget planning for 2010 has already begun and expenditures will be limited to the 2009 level. The City Council has established a policy to achieve and maintain at least a fund balance of 5% of budget.

In the long-term, the city is positioning itself to be regionally competitive as a business and industry center. The city has embarked on a three-year national and international effort, in conjunction with regional partners, to reach out to and recruit businesses interested in expanding or relocating. In addition, the city is well-positioned because of its utilities – electric, gas, water and wastewater. It is the city's objective to have rates that are below those of other utilities in the region and nationally to achieve a competitive cost advantage.

The City maintains an A2 Moody's General Obligation Bond Rating at the end of 2008.

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 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.

Statement of Net Assets
December 31, 2008

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Investments	$ 16,882,520	$ 45,773,856	$ 62,656,376
Restricted Cash and Investments	0	17,030,271	17,030,271
Receivables:			
Taxes	13,537,049	0	13,537,049
Accounts	1,493,834	17,298,713	18,792,547
Due From Other Governments	3,772,018	0	3,772,018
Interest	65,078	318,147	383,225
Loans	788,134	0	788,134
Inventory of Supplies at Cost	89,935	3,710,150	3,800,085
Prepaid Items	211,154	734,616	945,770
Unamortized Bond Issuance Costs	313,462	3,700,850	4,014,312
Non-Depreciable Capital Assets	35,065,053	39,394,151	74,459,204
Depreciable Capital Assets, Net	58,401,434	267,097,858	325,499,292
Total Assets	130,619,671	395,058,612	525,678,283
Liabilities:			
Accounts Payable	1,474,467	10,308,763	11,783,230
Accrued Wages and Benefits	976,686	586,532	1,563,218
Intergovernmental Payable	1,881,852	561,384	2,443,236
Accrued Liabilities	603,061	262	603,323
Customer Deposits	9,165	1,560,282	1,569,447
Unearned Revenue	7,293,285	2,430,000	9,723,285
Accrued Interest Payable	324,361	2,020,165	2,344,526
General Obligation Notes Payable	7,495,000	33,075,000	40,570,000
Special Assessment Notes Payable	103,000	0	103,000
Long-Term Liabilities:			
Due within one year	4,065,095	18,718,356	22,783,451
Due in more than one year	33,343,718	173,007,308	206,351,026
Total Liabilities	57,569,690	242,268,052	299,837,742

(Continued)

	Governmental Activities	Business-Type Activities	Total
Net Assets:			
Invested in Capital Assets, Net of Related Debt	59,645,749	99,710,125	159,355,874
Restricted For:			
Special Revenue	11,685,758	0	11,685,758
Debt Service	573,970	7,530,271	8,104,241
Capital Projects	2,713,839	0	2,713,839
Rate Stabilization	0	9,500,000	9,500,000
Nonexpendable Endowments	77,997	0	77,997
Unrestricted (Deficit)	(1,647,332)	36,050,164	34,402,832
Total Net Assets	$ 73,049,981	$ 152,790,560	$ 225,840,541

See accompanying notes to the basic financial statements

Statement of Activities
For the Year Ended December 31, 2008

		Program Revenues		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	$ 8,683,408	$ 3,768,171	$ 1,899,144	$ 0
Security of Persons and Property	34,302,781	2,854,823	610,373	6,387
Leisure Time Activities	2,635,833	1,172,884	0	0
Community Environment	4,416,618	696,461	2,239,556	0
Basic Utility Services	5,986,163	5,072,561	0	0
Transportation	5,175,752	974,008	2,280,862	921,268
Public Health and Welfare Services	1,797,223	250,713	152,922	1,841,381
Interest and Fiscal Charges	1,841,454	0	0	0
Total Governmental Activities	64,839,232	14,789,621	7,182,857	2,769,036
Business-Type Activities:				
Gas Utility	38,277,473	39,522,340	0	0
Electric Utility	66,837,931	65,136,558	0	0
Water Utility	15,364,817	14,266,483	0	0
Wastewater Utility	11,550,867	10,682,911	0	0
Total Business-Type Activities	132,031,088	129,608,292	0	0
Totals	$ 196,870,320	$ 144,397,913	$ 7,182,857	$ 2,769,036

General Revenues
Property Taxes Levied for:
General Purposes
Special Purposes
Capital Purposes
Income Tax
Other Local Taxes
Intergovernmental, Unrestricted
Investment Earnings
Miscellaneous
Transfers
Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year
Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (3,016,093)	$ 0	$ (3,016,093)
(30,831,198)	0	(30,831,198)
(1,462,949)	0	(1,462,949)
(1,480,601)	0	(1,480,601)
(913,602)	0	(913,602)
(999,614)	0	(999,614)
447,793	0	447,793
(1,841,454)	0	(1,841,454)
(40,097,718)	0	(40,097,718)
0	1,244,867	1,244,867
0	(1,701,373)	(1,701,373)
0	(1,098,334)	(1,098,334)
0	(867,956)	(867,956)
0	(2,422,796)	(2,422,796)
(40,097,718)	(2,422,796)	(42,520,514)
2,720,345	0	2,720,345
3,070,455	0	3,070,455
485,961	0	485,961
24,521,745	0	24,521,745
3,324,267	0	3,324,267
4,764,901	0	4,764,901
678,248	2,305,537	2,983,785
1,382,720	0	1,382,720
170,000	(170,000)	0
41,118,642	2,135,537	43,254,179
1,020,924	(287,259)	733,665
72,029,057	153,077,819	225,106,876
$ 73,049,981	$ 152,790,560	$ 225,840,541

Balance Sheet
Governmental Funds
December 31, 2008

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	$ 2,909,393	$ 13,409,439	$ 16,318,832
Receivables:			
Taxes	7,379,887	6,157,162	13,537,049
Accounts	790,708	703,126	1,493,834
Intergovernmental	955,008	2,817,010	3,772,018
Interest	45,217	19,861	65,078
Loans	0	788,134	788,134
Due from Other Funds	9,099	0	9,099
Interfund Receivable	124,833	0	124,833
Inventory of Supplies, at Cost	2,344	52,266	54,610
Prepaid Items	179,069	32,085	211,154
Total Assets	$ 12,395,558	$ 23,979,083	$ 36,374,641
Liabilities:			
Accounts Payable	$ 347,880	$ 1,030,885	$ 1,378,765
Accrued Wages and Benefits Payable	892,011	68,268	960,279
Intergovernmental Payable	1,781,359	79,777	1,861,136
Accrued Liabilities	467,372	135,689	603,061
Customer Deposits	0	9,165	9,165
Due to Other Funds	0	9,099	9,099
Interfund Payable	0	124,833	124,833
Deferred Revenue	6,154,462	8,377,264	14,531,726
Accrued Interest Payable	0	78,757	78,757
General Obligation Notes Payable	0	7,495,000	7,495,000
Special Assessment Notes Payable	0	103,000	103,000
Total Liabilities	9,643,084	17,511,737	27,154,821
Fund Balance:			
Reserved for Encumbrances	177,389	1,670,034	1,847,423
Reserved for Prepaid Items	179,069	32,085	211,154
Reserved for Supplies Inventory	2,344	52,266	54,610
Reserved for Endowments	0	77,997	77,997
Undesignated, Unreserved in:			
General Fund	2,393,672	0	2,393,672
Special Revenue Funds	0	6,052,023	6,052,023
Debt Service Fund		545,256	545,256
Capital Projects Funds (Deficit)	0	(1,962,315)	(1,962,315)
Total Fund Balance	2,752,474	6,467,346	9,219,820
Total Liabilities and Fund Balance	$ 12,395,558	$ 23,979,083	$ 36,374,641

See accompanying notes to the basic financial statements

Reconciliation Of Total Governmental Fund Balances To Net Assets Of Governmental Activities December 31, 2008

Total Governmental Fund Balances		$ 9,219,820
Amounts reported for governmental activities in the statement of net assets are different because		
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.		93,384,859
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		7,238,441
Internal service funds are used by management to charge back costs of services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.		465,296
Deferred bond issuance cost associated with long-term liabilities are not reported in the funds.		313,462
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	(28,815,000)	
Special Assessment Bonds Payable	(2,205,000)	
Bond Discount	119,262	
Compensated Absences Payable	(6,425,555)	
Accrued Interest Payable	(245,604)	(37,571,897)
Net Assets of Governmental Activities		$ 73,049,981

See accompanying notes to the basic financial statements

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2008

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Income Taxes	$ 18,550,889	$ 5,641,028	$ 24,191,917
Property and Other Local Taxes	6,031,647	3,502,507	9,534,154
Intergovernmental Revenues	4,614,536	8,963,245	13,577,781
Charges for Services	2,854,655	9,258,393	12,113,048
Licenses and Permits	564,338	364,102	928,440
Investment Earnings	482,654	195,594	678,248
Special Assessments	0	646,254	646,254
Fines and Forfeitures	840,719	260,953	1,101,672
All Other Revenue	816,755	519,820	1,336,575
Total Revenue	34,756,193	29,351,896	64,108,089
Expenditures:			
Current:			
General Government	6,606,553	841,549	7,448,102
Security of Persons and Property	24,931,939	7,160,111	32,092,050
Leisure Time Activities	1,432,496	936,509	2,369,005
Community Environment	1,034,152	3,150,899	4,185,051
Basic Utility Services	791,243	4,970,714	5,761,957
Transportation	0	2,900,974	2,900,974
Public Health and Welfare Services	1,641,451	114,408	1,755,859
Capital Outlay	0	6,392,174	6,392,174
Debt Service:			
Principal Retirement	0	1,997,000	1,997,000
Interest and Fiscal Charges	0	1,791,973	1,791,973
Total Expenditures	36,437,834	30,256,311	66,694,145
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,681,641)	(904,415)	(2,586,056)
Other Financing Sources (Uses):			
Sale of Capital Assets	86,580	0	86,580
Transfers In	90,272	6,913,060	7,003,332
Transfers Out	(343,205)	(6,490,127)	(6,833,332)
Total Other Financing Sources (Uses)	(166,353)	422,933	256,580
Net Change in Fund Balance	(1,847,994)	(481,482)	(2,329,476)
Fund Balance at Beginning of Year	4,599,995	6,932,817	11,532,812
Increase in Inventory Reserve	473	16,011	16,484
Fund Balance End of Year	$ 2,752,474	$ 6,467,346	$ 9,219,820

See accompanying notes to the basic financial statements

Reconciliation Of The Statement Of Revenues, Expenditures And Changes In Fund Balances Of Governmental Funds To The Statement Of Activities For The Fiscal Year Ended December 31, 2008

Net Change in Fund Balances - Total Governmental Funds		$ (2,329,476)
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 outlays exceeded depreciation in the current period.		
Capital Outlay	4,004,934	
Depreciation Expense	(3,973,739)	31,195
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.		(250,816)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		1,582,067
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
General Obligation Bond Principal Payment	1,710,000	
Special Assessment Bond Principal Payment	287,000	
Amortization of Bond Issuance Cost	(41,328)	
Amortization of Bond Discount	(20,577)	1,935,095
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		12,427
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	(83,660)	
Change in Inventory	16,484	(67,176)
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 internal service funds is allocated among the governmental activities.		107,608
Change in Net Assets of Governmental Activities		$ 1,020,924

See accompanying notes to the basic financial statements

Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	$ 18,550,000	$ 18,200,000	$ 18,194,538	$ (5,462)
Property and Other Local Taxes	6,225,000	6,215,900	6,009,888	(206,012)
Intergovernmental Revenues	4,840,740	5,483,375	5,005,827	(477,548)
Charges for Services	15,420,577	15,465,442	14,560,415	(905,027)
Licenses and Permits	833,538	833,538	564,338	(269,200)
Investment Earnings	600,000	570,000	540,314	(29,686)
Fines and Forfeitures	832,300	832,300	840,719	8,419
All Other Revenue	280,481	757,590	748,798	(8,792)
Total Revenues	47,582,636	48,358,145	46,464,837	(1,893,308)
Expenditures:				
Current:				
Security of Persons and Property	29,928,729	31,177,039	30,953,349	223,690
Public Health and Welfare Services	1,995,231	1,809,259	1,690,345	118,914
Leisure Time Activities	1,911,331	1,713,015	1,496,016	216,999
Community Environment	1,700,159	1,627,373	1,550,342	77,031
Basic Utility Services	2,003,383	1,933,278	1,709,534	223,744
General Government	11,292,170	11,528,102	10,702,285	825,817
Total Expenditures	48,831,003	49,788,066	48,101,871	1,686,195
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,248,367)	(1,429,921)	(1,637,034)	(207,113)
Other Financing Sources (Uses):				
Sale of Capital Assets	16,000	16,000	86,580	70,580
Transfers In	150,000	177,376	90,272	(87,104)
Transfers Out	(45,295)	(856,045)	(343,205)	512,840
Advances In	0	289,000	289,000	0
Advances Out	0	(156,000)	(124,833)	31,167
Total Other Financing Sources (Uses):	120,705	(529,669)	(2,186)	527,483
Net Change in Fund Balance	(1,127,662)	(1,959,590)	(1,639,220)	320,370
Fund Balance at Beginning of Year	3,740,093	3,740,093	3,740,093	0
Prior Year Encumbrances	261,353	261,353	261,353	0
Fund Balance at End of Year	$ 2,873,784	$ 2,041,856	$ 2,362,226	$ 320,370

See accompanying notes to the basic financial statements

Statement of Net Assets
Proprietary Funds
December 31, 2008

	Business-Type Activities Enterprise Funds			
	Gas	Electric	Water	Wastewater
ASSETS:				
Current Assets:				
Equity in Pooled Cash and Investments	$ 9,217,779	$ 18,040,020	$ 10,438,040	$ 8,078,017
Restricted Cash and Investments	2,875,141	10,382,846	1,252,988	2,519,296
Receivables:				
Accounts	7,587,445	6,850,685	1,389,764	1,470,819
Interest	47,508	161,055	67,220	42,364
Inventory of Supplies at Cost	155,634	3,397,066	155,925	1,525
Prepaid Items	93,258	508,182	60,009	73,167
Total Current Assets	19,976,765	39,339,854	13,363,946	12,185,188
Noncurrent Assets:				
Deferred Charges	167,201	3,118,909	185,357	229,383
Non Depreciable Capital Assets	1,891,796	21,598,447	10,860,136	5,043,772
Depreciable Capital Assets, Net	34,095,987	114,863,836	81,338,129	36,799,906
Total Noncurrent Assets	36,154,984	139,581,192	92,383,622	42,073,061
Total Assets	56,131,749	178,921,046	105,747,568	54,258,249
LIABILITIES				
Current Liabilities:				
Accounts Payable	4,418,685	4,037,982	822,021	840,148
Accrued Wages and Benefits	31,154	302,297	85,045	67,904
Intergovernmental Payable	34,537	263,516	97,833	65,940
Line of Credit Payable	4,000,000	4,000,000	0	0
Accrued Liabilities	0	262	0	0
Customer Deposits Payable	558,924	743,255	131,313	126,790
Unearned Revenue	0	2,430,000	0	0
Compensated Absences Payable - Current	109,179	570,139	249,816	235,045
Accrued Interest Payable	100,462	1,495,280	156,597	267,826
General Obligation Notes Payable	2,240,000	18,170,000	10,510,000	2,155,000
Revenue Bond Payable - Current	1,085,000	6,585,000	580,000	1,060,000
Total Current Liabilities	12,577,941	38,597,731	12,632,625	4,818,653

Total	Governmental Activities - Internal Service Funds
$ 45,773,856	$ 563,688
17,030,271	0
17,298,713	0
318,147	0
3,710,150	35,325
734,616	0
84,865,753	599,013
3,700,850	0
39,394,151	0
267,097,858	81,628
310,192,859	81,628
395,058,612	680,641
10,118,836	285,629
486,400	116,539
461,826	120,274
8,000,000	0
262	0
1,560,282	0
2,430,000	0
1,164,179	274,247
2,020,165	0
33,075,000	0
9,310,000	0
68,626,950	796,689

(Continued)

Statement of Net Assets
Proprietary Funds
December 31, 2008

	Business-Type Activities Enterprise Funds			
	Gas	Electric	Water	Wastewater
Noncurrent Liabilities:				
Revenue Bonds Payable	7,343,735	135,878,124	7,713,586	19,542,300
Compensated Absences Payable	183,381	1,102,175	433,024	358,046
Total Noncurrent Liabilities	7,527,116	136,980,299	8,146,610	19,900,346
Total Liabilities	20,105,057	175,578,030	20,779,235	24,718,999
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	25,319,048	(18,942,067)	74,246,766	19,086,378
Restricted for Debt Service	375,141	6,382,846	252,988	519,296
Restricted for Rate Stabilization	2,500,000	4,000,000	1,000,000	2,000,000
Unrestricted	7,832,503	11,902,237	9,468,579	7,933,576
Total Net Assets	$ 36,026,692	$ 3,343,016	$ 84,968,333	$ 29,539,250

Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.
Net Assets of Business-type Activities

See accompanying notes to the basic financial statements

Total	Governmental Activities - Internal Service Funds
170,477,745	0
2,076,626	505,387
172,554,371	505,387
241,181,321	1,302,076
99,710,125	81,628
7,530,271	0
9,500,000	0
37,136,895	(703,063)
$ 153,877,291	$ (621,435)
(1,086,731)	
$ 152,790,560	

Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2008

	Business-Type Activities Enterprise Funds			
	Gas	Electric	Water	Wastewater
Operating Revenues:				
Charges for Services	$ 39,493,942	$ 65,048,814	$ 14,104,823	$ 10,245,310
Other Operating Revenues	28,398	87,744	161,660	437,601
Total Operating Revenues	39,522,340	65,136,558	14,266,483	10,682,911
Operating Expenses:				
Personal Services	1,279,694	10,471,142	3,433,897	2,495,549
Contractual Services	1,494,088	9,195,985	4,058,638	2,684,797
Materials and Supplies	141,800	3,904,300	1,483,174	671,320
Purchase of Gas and Electric	30,014,934	22,993,054	0	0
Depreciation	1,938,931	10,077,438	2,740,797	2,156,456
Other Operating Expenses	2,755,543	2,341,342	2,649,332	2,400,371
Total Operating Expenses	37,624,990	58,983,261	14,365,838	10,408,493
Operating Income (Loss)	1,897,350	6,153,297	(99,355)	274,418
Non-Operating Revenue (Expenses):				
Interest Income	458,019	892,668	486,668	468,182
Interest and Fiscal Charges	(652,483)	(8,003,532)	(998,023)	(1,138,491)
Loss on Disposal of Capital Assets	0	(2,879)	(956)	(3,883)
Total Non-Operating Revenues (Expenses)	(194,464)	(7,113,743)	(512,311)	(674,192)
Income (Loss) Before Transfers	1,702,886	(960,446)	(611,666)	(399,774)
Transfers:				
Transfers Out	(60,000)	(60,000)	0	(50,000)
Total Transfers	(60,000)	(60,000)	0	(50,000)
Change in Net Assets	1,642,886	(1,020,446)	(611,666)	(449,774)
Net Assets Beginning of Year	34,383,806	4,363,462	85,579,999	29,989,024
Net Assets End of Year	$ 36,026,692	$ 3,343,016	$ 84,968,333	$ 29,539,250

Change in Net Assets - Total Enterprise Funds

Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.
Change in Net Assets - Business-type Activities

See accompanying notes to the basic financial statements

Total	Governmental Activities - Internal Service Funds
$ 128,892,889	$ 10,176,036
715,403	2,094
129,608,292	10,178,130
17,680,282	5,201,014
17,433,508	2,472,800
6,200,594	2,056,207
53,007,988	0
16,913,622	9,207
10,146,588	176,503
121,382,582	9,915,731
8,225,710	262,399
2,305,537	(415)
(10,792,529)	0
(7,718)	(2,635)
(8,494,710)	(3,050)
(269,000)	259,349
(170,000)	0
(170,000)	0
(439,000)	259,349
154,316,291	(880,784)
$ 153,877,291	$ (621,435)
$ (439,000)	
151,741	
$ (287,259)	

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2008

	Business Type Activities Enterprise Funds			
	Gas	Electric	Water	Wastewater
Cash Flows from Operating Activities:				
Cash Received from Customers	$38,446,167	$68,028,425	$14,287,406	$10,896,052
Cash Payments for Goods and Services	(33,960,614)	(37,015,432)	(8,239,688)	(5,724,452)
Cash Payments to Employees	(1,219,286)	(10,487,303)	(3,278,983)	(2,384,393)
Net Cash Provided by Operating Activities	3,266,267	20,525,690	2,768,735	2,787,207
Cash Flows from Noncapital Financing Activities:				
Transfers Out to Other Funds	(60,000)	(60,000)	0	(50,000)
Net Cash Used for Noncapital Financing Activities	(60,000)	(60,000)	0	(50,000)
Cash Flows from Capital and Related Financing Activities:				
Proceeds from the Sale of Notes	2,240,000	18,170,000	10,510,000	2,155,000
General Obligation Note Principal Retirement	(3,460,000)	(6,070,000)	(9,760,000)	(2,430,000)
Revenue Bond Payable Principal Retirement	(1,055,000)	(6,375,000)	(560,000)	(1,030,000)
Proceeds from Line of Credit	4,000,000	4,000,000	0	0
Interest and Fiscal Charges	(583,628)	(6,983,948)	(834,111)	(1,132,921)
Acquisition and Construction of Assets	(925,671)	(11,599,882)	(5,340,180)	(1,280,042)
Net Cash Provided (Used) by Capital and Related Financing Activities	215,701	(8,858,830)	(5,984,291)	(3,717,963)
Cash Flows from Investing Activities:				
Receipts of Interest	456,525	790,330	515,032	497,954
Net Cash Provided by Noncapital Financing Activities	456,525	790,330	515,032	497,954
Net Increase (Decrease) in Cash and Cash Equivalents	3,878,493	12,397,190	(2,700,524)	(482,802)
Cash and Cash Equivalents at Beginning of Year	8,214,427	16,025,676	14,391,552	11,080,115
Cash and Cash Equivalents at End of Year	$12,092,920	$28,422,866	$11,691,028	$10,597,313
Reconciliation of Cash and Cash Equivalents per the Statement of Net Assets:				
Cash and Cash Equivalents	$9,217,779	$18,040,020	$10,438,040	$8,078,017
Restricted Cash and Cash Equivalents	2,875,141	10,382,846	1,252,988	2,519,296
Cash and Cash Equivalents at End of Year	$12,092,920	$28,422,866	$11,691,028	$10,597,313

Totals	Governmental-Activities Internal Service Fund
$131,658,050	$10,178,130
(84,940,186)	(4,810,586)
(17,369,965)	(5,245,968)
29,347,899	121,576
(170,000)	0
(170,000)	0
33,075,000	0
(21,720,000)	0
(9,020,000)	0
8,000,000	0
(9,534,608)	0
(19,145,775)	(42,761)
(18,345,383)	(42,761)
2,259,841	0
2,259,841	0
13,092,357	78,815
49,711,770	484,873
$62,804,127	$563,688
45,773,856	$563,688
17,030,271	0
$62,804,127	$563,688

(Continued)

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2008

	Business Type Activities Enterprise Funds			
	Gas	Electric	Water	Wastewater
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	$1,897,350	$6,153,297	($99,355)	$274,418
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	1,938,931	10,077,438	2,740,797	2,156,456
Non-Operating Expense	0	0	0	0
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(1,089,102)	437,373	18,453	210,098
(Increase) Decrease in Inventory	6,317	(150,381)	(13,745)	1,593
Decrease in Prepaids	10,089	7,284	31,519	20,237
Increase in Accounts Payable	441,258	1,434,645	(32,694)	32,066
Increase (Decrease) in Accrued Wages and Benefits	7,877	100,127	32,141	21,194
Increase in Customer Deposits Payable	12,929	24,232	2,470	3,043
Increase in Accrued Liabilities	0	257	0	0
Increase in Unearned Revenue	0	2,430,000	0	0
Increase in Intergovernmental Payable	3,168	2,087	14,513	2,956
Increase (Decrease) in Compensated Absences	37,450	9,331	74,636	65,146
Total Adjustments	1,368,917	14,372,393	2,868,090	2,512,789
Net Cash Provided (Used) by Operating Activities	$3,266,267	$20,525,690	$2,768,735	$2,787,207

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2008 the Gas, Electric, Water and Wastewater Funds had outstanding liabilities of $57,953, $598,417, $441,710 and $443,685, respectively for the purchase of certain capital assets.

At December 31, 2008 the Gas, Electric, Water, Wastewater, and Fleet Maintenance Funds reported a change in the fair value of investments of $41,581, $81,918, $48,023, $34,804 and $3,862, respectively.

See accompanying notes to the basic financial statements

Totals	Governmental-Activities Internal Service Fund
$8,225,710	$262,399
16,913,622	9,207
0	(415)
(423,178)	0
(156,216)	10,786
69,129	47,483
1,875,275	(123,178)
161,339	26,381
42,674	0
257	0
2,430,000	0
22,724	(25,681)
186,563	(85,406)
21,122,189	(140,823)
$29,347,899	$121,576

Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2008

	Agency Funds
Assets:	
Equity in Pooled Cash and Investments	$ 1,270,661
Receivables:	
Taxes	35,090
Prepaid Items	604,494
Total Assets	1,910,245
Liabilities:	
Accounts Payable	3,343
Intergovernmental Payable	1,356,184
Due to Others	550,718
Total Liabilities	$ 1,910,245

See accompanying notes to the basic financial statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are presented as of December 31, 2008 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, Human Relations, 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).

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) Ohio, Inc., the Economic Development Association of Butler County (EDABC), 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 16 and Note 17 to the basic financial statements and are excluded from the accompanying financial statements except as noted.

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 16 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, 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.

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 and liabilities 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 total assets.

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, cost of certain goods or services, and costs associated with health care benefits, pension, worker's compensation provided to other departments or agencies of the City.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: agency funds, pension trust funds, investment trust funds and private-purpose trust funds. The City has fourteen 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 all such tax monies are distributed to the Convention & Visitors Bureau and for which the City receives no remuneration, a Employee Taxes and Benefits Agency Fund to account for special taxes and benefits of Hamilton employees, a Ohio Board of Building Standards Assessments Agency Fund to account for monies collected and remitted on behalf of the Ohio Board of Building Standards from the Department of Planning, a Miscellaneous Collections for Others Agency Fund to account for monies received and held for others, a Unclaimed Monies Agency Fund to account for the receipt of monies

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds (Continued)

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

The 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

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

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

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. 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.

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 service 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 2008, are recorded as deferred revenue. Property taxes, which are measurable at December 31, 2008 but are not intended to finance 2008 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred revenue as further described in Note 4.

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.

Pursuant to GASB Statement No. 20, *"Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting,"* the City follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

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 and department 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 2008.

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 and department level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified 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 the formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds on the basic financial statements.

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 (budgetary basis) as opposed to reservation of fund balance (GAAP basis).

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 statements to the budgetary cash basis statements for the General Fund:

Net Change in Fund Balances	General Fund
GAAP Basis (as reported)	($1,847,994)
Increase (Decrease):	
Accrued Revenues at December 31, 2008 received during 2009	(3,173,574)
Accrued Revenues at December 31, 2007 received during 2008	3,307,571
Accrued Expenditures at December 31, 2008 paid during 2009	3,488,622
Accrued Expenditures at December 31, 2007 paid during 2008	(3,261,431)
2007 Prepaids for 2008	551,924
2008 Prepaids for 2009	(179,069)
Outstanding Encumbrances	(525,269)
Budget Basis	($1,639,220)

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment. See Note 3, "Cash, Cash Equivalents and Investments."

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, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 3, "Cash, Cash Equivalents and Investments".

The City had invested funds in the STAR Ohio during 2008. 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, 2008.

H. Inventory

Inventories are stated at moving average cost. The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed and recorded on the financial statements as a fund balance reserve. The costs of proprietary fund-type inventories are recorded as expenses when consumed rather then when purchased.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2008, 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.

J. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than $5,000.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, 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 Assets 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	25
Improvements other than Buildings	10 – 50
Machinery, Equipment, Furniture and Fixtures	3 – 25
Infrastructure	25 – 75

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
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.

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, the current portion of unpaid compensated absences is the amount normally due for payment during the current year. Matured leave payable in the fund financial statements represents the entire current portion. These amounts are reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements. The City had no such fund liability at year end. The entire liability is reported on the government-wide statement of net assets.

M. Net Assets

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

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

N. Pensions

The provision for pension costs 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Reservations of Fund Balance

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for prepaid items, inventories, endowments and encumbered amounts not accrued at year end.

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 combined statement of net assets because their use is limited for debt service payments, rate stabilization and capital improvements.

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.

This space intentionally left blank.

NOTE 2 - COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Equities – The following funds had deficit fund balance/net asset amounts at December 31, 2008:

Fund	Fund Balance/ Net Asset Deficit
Nonmajor Governmental Funds	
Special Revenue Funds:	
Technology Initiative	$553,392
Miami Conservancy	349,654
Parking	219,748
Capital Projects Funds:	
Hamilton Capital Improvement	1,401,784
Hamilton Enterprise Park	489,052
Clean Ohio Grants Program	52,939
Infrastructure Program	2,085,991
Internal Service Fund	
Central Services	1,086,731

The deficits occurring in the Miami Conservancy and Parking Special Revenue Funds 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.

Deficits occurring in the Technology Initiative Special Revenue Fund and Hamilton Capital Improvement, Hamilton Enterprise Park and Infrastructure Program Capital Projects Funds arose from the recognition of bond anticipation notes within the individual fund balance sheets. When bonds are issued which retire the anticipation notes, the related liability will be removed and the deficit eliminated.

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

This space intentionally left blank.

NOTE 3 - 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.

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).

NOTE 3 - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

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.

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, 2008, $7,624,883 of the City's bank balance of $8,839,386 was exposed to custodial credit risk since it was uninsured and uncollaterized.

B. **Investments**

The City's investments at December 31, 2008 are summarized below:

Categorized Investments	Fair Value	Weighed Average Maturity (Years)	Concentration of Credit Risk	Credit Rating (S&P)
Federal Home Loan Bank	$34,420,205	3.60	46.85%	AAA
Federal National Mortgage Association	942,508	0.62	1.28%	AAA
STAR Ohio	33,093,512	N/A	45.05%	AAAm
Money Market Fund	5,009,891	N/A	6.82%	AAA
Total Fair Value	$73,466,116		100.00%	
Portfolio Weighted Average Maturity		3.52		

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.

NOTE 3 - CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

B. **Investments** (Continued)

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.

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.

NOTE 4 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2008 were levied after October 1, 2007 on assessed values as of January 1, 2007, 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 2005. 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.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. In prior years, tangible personal property used in business (except for public utilities) was assessed for ad valorem taxation purposes at 25 percent of its true value. As part of a phase out of the personal property tax, the assessment percentage for personal property was reduced to 12.5 percent in 2007, 6.25 percent for 2008 and finally to zero in 2009. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semiannually, the first payment is due April 30; the remainder payable by September 20.

NOTE 4 - TAXES (Continued)

A. Property Taxes (Continued)

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% 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, 2008 was $7.16 per $1,000 of assessed value. The assessed value upon which the 2008 receipts were based was $945,251,076. This amount constitutes $903,465,830 in real property assessed value, $3,167,600 in public utility assessed value and $38,617,646 in tangible personal property assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .716% (7.16 mills) of assessed value.

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.

This space intentionally left blank.

NOTE 5 – RECEIVABLES

Receivables at December 31, 2008 consisted of taxes, accounts receivable, accrued interest, loans receivable, interfund receivables, notes receivable 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, 2008, 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, 2008 as follows:

ACCOUNTS RECEIVABLE
As of December 31, 2008

	Gas	Electric	Water	Wastewater	Business-Type Activities
Earned and unbilled consumer accounts	$4,522,161	$3,837,934	$964,833	$448,127	$9,773,055
Earned and billed consumer accounts	7,720,456	8,537,344	1,437,805	2,552,516	20,248,121
Other	0	150,915	24,333	2,239	177,487
Less allowance for uncollectible accounts	(4,655,172)	(5,675,508)	(1,037,207)	(1,532,063)	(12,899,950)
Accounts Receivable	7,587,445	6,850,685	1,389,764	1,470,819	17,298,713
Accrued Interest Receivable	47,508	161,055	67,220	42,364	318,147
Total Receivables :	$7,634,953	$7,011,740	$1,456,984	$1,513,183	$17,616,860

NOTE 6 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2008:

Fund	Transfer In	Transfer Out
General Fund	$90,272	$343,205
Other Governmental Funds	6,913,060	6,490,127
Total Governmental Funds	7,003,332	6,833,332
Gas Fund	0	60,000
Electric Fund	0	60,000
Wastewater Fund	0	50,000
Total Proprietary Funds	0	170,000
Totals	$7,003,332	$7,003,332

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 the obligations. The remaining transfers relate to payments due from the special assessment capital projects fund for debt service payment and some transfers made from the general fund at year-end to eliminate deficit balances. The transfers out of the Proprietary Funds were related to the issuance and retirement of general obligations notes reported in the Other Governmental Funds.

NOTE 7 – INTERFUND TRANSACTIONS

The composition of inter-fund balances as of December 31, 2008, is as follows:

Fund	Interfund Receivable	Interfund Payable	Due from Other Funds	Due to Other Funds
General Fund	$124,833	$0	$9,099	$0
Other Governmental Funds	0	124,833	0	9,099
Total All Funds	$124,833	$124,833	$9,099	$9,099

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 interfund activity relates to cash advances the general fund made to various grants funds during the year. The advances are expected to be returned within the next fiscal year.

This space intentionally left blank.

NOTE 8 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2008:

Historical Cost:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Capital assets not being depreciated:				
Land	$22,069,921	$132,558	$0	$22,202,479
Construction in Progress	11,962,475	2,324,544	(1,424,445)	12,862,574
Sub-Total	34,032,396	2,457,102	(1,424,445)	35,065,053
Capital assets being depreciated:				
Buildings and Improvements	38,936,754	69,543	(98,211)	38,908,086
Machinery and Equipment	22,846,903	1,792,242	(895,403)	23,743,742
Infrastructure	141,587,565	1,153,253	0	142,740,818
Total Cost	$237,403,618	$5,472,140	($2,418,059)	$240,457,699

Accumulated Depreciation:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Buildings and Improvements	($11,588,189)	($742,749)	$98,211	($12,232,727)
Machinery and Equipment	(14,622,180)	(1,528,162)	644,587	(15,505,755)
Infrastructure	(117,540,695)	(1,712,035)	0	(119,252,730)
Total Depreciation	($143,751,064)	($3,982,946) *	$742,798	($146,991,212)
Net Value:	$93,652,554			$93,466,487

* Depreciation expenses were charged to governmental functions as follows:

General Government	$746,617
Security of Persons and Property	763,339
Leisure Time Activities	246,529
Community Environment	103,343
Basic Utility Services	1,222
Transportation	2,111,868
Public Health and Welfare Services	10,028
Total Depreciation Expense	$3,982,946

NOTE 8 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2008:

Historical Cost:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Capital assets not being depreciated:				
Land	$7,322,710	$64,045	$0	$7,386,755
Construction in Progress	22,438,229	14,175,745	(4,606,578)	32,007,396
Sub-Total	29,760,939	14,239,790	(4,606,578)	39,394,151
Capital assets being depreciated:				
Buildings and Improvements	94,682,350	75,632	0	94,757,982
Machinery and Equipment	525,385,692	9,687,900	(641,717)	534,431,875
Total Cost	$649,828,981	$24,003,322	($5,248,295)	$668,584,008

Accumulated Depreciation:

Class	December 31, 2007	Additions	Deletions	December 31, 2008
Buildings and Improvements	($50,997,858)	($1,808,225)	$0	($52,806,083)
Machinery and Equipment	(294,814,524)	(15,105,397)	634,005	(309,285,916)
Total Depreciation	($345,812,382)	($16,913,622)	$634,005	($362,091,999)
Net Value:	$304,016,599			$306,492,009

NOTE 9 – DEFINED BENEFIT PENSION PLANS

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

A. Ohio Public Employees Retirement System ("OPERS")

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

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System ("OPERS") (Continued)

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

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 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 2008, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2008 employer contribution rate for local government employer units was 14.00%, of covered payroll. A portion of the City's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2008, 7.0% of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City's required contributions for pension obligations to OPERS for the years ending December 31, 2008, 2007, and 2006 were $2,055,225, $2,356,505 and $2,540,382, respectively, which were equal to the required contributions for each year.

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

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

All City full-time police officers and full-time firefighters participate in OP&F, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the ORC. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2008, 12.75% of annual covered salary for police and 17.25% 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, 2008, 2007, and 2006 were $1,067,422, $994,965 and $899,305 for police and $1,461,700, $1,346,128 and $1,243,720 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 10 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System ("OPERS")

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

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

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System ("OPERS") (Continued)

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 making a written request to OPERS, Attention: Finance Director, 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 2008, 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. For 2008, the employer contribution allocated to the health care plan was 7.0% of covered payroll. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2008, 2007, and 2006 were $2,055,225, $1,552,189 and $1,242,578, respectively, which were equal to the required contributions for each year.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

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

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

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.

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 2008, the employer contribution allocated to the health care plan was 6.75% of covered payroll. 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 health care to the OP&F for the years ending December 31, 2008, 2007, and 2006 were $565,106, $526,746 and $593,159 for police and $571,970, $526,746 and $593,159 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 11 - 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, 2007	Issued	(Retired)	Balance December 31, 2008
Governmental Activities :				
Special Revenue Notes Payable:				
2.00% Various Purpose Technology Improv.	$ 1,040,000	$ 550,000	$ (1,040,000)	$ 550,000
2.00% South Hamilton Crossing	700,000	630,000	(700,000)	630,000
2.00% McDulin Parking Garage Improv.	800,000	750,000	(800,000)	750,000
Total Special Revenue Notes Payable	2,540,000	1,930,000	(2,540,000)	1,930,000
Capital Projects Notes Payable:				
2.00% Roadway Improvement T.I.F. II	40,000	0	(40,000)	0
2.10% Hamilton Enterprise Park R.E.Acq.	355,000	285,000	(355,000)	285,000
2.25% 2008 Var Purpose A Road Imprv Proj.	0	1,700,000	0	1,700,000
2.25% 2008 Var Purpose A Fire Truck Acq.	0	1,220,000	0	1,220,000
2.00% Mosler site shoppes T.I.F.	550,000	550,000	(550,000)	550,000
2.00% Road Projects	1,000,000	900,000	(1,000,000)	900,000
2.00% Hamilton Enterprise Park Road Imp	900,000	360,000	(900,000)	360,000
2.00% Criminal	250,000	200,000	(250,000)	200,000
2.00% Criminal	400,000	350,000	(400,000)	350,000
Total Capital Projects Notes Payable	3,495,000	5,565,000	(3,495,000)	5,565,000
Special Assessments Notes Payable:				
2.00% 2006 Resufacing & sidewalk program	400,000	103,000	(400,000)	103,000
Total Special Assessments Notes Payable	400,000	103,000	(400,000)	103,000

NOTE 11 - NOTES PAYABLE (Continued)

	Balance December 31, 2007	Issued	(Retired)	Balance December 31, 2008
Business Type Activities :				
Enterprise Notes Payable:				
2.00% Water System Improvement 2007	7,000,000	6,500,000	(7,000,000)	6,500,000
2.00% Gas System Improvement 2005	1,170,000	450,000	(1,170,000)	450,000
2.00% AMR System 2005 B.A.N.'s (Gas)	2,290,000	1,790,000	(2,290,000)	1,790,000
2.00% AMR System 2005 B.A.N.'s (Electric)	2,020,000	1,520,000	(2,020,000)	1,520,000
2.00% Electric System Improvement 2004	1,620,000	1,460,000	(1,620,000)	1,460,000
2.00% Electric System Improvement 2005	2,430,000	2,190,000	(2,430,000)	2,190,000
2.00% Electric System Improvement 2008	0	13,000,000	0	13,000,000
2.00% Water System Improvement 2008	0	2,000,000	0	2,000,000
2.00% AMR System 2005 B.A.N.'s (Water)	2,760,000	2,010,000	(2,760,000)	2,010,000
2.00% Wastewater Series A & B 2003	2,430,000	2,155,000	(2,430,000)	2,155,000
Total Enterprise Notes Payable	21,720,000	33,075,000	(21,720,000)	33,075,000
Total Notes Payable	$ 28,155,000	$ 40,673,000	$ (28,155,000)	$ 40,673,000

This space intentionally left blank.

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Long-term debt and other long-term obligations of the City at December 31, 2008 were as follows:

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008	Due Within One Year
Governmental activities:								
Bonds payable:								
General Obligation Bonds:								
2003	2% - 3.75%	Road Improvement	2016	$ 2,550,000	$0	$ (245,000)	$ 2,305,000	$ 255,000
2002	2.25% - 4.70%	Various Purpose Series A	2017	4,785,000	0	(400,000)	4,385,000	410,000
2002	2.25% - 4.70%	Various Purpose Series B	2012	675,000	0	(125,000)	550,000	130,000
1997	4.99%	Golf	2012	945,000	0	(170,000)	775,000	180,000
2001	5.00%	One Renaissance Center	2026	19,070,000	0	(640,000)	18,430,000	665,000
1999	4.96%	Police & Fire Pension Refunding	2021	2,500,000	0	(130,000)	2,370,000	135,000
	Total General Obligation Bonds			30,525,000	0	(1,710,000)	28,815,000	1,775,000
Special Assessment Bonds:								
2007	4.75%	Various Purpose 2005 Resurfacing	2012	365,000	0	(65,000)	300,000	70,000
2006	4.75%	Various Purpose 2004 Resurfacing	2011	180,000	0	(40,000)	140,000	45,000
2005	3.96%	Main Street Area Streetscape	2010	40,000	0	(5,000)	35,000	5,000
2005	3.43%	Various Purpose 2003 Resurfacing	2010	125,000	0	(40,000)	85,000	40,000
2003	3.15% - 3.50%	Various Purpose 2000/2001 Sidewalk	2008	15,000	0	(15,000)	0	0
2003	3.15% - 3.50%	Various Purpose 2001 Resurfacing	2008	10,000	0	(10,000)	0	0
2003	3.15% - 3.50%	Various Purpose 2002 Resurfacing	2008	2,000	0	(2,000)	0	0
2003	3.15% - 5.25%	Shaffer's Creek Sanitary Sewer	2023	170,000	0	(10,000)	160,000	10,000
1998	4.67%	Various Purpose Series 1998	2018	660,000	0	(50,000)	610,000	50,000
2000	5.34%	Various Purpose Series 2000	2020	245,000	0	(15,000)	230,000	15,000
2001	4.95%	Various Purpose Series 2001	2021	680,000	0	(35,000)	645,000	35,000
	Total Special Assessment Bonds (with Governmental Commitment)			2,492,000	0	(287,000)	2,205,000	270,000
Less deferred amounts:								
		For issuance discounts		(139,839)	0	20,577	(119,262)	0
	Total Bonds Payable			32,877,161	0	(1,976,423)	30,900,738	2,045,000
Compensated absences				6,419,247	1,991,828	(1,903,000)	6,508,075	2,020,095
	Governmental Activities Long-term liabilities			$39,296,408	$1,991,828	($3,879,423)	$37,408,813	$4,065,095

This space intentionally left blank.

NOTE 12 - 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 $188,100,000 at December 31, 2008.

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2007	Additions	Reductions	Balance December 31, 2008	Due Within One Year
Business-type activities:								
Mortgage Revenue Bonds:								
2003	2.0% - 5.00%	Gas Refunding	2015	$9,730,000	$0	($1,055,000)	$8,675,000	$1,085,000
2005	2.50% - 4.70(	Electric series	2025	155,395,000	0	(6,375,000)	149,020,000	6,585,000
2002	4.39%	Water Revenue Refunding	2021	10,335,000	0	(560,000)	9,775,000	580,000
2005	3.00% - 5.25(	Wastewater Refunding	2023	21,660,000	0	(1,030,000)	20,630,000	1,060,000
		Total Mortgage Revenue Bonds		197,120,000	0	(9,020,000)	188,100,000	9,310,000
Less deferred amounts:								
		For deferred charge - refunding		(10,047,072)	0	1,075,758	(8,971,314)	
		For issuance discounts/premium		779,535	0	(120,472)	659,063	0
		Total Bonds Payable		187,852,463	0	(8,064,714)	179,787,749	9,310,000
Line of Credit:								
		Gas Operations	2009	0	4,000,000	0	4,000,000	4,000,000
		Electric Operation	2009	0	4,000,000	0	4,000,000	4,000,000
				0	8,000,000	0	8,000,000	8,000,000
Compensated absences				3,839,295	1,454,988	(1,356,368)	3,937,915	1,408,356
		Business-type activity Long-term liabilities		$191,691,758	$9,454,988	($9,421,082)	$191,725,664	$18,718,356

The principal amount of the City's special assessment bonds outstanding was $2,205,000. 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 of $545,256 in the Debt Service Fund at December 31, 2008 is reserved 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.

The line of credit is for operations of the gas and electric utility. Interest, which is due monthly, is based on the LIBOR index plus 0.95%. The entire principal balance is due no later than July 1, 2009.

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

A. 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, 2008 follows:

	GOVERNMENTAL ACTIVITIES General Obligation Bonds			GOVERNMENTAL ACTIVITIES Special Assessment Bonds		
Years	Principal	Interest	Total	Principal	Interest	Total
2009	$1,775,000	$1,358,112	$3,133,112	$270,000	$111,863	$381,863
2010	1,850,000	1,289,926	3,139,926	285,000	99,995	384,995
2011	1,920,000	1,216,106	3,136,106	250,000	87,383	337,383
2012	2,025,000	1,137,349	3,162,349	205,000	75,698	280,698
2013	1,725,000	1,052,959	2,777,959	135,000	65,498	200,498
2014-2018	8,610,000	4,007,669	12,617,669	755,000	214,498	969,498
2019-2023	6,595,000	2,081,813	8,676,813	305,000	38,588	343,588
2024-2026	4,315,000	438,500	4,753,500	0	0	0
Totals	$28,815,000	$12,582,434	$41,397,434	$2,205,000	$693,522	$2,898,522

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

	BUSINESS-TYPE ACTIVITIES Revenue Bonds		
Years	Principal	Interest	Total
2009	$9,310,000	$8,297,511	$17,607,511
2010	9,620,000	7,987,191	17,607,191
2011	9,950,000	7,626,591	17,576,591
2012	10,320,000	7,228,203	17,548,203
2013	10,690,000	6,809,021	17,499,021
2014-2018	55,085,000	26,943,261	82,028,261
2019-2023	59,100,000	13,932,173	73,032,173
2024-2025	24,025,000	1,699,050	25,724,050
Totals	$188,100,000	$80,523,001	$268,623,001

NOTE 12 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

B. 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, 2008, there were seven series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of $25,246,656.

This space intentionally left blank.

NOTE 13 - 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	$140,837,591	$Limit
Earthquake	75,000,000	
Flood	25,000,000	
Ordinance or Law Coverage	2,500,000	
Extra Expense Designated Locations	500,000	
Valuable Papers Restoration	1,250,000	
Electric Property Insurance	$516,370,259	$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	500,000	Limit
Garage Keepers Liability	$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		
Various Limits to Named Positions	$2,500	
Blanket Limit (for police officers)	$1,000	
Blanket minimum for all other employees	$2,500	
Underground Petroleum Storage Tank	$1,000,000	Limit
Police Professional Liability (per occurrence)	$1,000,000	Limit
	$15,000,000	Umbrella

NOTE 13 - 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	$100,000,000	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 & Omissions	$5,000,000	Limit
(included in G.L.)		
Pollution Legal Liability	$5,000,000	Limit
Named Brownsfield Location – Leshner		
10 Year Term		
Pollution Legal Liability		
Named Brownsfield Location – Mercy Hospital	$3,000,000	Limit
5 Year Term		
Pollution Legal Liability	$10,000,000	Limit
Named NDD Housing Lead Abatement		
1 Year Term		
Pollution Legal Liability		
Named Brownsfield Location – Hamilton Die Cast	$5,000,000	Limit
10 Year Term		
Umbrella	$15,000,000	Limit
Does not apply separately over the underlying/primary coverages		
Contractor's Pollution Liability (NDD)	$10,000,000	Limit

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, Public Entity Management Liability. This will act as an aggregate stop loss maximum. Third party claims adjustment services will be provided by GAB Robins as per the Terms of the City of Hamilton's contract with GAB Robins which will be in compliance with Travelers TPA requirements.

NOTE 13 - INSURANCE AND RISK MANAGEMENT (Continued)

The City had no reduction in coverage in 2008. Settled claims have not exceeded this commercial coverage in any of the past three years.

The City has a group health insurance program for employees. The City maintained a contract to provide a premium based health insurance plan to covered employees through Humana during 2008. The City also maintains premium based insurance coverage through the Ohio Bureau of Worker's Compensation to mitigate job related illness and injury.

NOTE 14 – CONTRACTUAL COMMITMENTS

As of December 31, 2008, 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, 2008:

Vendor	Contractual Commitment
Municipal Gas Acquisition	$4,504,695
MWH Americas, Inc	1,980,652
SK Construction	1,923,905
TurboCare Inc	700,000
Martin Walter Excavating, Inc	669,147
Cinergy Services, Inc	636,520
TurboCare Inc	600,000
Cincinnati Bulk Terminals	590,321
Carmeuse Lime and Stone	490,188
Amp Ohio Inc	443,065
Municipal Energy Services Agc	412,052
Jordon Jones & Goulding	374,410
Reagent Technologies LLC	295,050
Miller Pipeline Corporation	269,561
Municipal Energy Services Agc	259,508
GE International Inc	256,279
Neighborhood Housing Services	254,306
Buckeye Community Hope	247,500
Butler Co TID	241,417
THR Inc	225,000
	$15,373,575

NOTE 15 – 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. A Consent Decree has been executed by the City and the Ohio EPA. Costs of these remedial measures are estimated at $36 million and are to be completed prior to October 2014. Engineering design for a portion of these improvements have taken place in 2007. All required reports have been submitted to the OEPA and have been or are in the process of receiving approval. The City had also paid civil penalties totaling $102,000 and these costs were accrued in 2006.

B. Federal and State Grants

For the period January 1, 2008 to December 31, 2008, 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.

This space intentionally left blank.

NOTE 16 – JOINT VENTURES

The City of Hamilton is a member of a number of Governmental Joint Ventures as described in GASB Statement No. 14, The Financial Reporting Entity. 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. Recently, the JEDD was expanded (Phase II) to include the Bridgewater Falls development along Princeton Road. 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.

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, and a variety of other retail establishments. 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.

The distribution of income tax revenues exceeds $20,000 per month for each entity. During 2008, distribution of tax collections for JEDD I and JEDD II were $278,897 and $108,595, respectively, with a total JEDD distribution of $387,492.

This space intentionally left blank.

NOTE 16 – JOINT VENTURES (Continued)

B. Amp Ohio, Inc. – 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-OHIO, 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 amounts were expended by the Electric Fund and recorded within the Purchase of Electric expense account to the OMEGA JV2 and Amp-Ohio in 2008:

	2008
Annual Capacity	$1,131,698
Power Purchases	3,712,869
Total Payments – OMEGA JV2	$4,844,567

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-OHIO, Inc., 2600 Airport Drive, Columbus, Ohio 43219.

This space intentionally left blank.

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS

The City of Hamilton is a member of a number of Jointly Governed Organizations as described in GASB Statement No. 14, The Financial Reporting Entity. The following is a list of organizations and a brief description of each Jointly Governed Organization.

A. Amp Ohio, Inc.

The City of Hamilton is a member of American Municipal Power Ohio, Inc (AMP-OHIO). AMP-OHIO 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-OHIO, 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-OHIO, Inc., 2600 Airport Drive, Columbus, Ohio 43219.

B. Butler County Alliance (aka Economic Development Association of Butler County, Inc.)

The Butler County Alliance (BCA) was created by resolution of the County Commissioners and organized as a non–profit corporation under Internal Revenue Code Section 501(c)(6). The BCA is a jointly governed organization and was created to promote economic development in the County. Membership on the Board of Trustees is made up of private and public sector investors in the BCA, the County and a representative of the public economic development organizations in the County. Membership on the Advisory Board of the BCA consists of Butler County, five cities including the City of Hamilton, two townships and all five chambers of commerce in Butler County. The Board of Trustees oversees the operation of the Association. The continued existence of the BCA is not dependent upon the City's continued participation and the City of Hamilton has no equity interest in the BCA. Complete financial statements can be obtained from the BCA, 315 High Street, 6th Floor, Hamilton, Ohio 45011.

C. 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.

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

D. 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.

E. 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 it's continued existence. Complete financial statements can be obtained from the Hamilton Community Improvement Corporation, 345 High Street, Hamilton, Ohio 45011.

F. 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.

NOTE 17 – JOINTLY GOVERNED ORGANIZATIONS (Continued)

G. 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. OKI members include Butler, Clermont, Hamilton, and Warren Counties in Ohio, Boone, Campbell and Kenton Counties in Kentucky, and Dearborn and Ohio Counties in Indiana. OKI also serves as an area wide review agency in conjunction with in the OKI Region.

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 18 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES

The City's Utility Enterprise activities (Gas, Electric, Water & 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 2008, the Electric Fund purchased $728,008 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 $944,000 and $697,000 respectively during 2008. These amounts are recorded in the Water and Wastewater Fund 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 4,993,370 kilowatt-hours of electrical energy in 2008, and the estimated operating cost of supplying these free services was $479,365 for the year ending December 31, 2008.

NOTE 18 – 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 for each Utility Fund by type of charge or activity for 2008.

	Gas	Electric	Water	Wastewater
Administrative cost (General Fund)	$1,094,000	$1,172,000	$1,151,000	$1,207,000
Central Service charges	1,587,000	1,853,000	1,758,000	1,326,000
Fleet Maintenance Chargebacks	175,000	175,000	175,000	0
Total	$2,856,000	$3,200,000	$3,084,000	$2,533,000

NOTE 19 – SUBSEQUENT EVENTS

The City issued $2,940,000 of Bond Anticipation Notes in anticipation of the issuance of bonds. These notes roll over notes previously sold for road projects and for fire trucks. The notes are dated March 20, 2009 with an interest rate of 2.50%, payable at maturity, and maturing on September 10, 2009.

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 expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

One Renaissance Center Fund

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

Federal Emergency Management Grant Fund

To account for revenues and expenditures related to grants from the Federal Emergency Management Agency (FEMA).

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 0.5% of the City's income tax and designated expenditures for health and public safety.

Municipal Income Tax TIF Aggregation/Verification Fund

To account for revenue from income tax collected within a Tax Increment Financing (TIF) project area.

Brownfield Improvement Fund

To account for receipts and disbursements associated with the administration of a grant from the Federal government which is to be used for Brownfield redevelopment within the City of Hamilton.

Weed and Seed Grant Fund

To account for federal grant monies to be used for comprehensive restoration of neighborhoods and to reduce crimes involving drugs, guns, drug trafficking and prostitution.

Dispute Resolution Proceeds Fund

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

(Continued)

Special Revenue Funds

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 designated for the purchase of paramedic supplies.

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.

Technology Initiative Fund
To properly account for a series of technology related improvements and projects.

Public Health Care Services Fund
To account for funds designated 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.

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

(Continued)

Special Revenue Funds

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

Street Maintenance Fund
To account for state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair

Miami Conservancy Fund
To account for property tax receipts designated for conservancy district expenditures.

Home Program Fund
To account for federal grants designated for improvement of the community's housing stock.

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 designated 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.

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

Capital Projects Fund

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

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.

Capital Projects Fund

To account for revenues and expenditures on large capital projects which are funded by the General Fund.

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.

Hamilton Enterprise Park Fund

To account for the receiving and disbursing of monies for the development of the Hamilton Enterprise Park.

Central Business District Streetscape Improvements Fund

To account for revenues and expenditures associated with a major Streetscape project in the Central Business District.

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.)

(Continued)

Capital Projects Fund

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 from 2003 to 2005 with proceeds from the issuance of gasoline tax revenue general obligation bonds.

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.

Benninghoffen 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 Benninghoffen Family. The bequest cannot be used for any purpose other than generating investment income.

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2008

	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	$ 8,823,136	$ 542,979	$ 3,965,937	$ 77,387	$ 13,409,439
Receivables:					
Taxes	4,433,081	374,724	1,349,357	0	6,157,162
Accounts	703,126	0	0	0	703,126
Intergovernmental	2,817,010	0	0	0	2,817,010
Interest	16,974	2,277	0	610	19,861
Loans	788,134	0	0	0	788,134
Inventory of Supplies, at Cost	52,266	0	0	0	52,266
Prepaid Items	32,085	0	0	0	32,085
Total Assets	$ 17,665,812	$ 919,980	$ 5,315,294	$ 77,997	$ 23,979,083
Liabilities:					
Accounts Payable	$ 952,560	$ 0	$ 78,325	$ 0	$ 1,030,885
Accrued Wages and Benefits Payable	68,268	0	0	0	68,268
Intergovernmental Payable	79,777	0	0	0	79,777
Accrued Liabilities	75,383	0	60,306	0	135,689
Customer Deposits	9,165	0	0	0	9,165
Due to Other Funds	9,099	0	0	0	9,099
Interfund Payable	124,833	0	0	0	124,833
Deferred Revenue	6,885,552	374,724	1,116,988	0	8,377,264
Accrued Interest Payable	11,902	0	66,855	0	78,757
General Obligation Notes Payable	1,930,000	0	5,565,000	0	7,495,000
Special Assessment Notes Payable	0	0	103,000	0	103,000
Total Liabilities	10,146,539	374,724	6,990,474	0	17,511,737
Fund Balance:					
Reserved for Encumbrances	1,382,899	0	287,135	0	1,670,034
Reserved for Prepaid Items	32,085	0	0	0	32,085
Reserved for Supplies Inventory	52,266	0	0	0	52,266
Reserved for Endowments	0	0	0	77,997	77,997
Undesignated/Unreserved	6,052,023	545,256	(1,962,315)	0	4,634,964
Total Fund Balance	7,519,273	545,256	(1,675,180)	77,997	6,467,346
Total Liabilities and Fund Balance	$ 17,665,812	$ 919,980	$ 5,315,294	$ 77,997	$ 23,979,083

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Income Taxes	$ 3,217,660	$ 0	$ 2,423,368	$ 0	$ 5,641,028
Property and Other Local Taxes	3,063,607	0	438,900	0	3,502,507
Intergovernmental Revenues	6,127,024	0	2,836,221	0	8,963,245
Charges for Services	9,258,393	0	0	0	9,258,393
Licenses and Permits	364,102	0	0	0	364,102
Investment Earnings	167,645	30,174	(5,626)	3,401	195,594
Special Assessments	0	562,053	84,201	0	646,254
Fines and Forfeitures	260,953	0	0	0	260,953
All Other Revenue	401,019	0	118,801	0	519,820
Total Revenue	22,860,403	592,227	5,895,865	3,401	29,351,896
Expenditures:					
Current:					
General Government	840,043	0	0	1,506	841,549
Security of Persons and Property	7,160,111	0	0	0	7,160,111
Leisure Time Activities	936,509	0	0	0	936,509
Community Environment	3,150,899	0	0	0	3,150,899
Basic Utility Services	4,970,714	0	0	0	4,970,714
Transportation	2,900,974	0	0	0	2,900,974
Public Health and Welfare Services	114,408	0	0	0	114,408
Capital Outlay	0	0	6,392,174	0	6,392,174
Debt Service:					
Principal Retirement	295,000	1,702,000	0	0	1,997,000
Interest and Fiscal Charges	156,065	1,450,333	185,575	0	1,791,973
Total Expenditures	20,524,723	3,152,333	6,577,749	1,506	30,256,311
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,335,680	(2,560,106)	(681,884)	1,895	(904,415)
Other Financing Sources (Uses):					
Transfers In	971,840	3,971,489	1,969,731	0	6,913,060
Transfers Out	(1,832,229)	(1,279,846)	(3,378,052)	0	(6,490,127)
Total Other Financing Sources (Uses)	(860,389)	2,691,643	(1,408,321)	0	422,933
Net Change in Fund Balance	1,475,291	131,537	(2,090,205)	1,895	(481,482)
Fund Balance at Beginning of Year	6,027,971	413,719	415,025	76,102	6,932,817
Increase in Inventory Reserve	16,011	0	0	0	16,011
Fund Balance (Deficit) End of Year	$ 7,519,273	$ 545,256	$ (1,675,180)	$ 77,997	$ 6,467,346

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008

	One Renaissance Center	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax
Assets:				
Equity in Pooled Cash and Investments	$ 329,228	$ 1,193	$ 192,007	$ 643,526
Receivables:				
Taxes	0	0	0	660,957
Accounts	0	0	0	0
Intergovernmental	0	1,711,748	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	$ 329,228	$ 1,712,941	$ 192,007	$ 1,304,483
Liabilities:				
Accounts Payable	$ 54,834	$ 0	$ 252	$ 0
Accrued Wages and Benefits Payable	0	0	1,412	0
Intergovernmental Payable	0	0	1,582	0
Accrued Liabilities	0	0	0	75,383
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	0	1,283,481	0	370,496
Accrued Interest Payable	0	0	0	0
General Obligation Notes Payable	0	0	0	0
Total Liabilities	54,834	1,283,481	3,246	445,879
Fund Balance:				
Reserved for Encumbrances	0	0	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	274,394	429,460	188,761	858,604
Total Fund Balance	274,394	429,460	188,761	858,604
Total Liabilities and Fund Balance	$ 329,228	$ 1,712,941	$ 192,007	$ 1,304,483

Municipal Income Tax TIF Aggregation/Verification	Brownfield Improvement	Weed and Seed Grant	Dispute Resolution Proceeds	Safety Services	Police Pension
$ 434,492	$ 1,998	$ 86,389	$ 79,887	$ 552,919	$ 70,605
0	0	0	0	1,058,359	317,511
0	0	0	0	0	0
0	0	42,541	0	26,201	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
$ 434,492	$ 1,998	$ 128,930	$ 79,887	$ 1,637,479	$ 388,116
$ 0	$ 0	$ 17,298	$ 0	$ 7,230	$ 0
0	0	0	0	3,620	0
0	0	0	0	4,056	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	98,632	0	26,201	0
0	0	0	0	1,076,017	317,511
0	0	0	0	0	0
0	0	0	0	0	0
0	0	115,930	0	1,117,124	317,511
0	0	73,943	0	18,553	0
0	0	0	0	0	0
0	0	0	0	0	0
434,492	1,998	(60,943)	79,887	501,802	70,605
434,492	1,998	13,000	79,887	520,355	70,605
$ 434,492	$ 1,998	$ 128,930	$ 79,887	$ 1,637,479	$ 388,116

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008

	Police Levy	Firemen's Pension	Emergency Medical Services Grant	Fire EMS Levy
Assets:				
Equity in Pooled Cash and Investments	$ 103,024	$ 69,046	$ 4,924	$ 191,577
Receivables:				
Taxes	854,158	317,511	0	854,158
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	$ 957,182	$ 386,557	$ 4,924	$ 1,045,735
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
Deferred Revenue	854,158	317,511	0	854,158
Accrued Interest Payable	0	0	0	0
General Obligation Notes Payable	0	0	0	0
Total Liabilities	854,158	317,511	0	854,158
Fund Balance:				
Reserved for Encumbrances	0	0	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	103,024	69,046	4,924	191,577
Total Fund Balance	103,024	69,046	4,924	191,577
Total Liabilities and Fund Balance	$ 957,182	$ 386,557	$ 4,924	$ 1,045,735

Technology Initiative	Public Health Care Services	Street and Parks Beautification	Stormwater Management	Refuse	Street Maintenance
$ 0	$ 217,348	$ 63,431	$ 995,106	$ 407,908	$ 2,495,527
0	0	0	0	0	0
0	0	0	264,842	383,559	0
0	0	0	0	0	965,130
0	0	0	4,179	0	10,461
0	0	0	0	0	0
0	0	0	0	0	42,811
0	0	0	0	1,917	6,960
$ 0	$ 217,348	$ 63,431	$ 1,264,127	$ 793,384	$ 3,520,889
$ 0	$ 17,419	$ 0	$ 125,216	$ 221,400	$ 62,940
0	411	0	17,852	2,702	20,201
0	0	0	15,006	2,884	26,323
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	600,074
3,392	0	0	0	0	3,885
550,000	0	0	0	0	630,000
553,392	17,830	0	158,074	226,986	1,343,423
0	5,448	0	0	6,616	378,416
0	0	0	0	1,917	6,960
0	0	0	0	0	42,811
(553,392)	194,070	63,431	1,106,053	557,865	1,749,279
(553,392)	199,518	63,431	1,106,053	566,398	2,177,466
$ 0	$ 217,348	$ 63,431	$ 1,264,127	$ 793,384	$ 3,520,889

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2008

	Miami Conservancy	Home Program	Parking	Golf Course
Assets:				
Equity in Pooled Cash and Investments	$ 0	$ 366,747	$ 560,303	$ 141,984
Receivables:				
Taxes	370,427	0	0	0
Accounts	0	0	46,145	8,580
Intergovernmental	0	35,203	0	0
Interest	0	0	2,334	0
Loans	0	112,925	0	0
Inventory of Supplies, at Cost	0	0	0	9,455
Prepaid Items	0	0	3,463	10,098
Total Assets	$ 370,427	$ 514,875	$ 612,245	$ 170,117
Liabilities:				
Accounts Payable	$ 349,654	$ 35,203	$ 10,369	$ 14,557
Accrued Wages and Benefits Payable	0	850	5,648	3,887
Intergovernmental Payable	0	1,102	6,041	11,287
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	9,165	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	370,427	112,925	46,145	7,440
Accrued Interest Payable	0	0	4,625	0
General Obligation Notes Payable	0	0	750,000	0
Total Liabilities	720,081	150,080	831,993	37,171
Fund Balance:				
Reserved for Encumbrances	0	786,269	28,428	0
Reserved for Prepaid Items	0	0	3,463	10,098
Reserved for Supplies Inventory	0	0	0	9,455
Undesignated/Unreserved	(349,654)	(421,474)	(251,639)	113,393
Total Fund Balance	(349,654)	364,795	(219,748)	132,946
Total Liabilities and Fund Balance	$ 370,427	$ 514,875	$ 612,245	$ 170,117

Community Development Block Grant	Total Nonmajor Special Revenue Funds
$ 813,967	$ 8,823,136
0	4,433,081
0	703,126
36,187	2,817,010
0	16,974
675,209	788,134
0	52,266
9,647	32,085
$ 1,535,010	$ 17,665,812
$ 36,188	$ 952,560
11,685	68,268
11,496	79,777
0	75,383
0	9,165
9,099	9,099
0	124,833
675,209	6,885,552
0	11,902
0	1,930,000
743,677	10,146,539
85,226	1,382,899
9,647	32,085
0	52,266
696,460	6,052,023
791,333	7,519,273
$ 1,535,010	$ 17,665,812

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2008

	One Renaissance Center	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 3,029,096
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	0	615,663	0	0
Charges for Services	2,366,448	0	114,421	0
Licenses and Permits	0	0	0	0
Investment Earnings	506	0	(195)	(766)
Fines and Forfeitures	0	0	103,010	0
All Other Revenue	12,316	0	0	0
Total Revenue	2,379,270	615,663	217,236	3,028,330
Expenditures:				
Current:				
General Government	668,012	172,031	0	0
Security of Persons and Property	0	0	195,096	2,969,154
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	668,012	172,031	195,096	2,969,154
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,711,258	443,632	22,140	59,176
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	(1,583,635)	0	0	(7,500)
Total Other Financing Sources (Uses)	(1,583,635)	0	0	(7,500)
Net Change in Fund Balance	127,623	443,632	22,140	51,676
Fund Balance (Deficit) at Beginning of Year	146,771	(14,172)	166,621	806,928
Increase in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	$ 274,394	$ 429,460	$ 188,761	$ 858,604

Municipal Income Tax TIF Aggregation/Verification	Brownfield Improvement	Weed and Seed Grant	Dispute Resolution Proceeds	Safety Services	Police Pension
$ 188,564	$ 0	$ 0	$ 0	$ 0	$ 0
0	0	0	0	844,113	253,234
0	0	312,262	0	223,062	33,614
0	0	0	15,174	33,979	0
0	0	0	0	0	0
(262)	(4)	0	(24)	(1,205)	(79)
0	0	0	0	157,943	0
0	0	0	0	4,164	0
188,302	(4)	312,262	15,150	1,262,056	286,769
0	0	0	0	0	0
0	0	285,089	0	1,340,772	280,000
0	0	0	0	0	0
59,768	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
59,768	0	285,089	0	1,340,772	280,000
128,534	(4)	27,173	15,150	(78,716)	6,769
0	0	0	0	103,550	0
(61,283)	0	0	0	(78,613)	0
(61,283)	0	0	0	24,937	0
67,251	(4)	27,173	15,150	(53,779)	6,769
367,241	2,002	(14,173)	64,737	574,134	63,836
0	0	0	0	0	0
$ 434,492	$ 1,998	$ 13,000	$ 79,887	$ 520,355	$ 70,605

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2008

	Police Levy	Firemen's Pension	Emergency Medical Services Grant	Fire EMS Levy
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	708,864	253,234	0	708,860
Intergovernmental Revenues	85,658	33,614	0	85,658
Charges for Services	0	0	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	(2,033)	(165)	(10)	(429)
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	0	0
Total Revenue	792,489	286,683	(10)	794,089
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	1,000,000	290,000	0	800,000
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	1,000,000	290,000	0	800,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(207,511)	(3,317)	(10)	(5,911)
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(207,511)	(3,317)	(10)	(5,911)
Fund Balance (Deficit) at Beginning of Year	310,535	72,363	4,934	197,488
Increase in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	$ 103,024	$ 69,046	$ 4,924	$ 191,577

Technology Initiative	Public Health Care Services	Street and Parks Beautification	Stormwater Management	Refuse	Street Maintenance
$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
0	0	0	0	0	0
0	133,518	0	0	0	2,302,861
0	0	0	1,998,182	3,074,379	0
0	0	0	0	0	364,102
(1,386)	(273)	2,294	35,742	808	79,746
0	0	0	0	0	0
0	394	0	31,095	25,623	20,186
(1,386)	133,639	2,294	2,065,019	3,100,810	2,766,895
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
21,924	0	3,533	0	0	0
0	0	0	2,075,976	2,894,738	0
0	0	0	0	0	2,464,106
0	114,408	0	0	0	0
0	0	0	0	0	0
32,165	0	0	0	0	23,252
54,089	114,408	3,533	2,075,976	2,894,738	2,487,358
(55,475)	19,231	(1,239)	(10,957)	206,072	279,537
531,253	0	0	0	0	97,767
(73,822)	0	0	0	0	0
457,431	0	0	0	0	97,767
401,956	19,231	(1,239)	(10,957)	206,072	377,304
(955,348)	180,287	64,670	1,117,010	360,326	1,788,212
0	0	0	0	0	11,950
$ (553,392)	$ 199,518	$ 63,431	$ 1,106,053	$ 566,398	$ 2,177,466

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2008

	Miami Conservancy	Home Program	Parking	Golf Course
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	295,302	0	0	0
Intergovernmental Revenues	39,216	653,905	0	0
Charges for Services	0	0	609,906	1,045,904
Licenses and Permits	0	0	0	0
Investment Earnings	(52)	0	22,393	3,781
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	98,279	42,247	28,328
Total Revenue	334,466	752,184	674,546	1,078,013
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Leisure Time Activities	0	0	0	936,509
Community Environment	349,187	810,288	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	436,868	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	125,000	170,000
Interest and Fiscal Charges	0	0	52,948	47,700
Total Expenditures	349,187	810,288	614,816	1,154,209
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,721)	(58,104)	59,730	(76,196)
Other Financing Sources (Uses):				
Transfers In	9,414	0	12,156	217,700
Transfers Out	0	(27,340)	0	0
Total Other Financing Sources (Uses)	9,414	(27,340)	12,156	217,700
Net Change in Fund Balance	(5,307)	(85,444)	71,886	141,504
Fund Balance (Deficit) at Beginning of Year	(344,347)	450,239	(291,634)	(12,619)
Increase in Inventory Reserve	0	0	0	4,061
Fund Balance (Deficit) End of Year	$ (349,654)	$ 364,795	$ (219,748)	$ 132,946

Community Development Block Grant	Total Nonmajor Special Revenue Funds
$ 0	$ 3,217,660
0	3,063,607
1,607,993	6,127,024
0	9,258,393
0	364,102
29,258	167,645
0	260,953
138,387	401,019
1,775,638	22,860,403
0	840,043
0	7,160,111
0	936,509
1,906,199	3,150,899
0	4,970,714
0	2,900,974
0	114,408
0	295,000
0	156,065
1,906,199	20,524,723
(130,561)	2,335,680
0	971,840
(36)	(1,832,229)
(36)	(860,389)
(130,597)	1,475,291
921,930	6,027,971
0	16,011
$ 791,333	$ 7,519,273

Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2008

	Hamilton Capital Improvement	Capital Projects	Special Assessment	MITIE
Assets:				
Equity in Pooled Cash and Investments	$ 297,904	$ 360,650	$ 289,882	$ 1,531,073
Receivables:				
Taxes	528,765	0	0	820,592
Total Assets	$ 826,669	$ 360,650	$ 289,882	$ 2,351,665
Liabilities:				
Accounts Payable	$ 77,544	$ 0	$ 781	$ 0
Accrued Liabilities	60,306	0	0	0
Deferred Revenue	296,396	0	0	820,592
Accrued Interest Payable	24,207	0	635	0
General Obligation Notes Payable	1,770,000	0	0	0
Special Assessment Notes Payable	0	0	103,000	0
Total Liabilities	2,228,453	0	104,416	820,592
Fund Balance:				
Reserved for Encumbrances	174,467	0	112,668	0
Undesignated/Unreserved	(1,576,251)	360,650	72,798	1,531,073
Total Fund Balance	(1,401,784)	360,650	185,466	1,531,073
Total Liabilities and Fund Balance	$ 826,669	$ 360,650	$ 289,882	$ 2,351,665

Hamilton Enterprise Park	Central Business District Streetscape Improvements	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Projects Funds
$ 160,013	$ 277,397	$ 500,453	$ 548,565	$ 3,965,937
0	0	0	0	1,349,357
$ 160,013	$ 277,397	$ 500,453	$ 548,565	$ 5,315,294
$ 0	$ 0	$ 0	$ 0	$ 78,325
0	0	0	0	60,306
0	0	0	0	1,116,988
4,065	0	3,392	34,556	66,855
645,000	0	550,000	2,600,000	5,565,000
0	0	0	0	103,000
649,065	0	553,392	2,634,556	6,990,474
0	0	0	0	287,135
(489,052)	277,397	(52,939)	(2,085,991)	(1,962,315)
(489,052)	277,397	(52,939)	(2,085,991)	(1,675,180)
$ 160,013	$ 277,397	$ 500,453	$ 548,565	$ 5,315,294

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2008

	Hamilton Capital Improvement	Capital Projects	Special Assessment	MITIE
Revenues:				
Income Taxes	$ 2,423,368	$ 0	$ 0	$ 0
Property and Other Local Taxes	0	0	0	438,900
Intergovernmental Revenues	0	0	0	73,572
Investment Earnings	(2,216)	(717)	(6,398)	1,149
Special Assessments	0	0	84,201	0
All Other Revenue	118,801	0	0	0
Total Revenue	2,539,953	(717)	77,803	513,621
Expenditures:				
Capital Outlay	2,368,283	0	426,246	0
Debt Service:				
Interest and Fiscal Charges	53,786	0	11,746	1,107
Total Expenditures	2,422,069	0	437,992	1,107
Excess (Deficiency) of Revenues Over (Under) Expenditures	117,884	(717)	(360,189)	512,514
Other Financing Sources (Uses):				
Transfers In	1,148,905	0	0	0
Transfers Out	(2,617,710)	0	0	0
Total Other Financing Sources (Uses)	(1,468,805)	0	0	0
Net Change in Fund Balance	(1,350,921)	(717)	(360,189)	512,514
Fund Balance (Deficit) at Beginning of Year	(50,863)	361,367	545,655	1,018,559
Fund Balance (Deficit) End of Year	$ (1,401,784)	$ 360,650	$ 185,466	$ 1,531,073

Hamilton Enterprise Park	Central Business District Streetscape Improvements	Issue II Projects	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Project Funds
$ 0	$ 0	$ 0	$ 0	$ 0	$ 2,423,368
0	0	0	0	0	438,900
385,000	0	536,268	1,841,381	0	2,836,221
8,905	(551)	0	(2,897)	(2,901)	(5,626)
0	0	0	0	0	84,201
0	0	0	0	0	118,801
393,905	(551)	536,268	1,838,484	(2,901)	5,895,865
607,650	0	536,268	549,776	1,903,951	6,392,174
38,507	0	0	18,609	61,820	185,575
646,157	0	536,268	568,385	1,965,771	6,577,749
(252,252)	(551)	0	1,270,099	(1,968,672)	(681,884)
659,342	0	0	21,817	139,667	1,969,731
(760,342)	0	0	0	0	(3,378,052)
(101,000)	0	0	21,817	139,667	(1,408,321)
(353,252)	(551)	0	1,291,916	(1,829,005)	(2,090,205)
(135,800)	277,948	0	(1,344,855)	(256,986)	415,025
$ (489,052)	$ 277,397	$ 0	$ (52,939)	$ (2,085,991)	$ (1,675,180)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	$ 18,550,000	$ 18,200,000	$ 18,194,538	$ (5,462)
Property and Other Local Taxes	6,225,000	6,215,900	6,009,888	(206,012)
Intergovernmental Revenues	4,840,740	5,483,375	5,005,827	(477,548)
Charges for Services	15,420,577	15,465,442	14,560,415	(905,027)
Licenses and Permits	833,538	833,538	564,338	(269,200)
Investment Earnings	600,000	570,000	540,314	(29,686)
Fines and Forfeitures	832,300	832,300	840,719	8,419
All Other Revenue	280,481	757,590	748,798	(8,792)
Total Revenues	47,582,636	48,358,145	46,464,837	(1,893,308)
Expenditures:				
Security of Persons and Property:				
Municipal Court:				
Personal Services	1,212,518	1,213,523	1,202,570	10,953
Other Expenditures	356,798	365,997	368,773	(2,776)
Total Municipal Court	1,569,316	1,579,520	1,571,343	8,177
Police:				
Personal Services	12,237,768	12,627,236	12,612,024	15,212
Other Expenditures	1,212,675	1,327,089	1,305,880	21,209
Total Police	13,450,443	13,954,325	13,917,904	36,421
Civilian Dispatch:				
Personal Services	1,152,662	1,156,675	1,152,639	4,036
Other Expenditures	100,693	87,053	58,670	28,383
Total Civilian Dispatch	1,253,355	1,243,728	1,211,309	32,419
Building Maintenance - Criminal Justice:				
Other Expenditures	212,379	210,377	189,669	20,708
Total Building Maintenance - Criminal Justice	212,379	210,377	189,669	20,708
Corrections:				
Personal Services	685,004	687,727	677,151	10,576
Other Expenditures	95,000	227,500	218,155	9,345
Total Corrections	780,004	915,227	895,306	19,921

(Continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Police - Citizens:				
Other Expenditures	3,250	3,250	803	2,447
Total Police - Citizens	3,250	3,250	803	2,447
Police - Safe Neighborhood:				
Personal Services	54,592	62,396	51,259	11,137
Other Expenditures	1,115	1,115	481	634
Total Police - Safe Neighborhood	55,707	63,511	51,740	11,771
Fire:				
Personal Services	9,724,977	10,213,350	10,202,735	10,615
Other Expenditures	468,809	470,640	452,642	17,998
Total Fire	10,193,786	10,683,990	10,655,377	28,613
Fire - Building:				
Other Expenditures	251,440	244,897	192,327	52,570
Total Fire - Building	251,440	244,897	192,327	52,570
Fire - Paramedics:				
Personal Services	1,917,149	2,031,312	2,037,949	(6,637)
Other Expenditures	241,900	246,902	229,622	17,280
Total Fire - Paramedics	2,159,049	2,278,214	2,267,571	10,643
Total Security of Persons and Property	29,928,729	31,177,039	30,953,349	223,690
Public Health and Welfare Services:				
Health:				
Personal Services	1,372,581	1,184,236	1,134,018	50,218
Other Expenditures	622,650	625,023	556,327	68,696
Total Health	1,995,231	1,809,259	1,690,345	118,914
Total Public Health and Welfare Services	1,995,231	1,809,259	1,690,345	118,914
Leisure Time Activities:				
Parks and Recreation - Administration:				
Personal Services	250,850	280,659	279,836	823
Other Expenditures	22,424	22,535	18,728	3,807
Total Parks and Recreation - Administration	273,274	303,194	298,564	4,630

(Continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Playground Programs:				
Personal Services	33,995	37,695	37,924	(229)
Other Expenditures	37,678	33,978	29,304	4,674
Total Playground Programs	71,673	71,673	67,228	4,445
Outdoor Athletic Program:				
Personal Services	257,241	171,590	118,816	52,774
Other Expenditures	109,872	109,021	105,278	3,743
Total Outdoor Athletic Program	367,113	280,611	224,094	56,517
Swimming Pools:				
Personal Services	141,187	0	0	0
Other Expenditures	6,000	12,000	10,798	1,202
Total Swimming Pools	147,187	12,000	10,798	1,202
Parks and Playgrounds Maintenance:				
Personal Services	596,275	576,163	461,257	114,906
Other Expenditures	292,430	305,865	281,266	24,599
Total Parks and Playgrounds Maintenance	888,705	882,028	742,523	139,505
Community Center:				
Other Expenditures	120,380	118,505	106,965	11,540
Total Community Center	120,380	118,505	106,965	11,540
Colligan:				
Personal Services	23,149	26,649	26,224	425
Other Expenditures	19,850	18,355	19,620	(1,265)
Total Colligan	42,999	45,004	45,844	(840)
Total Leisure Time Activities	1,911,331	1,713,015	1,496,016	216,999
Community Environment:				
Construction Services:				
Personal Services	724,704	717,014	692,168	24,846
Other Expenditures	85,170	59,282	42,144	17,138
Total Construction Services	809,874	776,296	734,312	41,984

(Continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Department of Planning:				
Personal Services	543,457	485,206	468,944	16,262
Other Expenditures	40,977	46,041	33,345	12,696
Total Department of Planning	584,434	531,247	502,289	28,958
Department of Human Relations:				
Personal Services	196,900	199,129	193,495	5,634
Other Expenditures	8,729	5,701	5,326	375
Total Department of Human Relations	205,629	204,830	198,821	6,009
CDBG:				
Other Expenditures	100,222	115,000	114,920	80
Total CDBG	100,222	115,000	114,920	80
Total Community Environment	1,700,159	1,627,373	1,550,342	77,031
Basic Utility Services:				
Public Works - Administration:				
Personal Services	212,018	211,881	207,451	4,430
Other Expenditures	9,607	12,166	11,922	244
Total Public Works - Administration	221,625	224,047	219,373	4,674
Engineering:				
Personal Services	1,110,431	1,031,777	890,960	140,817
Other Expenditures	64,774	64,999	37,554	27,445
Total Engineering	1,175,205	1,096,776	928,514	168,262
Public Works - Maintenance:				
Personal Services	455,255	463,447	451,399	12,048
Other Expenditures	151,298	149,008	110,248	38,760
Total Public Works - Maintenance	606,553	612,455	561,647	50,808
Total Basic Utility Services	2,003,383	1,933,278	1,709,534	223,744
General Government:				
City Council:				
Personal Services	83,702	93,525	91,173	2,352
Other Expenditures	34,890	24,940	21,800	3,140
Total City Council	118,592	118,465	112,973	5,492

(Continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
City Clerk:				
Personal Services	132,981	132,875	131,329	1,546
Other Expenditures	20,815	20,790	16,519	4,271
Total City Clerk	153,796	153,665	147,848	5,817
City Manager:				
Personal Services	349,161	349,004	340,739	8,265
Other Expenditures	18,532	19,867	20,313	(446)
Total City Manager	367,693	368,871	361,052	7,819
Finance - Cashiers:				
Personal Services	155,704	155,513	133,265	22,248
Other Expenditures	6,640	6,678	4,857	1,821
Total Finance - Cashiers	162,344	162,191	138,122	24,069
NDD:				
Personal Services	32,302	32,275	26,777	5,498
Other Expenditures	58,973	63,328	50,418	12,910
Total NDD	91,275	95,603	77,195	18,408
Deputy City Manager - Operations:				
Personal Services	245,858	245,752	226,748	19,004
Other Expenditures	6,400	8,125	7,536	589
Total Deputy City Manager - Operations	252,258	253,877	234,284	19,593
Department of Law:				
Personal Services	635,658	619,256	613,267	5,989
Other Expenditures	33,440	28,211	19,570	8,641
Total Department of Law	669,098	647,467	632,837	14,630
Department of Civil Service:				
Personal Services	349,352	303,120	287,179	15,941
Other Expenditures	24,357	21,432	15,998	5,434
Total Department of Civil Service	373,709	324,552	303,177	21,375

(Continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Finance - Administration:				
Personal Services	1,203,487	1,178,962	1,145,968	32,994
Other Expenditures	57,875	64,364	63,955	409
Total Finance - Administration	1,261,362	1,243,326	1,209,923	33,403
Finance - Purchasing:				
Personal Services	282,216	272,694	254,628	18,066
Other Expenditures	10,144	10,187	7,024	3,163
Total Finance - Purchasing	292,360	282,881	261,652	21,229
Finance - Building Services:				
Personal Services	146,446	133,980	128,993	4,987
Other Expenditures	318,181	315,357	280,665	34,692
Total Finance - Building Services	464,627	449,337	409,658	39,679
Finance - Income Tax:				
Personal Services	967,917	931,074	830,397	100,677
Other Expenditures	230,380	198,300	189,621	8,679
Total Finance - Income Tax	1,198,297	1,129,374	1,020,018	109,356
Special Appropriations - Kilowatts:				
Other Expenditures	2,615,739	2,800,000	2,726,121	73,879
Total Special Appropriations - Kilowatts	2,615,739	2,800,000	2,726,121	73,879
Special Appropriations - General:				
Personal Services	226,500	276,500	263,901	12,599
Other Expenditures	1,990,125	2,140,740	1,816,833	323,907
Total Special Appropriations - General	2,216,625	2,417,240	2,080,734	336,506

(Continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Special Appropriations:				
Personal Services	72,703	72,600	59,076	13,524
Other Expenditures	981,692	1,008,653	927,615	81,038
Total Special Appropriations	1,054,395	1,081,253	986,691	94,562
Total General Government	11,292,170	11,528,102	10,702,285	825,817
Total Expenditures	48,831,003	49,788,066	48,101,871	1,686,195
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,248,367)	(1,429,921)	(1,637,034)	(207,113)
Other Financing Sources (Uses):				
Sale of Capital Assets	16,000	16,000	86,580	70,580
Transfers In	150,000	177,376	90,272	(87,104)
Transfers Out	(45,295)	(856,045)	(343,205)	512,840
Advances In	0	289,000	289,000	0
Advances Out	0	(156,000)	(124,833)	31,167
Total Other Financing Sources (Uses)	120,705	(529,669)	(2,186)	527,483
Net Change in Fund Balance	(1,127,662)	(1,959,590)	(1,639,220)	320,370
Fund Balance at Beginning of Year	3,740,093	3,740,093	3,740,093	0
Prior Year Encumbrances	261,353	261,353	261,353	0
Fund Balance at End of Year	$ 2,873,784	$ 2,041,856	$ 2,362,226	$ 320,370

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, 2008

ONE RENAISSANCE CENTER FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 2,453,985	$ 2,366,448	$ (87,537)
All Other Revenue	12,316	12,316	0
Total Revenues	2,466,301	2,378,764	(87,537)
Expenditures:			
Current:			
General Government	899,374	696,212	203,162
Total Expenditures	899,374	696,212	203,162
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,566,927	1,682,552	115,625
Other Financing Sources (Uses):			
Transfers Out	(1,586,000)	(1,583,635)	2,365
Total Other Financing Sources (Uses)	(1,586,000)	(1,583,635)	2,365
Net Change in Fund Balance	(19,073)	98,917	117,990
Fund Balance at Beginning of Year	169,217	169,217	0
Prior Year Encumbrances	26,388	26,388	0
Fund Balance at End of Year	$ 176,532	$ 294,522	$ 117,990

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, 2008

FEDERAL EMERGENCY MANAGEMENT GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 234,469	$ 187,396	$ (47,073)
Total Revenues	234,469	187,396	(47,073)
Expenditures:			
Current:			
General Government	179,816	177,467	2,349
Total Expenditures	179,816	177,467	2,349
Excess (Deficiency) of Revenues Over (Under) Expenditures	54,653	9,929	(44,724)
Other Financing Sources (Uses):			
Advances Out	(180,000)	(180,000)	0
Total Other Financing Sources (Uses)	(180,000)	(180,000)	0
Net Change in Fund Balance	(125,347)	(170,071)	(44,724)
Fund Balance at Beginning of Year	531	531	0
Prior Year Encumbrances	170,733	170,733	0
Fund Balance at End of Year	$ 45,917	$ 1,193	$ (44,724)

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, 2008

MUNICIPAL COURT IMPROVEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 125,000	$ 114,421	$ (10,579)
Fines and Forfeitures	110,000	103,010	(6,990)
Total Revenues	235,000	217,431	(17,569)
Expenditures:			
Current:			
Security of Persons and Property	196,733	196,544	189
Total Expenditures	196,733	196,544	189
Excess (Deficiency) of Revenues Over (Under) Expenditures	38,267	20,887	(17,380)
Fund Balance at Beginning of Year	169,746	169,746	0
Fund Balance at End of Year	$ 208,013	$ 190,633	$ (17,380)

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, 2008

PUBLIC SAFETY/HEALTH INCOME TAX FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	$ 3,065,000	$ 3,034,120	$ (30,880)
Total Revenues	3,065,000	3,034,120	(30,880)
Expenditures:			
Current:			
Security of Persons and Property	3,169,154	2,969,154	200,000
Total Expenditures	3,169,154	2,969,154	200,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(104,154)	64,966	169,120
Other Financing Sources (Uses):			
Transfers Out	(7,500)	(7,500)	0
Total Other Financing Sources (Uses)	(7,500)	(7,500)	0
Net Change in Fund Balance	(111,654)	57,466	169,120
Fund Balance at Beginning of Year	581,650	581,650	0
Fund Balance at End of Year	$ 469,996	$ 639,116	$ 169,120

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, 2008

MUNICIPAL INCOME TAX TIF AGGREGATION/VERIFICATION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	$ 175,000	$ 188,564	$ 13,564
Total Revenues	175,000	188,564	13,564
Expenditures:			
Current:			
Community Environment	73,500	59,768	13,732
Total Expenditures	73,500	59,768	13,732
Excess (Deficiency) of Revenues Over (Under) Expenditures	101,500	128,796	27,296
Other Financing Sources (Uses):			
Transfers Out	(100,000)	(61,283)	38,717
Total Other Financing Sources (Uses)	(100,000)	(61,283)	38,717
Net Change in Fund Balance	1,500	67,513	66,013
Fund Balance at Beginning of Year	364,002	364,002	0
Fund Balance at End of Year	$ 365,502	$ 431,515	$ 66,013

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, 2008

BROWNFIELD IMPROVEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	$ 0	$ 0	$ 0
Expenditures:			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	1,984	1,984	0
Fund Balance at End of Year	$ 1,984	$ 1,984	$ 0

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, 2008

WEED AND SEED GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 474,650	$ 284,187	$ (190,463)
Total Revenues	474,650	284,187	(190,463)
Expenditures:			
Current:			
Security of Persons and Property	424,530	368,275	56,255
Total Expenditures	424,530	368,275	56,255
Excess (Deficiency) of Revenues Over (Under) Expenditures	50,120	(84,088)	(134,208)
Other Financing Sources (Uses):			
Advances In	130,000	98,632	(31,368)
Advances Out	(109,000)	(109,000)	0
Total Other Financing Sources (Uses)	21,000	(10,368)	(31,368)
Net Change in Fund Balance	71,120	(94,456)	(165,576)
Fund Balance at Beginning of Year	33,270	33,270	0
Prior Year Encumbrances	61,186	61,186	0
Fund Balance at End of Year	$ 165,576	$ 0	$ (165,576)

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, 2008

DISPUTE RESOLUTION PROCEEDS FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 14,300	$ 15,174	$ 874
Total Revenues	14,300	15,174	874
Expenditures:			
Current:			
General Government	3,000	0	3,000
Total Expenditures	3,000	0	3,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,300	15,174	3,874
Fund Balance at Beginning of Year	64,166	64,166	0
Fund Balance at End of Year	$ 75,466	$ 79,340	$ 3,874

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, 2008

SAFETY SERVICES FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 840,000	$ 844,113	$ 4,113
Intergovernmental Revenues	297,013	214,519	(82,494)
Charges for Services	38,000	33,979	(4,021)
Fines and Forfeitures	171,820	157,943	(13,877)
All Other Revenue	3,664	4,164	500
Total Revenues	1,350,497	1,254,718	(95,779)
Expenditures:			
Current:			
Security of Persons and Property	1,458,301	1,366,968	91,333
Total Expenditures	1,458,301	1,366,968	91,333
Excess (Deficiency) of Revenues Over (Under) Expenditures	(107,804)	(112,250)	(4,446)
Other Financing Sources (Uses):			
Transfers In	103,550	103,550	0
Transfers Out	(78,613)	(78,613)	0
Advances In	26,000	26,201	201
Total Other Financing Sources (Uses)	50,937	51,138	201
Net Change in Fund Balance	(56,867)	(61,112)	(4,245)
Fund Balance at Beginning of Year	577,397	577,397	0
Prior Year Encumbrances	12,176	12,176	0
Fund Balance at End of Year	$ 532,706	$ 528,461	$ (4,245)

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, 2008

POLICE PENSION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 249,000	$ 253,234	$ 4,234
Intergovernmental Revenues	31,000	33,614	2,614
Total Revenues	280,000	286,848	6,848
Expenditures:			
Current:			
Security of Persons and Property	280,000	280,000	0
Total Expenditures	280,000	280,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	6,848	6,848
Fund Balance at Beginning of Year	63,273	63,273	0
Fund Balance at End of Year	$ 63,273	$ 70,121	$ 6,848

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, 2008

POLICE LEVY FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 725,000	$ 708,864	$ (16,136)
Intergovernmental Revenues	90,000	85,658	(4,342)
Total Revenues	815,000	794,522	(20,478)
Expenditures:			
Current:			
Security of Persons and Property	1,000,000	1,000,000	0
Total Expenditures	1,000,000	1,000,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(185,000)	(205,478)	(20,478)
Fund Balance at Beginning of Year	307,796	307,796	0
Fund Balance at End of Year	$ 122,796	$ 102,318	$ (20,478)

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, 2008

FIREMEN'S PENSION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 255,000	$ 253,234	$ (1,766)
Intergovernmental Revenues	35,000	33,614	(1,386)
Total Revenues	290,000	286,848	(3,152)
Expenditures:			
Current:			
Security of Persons and Property	290,000	290,000	0
Total Expenditures	290,000	290,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(3,152)	(3,152)
Fund Balance at Beginning of Year	71,725	71,725	0
Fund Balance at End of Year	$ 71,725	$ 68,573	$ (3,152)

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, 2008

EMERGENCY MEDICAL SERVICES GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 5,000	$ 0	$ (5,000)
Total Revenues	5,000	0	(5,000)
Expenditures:			
Current:			
Security of Persons and Property	5,000	0	5,000
Total Expenditures	5,000	0	5,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	4,890	4,890	0
Fund Balance at End of Year	$ 4,890	$ 4,890	$ 0

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, 2008

FIRE EMS LEVY FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 725,000	$ 708,860	$ (16,140)
Intergovernmental Revenues	90,000	85,658	(4,342)
Total Revenues	815,000	794,518	(20,482)
Expenditures:			
Current:			
Security of Persons and Property	800,000	800,000	0
Total Expenditures	800,000	800,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,000	(5,482)	(20,482)
Fund Balance at Beginning of Year	195,746	195,746	0
Fund Balance at End of Year	$ 210,746	$ 190,264	$ (20,482)

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, 2008

TECHNOLOGY INITIATIVE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	$ 0	$ 0	$ 0
Expenditures:			
Current:			
Community Environment	81,913	81,913	0
Total Expenditures	81,913	81,913	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(81,913)	(81,913)	0
Other Financing Sources (Uses):			
Transfers Out	(73,822)	(73,822)	0
Total Other Financing Sources (Uses)	(73,822)	(73,822)	0
Net Change in Fund Balance	(155,735)	(155,735)	0
Fund Balance at Beginning of Year	73,722	73,722	0
Prior Year Encumbrances	82,013	82,013	0
Fund Balance at End of Year	$ 0	$ 0	$ 0

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, 2008

PUBLIC HEALTH CARE SERVICES FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 121,332	$ 133,518	$ 12,186
Investment Earnings	30	53	23
All Other Revenue	550	394	(156)
Total Revenues	121,912	133,965	12,053
Expenditures:			
Current:			
Public Health and Welfare Services	173,211	144,891	28,320
Total Expenditures	173,211	144,891	28,320
Excess (Deficiency) of Revenues Over (Under) Expenditures	(51,299)	(10,926)	40,373
Fund Balance at Beginning of Year	154,304	154,304	0
Prior Year Encumbrances	49,614	49,614	0
Fund Balance at End of Year	$ 152,619	$ 192,992	$ 40,373

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, 2008

STREET AND PARKS BEAUTIFICATION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 2,000	$ 2,429	$ 429
All Other Revenue	10,000	0	(10,000)
Total Revenues	12,000	2,429	(9,571)
Expenditures:			
Current:			
Community Environment	14,000	3,533	10,467
Total Expenditures	14,000	3,533	10,467
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,000)	(1,104)	896
Fund Balance at Beginning of Year	63,912	63,912	0
Prior Year Encumbrances	188	188	0
Fund Balance at End of Year	$ 62,100	$ 62,996	$ 896

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, 2008

STORMWATER MANAGEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 2,100,000	$ 2,010,653	$ (89,347)
Investment Earnings	100,000	40,274	(59,726)
All Other Revenue	21,000	30,862	9,862
Total Revenues	2,221,000	2,081,789	(139,211)
Expenditures:			
Current:			
Basic Utility Services	2,543,747	2,217,501	326,246
Total Expenditures	2,543,747	2,217,501	326,246
Excess (Deficiency) of Revenues Over (Under) Expenditures	(322,747)	(135,712)	187,035
Fund Balance at Beginning of Year	556,421	556,421	0
Prior Year Encumbrances	462,631	462,631	0
Fund Balance at End of Year	$ 696,305	$ 883,340	$ 187,035

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, 2008

REFUSE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 2,991,372	$ 3,047,706	$ 56,334
All Other Revenue	12,500	25,623	13,123
Total Revenues	3,003,872	3,073,329	69,457
Expenditures:			
Current:			
Basic Utility Services	2,900,329	2,898,117	2,212
Total Expenditures	2,900,329	2,898,117	2,212
Excess (Deficiency) of Revenues Over (Under) Expenditures	103,543	175,212	71,669
Fund Balance at Beginning of Year	(169,594)	(169,594)	0
Prior Year Encumbrances	392,881	392,881	0
Fund Balance at End of Year	$ 326,830	$ 398,499	$ 71,669

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, 2008

STREET MAINTENANCE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 2,160,000	$ 2,297,914	$ 137,914
Licenses and Permits	355,000	364,102	9,102
Investment Earnings	50,000	84,877	34,877
All Other Revenue	19,240	19,695	455
Total Revenues	2,584,240	2,766,588	182,348
Expenditures:			
Current:			
Transportation	3,319,429	2,872,741	446,688
Total Expenditures	3,319,429	2,872,741	446,688
Excess (Deficiency) of Revenues Over (Under) Expenditures	(735,189)	(106,153)	629,036
Fund Balance at Beginning of Year	1,689,470	1,689,470	0
Prior Year Encumbrances	453,753	453,753	0
Fund Balance at End of Year	$ 1,408,034	$ 2,037,070	$ 629,036

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, 2008

MIAMI CONSERVANCY FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 290,000	$ 295,302	$ 5,302
Intergovernmental Revenues	35,000	39,216	4,216
Total Revenues	325,000	334,518	9,518
Expenditures:			
Current:			
Community Environment	350,000	349,800	200
Total Expenditures	350,000	349,800	200
Excess (Deficiency) of Revenues Over (Under) Expenditures	(25,000)	(15,282)	9,718
Other Financing Sources (Uses):			
Transfers In	25,000	9,414	(15,586)
Total Other Financing Sources (Uses)	25,000	9,414	(15,586)
Net Change in Fund Balance	0	(5,868)	(5,868)
Fund Balance at Beginning of Year	5,868	5,868	0
Fund Balance at End of Year	$ 5,868	$ 0	$ (5,868)

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, 2008

HOME PROGRAM FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 3,107,536	$ 618,702	$ (2,488,834)
All Other Revenue	127,450	98,279	(29,171)
Total Revenues	3,234,986	716,981	(2,518,005)
Expenditures:			
Current:			
Community Environment	2,757,298	1,654,678	1,102,620
Total Expenditures	2,757,298	1,654,678	1,102,620
Excess (Deficiency) of Revenues Over (Under) Expenditures	477,688	(937,697)	(1,415,385)
Other Financing Sources (Uses):			
Transfers In	216,064	215,059	(1,005)
Transfers Out	(222,402)	(242,399)	(19,997)
Total Other Financing Sources (Uses)	(6,338)	(27,340)	(21,002)
Net Change in Fund Balance	471,350	(965,037)	(1,436,387)
Fund Balance at Beginning of Year	(563,148)	(563,148)	0
Prior Year Encumbrances	1,086,930	1,086,930	0
Fund Balance at End of Year	$ 995,132	$ (441,255)	$ (1,436,387)

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, 2008

PARKING FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 663,270	$ 609,906	$ (53,364)
Investment Earnings	24,000	24,375	375
All Other Revenue	42,400	42,398	(2)
Total Revenues	729,670	676,679	(52,991)
Expenditures:			
Current:			
Transportation	576,597	473,788	102,809
Debt Service:			
Principal Retirement	926,698	925,000	1,698
Interest and Fiscal Charges	56,225	57,923	(1,698)
Total Expenditures	1,559,520	1,456,711	102,809
Excess (Deficiency) of Revenues Over (Under) Expenditures	(829,850)	(780,032)	49,818
Other Financing Sources (Uses):			
General Obligation Notes Issued	750,000	750,000	0
Transfers In	12,160	12,156	(4)
Total Other Financing Sources (Uses)	762,160	762,156	(4)
Net Change in Fund Balance	(67,690)	(17,876)	49,814
Fund Balance at Beginning of Year	531,888	531,888	0
Prior Year Encumbrances	3,205	3,205	0
Fund Balance at End of Year	$ 467,403	$ 517,217	$ 49,814

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, 2008

GOLF COURSE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 926,383	$ 1,044,764	$ 118,381
Investment Earnings	0	2,861	2,861
All Other Revenue	207,200	28,338	(178,862)
Total Revenues	1,133,583	1,075,963	(57,620)
Expenditures:			
Current:			
Leisure Time Activities	975,802	952,876	22,926
Debt Service:			
Principal Retirement	170,000	170,000	0
Interest and Fiscal Charges	47,700	47,700	0
Total Expenditures	1,193,502	1,170,576	22,926
Excess (Deficiency) of Revenues Over (Under) Expenditures	(59,919)	(94,613)	(34,694)
Other Financing Sources (Uses):			
Transfers In	217,700	217,700	0
Total Other Financing Sources (Uses)	217,700	217,700	0
Net Change in Fund Balance	157,781	123,087	(34,694)
Fund Balance at Beginning of Year	1,202	1,202	0
Prior Year Encumbrances	4,775	4,775	0
Fund Balance at End of Year	$ 163,758	$ 129,064	$ (34,694)

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, 2008

COMMUNITY DEVELOPMENT BLOCK GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 4,381,401	$ 1,924,495	$ (2,456,906)
Investment Earnings	31,500	29,258	(2,242)
All Other Revenue	135,494	138,387	2,893
Total Revenues	4,548,395	2,092,140	(2,456,255)
Expenditures:			
Current:			
Community Environment	4,261,756	2,328,552	1,933,204
Total Expenditures	4,261,756	2,328,552	1,933,204
Excess (Deficiency) of Revenues Over (Under) Expenditures	286,639	(236,412)	(523,051)
Other Financing Sources (Uses):			
Transfers In	185,810	185,809	(1)
Transfers Out	(185,810)	(185,845)	(35)
Total Other Financing Sources (Uses)	0	(36)	(36)
Net Change in Fund Balance	286,639	(236,448)	(523,087)
Fund Balance at Beginning of Year	(47,017)	701,749	0
Prior Year Encumbrances	976,018	227,252	0
Fund Balance at End of Year	$ 1,215,640	$ 692,553	$ (523,087)

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, 2008

DEBT SERVICE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 50,000	$ 30,401	$ (19,599)
Special Assessments	480,000	562,053	82,053
Total Revenues	530,000	592,454	62,454
Expenditures:			
Debt Service:			
Principal Retirement	7,644,292	6,688,142	956,150
Interest and Fiscal Charges	1,695,630	1,659,775	35,855
Total Expenditures	9,339,922	8,347,917	992,005
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,809,922)	(7,755,463)	1,054,459
Other Financing Sources (Uses):			
General Obligation Notes Issued	4,885,000	3,435,500	(1,449,500)
Transfers In	4,651,692	4,451,727	(199,965)
Total Other Financing Sources (Uses)	9,536,692	7,887,227	(1,649,465)
Net Change in Fund Balance	726,770	131,764	(595,006)
Fund Balance at Beginning of Year	407,494	407,494	0
Fund Balance at End of Year	$ 1,134,264	$ 539,258	$ (595,006)

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, 2008

HAMILTON CAPITAL IMPROVEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	$ 2,451,000	$ 2,427,386	$ (23,614)
All Other Revenue	110,000	118,801	8,801
Total Revenues	2,561,000	2,546,187	(14,813)
Expenditures:			
Capital Outlay	2,606,980	2,594,482	12,498
Debt Service:			
Interest and Fiscal Charges	16,965	13,974	2,991
Total Expenditures	2,623,945	2,608,456	15,489
Excess (Deficiency) of Revenues Over (Under) Expenditures	(62,945)	(62,269)	676
Other Financing Sources (Uses):			
Sale of Capital Assets	10,000	0	(10,000)
General Obligation Notes Issued	2,270,000	1,222,379	(1,047,621)
Transfers In	2,357,782	1,148,905	(1,208,877)
Transfers Out	(2,743,501)	(2,743,494)	7
Total Other Financing Sources (Uses)	1,894,281	(372,210)	(2,266,491)
Net Change in Fund Balance	1,831,336	(434,479)	(2,265,815)
Fund Balance at Beginning of Year	(43,998)	(43,998)	0
Prior Year Encumbrances	522,331	522,331	0
Fund Balance at End of Year	$ 2,309,669	$ 43,854	$ (2,265,815)

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, 2008

CAPITAL PROJECTS FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	$ 0	$ 0	$ 0
Expenditures:			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	296,279	296,279	0
Prior Year Encumbrances	61,902	61,902	0
Fund Balance at End of Year	$ 358,181	$ 358,181	$ 0

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, 2008

SPECIAL ASSESSMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 30,000	$ 0	$ (30,000)
Special Assessments	250,000	84,201	(165,799)
Total Revenues	280,000	84,201	(195,799)
Expenditures:			
Capital Outlay	652,415	538,914	113,501
Total Expenditures	652,415	538,914	113,501
Excess (Deficiency) of Revenues Over (Under) Expenditures	(372,415)	(454,713)	(82,298)
Other Financing Sources (Uses):			
General Obligation Notes Issued	400,000	0	(400,000)
Transfers Out	(312,870)	(312,867)	3
Total Other Financing Sources (Uses)	87,130	(312,867)	(399,997)
Net Change in Fund Balance	(285,285)	(767,580)	(482,295)
Fund Balance at Beginning of Year	633,937	633,937	0
Prior Year Encumbrances	308,062	308,062	0
Fund Balance at End of Year	$ 656,714	$ 174,419	$ (482,295)

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, 2008

MUNICIPAL IMPROVEMENT TAX INCREMENT EQUIVALENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 438,900	$ 438,900	$ 0
Intergovernmental Revenues	200,000	73,572	(126,428)
Total Revenues	638,900	512,472	(126,428)
Expenditures:			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	638,900	512,472	(126,428)
Other Financing Sources (Uses):			
Transfers Out	(41,587)	(41,587)	0
Total Other Financing Sources (Uses)	(41,587)	(41,587)	0
Net Change in Fund Balance	597,313	470,885	(126,428)
Fund Balance at Beginning of Year	1,049,697	1,049,697	0
Fund Balance at End of Year	$ 1,647,010	$ 1,520,582	$ (126,428)

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, 2008

HAMILTON ENTERPRISE PARK FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 385,000	$ 385,000	$ 0
Investment Earnings	12,500	11,710	(790)
Total Revenues	397,500	396,710	(790)
Expenditures:			
Capital Outlay	620,044	613,364	6,680
Total Expenditures	620,044	613,364	6,680
Excess (Deficiency) of Revenues Over (Under) Expenditures	(222,544)	(216,654)	5,890
Other Financing Sources (Uses):			
Transfers Out	(760,342)	(760,342)	0
Total Other Financing Sources (Uses)	(760,342)	(760,342)	0
Net Change in Fund Balance	(982,886)	(976,996)	5,890
Fund Balance at Beginning of Year	1,104,703	1,104,703	0
Prior Year Encumbrances	31,999	31,999	0
Fund Balance at End of Year	$ 153,816	$ 159,706	$ 5,890

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, 2008

CENTRAL BUSINESS DISTRICT STREETSCAPE IMPROVEMENTS FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	$ 0	$ 0	$ 0
Expenditures:			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	275,496	275,496	0
Fund Balance at End of Year	$ 275,496	$ 275,496	$ 0

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, 2008

ISSUE II PROJECTS FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 775,000	$ 536,268	$ (238,732)
Total Revenues	775,000	536,268	(238,732)
Expenditures:			
Capital Outlay	775,000	536,268	238,732
Total Expenditures	775,000	536,268	238,732
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	$ 0	$ 0	$ 0

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, 2008

CLEAN OHIO GRANTS PROGRAM FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 1,841,382	$ 1,841,381	$ (1)
Total Revenues	1,841,382	1,841,381	(1)
Expenditures:			
Capital Outlay	2,055,195	2,055,195	0
Total Expenditures	2,055,195	2,055,195	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(213,813)	(213,814)	(1)
Other Financing Sources (Uses):			
Transfers Out	(452,625)	0	452,625
Total Other Financing Sources (Uses)	(452,625)	0	452,625
Net Change in Fund Balance	(666,438)	(213,814)	452,624
Fund Balance at Beginning of Year	(1,159,694)	(1,159,694)	0
Prior Year Encumbrances	1,870,532	1,870,532	0
Fund Balance at End of Year	$ 44,400	$ 497,024	$ 452,624

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, 2008

INFRASTRUCTURE PROGRAM FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 35,000	$ 0	$ (35,000)
All Other Revenue	1,044,030	0	(1,044,030)
Total Revenues	1,079,030	0	(1,079,030)
Expenditures:			
Capital Outlay	2,439,103	1,903,951	535,152
Debt Service:			
Interest and Fiscal Charges	2,913	2,912	1
Total Expenditures	2,442,016	1,906,863	535,153
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,362,986)	(1,906,863)	(543,877)
Other Financing Sources (Uses):			
General Obligation Notes Issued	1,750,000	1,703,315	(46,685)
Total Other Financing Sources (Uses)	1,750,000	1,703,315	(46,685)
Net Change in Fund Balance	387,014	(203,548)	(590,562)
Fund Balance at Beginning of Year	632,933	632,933	0
Prior Year Encumbrances	115,422	115,422	0
Fund Balance at End of Year	$ 1,135,369	$ 544,807	$ (590,562)

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, 2008

BENNINGHOFFEN TRUST FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 3,500	$ 3,213	$ (287)
Total Revenues	3,500	3,213	(287)
Expenditures:			
Current:			
General Government	3,000	1,506	1,494
Total Expenditures	3,000	1,506	1,494
Excess (Deficiency) of Revenues Over (Under) Expenditures	500	1,707	1,207
Fund Balance at Beginning of Year	75,000	75,000	0
Fund Balance at End of Year	$ 75,500	$ 76,707	$ 1,207

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.

Combining Statement of Net Assets
Internal Service Funds
December 31, 2008

	Fleet Maintenance	Central Services	Total
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	$ 563,688	$ 0	$ 563,688
Inventory of Supplies at Cost	35,325	0	35,325
Total Current Assets	599,013	0	599,013
Noncurrent Assets:			
Capital Assets, Net	81,628	0	81,628
Total Assets	680,641	0	680,641
LIABILITIES			
Current Liabilities:			
Accounts Payable	95,702	189,927	285,629
Accrued Wages and Benefits	16,407	100,132	116,539
Intergovernmental Payable	20,716	99,558	120,274
Compensated Absences Payable - Current	30,070	244,177	274,247
Total Current Liabilities	162,895	633,794	796,689
Noncurrent Liabilities:			
Compensated Absences Payable	52,450	452,937	505,387
Total Noncurrent Liabilities	52,450	452,937	505,387
Total Liabilities	215,345	1,086,731	1,302,076
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	81,628	0	81,628
Unrestricted	383,668	(1,086,731)	(703,063)
Total Net Assets	$ 465,296	$ (1,086,731)	$ (621,435)

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2008

	Fleet Maintenance	Central Services	Total
Operating Revenues:			
Charges for Services	$ 2,620,512	$ 7,555,524	$ 10,176,036
Other Operating Revenue	2,094	0	2,094
Total Operating Revenues	2,622,606	7,555,524	10,178,130
Operating Expenses:			
Personal Services	792,872	4,408,142	5,201,014
Contractual Services	528,481	1,944,319	2,472,800
Materials and Supplies	1,171,295	884,912	2,056,207
Other Operating Expenses	10,093	166,410	176,503
Depreciation	9,207	0	9,207
Total Operating Expenses	2,511,948	7,403,783	9,915,731
Operating Income	110,658	151,741	262,399
Nonoperating Revenue (Expenses):			
Investment Earnings	(415)	0	(415)
Loss on Disposal of Capital Assets	(2,635)	0	(2,635)
Total Nonoperating Revenues (Expenses)	(3,050)	0	(3,050)
Change in Net Assets	107,608	151,741	259,349
Net Assets Beginning of Year	357,688	(1,238,472)	(880,784)
Net Assets End of Year	$ 465,296	$ (1,086,731)	$ (621,435)

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2008

	Fleet Maintenance	Central Services	Totals
Cash Flows from Operating Activities:			
Cash Received from Customers	$2,622,606	$7,555,524	$10,178,130
Cash Payments for Goods and Services	(1,722,742)	(3,087,844)	(4,810,586)
Cash Payments for Employees	(778,288)	(4,467,680)	(5,245,968)
Net Cash Provided by Operating Activities	121,576	0	121,576
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Assets	(42,761)	0	(42,761)
Net Cash Used for Capital and Related Financing Activities	(42,761)	0	(42,761)
Net Increase in Cash and Cash Equivalents	78,815	0	78,815
Cash and Cash Equivalents at Beginning of Year	484,873	0	484,873
Cash and Cash Equivalents at End of Year	$563,688	$0	$563,688
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating Income	$110,658	$151,741	$262,399
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities			
Depreciation Expense	9,207	0	9,207
Non-Operating Expense	(415)	0	(415)
Changes in Assets and Liabilities:			
Decrease in Inventory	10,786	0	10,786
Decrease in Prepaid Items	5,407	42,076	47,483
Decrease in Accounts Payable	(22,867)	(100,311)	(123,178)
Increase in Accrued Wages and Benefits	5,055	21,326	26,381
Increase (Decrease) in Intergovernmental Payable	1,212	(26,893)	(25,681)
Increase (Decrease) in Compensated Absences	2,533	(87,939)	(85,406)
Total Adjustments	10,918	(151,741)	(140,823)
Net Cash Provided by Operating Activities	$121,576	$0	$121,576

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2008 the Fleet Maintenance Fund reported a change in the fair value of investments of $3,862.

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 Fund

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 all such tax monies are distributed to the Convention and Visitor's Bureau and for which the City receives no remuneration.

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 Fund

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

Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2008

	Balance December 31, 2007	Additions	Deductions	Balance December 31, 2008
Rounding Up Utility Account				
Assets:				
Equity in Pooled Cash and Investments	$894	$3,412	($2,619)	$1,687
Total Assets	$894	$3,412	($2,619)	$1,687
Liabilities:				
Accounts Payable	$894	$0	($894)	$0
Due to Others	0	3,412	(1,725)	1,687
Total Liabilities	$894	$3,412	($2,619)	$1,687
Convention and Visitor's Bureau				
Assets:				
Equity in Pooled Cash and Investments	$7,864	$18,429	($22,950)	$3,343
Total Assets	$7,864	$18,429	($22,950)	$3,343
Liabilities:				
Accounts Payable	$7,863	$3,343	($7,863)	$3,343
Due to Others	1	15,086	(15,087)	0
Total Liabilities	$7,864	$18,429	($22,950)	$3,343
Employee Taxes and Benefits				
Assets:				
Equity in Pooled Cash and Investments	$724,841	$64,043,845	($64,611,006)	$157,680
Prepaid Items	11,000	604,494	(11,000)	604,494
Total Assets	$735,841	$64,648,339	($64,622,006)	$762,174
Liabilities:				
Due to Others	$61,916	$63,932,881	($63,948,081)	$46,716
Intergovernmental Payable	673,925	715,458	(673,925)	715,458
Total Liabilities	$735,841	$64,648,339	($64,622,006)	$762,174
Miscellaneous Collections for Others				
Assets:				
Equity in Pooled Cash and Investments	$7,548	$0	$0	$7,548
Total Assets	$7,548	$0	$0	$7,548
Liabilities:				
Due to Others	$7,548	$0	$0	$7,548
Total Liabilities	$7,548	$0	$0	$7,548

(Continued)

Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2008

	Balance December 31, 2007	Additions	Deductions	Balance December 31, 2008
Unclaimed Monies				
Assets:				
Equity in Pooled Cash and Investments	$77,566	$29,831	($968)	$106,429
Total Assets	$77,566	$29,831	($968)	$106,429
Liabilities:				
Due to Others	$77,566	$29,831	($968)	$106,429
Total Liabilities	$77,566	$29,831	($968)	$106,429
Tax Collections				
Assets:				
Equity in Pooled Cash and Investments	$204,530	$5,580,953	($5,575,028)	$210,455
Total Assets	$204,530	$5,580,953	($5,575,028)	$210,455
Liabilities:				
Intergovernmental Payable	$204,530	$5,580,953	($5,575,028)	$210,455
Total Liabilities	$204,530	$5,580,953	($5,575,028)	$210,455
Butler County Annexation Tax				
Assets:				
Equity in Pooled Cash and Investments	$58,600	$78,706	($73,411)	$63,895
Total Assets	$58,600	$78,706	($73,411)	$63,895
Liabilities:				
Intergovernmental Payable	$58,600	$78,706	($73,411)	$63,895
Total Liabilities	$58,600	$78,706	($73,411)	$63,895
Central Business Special Improvement District				
Assets:				
Equity in Pooled Cash and Investments	$0	$174,689	($174,689)	$0
Receivables:				
Taxes	111,030	35,090	(111,030)	35,090
Total Assets	$111,030	$209,779	($285,719)	$35,090
Liabilities:				
Intergovernmental Payable	$111,030	$209,779	($285,719)	$35,090
Total Liabilities	$111,030	$209,779	($285,719)	$35,090

(Continued)

Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2008

	Balance December 31, 2007	Additions	Deductions	Balance December 31, 2008
Joint Economic Development District I				
Assets:				
Equity in Pooled Cash and Investments	$14,480	$412,548	($412,276)	$14,752
Total Assets	$14,480	$412,548	($412,276)	$14,752
Liabilities:				
Intergovernmental Payable	$14,480	$412,548	($412,276)	$14,752
Total Liabilities	$14,480	$412,548	($412,276)	$14,752
Joint Economic Development District II				
Assets:				
Equity in Pooled Cash and Investments	$37,409	$526,074	($536,906)	$26,577
Total Assets	$37,409	$526,074	($536,906)	$26,577
Liabilities:				
Intergovernmental Payable	$37,409	$526,074	($536,906)	$26,577
Total Liabilities	$37,409	$526,074	($536,906)	$26,577
Fire Damage Deposit Escrow				
Assets:				
Equity in Pooled Cash and Investments	$153,638	$88,312	($97,223)	$144,727
Total Assets	$153,638	$88,312	($97,223)	$144,727
Liabilities:				
Due to Others	$153,638	$88,312	($97,223)	$144,727
Total Liabilities	$153,638	$88,312	($97,223)	$144,727
Police Property Room Forfeiture				
Assets:				
Equity in Pooled Cash and Investments	$80,821	$123,285	($72,821)	$131,285
Total Assets	$80,821	$123,285	($72,821)	$131,285
Liabilities:				
Due to Others	$80,821	$123,285	($72,821)	$131,285
Total Liabilities	$80,821	$123,285	($72,821)	$131,285

(Continued)

Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2008

	Balance December 31, 2007	Additions	Deductions	Balance December 31, 2008
Municipal Court				
Assets:				
Equity in Pooled Cash and Investments	$475,678	$458,999	($532,394)	$402,283
Total Assets	$475,678	$458,999	($532,394)	$402,283
Liabilities:				
Due to Others	$114,877	$169,042	($171,593)	$112,326
Intergovernmental Payable	360,801	289,957	(360,801)	289,957
Total Liabilities	$475,678	$458,999	($532,394)	$402,283
Total - All Agency Funds				
Assets:				
Equity in Pooled Cash and Investments	$1,843,869	$71,539,083	($72,112,291)	$1,270,661
Receivables:				
Taxes	111,030	35,090	(111,030)	35,090
Prepaid Items	11,000	604,494	(11,000)	604,494
Total Assets	$1,965,899	$72,178,667	($72,234,321)	$1,910,245
Liabilities:				
Accounts Payable	$8,757	$3,343	($8,757)	$3,343
Intergovernmental Payable	1,460,775	7,813,475	(7,918,066)	1,356,184
Due to Others	496,367	64,361,849	(64,307,498)	550,718
Total Liabilities	$1,965,899	$72,178,667	($72,234,321)	$1,910,245

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 13

These schedules contain trend information to help the reader understand how the City's financial position has changed over time.

Revenue Capacity S 14 – S 23

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 24 – S 33

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 34 – S 37

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 38 – S 45

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources Note:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

City of Hamilton

Net Assets by Component
Last Seven Years
(accrual basis of accounting)

	2002	2003	2004	2005
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	$55,869,994	$56,158,847	$46,914,025	$55,850,463
Restricted	764,635	1,065,776	1,346,714	1,096,622
Unrestricted	5,230,190	8,553,473	19,363,783	11,399,609
Total Governmental Activities Net Assets	$61,864,819	$65,778,096	$67,624,522	$68,346,694
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	$78,331,261	$74,353,822	$95,310,393	$86,341,113
Restricted	0	0	6,081,729	14,015,713
Unrestricted (Deficit)	60,061,123	65,677,140	41,157,570	45,626,967
Total Business-type Activities Net Assets	$138,392,384	$140,030,962	$142,549,692	$145,983,793
Primary Government:				
Invested in Capital Assets, Net of Related Debt	$134,201,255	$130,512,669	$142,224,418	$142,191,576
Restricted	764,635	1,065,776	7,428,443	15,112,335
Unrestricted	65,291,313	74,230,613	60,521,353	57,026,576
Total Primary Government Net Assets	$200,257,203	$205,809,058	$210,174,214	$214,330,487

Source: City Records

2006	2007	2008
$56,285,912	$59,732,393	$59,645,749
8,292,468	7,367,202	15,051,564
7,818,532	4,929,462	(1,647,332)
$72,396,912	$72,029,057	$73,049,981
$94,984,687	$94,444,136	$99,710,125
14,417,833	14,386,221	17,030,271
38,128,750	44,247,462	36,050,164
$147,531,270	$153,077,819	$152,790,560
$151,270,599	$154,176,529	$159,355,874
22,710,301	21,753,423	32,081,835
45,947,282	49,176,924	34,402,832
$219,928,182	$225,106,876	$225,840,541

City of Hamilton

Changes in Net Assets
Last Seven Years
(accrual basis of accounting)

	2002	2003	2004
Expenses			
Governmental Activities:			
General Government	$11,106,128	$8,644,661	$8,198,520
Security of Persons and Property	24,124,731	23,509,934	28,125,387
Leisure Time Activities	2,220,239	3,357,315	2,334,059
Community Environment	4,231,050	4,711,002	7,636,375
Basic Utility Services	3,560,329	3,239,070	3,479,397
Transportation	3,914,488	3,615,021	3,725,413
Public Health and Welfare Services	3,741,462	1,151,216	2,471,205
Interest and Fiscal Charges	2,259,769	1,842,601	1,911,359
Total Governmental Activities Expenses	55,158,196	50,070,820	57,881,715
Business-type Activities:			
Gas Utility	21,874,839	25,705,272	24,756,742
Electric Utility	55,703,426	50,839,938	51,735,827
Water Utility	11,368,125	10,102,024	10,580,588
Wastewater Utility	10,524,441	12,643,903	10,623,965
Total Business-type Activities Expenses	99,470,831	99,291,137	97,697,122
Total Primary Government Expenses	$154,629,027	$149,361,957	$155,578,837
Program Revenues			
Governmental Activities:			
Charges for Services			
General Government	$2,397,297	$2,589,331	$2,972,044
Security of Persons and Property	2,762,651	2,998,981	3,607,548
Leisure Time Activities	1,042,299	1,038,982	1,136,289
Community Environment	712,434	749,910	752,647
Basic Utility Services	2,250,347	2,298,084	2,754,648
Transportation	1,374,423	1,213,364	1,511,184
Public Health and Welfare Services	508,483	477,485	514,250
Interest and Fiscal Charges	0	408,648	0
Operating Grants and Contributions	9,574,092	9,168,937	9,422,109
Capital Grants and Contributions	251,110	808,510	2,689,249
Total Governmental Activities Program Revenues	20,873,136	21,752,232	25,359,968

2005	2006	2007	2008
$8,820,530	$9,080,789	$8,082,518	$8,683,408
28,683,794	29,539,127	31,189,244	34,302,781
2,725,304	2,640,996	3,011,837	2,635,833
4,099,421	4,341,592	5,088,227	4,416,618
4,549,461	5,242,138	6,444,432	5,986,163
8,044,762	5,382,724	5,382,362	5,175,752
2,320,928	1,803,562	2,011,188	1,797,223
2,052,654	2,036,100	1,731,279	1,841,454
61,296,854	60,067,028	62,941,087	64,839,232
35,317,274	35,421,943	35,483,116	38,277,473
60,371,316	56,941,632	62,949,988	66,837,931
14,290,977	14,681,886	15,708,740	15,364,817
13,290,251	10,907,317	11,573,839	11,550,867
123,269,818	117,952,778	125,715,683	132,031,088
$184,566,672	$178,019,806	$188,656,770	$196,870,320
$4,087,855	$4,055,289	$3,972,931	$3,768,171
3,257,631	3,461,051	3,390,761	2,854,823
1,198,995	926,474	907,533	1,172,884
703,926	1,109,876	1,087,336	696,461
3,850,748	2,431,163	2,381,789	5,072,561
1,383,310	972,465	952,715	974,008
568,897	905,584	887,193	250,713
479,153	291,740	285,815	0
6,563,223	7,719,161	6,684,403	7,182,857
1,962,756	918,278	2,492,177	2,769,036
24,056,494	22,791,081	23,042,653	24,741,514

(continued)

City of Hamilton

Changes in Net Assets
Last Seven Years
(accrual basis of accounting)

	2002	2003	2004
Business-type Activities:			
Charges for Services			
Gas Utility	21,456,192	25,722,341	24,322,105
Electric Utility	53,129,459	49,056,403	49,612,998
Water Utility	17,200,708	13,547,648	14,118,507
Wastewater Utility	12,057,899	11,282,116	11,084,644
Operating Grants and Contributions	17,149	102,851	57,739
Capital Grants and Contributions	0	456,976	199,152
Total Business-type Activities Program Revenues	103,861,407	100,168,335	99,395,145
Total Primary Government Program Revenues	124,734,543	121,920,567	124,755,113
Net (Expense)/Revenue			
Governmental Activities	(34,285,060)	(28,318,588)	(32,521,747)
Business-type Activities	4,390,576	877,198	1,698,023
Total Primary Government Net (Expense)/Revenue	($29,894,484)	($27,441,390)	($30,823,724)
General Revenues and Other Changes in Net Assets			
Governmental Activities:			
Taxes	$24,291,925	$27,004,875	$29,375,683
Intergovernmental, Unrestricted	8,568,114	4,871,892	3,249,105
Investment Earnings	632,898	329,082	332,995
Loss on Disposal of Capital Assets	(1,070,847)	(1,143,604)	0
Miscellaneous	3,927,300	1,169,620	1,410,390
Transfers-Internal Activities	0	0	0
Total Governmental Activities	36,349,390	32,231,865	34,368,173
Business-type Activities:			
Investment Earnings	1,423,837	769,239	820,707
All Other Revenues	246,870	359,280	0
Loss on Disposal of Capital Assets	(213,706)	(367,139)	0
Extraordinary Item	34,437,550	0	0
Transfers-Internal Activities	0	0	0
Total Business-type Activities	35,894,551	761,380	820,707
Total Primary Government	$72,243,941	$32,993,245	$35,188,880
Change in Net Assets			
Governmental Activities	$2,064,330	$3,913,277	$1,846,426
Business-type Activities	40,285,127	1,638,578	2,518,730
Total Primary Government Change in Net Assets	$42,349,457	$5,551,855	$4,365,156

Source: City Records

2005	2006	2007	2008
34,869,893	33,577,717	37,972,254	39,522,340
61,111,870	58,694,775	62,927,311	65,136,558
15,891,265	13,735,240	15,828,437	14,266,483
12,956,156	10,602,668	11,019,239	10,682,911
39,110	23,547	117,344	0
0	1,983,855	124,275	0
124,868,294	118,617,802	127,988,860	129,608,292
148,924,788	141,408,883	151,031,513	154,349,806
(37,240,360)	(37,275,947)	(39,898,434)	(40,097,718)
1,598,476	665,024	2,273,177	(2,422,796)
($35,641,884)	($36,610,923)	($37,625,257)	($42,520,514)
$31,703,171	$31,325,607	$33,029,936	$34,122,773
4,039,317	4,359,527	3,999,620	4,764,901
592,057	659,587	783,876	678,248
0	0	0	0
1,591,410	3,208,403	1,717,147	1,382,720
36,577	1,773,041	0	170,000
37,962,532	41,326,165	39,530,579	41,118,642
1,872,202	2,655,494	3,273,372	2,305,537
0	0	0	0
0	0	0	0
0	0	0	0
(36,577)	(1,773,041)	0	(170,000)
1,835,625	882,453	3,273,372	2,135,537
$39,798,157	$42,208,618	$42,803,951	$43,254,179
$722,172	$4,050,218	($367,855)	$1,020,924
3,434,101	1,547,477	5,546,549	(287,259)
$4,156,273	$5,597,695	$5,178,694	$733,665

City of Hamilton

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

	1999	2000	2001	2002
General Fund				
Reserved	$247,528	$293,771	$477,806	$875,275
Unreserved	3,253,748	2,257,594	4,003,291	5,815,348
Total General Fund	3,501,276	2,551,365	4,481,097	6,690,623
All Other Governmental Funds				
Reserved	6,072,837	5,234,225	4,118,573	3,086,912
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	2,259,912	1,975,175	2,342,695	3,025,532
Debt Service Funds	0	0	0	0
Capital Projects Funds	(10,757,953)	(12,420,618)	(6,486,437)	(1,713,475)
Total All Other Governmental Funds	(2,425,204)	(5,211,218)	(25,169)	4,398,969
Total Governmental Funds	$1,076,072	($2,659,853)	$4,455,928	$11,089,592

Source: City Records

2003	2004	2005	2006	2007	2008
$531,779	$567,672	$584,110	$512,104	$949,595	$358,802
6,657,098	7,293,591	7,463,154	5,821,858	3,650,400	2,393,672
7,188,877	7,861,263	8,047,264	6,333,962	4,599,995	2,752,474
6,884,996	5,249,433	4,560,962	5,805,929	4,063,502	1,832,382
2,511,970	2,937,386	1,402,305	3,699,611	3,441,448	6,052,023
0	0	0	462,379	413,719	545,256
836,008	64,988	(387,213)	(760,126)	(985,852)	(1,962,315)
10,232,974	8,251,807	5,576,054	9,207,793	6,932,817	6,467,346
$17,421,851	$16,113,070	$13,623,318	$15,541,755	$11,532,812	$9,219,820

City of Hamilton

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

	1999	2000	2001	2002
Revenues:				
Taxes	$23,363,255	$23,062,302	$24,005,767	$24,358,609
Intergovernmental Revenues	10,078,223	12,240,002	12,013,269	12,638,337
Charges for Services	8,185,396	8,773,882	8,849,078	16,022,994
Licenses and Permits	1,293,759	960,091	1,312,984	1,371,041
Investment Earnings	900,209	1,179,433	925,442	628,542
Special Assessments	563,213	579,940	584,177	765,075
Fines and Forfeitures	1,017,607	1,171,498	1,147,797	1,209,648
All Other Revenue	1,092,209	894,362	1,313,400	1,270,750
Total Revenue	46,493,871	48,861,510	50,151,914	58,264,996
Expenditures:				
Current:				
General Government	7,147,798	6,708,512	8,380,787	9,763,073
Security of Persons and Property	22,079,479	22,349,299	22,798,051	26,944,009
Leisure Time Activities	1,500,132	1,599,615	1,415,071	2,278,148
Community Environment	3,879,197	3,640,741	3,746,743	4,204,163
Basic Utility Services	3,158,679	2,796,244	3,389,930	3,534,252
Transportation	3,918,044	3,350,283	2,730,692	3,939,065
Public Health and Welfare Services	1,154,362	1,215,849	2,161,815	3,691,879
Capital Outlay	9,259,503	11,026,133	21,841,830	2,263,607
Debt Service:				
Principal Retirement	4,251,068	569,230	736,816	1,155,000
Interest and Fiscal Charges	742,042	895,552	1,146,408	2,176,035
Total Expenditures	57,090,304	54,151,458	68,348,143	59,949,231
Excess (Deficiency) of Revenues Over Expenditures	(10,596,433)	(5,289,948)	(18,196,229)	(1,684,235)

2003	2004	2005	2006	2007	2008
$26,880,596	$28,202,670	$30,698,503	$31,875,087	$32,477,358	$33,726,071
14,232,422	14,657,215	12,670,971	10,862,027	12,114,525	13,577,781
8,764,142	9,284,129	10,493,927	11,198,175	11,663,269	12,113,048
1,644,438	1,692,128	1,669,710	1,616,785	1,617,944	928,440
331,305	331,725	592,606	1,029,667	1,207,785	678,248
582,506	524,335	551,213	541,788	579,531	646,254
1,462,186	1,320,913	1,309,135	1,308,179	1,169,628	1,101,672
1,322,329	2,461,100	1,917,975	2,942,798	1,417,602	1,336,575
55,219,924	58,474,215	59,904,040	61,374,506	62,247,642	64,108,089
6,849,565	6,771,561	7,858,380	8,675,905	7,374,610	7,448,102
25,020,605	26,005,766	28,348,718	29,379,866	30,438,704	32,092,050
2,287,623	2,212,104	2,492,608	2,414,964	2,792,748	2,369,005
4,726,538	7,003,217	4,186,858	4,343,714	5,089,993	4,185,051
3,311,482	3,237,936	4,533,336	5,248,571	6,465,442	5,761,957
3,385,373	3,288,729	4,038,465	3,527,957	3,443,964	2,900,974
1,187,802	2,225,705	2,366,475	1,796,070	2,020,528	1,755,859
2,618,713	5,757,861	5,900,827	2,965,518	6,522,370	6,392,174
1,550,000	1,798,770	1,857,000	1,862,000	1,885,000	1,997,000
1,849,261	1,852,238	1,991,616	1,982,479	1,674,562	1,791,973
52,786,962	60,153,887	63,574,283	62,197,044	67,707,921	66,694,145
2,432,962	(1,679,672)	(3,670,243)	(822,538)	(5,460,279)	(2,586,056)

(Continued)

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

	1999	2000	2001	2002
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	0	0	0
Sale of Capital Assets	313,158	828,420	338,600	294,906
Other Financing Uses	0	0	0	0
General Obligation Bonds and Notes Issued	3,500,000	690,000	23,680,000	7,935,000
Payment to Refunded Bond Escrow Agent	0	0	0	(767,700)
Transfers In	2,568,972	4,216,622	10,087,647	15,188,910
Transfers Out	(2,518,972)	(4,181,019)	(10,173,140)	(15,188,910)
Total Other Financing Sources (Uses)	3,863,158	1,554,023	23,933,107	7,462,206
Net Change in Fund Balance	($6,733,275)	($3,735,925)	$5,736,878	$5,777,971
Debt Service as a Percentage of Noncapital Expenditures	9.73%	3.11%	4.20%	5.74%

Source: City Records

2003	2004	2005	2006	2007	2008
3,806,770	0	0	218,000	365,000	0
130,496	357,043	898,387	756,038	1,087,495	86,580
(34,800)	0	0	0	0	0
0	0	245,000	0	0	0
0	0	0	0	0	0
9,899,079	4,397,327	4,847,172	13,537,743	6,447,505	7,003,332
(9,899,079)	(4,397,327)	(4,810,595)	(11,764,702)	(6,447,505)	(6,833,332)
3,902,466	357,043	1,179,964	2,747,079	1,452,495	256,580
$6,335,428	($1,322,629)	($2,490,279)	$1,924,541	($4,007,784)	($2,329,476)
6.46%	6.11%	6.19%	6.53%	5.83%	6.43%

City of Hamilton

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

Tax year	1999	2000	2001	2002
Real Property				
Assessed	$579,622,630	$657,229,440	$674,764,310	$690,521,670
Actual	1,656,064,657	1,877,798,400	1,927,898,029	1,972,919,057
Public Utility				
Assessed	22,567,390	21,454,090	18,059,140	16,165,160
Actual	22,567,390	21,454,090	18,059,140	16,165,160
Tangible Personal Property				
Assessed	81,266,104	108,159,070	111,312,933	112,737,677
Actual	325,064,416	432,636,280	445,251,732	450,950,708
Total				
Assessed	683,456,124	786,842,600	804,136,383	819,424,507
Actual	2,003,696,463	2,331,888,770	2,391,208,901	2,440,034,925
Assessed Value as a Percentage of Actual Value	34.11%	33.74%	33.63%	33.58%
Total Direct Tax Rate	$5.06	$5.06	$5.06	$5.12

Source: Butler County Auditor
* Reappraisal
** Update

2003	2004	2005	2006	2007	2008
$812,598,300	$807,683,940	$807,728,570	$880,671,170	$894,319,760	$903,465,830
2,321,709,429	2,307,668,400	2,307,795,914	2,516,203,343	2,555,199,314	2,581,330,943
13,814,790	13,358,440	12,942,330	11,724,950	7,410,550	3,167,600
13,814,790	13,358,440	12,942,330	11,724,950	7,410,550	3,167,600
80,444,805	77,433,709	73,731,244	72,654,723	50,884,160	38,617,646
321,779,220	309,734,836	294,924,976	290,618,892	203,536,640	154,470,584
906,857,895	898,476,089	894,402,144	965,050,843	952,614,470	945,251,076
2,657,303,439	2,630,761,676	2,615,663,220	2,818,547,185	2,766,146,504	2,738,969,127
34.13%	34.15%	34.19%	34.24%	34.44%	34.51%
$6.80	$7.16	$7.16	$7.16	$7.16	$7.16

City of Hamilton

Direct and Overlapping Property Tax Rates
Last Ten Calendar Years

	1999	2000	2001	2002	2003	2004
Direct Rates						
General Fund	4.21	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.25	0.25	0.25	0.31	0.31	0.35
Police / Fire-EMS Levies	0.00	0.00	0.00	0.00	1.68	2.00
Total Direct Rate	5.06	5.06	5.06	5.12	6.80	7.16
Overlapping Rates						
Hamilton City School District	43.81	48.21	48.21	48.21	48.21	48.21
Butler County	8.44	8.45	8.44	8.75	8.75	8.74

Source: County Auditor

(1) - Levied by the City for the benefit of the Miami Conservancy District

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

2005	2006	2007	2008
4.21	4.21	4.21	4.21
0.30	0.30	0.30	0.30
0.30	0.30	0.30	0.30
0.35	0.35	0.35	0.35
2.00	2.00	2.00	2.00
7.16	7.16	7.16	7.16
48.21	48.01	53.42	53.42
8.74	9.44	10.95	10.45

City of Hamilton

Principal Property Tax Payers
Current Year and Nine Years Ago

Tax Payer	Nature of Business	2008 Assessed Value	2008 Percentage of Total Assessed Value
Tippman Realty PRT	Education	$5,972,770	0.63%
Shadow Creek Apartments	Real Estate	5,126,050	0.54%
AHP-Knollwood Crossing	Real Estate	4,403,310	0.47%
Colonial Senior Services	Healthcare	4,321,300	0.46%
Pedcor Investments	Investments	4,006,940	0.42%
Hamilton Plaza LLC	Real Estate	3,444,120	0.36%
Hatteras Properties	Real Estate	3,307,570	0.35%
Butler Co. Surgical	Healthcare	3,106,170	0.33%
VCG-Hamilton Crossings	Real Estate	3,079,320	0.33%
SD Country Walk Sub LLC	Real Estate	2,939,120	0.31%
	Sub-Total	39,706,670	4.20%
	All Others	905,544,406	95.80%
	Total	$945,251,076	100.00%

Tax Payer	Nature of Business	1999 Assessed Value	1999 Percentage of Total Assessed Value
Champion International Corporation	Manufacturing	$28,730,330	4.20%
Cincinnati Bell Telephone	Utility	13,427,370	1.96%
International Paper Company	Manufacturing	9,002,740	1.32%
Mercy Health System	Healthcare	8,885,800	1.30%
Thaneland Corporation	Manufacturing	8,818,130	1.29%
Meijer Inc.	Retail	6,975,910	1.02%
Cinergy	Utility	6,290,800	0.92%
First National Bank	Financial Institution	5,735,510	0.84%
Berkeley Square	Retirement Community	4,792,470	0.70%
OHIO Casualty Company	Insurance	4,777,150	0.70%
	Sub-Total	97,436,210	14.25%
	All Others	586,019,914	85.75%
	Total	$683,456,124	100.00%

Source: County Auditor

City of Hamilton

Income Tax Collection Receipts by Fund

(Cash Basis of Accounting)

Last Ten Calendar Years

	1999	2000	2001	2002
General Fund (1)	$16,154,694	$15,999,528	$15,978,811	$15,322,785
Public Safety / Health Income Tax Fund (2)	2,605,596	2,580,569	2,577,228	2,471,417
Hamilton Capital Improvement Fund (3)	2,084,477	2064455	2,061,782	1,977,134
Total	$20,844,767	$20,644,552	$20,617,821	$19,771,336
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 collections
(2) - Equates to 0.25% of 2.00% total rate, or 12.50% of total collections
(3) - Equates to 0.20% of 2.00% total rate, or 10.00% of total collections

(4) - Effective Dates of Levy:	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.

2003	2004	2005	2006	2007	2008
$15,652,544	$16,599,420	$17,218,512	$17,702,447	18,240,349	$18,623,279
2,524,604	2,677,326	2,798,598	2,882,087	2,971,408	3,034,120
2,019,683	2,141,861	2,239,406	2,305,669	2,377,126	2,427,386
$20,196,831	$21,418,607	$22,256,516	$22,890,203	$23,588,883	$24,084,785
2.00	2.00	2.00	2.00	2.00	2.00

City of Hamilton

Principal Income Taxpayers

(Cash Basis of Accounting)

Current Year and Nine Years Ago

Name	Nature of Business	2008 Rank
Butler County Auditor	Government	1
Board of Education	Education	2
City of Hamilton	Government	3
Fort Hamilton Hospital	Healthcare	4
Smart Papers LLC	Manufacturing	5
Liberty Mutual	Insurance	6
GE Engine Service, Inc.	Manufacturing	7
Valeo Climate Control	Manufacturing	8
Miami University	Education	9
Krupp Bilstein of America, Inc.	Manufacturing	10

Name	Nature of Business	1999 Rank
Champion International Corporation	Manufacturing	1
Butler County	Government	2
Hamilton City School District	Education	3
OHIO Casualty Company	Insurance	4
City of Hamilton	Government	5
Fort Hamilton Hospital	Healthcare	6
Mercy Health Hospital	Healthcare	7
GE Engine Service, Inc.	Manufacturing	8
Mosler Inc.	Manufacturing	9
International Paper Company	Manufacturing	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

Ratio of Outstanding Debt By Type
Last Ten Years

	1999	2000	2001	2002
Governmental Activities (1)				
General Obligation Bonds Payable	$3,905,000	$3,640,000	$25,755,000	$34,165,000
Special Revenue Notes Payable	0	140,000	3,420,000	0
Capital Projects Notes Payable	10,290,000	10,725,000	7,153,000	2,925,000
Special Assessments Notes Payable	2,672,000	2,710,000	1,835,000	475,000
Special Assessment Bonds Payable	1,711,046	2,096,816	2,925,000	3,170,000
Business-type Activities (1)				
Water Revenue Bonds Payable	$52,993,578	$51,876,989	$50,683,409	$12,940,000
General Obligation Bonds Payable	2,928,130	2,769,659	2,600,807	0
OWDA Loans	9,090,695	8,643,328	8,159,483	7,712,448
Line of Credit Payable	0	0	0	0
Gas Refunding Bonds Payable	25,784,350	16,991,674	16,396,990	16,275,000
Enterprise Notes Payable	6,400,000	900,000	0	0
Electric Revenue Bonds Payable	197,702,156	194,438,680	190,985,157	184,360,000
Wastewater Refunding Bonds Payable	30,249,169	29,529,304	28,784,138	28,180,000
Total Primary Government	$343,726,124	$324,461,450	$338,697,984	$290,202,448
Population (2)				
City of Hamilton	61,810	60,690	60,690	60,690
Outstanding Debt Per Capita	$5,561	$5,346	$5,581	$4,782
Income (3)				
Personal (in thousands)	1,698,230	1,709,455	1,754,062	1,778,885
Percentage of Personal Income	20.24%	18.98%	19.31%	16.31%

Source: City Records

2003	2004	2005	2006	2007	2008
$36,490,000	$35,070,000	$33,605,000	$32,090,000	$30,525,000	$28,815,000
3,300,000	3,600,000	4,650,000	3,075,000	2,540,000	1,930,000
2,700,000	2,990,000	3,525,000	3,255,000	3,495,000	5,565,000
0	0	500,000	525,000	400,000	103,000
3,101,770	2,723,000	2,576,000	2,447,000	2,492,000	2,205,000
$12,440,000	$11,930,000	$11,410,000	$10,880,000	$10,335,000	$9,775,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	8,000,000
13,680,000	12,725,000	11,755,000	10,755,000	9,730,000	8,675,000
2,750,000	5,550,000	19,650,000	17,910,000	21,720,000	33,075,000
178,935,000	173,330,000	167,545,000	161,570,000	155,395,000	149,020,000
27,350,000	26,485,000	23,630,000	22,660,000	21,660,000	20,630,000
$280,746,770	$274,403,000	$278,846,000	$265,167,000	$258,292,000	$267,793,000
60,690	60,690	60,690	60,690	60,690	60,690
$4,626	$4,521	$4,595	$4,369	$4,256	$4,412
1,823,552	1,880,055	1,950,455	2,010,660	2,054,235	2,054,235
15.40%	14.60%	14.30%	13.19%	12.57%	13.04%

City of Hamilton

Ratios of General Bonded Debt Outstanding
Last Ten Years

Year	1999	2000	2001	2002
Population (1)	61,810	60,690	60,690	60,690
Assessed Value (2)	$683,456,124	$786,842,600	$804,136,383	$819,424,507
General Bonded Debt (3)				
General Obligation Bonds	$3,905,000	$3,640,000	$25,755,000	$34,165,000
Special Assessment Bonds	1,711,046	2,096,816	2,925,000	3,170,000
Total General Bonded Debt	$5,616,046	$5,736,816	$28,680,000	$37,335,000
Ratio of Net Bonded Debt to Estimated Actual Value	0.82%	0.73%	3.57%	4.56%
Net Bonded Debt per Capita	$90.86	$94.53	$472.57	$615.18

Source:

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

2003	2004	2005	2006	2007	2008
60,690	60,690	60,690	60,690	60,690	60,690
$906,857,895	$898,476,089	$894,402,144	$965,050,843	$952,614,470	$945,251,076
$36,490,000	$35,070,000	$33,605,000	$32,090,000	$30,525,000	$28,815,000
3,101,770	2,723,000	2,576,000	2,447,000	2,492,000	2,205,000
$39,591,770	$37,793,000	$36,181,000	$34,537,000	$33,017,000	$31,020,000
4.37%	4.21%	4.05%	3.58%	3.47%	3.28%
$652.36	$622.72	$596.16	$569.07	$544.03	$511.12

City of Hamilton

Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2008

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to the City of Hamilton	Amount Applicable to the City of Hamilton
Direct:			
City of Hamilton	$38,618,000	100.00%	$38,618,000
Overlapping:			
Butler County	125,998,541	11.95%	15,056,826
Hamilton City School District	108,185,000	97.32%	105,285,642
Talawanda City School District	8,370,000	5.58%	467,046
New Miami Local School District	1,688,000	0.40%	6,752
Ross Local School District	21,220,000	0.50%	106,100
Butler Technology and Career Center	2,095,000	0.51%	10,685
		Subtotal	120,933,051
		Total	$159,551,051

Source: Ohio Municipal Advisory Council

City of Hamilton

Debt Limitations
Last Ten Years

Collection Year	1999	2000	2001	2002
Total Debt				
Net Assessed Valuation	$707,994,822	$683,456,124	$786,842,600	$804,136,383
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation ($) (1)	74,339,456	71,762,893	82,618,473	84,434,320
Net Indebtedness Subject to Limitation (2)	14,195,000	14,505,000	13,938,000	9,540,000
Overall Legal Debt Margin	$60,144,456	$57,257,893	$68,680,473	$74,894,320
Unvoted Debt				
Net Assessed Valuation	$707,994,822	$683,456,124	$786,842,600	$804,136,383
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation ($) (1)	38,939,715	37,590,087	43,276,343	44,227,501
Net Indebtedness Subject to Limitation (2)	14,195,000	14,505,000	13,938,000	9,540,000
Overall Legal Debt Margin	$24,744,715	$23,085,087	$29,338,343	$34,687,501

(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

2003	2004	2005	2006	2007	2008
$819,424,507	$906,857,895	$898,476,089	$894,402,144	$965,050,843	$952,614,470
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
86,039,573	95,220,079	94,339,989	93,912,225	101,330,339	100,024,519
12,565,000	9,789,000	41,248,235	37,957,621	36,146,281	35,764,744
$73,474,573	$85,431,079	$53,091,754	$55,954,604	$65,184,058	$64,259,775
$819,424,507	$906,857,895	$898,476,089	$894,402,144	$965,050,843	$952,614,470
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
45,068,348	49,877,184	49,416,185	49,192,118	53,077,796	52,393,796
12,565,000	9,789,000	41,248,235	37,957,621	36,146,281	35,764,744
$32,503,348	$40,088,184	$8,167,950	$11,234,497	$16,931,515	$16,629,052

City of Hamilton

Pledged Revenue Coverage
Last Ten Years

	1999	2000	2001	2002
Water System Revenue Bonds				
Gross Revenues (1)	$15,887,109	$16,850,978	$17,415,954	$17,805,870
Direct Operating Expenses (2)	9,770,557	8,836,068	9,073,991	9,077,809
Net Revenue Available for Debt Service	6,116,552	8,014,910	8,341,963	8,728,061
Annual Debt Service Requirement	4,295,970	4,270,489	4,375,033	3,103,139
Coverage	1.42	1.88	1.91	2.81
Wastewater System Revenue Bonds				
Gross Revenues (1)	$12,955,842	$12,676,574	$12,410,728	$12,599,192
Direct Operating Expenses (2)	4,828,167	7,891,123	7,815,190	7,836,155
Net Revenue Available for Debt Service	8,127,675	4,785,451	4,595,538	4,763,037
Annual Debt Service Requirement	2,133,672	2,101,003	2,139,291	2,219,758
Coverage	3.81	2.28	2.15	2.15
Gas System Revenue Bonds				
Gross Revenues (1)	$19,044,722	$23,638,431	$31,784,477	$22,627,373
Direct Operating Expenses (2)	15,301,145	20,683,361	25,467,356	19,456,357
Net Revenue Available for Debt Service	3,743,577	2,955,070	6,317,121	3,171,016
Annual Debt Service Requirement	1,771,241	1,751,866	1,403,844	1,472,941
Coverage	2.11	1.69	4.50	2.15
Electric System Revenue Bonds				
Gross Revenues (1)	$45,550,193	$49,147,330	$52,584,410	$54,261,126
Direct Operating Expenses (2)	28,847,567	27,817,326	34,295,218	34,813,408
Net Revenue Available for Debt Service	16,702,626	21,330,004	18,289,192	19,447,718
Annual Debt Service Requirement	14,714,560	14,536,132	14,813,659	12,830,152
Coverage	1.14	1.47	1.23	1.52
Special Assessment Bonds				
Special Assessment Collections	$397,229	$471,352	$520,791	$519,757
Debt Service				
Principal	311,068	304,230	288,784	275,000
Interest	0	77,162	103,071	150,476
Coverage	1.28	1.24	1.33	1.22

(1) Gross revenues include operating revenues plus interest income.
(2) Direct operating expenses include operating expenses less depreciation.

Source: City Records

2003	2004	2005	2006	2007	2008
$14,464,401	$14,194,267	$14,477,037	$14,980,733	$15,618,225	$14,753,151
8,880,858	9,615,956	9,942,278	11,035,787	11,278,031	11,625,041
5,583,543	4,578,311	4,534,759	3,944,946	4,340,194	3,128,110
1,007,114	1,007,114	1,006,914	1,005,474	1,007,224	1,006,964
5.54	4.55	4.50	3.92	4.31	3.11
$11,884,710	$10,666,399	$12,943,233	$10,784,184	$11,086,222	$11,151,093
7,809,274	7,434,951	7,372,609	7,373,360	7,838,546	8,252,037
4,075,436	3,231,448	5,570,624	3,410,824	3,247,676	2,899,056
2,276,583	2,275,153	2,056,197	2,058,590	2,059,490	2,059,490
1.79	1.42	2.71	1.66	1.58	1.41
$27,950,700	$28,782,604	$33,967,409	$40,216,803	$38,699,384	$39,980,359
23,338,504	24,856,014	32,111,986	32,442,221	32,703,906	35,686,059
4,612,196	3,926,590	1,855,423	7,774,582	5,995,478	4,294,300
1,113,021	1,493,213	1,489,113	1,490,012	1,492,513	1,491,762
4.14	2.63	1.25	5.22	4.02	2.88
$49,407,634	$52,327,108	$59,628,880	$59,863,468	$63,779,353	$66,029,226
33,542,273	37,116,049	41,916,192	39,719,528	46,588,939	48,905,823
15,865,361	15,211,059	17,712,688	20,143,940	17,190,414	17,123,403
13,610,043	11,721,429	9,034,766	13,007,773	13,037,485	13,046,060
1.17	1.30	1.96	1.55	1.32	1.31
$519,929	$519,068	$529,781	$378,938	$434,437	$562,053
395,000	378,770	392,000	347,000	320,000	287,000
137,680	142,085	124,994	121,859	121,101	127,757
0.98	1.00	1.02	0.81	0.98	1.36

City of Hamilton

Demographic and Economic Statistics
Last Ten Years

Calendar Year	1999	2000	2001	2002
Population (1)				
City of Hamilton	61,810	60,690	60,690	60,690
Butler County	291,479	332,807	332,807	332,807
Income (2) (a)				
Total Personal (in thousands)	1,698,230	1,709,455	1,754,062	1,778,885
Per Capita	27,475	28,167	28,902	29,311
Unemployment Rate (3)				
Federal	5.4%	4.9%	4.5%	4.2%
State	4.8%	4.6%	4.3%	4.3%
Butler County	3.3%	3.0%	3.3%	4.3%
Civilian Work Force Estimates (3)				
State	5,710,000	5,678,000	5,749,000	5,900,400
Butler County	185,200	189,300	196,200	197,800

Sources:

(1) US Bureau of Census of Population

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

(a) Per Capita Income is only available by County. Total Personal Income is a calculation US Department of Commerce, Bureau of Economic Analysis information is only available through 2007, for the presentation of 2007 and 2008 statistics, the City is using the latest information available.

(3) State Department of Labor Statistics

2003	2004	2005	2006	2007	2008
60,690	60,690	60,690	60,690	60,690	60,690
332,807	332,807	332,807	332,807	332,807	332,807
1,823,552	1,880,055	1,950,455	2,010,660	2,054,235	2,054,235
30,047	30,978	32,138	33,130	33,848	33,848
3.8%	4.8%	5.8%	6.0%	5.5%	5.8%
3.7%	4.3%	5.7%	6.1%	6.0%	6.6%
4.0%	4.3%	5.4%	5.6%	5.1%	5.9%
5,857,000	5,828,000	5,915,000	5,875,300	5,900,400	5,986,400
203,700	183,300	185,300	189,700	190,800	191,700

City of Hamilton

Principal Employers
Current Year and Nine Years Ago

		2008		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Fort Hamilton Hospital	Healthcare	1,250	1	4.37%
Hamilton City School District	Education	1,250	2	4.37%
Butler County	Government	900	3	3.15%
City of Hamilton	Government	700	4	2.45%
Ohio Casualty Group/Liberty Mutual	Insurance	400	5	1.40%
First Financial Bank	Financial	400	6	1.40%
Meijer, Inc.	Retail/Service	325	7	1.14%
The Kroger Company	Retail	300	8	1.05%
Valeo Climate Control	Manufacturing	280	9	0.98%
Smart Papers, LLC *	Manufacturing	250	10	0.87%
Total		6,055		21.18%
Total Employment within the City		28,600		

		1999		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Champion International Corporation	Manufacturing	1,400	1	4.24%
Fort Hamilton Hospital	Healthcare	1,100	2	3.33%
Hamilton City School District	Education	1,070	3	3.24%
Butler County	Government	900	4	2.73%
City of Hamilton	Government	750	5	2.27%
Mercy Health Systems	Healthcare	650	6	1.97%
Meijer, Inc.	Retail/Service	460	7	1.39%
OHIO Casualty Company	Insurance	350	8	1.06%
General Electric	Manufacturing/Services	300	9	0.91%
Valeo Climate Control	Manufacturing	290	10	0.88%
Total		7,270		22.02%
Total Employment within the City		33,000		

Source: City Records

**Smart Papers has approximately 500 employees, but recently announced the sale of a substantial portion of their book business, which will result in the layoff of approximately 250 of their current employees.*

Full Time Equivalent Employees by Function
Last Three Years

	2006	2007	2008
Governmental Activities			
General Government			
City Administration	25.00	34.00	28.00
Engineering	24.00	20.00	18.00
Municipal Court	30.00	28.00	27.00
Information Technology	17.00	18.00	15.00
Finance	39.00	43.00	37.00
Security of Persons and Property			
Police	159.00	174.00	167.00
Fire	113.00	116.00	108.00
Public Health and Welfare Services			
Health	20.00	21.00	16.00
Leisure Time Activities			
Parks and Recreation	27.00	27.00	27.00
Community Environment			
Planning and Zoning	22.00	23.00	23.00
Transportation			
Street	49.00	47.00	48.00
Business-Type Activities			
Utilities			
Gas	17.00	17.00	22.00
Electric	113.00	111.00	118.00
Water	35.00	32.00	32.00
Wastewater	26.00	28.00	24.00
Utility Customer Service	30.00	30.00	28.00
Total Employees	746.00	769.00	738.00

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

Operating Indicators by Function
Last Ten Years

	1999	2000	2001	2002
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	298	385	339	392
Building Permits Issued - Commercial	297	366	326	329
Security of Persons and Property				
Police				
Misdemeanor Arrests	2,092	8,955	6,066	5,053
Felony Arrests	7,421	2,528	1,218	2,623
Traffic Citations Issued	11,220	14,664	15,240	14,711
Parking Tickets Written	2,150	2,157	2,545	1,914
Fire / Emergency Medical Services				
Number of Calls Answered	9,033	9,243	9,462	9,370
Number of Inspections	2,226	2,423	2,657	1,916
Number of Emergency Medical Calls	N/A	N/A	N/A	N/A
Transportation				
Street				
Street Resurfacing (Center Line miles)	10.28	6.44	1.42	0.70
Parking				
Parking Levels	5.00	5.00	5.00	6.50
Parking Spaces	555	555	756	758
Average Daily Cars Parked	457	236	439	376
Parking / Meters - On Street and Lots	982	993	944	963
Public Works				
Refuse Collection				
Refuse Collected (tons)	N/A	N/A	N/A	N/A
Recyclables Colleted (tons)	N/A	N/A	N/A	N/A
Leisure Time Activities				
Parks and Recreation				
Athletic Field Permits Issued	N/A	N/A	N/A	N/A
Public Health and Welfare Services				
Health Care				
Number of Patient Beds	466	407	407	307

2003	2004	2005	2006	2007	2008
492	438	306	387	239	234
399	479	341	355	251	427
4,719	6,399	7,831	8,400	7,534	6,778
2,501	1,317	1,474	1,621	2,302	942
14,188	14,208	15,232	14,335	6,418	7,050
1,949	1,989	1,766	1,231	767	1,157
9,824	10,637	10,347	10,523	10,687	11,870
1,983	2,072	2,132	2,157	2,203	596
N/A	8,293	8,299	8,292	8,536	8,836
6.70	5.20	1.20	4.60	2.14	4.68
6.50	6.50	6.50	6.50	6.50	6.50
752	752	752	752	752	752
604	589	604	575	560	550
977	977	972	892	836	836
24,317	23,761	26,779	27,638	25,387	25,807
1,521	1,529	1,815	1,683	1,547	1,587
N/A	N/A	N/A	55	61	128
307	307	157	282	318	288

(Continued)

Operating Indicators by Function
Last Ten Years

	1999	2000	2001	2002
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	12,059	11,690	9,867	10,389
Peak Daily Consumption (100 cubic feet)	33,148	32,041	25,980	25,600
Electric				
Peak Demand (MW)	152.0	134.0	149.0	147.3
Energy Requirement (MWh)	634,710	642,756	651,100	669,608
Total System Sales (MWh)	N/A	N/A	N/A	636,127
Total Residential Customers	N/A	N/A	N/A	24,944
Total Commercial Customers	N/A	N/A	N/A	3,036
Water				
New Service Connections	N/A	N/A	N/A	N/A
Water Main Breaks	N/A	N/A	N/A	N/A
Average Daily Consumption (thousands of gallons)	17,378	16,044	16,079	18,620
Peak Daily Consumption (thousands of gallons)	30,354	28,273	28,836	35,675
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	21.6	20.6	18.8	20.3

Source: City Records
N/A = Information Not Available

2003	2004	2005	2006	2007	2008
10,807	9,950	9,854	9,237	9,114	9,176
30,654	29,582	26,114	24,325	29,992	29,415
143.0	144.1	166.0	157.0	165.0	148.0
663,338	645,131	706,381	638,652	664,687	658,776
622,655	611,560	613,772	585,791	630,596	623,351
25,341	25,578	25,253	25,974	26,398	26,481
3,068	3,033	3,025	3,060	3,019	3,000
N/A	N/A	N/A	9	122	52
N/A	N/A	N/A	57	88	94
17,593	17,254	19,159	19,757	21,256	18,053
28,344	28,666	28,653	32,266	35,197	22,723
20.5	17.2	15.3	16.4	16.2	16.2

Capital Asset Statistics by Function
Last Ten Years

	1999	2000	2001	2002
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.59	21.52	21.52	21.55
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	28	51	38	38
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	200.20	201.30	203.70	204.80
Street Lights	9,015	9,015	9,015	9,015
Traffic Signals	97	97	97	97
Parking				
Off street Parking Garages	1	1	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	54	56	56	56
Park Area (acres)	1,360	1,320	1,320	1,320
Playgrounds	N/A	N/A	N/A	N/A
Lighted	7	7	8	9
Unlighted	34	34	34	34
Unlighted	5	5	5	6
Swimming Pools	5	5	5	5
Golf Courses	2	2	2	2
Skateboard Park	N/A	N/A	N/A	N/A
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	2	2	2	1

2003	2004	2005	2006	2007	2008
21.56	21.56	21.56	21.56	21.56	21.57
1	1	1	1	1	1
40	40	40	40	39	44
6	6	6	6	6	6
206.80	209.90	213.40	215.90	216.00	216.20
9,015	12,000	9,000	9,000	6,966	6,978
97	97	97	97	98	98
2	2	2	2	2	2
56	56	56	55	55	52
1,320	1,320	1,320	1,300	1,300	1,300
N/A	N/A	N/A	25	25	24
9	9	9	9	9	9
34	34	34	34	34	34
6	6	6	21	21	21
5	5	5	5	3	1
2	2	2	2	2	2
N/A	1	1	1	1	1
1	1	1	1	1	1
1	1	1	2	2	2

(Continued)

Capital Asset Statistics by Function
Last Ten Years

	1999	2000	2001	2002
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	34	34	34	46
Waterlines (Miles)	245.5	246.9	250.3	251.7
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	320	320	320	320
Sanitary Sewerlines (Miles)	216.5	218.0	220.6	221.6
Storm Drains (Miles)	141.7	142.6	144.7	145.7

Source: City Records

2003	2004	2005	2006	2007	2008
2	2	2	2	2	2
46	46	46	46	46	46
254.0	261.3	264.3	267.3	267.4	267.4
1	1	1	1	1	1
320	320	320	320	320	320
223.5	227.5	233.0	236.3	236.4	236.8
147.5	151.8	155.2	157.1	158.3	158.5