Comprehensive Annual Financial Report

Hamilton, Ohio

For Year Ended
December 31, 2010

THE CITY OF HAMILTON

BUTLER COUNTY OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2010

Prepared by:
Department of Finance

William E. Moller
Director of Finance

Ana Ramanathan
Chief Finance Manager

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BUTLER COUNTY, OHIO

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Introductory Section

THE CITY OF HAMILTON

BUTLER COUNTY OHIO

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 23, 2011

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, 2010, 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 complement the MD&A and should be read in conjunction with it. Hamilton's MD&A can be found immediately following the independent auditors' report.

THE REPORTING ENTITY

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

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. Council is elected for four-year staggered terms. The Mayor, who is separately elected, is recognized as the official head of the City for all ceremonial purposes and presides at Council meetings. The 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. The City Manager is the chief executive officer of the City. The Manager is charged with the proper administration of all affairs of the City. The Manager appoints and removes all heads of departments and all subordinate officers and employees of the city and exercises control over all departments created by the City Council.

The City of Hamilton, like many other cities has been affected by the economic downturn. The City Council has taken steps to balance the City's budget with the goal to create a minimum cash balance of 5% of expenditures in the General Fund (City Council Resolution R2009-8-72). For example, the approved 2009 budget was balanced by implementing 2/3 of the kilowatt hour tax permitted by state law, which will generate an estimated $1.6 to $1.8 million each year. During 2009, revenue was lower than expected, unemployment increased, and new economic development was difficult. Because of these factors, the City Council decided to update the 2009 General Fund budget and develop the 2010 General Fund budget by July of 2009 that would provide for a year-end minimum fund balance of 5% of the budgeted General Fund expenditures. To achieve this, the City froze non-union salaries, laid off 23 employees, furloughed employees (Police – 2 days in 2009 and 3 days in 2010), demoted 5 employees, eliminated 11 positions, consolidated functions, re-negotiated labor contracts, and cut non-personnel expenditures. In addition, in May 2009, the City Council implemented the remaining 1/3 kilowatt hour tax which is estimated to generate $810,000 to $900,000 annually. The legislation implementing the remaining 1/3 of the kilowatt hour tax requires that amounts generated from such implementation must be used for road and street projects, except that in 2009, 2010, and 2011, the amounts of $200,000, $400,000, and $400,000, respectively, are to be used for general fund safety operating expenses. These actions contributed to the stabilization of General Fund operations in 2009 and 2010. Additionally for 2010, non-union wages were again frozen and only emergency capital repairs were budgeted. Health insurance was re-bid in an effort to control costs.

RECENT ECONOMIC DEVELOPMENT

Butler County exhibits a diverse economic base accompanied by growth in most sectors since 2003, growing sectors include manufacturing, financial services, education and health services. With approximately 1,900 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. Connector Manufacturing Company installed a 100-foot wind turbine at their facility in 2010, strengthening the community's commitment to green energy. In the paper industry, Smart Papers and Mohawk Fine Paper operate mills in the city, with employment totaling almost 340. In 2009, 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. 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 of America, Neturen America (Japanese joint venture) and Dynamic Controls, manufacture original and after-market automotive parts and components and employ approximately 400 in this industry sector.

In the period from 2002 to 2010, the City saw considerable expansion activity across the business sectors. The Economic Development Division 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, 258 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), Butler County Surgical Properties/Prexus-Office Building, Imaging Center and Sleep Center ($18+ million investment, 100+ new jobs, 60 retained jobs), and JN Linrose Mfg. ($2.5 million investment, 15 new 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.

In 1997, the City purchased 263 acres along Hamilton-Mason Road, just north of the Butler County Airport. This site is situated approximately one-half mile south of an interchange with the four-lane, limited access State Route 129 and approximately 8 miles west of I-75. The City has developed and marketed this property, known as Hamilton Enterprise Park for industrial/commercial office use. Since 1999, the following development projects have been undertaken at the Park: W.S. Properties/VinylMax (150,000 sq. ft. industrial), Neturen America (70,000 sq. ft. industrial), M.A. Folkes (200,000 sq. ft. industrial), Butler County Medical Campus (surgery center and expansion, 15,000 and 60,000 sq. ft., medical office condos, dialysis center, imaging center and sleep center), Sensus, LLC (50,000 sq. ft. industrial), Butler County Alcohol and Chemical Addiction office building, and the Butler County Regional Transit Authority (BCRTA) headquarters (11,000 sq. ft. office/service garage). Sensus, LLC broke ground in 2010 for a 30,000 sq. ft. expansion ($2.85 million investment, 5 new jobs). These developments represent a capital investment of almost $78 million and have the potential of creating in excess of 700 jobs at the Park.

Additionally, the City is continuing to work closely with Vora Technology Park (VTP) in bringing new technology to the area. VTP, a 55-acre park containing a 365,000 square foot Class A, state-of-the-art office building, is currently home to over 150 employees and a multi-million dollar Cincinnati Bell Technology Solutions Tier 3 data center.

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. At this time, the Lane Public Library Administration, Butler Behavioral Health Services, Sojourner Recovery Services, and Warner-Bailey Professional Center, are located at University Commerce Park. 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.

Downtown Hamilton has seen major investments in redevelopment of existing buildings and new construction over the last several years. Historic redevelopments include the Robinson-Schwenn Building redevelopment, a $4 million investment in circa 1866 former opera house for office and retail use and the $1+ million Ryan's Tavern redevelopment. Concord Hospitality completed the $11 million renovation of the former Hamiltonian Hotel, reopening as the Courtyard by Marriott/Hamilton. Additionally, Historic Developers, LLC has undertaken the redevelopment of the High Street Mercantile Block. This series of three buildings is being redeveloped into retail and upper-story loft apartments, with an investment of approximately $6.5 million. In May 2010, SHP Leading Design relocated its offices to the rehabilitated Mercantile building located at 236 High Street. Its new street-level store front location incorporates green design principles with the goal of achieving the LEED Commercial Interiors (CI) Gold Rating. Keeping its commitment to sustainability, SHP repurposed many local items, including a new tabletop made of wood from recycled bleachers from Hamilton High School.

To further enhance prospects for downtown redevelopment, IRG purchased the former Ohio Casualty Group headquarters building in 2008. This 428,000 square foot facility is being converted into a multi-tenant, mixed use facility. In partnership with the City, IRG is targeting to bring new businesses into the city.

FUTURE ECONOMIC DEVELOPMENT 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 build 8 new elementary schools in Hamilton, replacing the existing schools. The first four elementary schools opened in late 2009 and the final four elementary schools opened in 2010. The renovations at the high school will continue through 2011.

In 1996, Fairfield Township voters approved a Joint Economic Development District (JEDD) between the City of Hamilton and Fairfield Township. A number of projects and developments have occurred within the JEDD, including several banks and restaurants, as well as retail stores such as WalMart, Kohl's, Office Depot, Petsmart, hhgregg, Target, Dick's, Books-A-Million, Best Buy, JCPenney, TJMaxx, LA Fitness, PNC, Ulta and a variety of other retail establishments. Menards and Chick-fil-A opened their new stores in early 2011. 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 State Route 4 By-Pass improvement project is expected to be completed by September 2011.

In 2003, the City purchased the former Mercy Hospital from Mercy Health Partners. This 7.5+ acre site is currently being marketed as a mixed-use residential and retail development along the banks of the Great Miami River. This redevelopment, known as RiversEdge, was 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.

Of the 7.5 acre parcel, approximately 1.5 acres are slated for a riverfront amphitheatre and open greenspace. This project is currently in the final stages of design and engineering. The total project cost is estimated at $4.1 million. Construction of Phase I of the amphitheatre is targeted for July 2011. This redevelopment project is a key component of the City's Riverfront Redevelopment efforts.

In late 2009, the 66 acre parcel located along Northwest Washington Boulevard, adjacent to the Lowes/Wal-mart development was purchased by a local developer. Initial discussions for the reuse of this site include mixed-use residential and potential retail.

Additional development interests continue to evolve with the RiverWest RiverWalk project located southwest of New London Road. This $40 million mixed use development is in the planning stages as private interest in the site continues to develop. Early plans for the site call for retail, restaurants, athletic amenities, and riverfront recreation activities.

The City continues to market Hamilton Enterprise Park and University Commerce Park for development of industrial and commercial projects. Combined, both Parks offer the balance of approximately 200 acres for development. Several other redevelopment projects continue to gain momentum. The former Ohio Casualty Building continues to be marketed as one of the premier office opportunities in the downtown. Phase I of the Mercantile Block historic redevelopment project was completed in 2010; this phase included 9 residential units many of which have already been rented. Other phases of the $6.5 million project are expected to continue for the next 1-2 years and include 22 additional residential units, for a total of 31 downtown residential living options at the Mercantile.

ThyssenKrupp Bilstein of America recently announced plans to transfer their RTD (real time damper) shocks, its most sophisticated product, from its main plant in Germany to their Hamilton facility. The transfer of the RTD technology to Hamilton is expected to create 60 new jobs over a three year period with a total project investment of over $7 million. In addition to ThyssenKrupp, Interstate Warehousing of Ohio is also making a major investment in their Hamilton facility. Interstate is investing over $11 million to add 175,000 square feet to their current facility on Distribution Drive. This project will create 20 new jobs in the City over three years.

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, 2010, 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, 2009. 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.

Joshua A. Smith
City Manager

Peg Bradner Hancock
Director of Finance

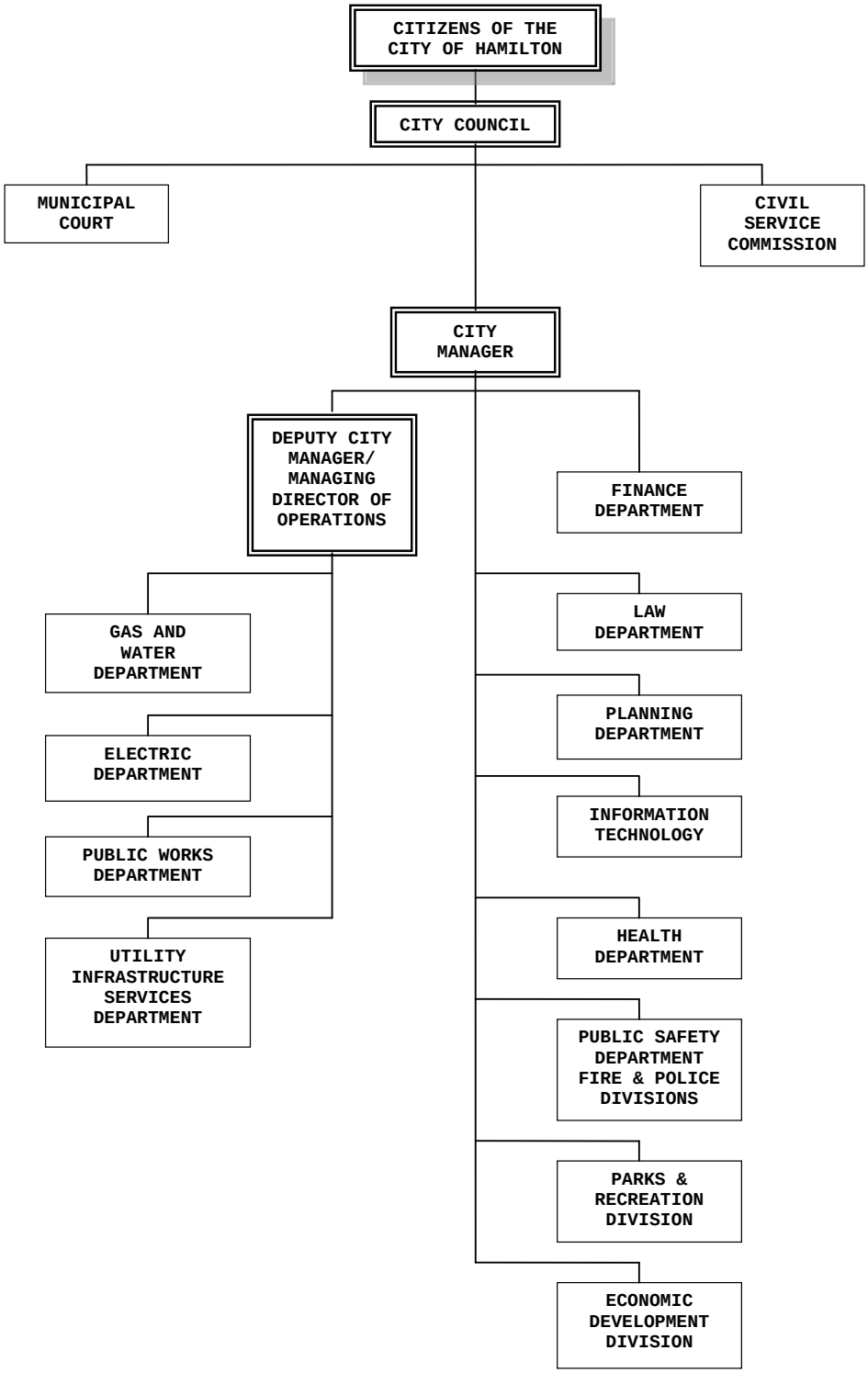
List of Principal Officials
For the Year Ended December 31, 2010

ELECTED OFFICIALS	***OFFICE***
Pat Moeller	Mayor
Rob Wile	Vice Mayor
Robert Brown	Council Member
Carla Fiehrer	Council Member
Archie Johnson	Council Member
Kathleen Klink	Council Member
Timothy Naab	Council Member
Daniel J. Gattermeyer, Judge	Municipal Court

ADMINISTRATIVE PERSONNEL	***TITLE***
Joshua A. Smith	City Manager
Charles S. Young	Deputy City Manager/ Managing Director of Operations
William E. Moller*	Director of Finance
Hillary M. Stevenson	Law Director
Nadine Hill	Director of Civil Service and Personnel
Neil R. Ferdelman	Police Chief
Joseph P. Schutte	Fire Chief
James G. Collins	Director of Gas and Water
Richard Engle	Public Works Director (Acting)
Teri Whitmore	Director of Planning
Shawn Dempsey	Director of Health
Robert J. Smith	Director of Information Technology
Ana Ramanathan	Chief Finance Manager
Deborah J. Hymer	Treasurer
Ina Allen	City Clerk

*Effective May 2011 Peg Bradner Hancock was appointed Director of Finance.

City Organizational Chart
For the Year Ended December 31, 2010



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, 2009

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.

GOVERNMENT FINANCE OFFICERS ASSOCIATION OF THE UNITED STATES AND CANADA CORPORATION SEAL CHICAGO

President

Executive Director

Financial Section

THE CITY OF HAMILTON

BUTLER COUNTY OHIO

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 (the City), as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

As described in Note 18, the City implemented Governmental Accounting Standards Board Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*.

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 as of December 31, 2010, 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 23, 2011, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* 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 purposes of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules 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 23, 2011

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, 2010. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key ***(GAAP Basis)*** financial highlights for 2010 are as follows:

- In total, net assets increased $5,742,885. Net assets of governmental activities increased $2,402,960, which represents a 3% increase from 2009. Net assets of business-type activities increased $3,339,925, or 2%, from 2009.
- General revenues accounted for $38,749,817 in revenue or 21% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for $142,455,148, or 79%, of total revenues of $181,204,965.
- The City had $60,366,834 in expenses related to governmental activities; $24,437,266 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of $38,332,528 were adequate to provide for these programs.
- Among major funds, the general fund had $33,121,934 in revenues and $30,777,409 in expenditures. The general fund's fund balance increased from $3,130,718 to $5,251,796.

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 programs and services are reported here including security of persons and property, public health and welfare services, basic utility services, leisure time activities, community environment, transportation and general government.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's gas, electric, water and wastewater services are reported as business-type activities.

Fund Financial Statements

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

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

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a summary of the City's net assets for 2010 compared to 2009.

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 $239,280,297 ($78,137,798 in governmental activities and $161,142,499 in business type activities) as of December 31, 2010. By far, the largest portion of the City's net assets (66.25%) 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 2010 compared to 2009.

	Governmental Activities		Business-type Activities		Total	
				Restated		
	2010	2009	2010	2009	2010	2009
Current and other assets	$37,308,911	$37,652,194	$109,066,988	$115,318,724	$146,375,899	$152,970,918
Capital assets, Net	90,107,526	90,987,788	302,676,248	302,104,533	392,783,774	393,092,321
Total assets	127,416,437	128,639,982	411,743,236	417,423,257	539,159,673	546,063,239
Long-term debt outstanding	38,537,492	40,918,616	235,679,563	244,536,017	274,217,055	285,454,633
Other liabilities	10,741,147	12,561,528	14,921,174	15,084,666	25,662,321	27,646,194
Total liabilities	49,278,639	53,480,144	250,600,737	259,620,683	299,879,376	313,100,827
Net assets						
Invested in capital assets, net of related debt	62,373,720	61,258,050	96,155,478	95,260,611	158,529,198	156,518,661
Restricted	14,372,832	14,612,944	19,220,759	18,966,340	33,593,591	33,579,284
Unrestricted	1,391,246	(711,156)	45,766,262	43,575,623	47,157,508	42,864,467
Total net assets	$78,137,798	$75,159,838	$161,142,499	$157,802,574	$239,280,297	$232,962,412

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 $33,593,591, or 14.04%, of net assets. The remaining unrestricted $47,157,508, or 19.71%, 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 2010 compared with 2009:

	Governmental Activities		Business-type Activities		Total	
	2010	Restated 2009	2010	Restated 2009	2010	Restated 2009
Revenues						
Program Revenues:						
Charges for Services and Sales	$14,769,095	$14,485,838	$117,365,240	$122,274,775	$132,134,335	$136,760,613
Operating Grants and Contributions	7,464,150	6,094,561	0	0	7,464,150	6,094,561
Capital Grants and Contributions	2,204,021	1,036,590	652,642	0	2,856,663	1,036,590
Total Program Revenues	24,437,266	21,616,989	118,017,882	122,274,775	142,455,148	143,891,764
General Revenues:						
Property Taxes	5,821,884	6,557,736	0	0	5,821,884	6,557,736
Income Taxes	22,230,625	22,555,364	0	0	22,230,625	22,555,364
Other Local Taxes	3,320,379	3,130,430	25,222	40,816	3,345,601	3,171,246
Intergovernmental, Unrestricted	5,674,578	4,827,624	0	0	5,674,578	4,827,624
Investment Earnings	100,931	143,617	392,067	602,636	492,998	746,253
Miscellaneous	1,184,131	1,846,956	0	0	1,184,131	1,846,956
Total General Revenues	38,332,528	39,061,727	417,289	643,452	38,749,817	39,705,179
Total Revenues	62,769,794	60,678,716	118,435,171	122,918,227	181,204,965	183,596,943
Program Expenses						
General Government	5,096,822	6,352,352	0	0	5,096,822	6,352,352
Security of Persons and Property	33,222,968	32,717,128	0	0	33,222,968	32,717,128
Leisure Time Activities	2,457,896	2,319,113	0	0	2,457,896	2,319,113
Community Environment	5,147,583	4,088,119	0	0	5,147,583	4,088,119
Basic Utility Services	6,106,116	4,988,742	0	0	6,106,116	4,988,742
Transportation	5,543,369	4,937,607	0	0	5,543,369	4,937,607
Public Health and Welfare Services	1,187,775	1,391,995	0	0	1,187,775	1,391,995
Interest and Fiscal Charges	1,604,305	1,691,303	0	0	1,604,305	1,691,303
Gas Utility	0	0	25,598,234	29,632,664	25,598,234	29,632,664
Electric Utility	0	0	65,413,730	62,369,146	65,413,730	62,369,146
Water Utility	0	0	16,425,257	15,812,619	16,425,257	15,812,619
Wastewater Utility	0	0	11,546,069	11,640,859	11,546,069	11,640,859
Total Expenses	60,366,834	58,486,359	118,983,290	119,455,288	179,350,124	177,941,647
Change in Net Assets before transfers and special items	2,402,960	2,192,357	(548,119)	3,462,939	1,854,841	5,655,296
Transfers	0	492,500	0	(492,500)	0	0
Special Item - Meldahl License Sharing Agreement	0	0	3,888,044	0	3,888,044	0
Total Change in Net Assets	2,402,960	2,684,857	3,339,925	2,970,439	5,742,885	5,655,296
Beginning Net Assets - Restated	75,734,838	73,049,981	157,802,574	154,832,135	233,537,412	227,882,116
Ending Net Assets	$78,137,798	$75,734,838	$161,142,499	$157,802,574	$239,280,297	$233,537,412

Governmental Activities

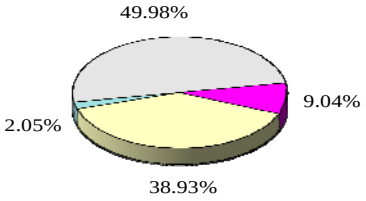
Net assets of the City's governmental activities increased $2,402,960. This represents a 3% change from 2009. The year-to-year change can be attributed to an increase in operating and capital grants. Community development block and home program federal grants resulted in the increase in operating grants while Issue II grants contributed to the increase in capital grants.

During 2010, through layoffs, furloughs, consolidation of positions, and reduction in non-personnel expenditures, the City was successful in decreasing general government expenses.

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

Income taxes and property taxes made up 35% and 9%, respectively, of revenues for governmental activities for the City in fiscal year 2010. The City's reliance upon tax revenues is demonstrated by the following graph indicating 50% of total revenues from general tax revenues:

Revenue Sources	2010	Percent of Total
General Tax Revenues	$31,372,888	49.98%
Intergovernmental, Unrestricted	5,674,578	9.04%
Program Revenues	24,437,266	38.93%
General Other	1,285,062	2.05%
Total Revenue	$62,769,794	100.00%



Business-Type Activities

Net assets of the business-type activities increased $3,339,925. This represents a 2% change from the previous year. A decrease in costs for the purchase of gas as well as charges to users for gas service resulted in the decrease in expenses and charges for services in the gas utility department. New bond issuances in all four utilities in 2009 resulted in an increase in interest expense in 2010. Lower interest rates resulted in a decrease in investment income. The City implemented Governmental Accounting Standards Board Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, during 2010. Consequently, the financial statements were restated to report the capitalization of a hydroelectric dam operating license obtained in 2008. In September 2010, 48.6% ownership in this license was sold to AMP, Inc., resulting in a gain of $3,888,044 reported as a special item.

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FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of $20,850,778, which is an increase from last year's balance of $19,147,376. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2010 and 2009:

	Fund Balance December 31, 2010	Restated Fund Balance December 31, 2009	Increase (Decrease)
General	$5,251,796	$3,130,718	$2,121,078
Other Governmental	15,598,982	16,016,658	(417,676)
Total	$20,850,778	$19,147,376	$1,703,402

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

	2010 Revenues	2009 Revenues	Increase (Decrease)
Income Taxes	$17,060,639	$17,149,193	($88,554)
Property and Other Local Taxes	6,005,841	5,993,170	12,671
Intergovernmental Revenues	5,304,002	4,583,087	720,915
Charges for Services	2,870,523	2,723,837	146,686
Licenses and Permits	658,022	538,306	119,716
Investment Earnings	80,282	153,245	(72,963)
Fines and Forfeitures	765,615	802,282	(36,667)
All Other Revenue	377,010	803,021	(426,011)
Total	$33,121,934	$32,746,141	$375,793

General Fund revenues in 2010 increased $375,793, or approximately 1%, when compared with the previous year. Intergovernmental revenues increased nearly 16% due to an increase in estate taxes. Income tax receipts stabilized in 2010, after experiencing significant decreases in recent years.

	2010 Expenditures	Restated 2009 Expenditures	Increase (Decrease)
General Government	$3,183,720	$3,825,603	($641,883)
Security of Persons and Property	24,322,908	24,190,340	132,568
Leisure Time Activities	1,273,858	1,220,156	53,702
Community Environment	371,177	700,951	(329,774)
Basic Utility Services	537,641	695,627	(157,986)
Public Health and Welfare Services	1,088,105	1,220,421	(132,316)
Total	$30,777,409	$31,853,098	($1,075,689)

General Fund expenditures decreased $1,075,689, or 3%, from the prior year. General Fund personnel expenditures were reduced through layoffs, furloughs, demotion and consolidation of functions; resulting in the decrease in General Fund expenditures.

Other Governmental Funds – The City's Other Governmental Funds reported a decrease in fund balance of $417,676, or 3%. Revenues increased approximately 3% due mostly to increases in community development block and home program federal grants. Capital costs for storm water improvements and street infrastructure projects contributed to an increase in expenditures of nearly 20%.

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 2010 the City amended its General Fund budget several times, none significant.

For the General Fund, original budgeted revenues were 5% lower than final budget estimates due to increases in intergovernmental revenues due to estate tax receipts. Budget basis revenue of $44.4 million was 2% less than final budget estimates. This is due to the reduction in reimbursement revenue from other funds for shared services. The lower reimbursements were a result of reduction in personnel costs. Final budgeted expenditures exceeded actual budget basis expenditures by $877,520.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2010 the City had $392,783,774 invested in land, construction in progress, buildings, improvements, infrastructure, machinery and equipment net of accumulated depreciation. Of this total, $90,107,526 was related to governmental activities and $302,676,248 to the business-type activities. The following table shows fiscal year 2010 and 2009 balances**:**

	Governmental Activities		Increase (Decrease)
	2010	2009	
Land	$22,217,479	$22,217,479	$0
Construction In Progress	13,172,822	11,066,895	2,105,927
Buildings and Improvements	39,571,172	39,281,748	289,424
Machinery and Equipment	25,678,590	25,376,826	301,764
Infrastructure	143,542,985	143,341,597	201,388
Less: Accumulated Depreciation	(154,075,522)	(150,296,757)	(3,778,765)
Totals	$90,107,526	$90,987,788	($880,262)

The increase in Construction in Progress of $2,105,927 was mainly due to the Eaton Ave Reconstruction project ($645,000), sanitary sewer improvements ($375,000), storm sewer improvements ($940,000) and South Hamilton Crossing Street Improvements ($113,000). The increase in the Machinery and Equipment capital assets was mostly attributed to the purchase of police cruisers, mowers and salt spreaders for the Streets and Parks Departments.

	Business-Type Activities		Increase (Decrease)
		Restated	
	2010	2009	
Land	$7,459,638	$7,414,156	$45,482
Construction in Progress	43,182,599	32,545,930	10,636,669
Intangible Capital Assets	1,070,786	2,083,240	(1,012,454)
Buildings and Improvements	94,911,320	94,778,379	132,941
Machinery and Equipment	550,998,679	543,551,160	7,447,519
Less: Accumulated Depreciation	(394,946,774)	(378,268,332)	(16,678,442)
Totals	$302,676,248	$302,104,533	$571,715

The Stahlheber road and Sub 13 substation additions and improvements contributed mainly to the increased Construction in Progress cost in Electric ($5.8 million). In addition, the Water main replacement projects of $3.6 million and the Sanitary Sewer Improvements of $1.6 million contributed to the overall increased Construction in Progress costs of $10,636,669.

The implementation of GASB Statement No. 51 resulted in the reporting of intangible capital assets in the business-type activities and a restatement of prior year capital asset balances. The intangible asset reported represents a Federal Energy Regulatory Commission license which allows the City to construct, operate, and maintain a 105-megawatt Meldahl Hydroelectric Project.

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

Debt

At December 31, 2010, the City had $29.8 million in General Obligation bonds outstanding, $2.2 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2010 and 2009:

	2010	2009
Governmental Activities:		
General Obligation Bonds	$29,828,806	$31,964,738
Special Assessment Bonds	1,650,000	1,935,000
Compensated Absences	7,058,686	7,018,878
Total Governmental Activities	38,537,492	40,918,616
Business-Type Activities:		
Mortgage Revenue Bonds	$231,407,966	$240,624,502
OWDA Loan	431,837	0
Compensated Absences	3,839,760	3,911,515
Total Business-Type Activities	235,679,563	244,536,017
Totals	$274,217,055	$285,454,633

Under state law, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2010, the City's outstanding debt was well below the legal limit. Additional information on the City's long-term debt can be found in Note 11.

ECONOMIC FACTORS

The City of Hamilton remains a major regional center of business, industry, and government. The City is a manufacturing hub with over 1,900 commercial establishments and is the county seat. The City 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 2002-2010 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. The current recession has slowed economic development and the City lost 1,500 jobs; however, from January to December of 2010 a net 600 jobs were created. Although Income Tax revenue declined by $718,111, or 1.2%, from 2009 to 2010, (cash basis) the most recent data shows that the decline has slowed significantly. With the current economic recovery Income Tax revenue is expected to stabilize.

By 2005 the City had accumulated a General Fund balance of $7 million which was 15.7% of the General Fund budget. Since 2005 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 $4.6 million at the end of 2010 on a GAAP basis.

The City was challenged in 2010 to maintain general services at current levels. However, action taken in 2009 to balance the 2010 budget should enable the City to achieve at least 5% fund balance in the General Fund in accordance with City Council policy. In 2010 General Fund revenue increased 1% from 2009 and General Fund expenditures decreased by 4.8% from 2009.

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 Aa3 Moody's General Obligation Bond Rating .

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, Ohio45011, (513) 785-7170, or visit the City website at www.hamilton-city.org.

Statement of Net Assets
December 31, 2010

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Investments	$ 22,161,600	$ 65,502,878	$ 87,664,478
Restricted Cash and Investments	0	19,220,759	19,220,759
Receivables:			
Taxes	11,583,412	0	11,583,412
Accounts	1,036,315	13,895,450	14,931,765
Due From Other Governments	2,344,039	0	2,344,039
Interest	9,257	44,939	54,196
Loans	562,509	0	562,509
Internal Balance	(1,000,000)	1,000,000	0
Inventory of Supplies at Cost	59,606	3,179,053	3,238,659
Prepaid Items	236,911	1,806,117	2,043,028
Unamortized Bond Issuance Costs	315,262	4,417,792	4,733,054
Non-Depreciable Capital Assets	35,390,301	50,642,237	86,032,538
Depreciable Capital Assets, Net	54,717,225	252,034,011	306,751,236
Total Assets	127,416,437	411,743,236	539,159,673
Liabilities:			
Accounts Payable	2,037,671	9,344,664	11,382,335
Accrued Wages and Benefits	1,191,107	672,884	1,863,991
Intergovernmental Payable	727,563	721,753	1,449,316
Accrued Liabilities	474,253	355	474,608
Customer Deposits	9,730	1,611,214	1,620,944
Unearned Revenue	6,062,150	0	6,062,150
Accrued Interest Payable	238,673	2,570,304	2,808,977
Long-Term Liabilities:			
Due within one year	4,888,590	12,053,357	16,941,947
Due in more than one year	33,648,902	223,626,206	257,275,108
Total Liabilities	49,278,639	250,600,737	299,879,376

Statement of Net Assets
December 31, 2010

	Governmental Activities	Business-Type Activities	Total
Net Assets:			
Invested in Capital Assets, Net of Related Debt	62,373,720	96,155,478	158,529,198
Restricted For:			
Debt Service	665,714	9,720,759	10,386,473
Capital Projects	6,788,232	0	6,788,232
Community Environment	1,005,892	0	1,005,892
General Government	311,225	0	311,225
Public Health and Welfare Services	205,116	0	205,116
Security of Persons and Property	2,348,739	0	2,348,739
Streets	2,972,719	0	2,972,719
Nonexpendable Endowments	75,195	0	75,195
Rate Stabilization	0	9,500,000	9,500,000
Unrestricted	1,391,246	45,766,262	47,157,508
Total Net Assets	$ 78,137,798	$ 161,142,499	$ 239,280,297

See accompanying notes to the basic financial statements

Statement of Activities
For the Year Ended December 31, 2010

		Program Revenues		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	$ 5,096,822	$ 3,596,250	$ 275,392	$ 0
Security of Persons and Property	33,222,968	3,032,170	956,351	8,358
Leisure Time Activities	2,457,896	924,335	0	0
Community Environment	5,147,583	675,986	3,590,881	0
Basic Utility Services	6,106,116	5,472,370	23,048	0
Transportation	5,543,369	802,245	2,389,000	1,942,419
Public Health and Welfare Services	1,187,775	265,739	229,478	253,244
Interest and Fiscal Charges	1,604,305	0	0	0
Total Governmental Activities	60,366,834	14,769,095	7,464,150	2,204,021
Business-Type Activities:				
Gas Utility	25,598,234	26,793,820	0	50,000
Electric Utility	65,413,730	64,552,173	0	0
Water Utility	16,425,257	14,815,360	0	0
Wastewater Utility	11,546,069	11,203,887	0	602,642
Total Business-Type Activities	118,983,290	117,365,240	0	652,642
Totals	$ 179,350,124	$ 132,134,335	$ 7,464,150	$ 2,856,663

General Revenues and Special Items

Property Taxes Levied for:

General Purposes

Special Purposes

Capital Purposes

Income Tax

Other Local Taxes

Intergovernmental, Unrestricted

Investment Earnings

Miscellaneous

Special Item - Meldahl License Sharing Agreement

Total General Revenues and Special Items

Change in Net Assets

Net Assets Beginning of Year - Restated

Net Assets End of Year

See accompanying notes to the basic financial statements

Statement of Activities
For the Year Ended December 31, 2010

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (1,225,180)	$ 0	$ (1,225,180)
(29,226,089)	0	(29,226,089)
(1,533,561)	0	(1,533,561)
(880,716)	0	(880,716)
(610,698)	0	(610,698)
(409,705)	0	(409,705)
(439,314)	0	(439,314)
(1,604,305)	0	(1,604,305)
(35,929,568)	0	(35,929,568)
0	1,245,586	1,245,586
0	(861,557)	(861,557)
0	(1,609,897)	(1,609,897)
0	260,460	260,460
0	(965,408)	(965,408)
(35,929,568)	(965,408)	(36,894,976)
2,499,057	0	2,499,057
2,815,944	0	2,815,944
506,883	0	506,883
22,230,625	0	22,230,625
3,320,379	25,222	3,345,601
5,674,578	0	5,674,578
100,931	392,067	492,998
1,184,131	0	1,184,131
0	3,888,044	3,888,044
38,332,528	4,305,333	42,637,861
2,402,960	3,339,925	5,742,885
75,734,838	157,802,574	233,537,412
$ 78,137,798	$ 161,142,499	$ 239,280,297

Balance Sheet
Governmental Funds
December 31, 2010

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	$ 4,250,111	$ 17,345,121	$ 21,595,232
Receivables:			
Taxes	6,473,382	5,110,030	11,583,412
Accounts	266,790	769,525	1,036,315
Intergovernmental	1,134,164	1,209,875	2,344,039
Interest	7,318	1,939	9,257
Loans	0	562,509	562,509
Due from Other Funds	5,214	0	5,214
Interfund Receivable	829,155	0	829,155
Inventory of Supplies, at Cost	1,181	34,827	36,008
Prepaid Items	208,895	28,016	236,911
Total Assets	$ 13,176,210	$ 25,061,842	$ 38,238,052
Liabilities:			
Accounts Payable	$ 263,979	$ 1,465,279	$ 1,729,258
Accrued Wages and Benefits Payable	1,074,022	96,427	1,170,449
Intergovernmental Payable	662,140	52,975	715,115
Accrued Liabilities	368,177	106,076	474,253
Customer Deposits	0	9,730	9,730
Due to Other Funds	0	5,214	5,214
Interfund Payable	0	1,829,155	1,829,155
Deferred Revenue	5,556,096	5,898,004	11,454,100
Total Liabilities	7,924,414	9,462,860	17,387,274
Fund Balance:			
Reserved for Encumbrances	437,270	2,450,357	2,887,627
Reserved for Prepaid Items	208,895	28,016	236,911
Reserved for Supplies Inventory	1,181	34,827	36,008
Reserved for Endowments	0	75,195	75,195
Undesignated, Unreserved in:			
General Fund	4,604,450	0	4,604,450
Special Revenue Funds	0	7,632,072	7,632,072
Debt Service Fund	0	639,917	639,917
Capital Projects Funds	0	4,738,598	4,738,598
Total Fund Balance	5,251,796	15,598,982	20,850,778
Total Liabilities and Fund Balance	$ 13,176,210	$ 25,061,842	$ 38,238,052

See accompanying notes to the basic financial statements

Reconciliation Of Total Governmental Fund Balances To Net Assets Of Governmental Activities December 31, 2010

Total Governmental Fund Balances		$ 20,850,778
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.		90,047,526
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		5,391,950
Internal service funds are used by management to charge back costs of services to individual funds. The assets and liabilities of the Fleet Maintenance Fund are included in governmental activities in the statement of net assets.		202,956
Deferred bond issuance cost associated with long-term liabilities are not reported in the funds.		315,262
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	(29,820,000)	
Special Assessment Bonds Payable	(1,650,000)	
Bond Premium	(8,806)	
Compensated Absences Payable	(6,953,195)	
Accrued Interest Payable	(238,673)	(38,670,674)
Net Assets of Governmental Activities		$ 78,137,798

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, 2010

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Income Taxes	$ 17,060,639	$ 5,279,808	$ 22,340,447
Property and Other Local Taxes	6,005,841	3,580,113	9,585,954
Intergovernmental Revenues	5,304,002	10,049,251	15,353,253
Charges for Services	2,870,523	9,147,546	12,018,069
Licenses and Permits	658,022	368,572	1,026,594
Investment Earnings	80,282	20,649	100,931
Special Assessments	0	686,661	686,661
Fines and Forfeitures	765,615	252,110	1,017,725
All Other Revenue	377,010	849,926	1,226,936
Total Revenue	33,121,934	30,234,636	63,356,570
Expenditures:			
Current:			
General Government	3,183,720	782,073	3,965,793
Security of Persons and Property	24,322,908	7,251,787	31,574,695
Leisure Time Activities	1,273,858	928,545	2,202,403
Community Environment	371,177	4,642,357	5,013,534
Basic Utility Services	537,641	5,407,802	5,945,443
Transportation	0	3,336,713	3,336,713
Public Health and Welfare Services	1,088,105	131,737	1,219,842
Capital Outlay	0	4,383,743	4,383,743
Debt Service:			
Principal Retirement	0	2,425,000	2,425,000
Interest and Fiscal Charges	0	1,573,877	1,573,877
Total Expenditures	30,777,409	30,863,634	61,641,043
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,344,525	(628,998)	1,715,527
Other Financing Sources (Uses):			
Transfers In	654,075	4,464,961	5,119,036
Transfers Out	(877,522)	(4,241,514)	(5,119,036)
Total Other Financing Sources (Uses)	(223,447)	223,447	0
Net Change in Fund Balance	2,121,078	(405,551)	1,715,527
Fund Balance at Beginning of Year - Restated	3,130,718	16,016,658	19,147,376
Decrease in Inventory Reserve	0	(12,125)	(12,125)
Fund Balance End of Year	$ 5,251,796	$ 15,598,982	$ 20,850,778

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 Year Ended December 31, 2010

Net Change in Fund Balances - Total Governmental Funds		$ 1,715,527
Amounts reported for governmental activities in the statement of activities are different because		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		
Capital Outlay	2,898,503	
Depreciation Expense	(3,768,881)	(870,378)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		(543,971)
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	2,140,000	
Special Assessment Bond Principal Payment	285,000	
Amortization of Bond Issuance Cost	(46,735)	
Amortization of Bond Discount	(4,068)	2,374,197
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		20,375
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	(33,242)	
Change in Inventory	(12,125)	(45,367)
Internal Service Funds are used by management to charge costs to individual funds and are not reported in the statement of activities. Governmental fund expenditures and related internal service revenues are eliminated. The net revenue (expense) of the Fleet Maintenance Fund is allocated among the governmental activities.		(247,423)
Change in Net Assets of Governmental Activities		$ 2,402,960

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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	$ 17,040,900	$ 17,040,900	$ 17,109,557	$ 68,657
Property and Other Local Taxes	6,040,700	6,609,975	6,477,998	(131,977)
Intergovernmental Revenues	4,068,566	5,235,899	5,199,188	(36,711)
Charges for Services	14,276,904	14,461,229	13,780,857	(680,372)
Licenses and Permits	464,831	604,831	658,022	53,191
Investment Earnings	215,000	115,000	99,438	(15,562)
Fines and Forfeitures	904,826	904,826	765,615	(139,211)
All Other Revenue	162,483	235,783	324,728	88,945
Total Revenues	43,174,210	45,208,443	44,415,403	(793,040)
Expenditures:				
Current:				
Security of Persons and Property	29,511,364	30,696,090	30,405,971	290,119
Public Health and Welfare Services	1,344,671	1,590,243	1,163,329	426,914
Leisure Time Activities	1,266,551	1,421,492	1,337,795	83,697
Community Environment	1,154,536	1,173,109	1,059,776	113,333
Basic Utility Services	1,746,831	1,783,155	1,621,907	161,248
General Government	7,105,753	7,867,241	8,065,032	(197,791)
Total Expenditures	42,129,706	44,531,330	43,653,810	877,520
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,044,504	677,113	761,593	84,480
Other Financing Sources (Uses):				
Sale of Capital Assets	1,000	1,000	0	(1,000)
Transfers In	0	869,890	811,025	(58,865)
Transfers Out	(533,000)	(881,612)	(877,522)	4,090
Advances In	0	344,635	344,635	0
Advances Out	0	(308,213)	(262,005)	46,208
Total Other Financing Sources (Uses):	(532,000)	25,700	16,133	(9,567)
Net Change in Fund Balance	512,504	702,813	777,726	74,913
Fund Balance at Beginning of Year	2,204,092	2,204,092	2,204,092	0
Prior Year Encumbrances	567,389	567,389	567,389	0
Fund Balance at End of Year	$ 3,283,985	$ 3,474,294	$ 3,549,207	$ 74,913

See accompanying notes to the basic financial statements

Statement of Net Assets
Proprietary Funds
December 31, 2010

	Business-Type Activities Enterprise Funds		
	Gas	Electric	Water
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	$ 11,369,277	$ 28,886,539	$ 10,094,181
Restricted Cash and Investments	3,358,164	10,289,997	1,657,789
Receivables:			
Accounts	4,252,896	6,635,919	1,426,839
Interest	4,896	16,207	13,193
Interfund Receivable	0	0	1,000,000
Inventory of Supplies at Cost	148,825	2,826,992	159,464
Prepaid Items	166,862	1,365,765	129,203
Total Current Assets	19,300,920	50,021,419	14,480,669
Noncurrent Assets:			
Deferred Charges	189,296	3,184,677	526,253
Non Depreciable Capital Assets	3,758,917	28,724,637	11,739,005
Depreciable Capital Assets, Net	31,132,949	102,115,358	83,364,415
Total Noncurrent Assets	35,081,162	134,024,672	95,629,673
Total Assets	54,382,082	184,046,091	110,110,342
LIABILITIES			
Current Liabilities:			
Accounts Payable	3,106,647	4,285,971	1,019,830
Accrued Wages and Benefits	50,671	351,401	122,186
Intergovernmental Payable	118,180	265,925	153,454
Accrued Liabilities	0	355	0
Customer Deposits Payable	566,013	779,109	135,419
Compensated Absences Payable - Current	137,279	654,138	260,313
Accrued Interest Payable	106,835	1,714,799	302,636
Revenue Bonds Payable - Current	1,175,000	7,025,000	995,000
OWDA Loans Payable - Current	0	0	0
Total Current Liabilities	5,260,625	15,076,698	2,988,838
Noncurrent Liabilities:			
Revenue Bonds Payable	9,607,428	156,213,287	24,628,614
OWDA Loans Payable	0	0	0
Compensated Absences Payable	188,148	1,110,012	466,886
Total Noncurrent Liabilities	9,795,576	157,323,299	25,095,500
Total Liabilities	15,056,201	172,399,997	28,084,338

Statement of Net Assets
Proprietary Funds
December 31, 2010

	Wastewater	Total	Governmental Activities - Internal Service Funds
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	$ 15,142,610	$ 65,492,607	$ 576,639
Restricted Cash and Investments	3,914,809	19,220,759	0
Receivables:			
Accounts	1,579,796	13,895,450	0
Interest	10,643	44,939	0
Interfund Receivable	0	1,000,000	0
Inventory of Supplies at Cost	1,208	3,136,489	66,162
Prepaid Items	144,287	1,806,117	0
Total Current Assets	20,793,353	104,596,361	642,801
Noncurrent Assets:			
Deferred Charges	517,566	4,417,792	0
Non Depreciable Capital Assets	6,419,678	50,642,237	0
Depreciable Capital Assets, Net	35,421,289	252,034,011	60,000
Total Noncurrent Assets	42,358,533	307,094,040	60,000
Total Assets	63,151,886	411,690,401	702,801
LIABILITIES			
Current Liabilities:			
Accounts Payable	776,449	9,188,897	464,180
Accrued Wages and Benefits	62,974	587,232	106,310
Intergovernmental Payable	131,849	669,408	64,793
Accrued Liabilities	0	355	0
Customer Deposits Payable	130,673	1,611,214	0
Compensated Absences Payable - Current	208,429	1,260,159	236,847
Accrued Interest Payable	446,034	2,570,304	0
Revenue Bonds Payable - Current	1,385,000	10,580,000	0
OWDA Loans Payable - Current	10,547	10,547	0
Total Current Liabilities	3,151,955	26,478,116	872,130
Noncurrent Liabilities:			
Revenue Bonds Payable	30,378,637	220,827,966	0
OWDA Loans Payable	421,290	421,290	0
Compensated Absences Payable	264,662	2,029,708	418,537
Total Noncurrent Liabilities	31,064,589	223,278,964	418,537
Total Liabilities	34,216,544	249,757,080	1,290,667

(Continued)

Statement of Net Assets
Proprietary Funds
December 31, 2010

	Business-Type Activities Enterprise Funds		
	Gas	Electric	Water
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	25,461,377	(21,555,608)	74,240,188
Restricted for Debt Service	858,164	6,289,997	657,789
Restricted for Rate Stabilization	2,500,000	4,000,000	1,000,000
Unrestricted	10,506,340	22,911,705	6,128,027
Total Net Assets	$ 39,325,881	$ 11,646,094	$ 82,026,004

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

Statement of Net Assets
Proprietary Funds
December 31, 2010

	Wastewater	Total	Governmental Activities - Internal Service Funds
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	18,009,521	96,155,478	60,000
Restricted for Debt Service	1,914,809	9,720,759	0
Restricted for Rate Stabilization	2,000,000	9,500,000	0
Unrestricted	7,011,012	46,557,084	(647,866)
Total Net Assets	$ 28,935,342	$ 161,933,321	$ (587,866)
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.		(790,822)	
Net Assets of Business-type Activities		$ 161,142,499	

See accompanying notes to the basic financial statements

Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2010

	Business-Type Activities Enterprise Funds		
	Gas	Electric	Water
Operating Revenues:			
Charges for Services	$ 26,762,930	$ 64,240,568	$ 14,558,780
Other Operating Revenues	30,890	311,605	256,580
Total Operating Revenues	26,793,820	64,552,173	14,815,360
Operating Expenses:			
Personal Services	1,534,490	9,981,544	3,711,331
Contractual Services	1,475,348	6,482,456	4,545,198
Materials and Supplies	620,683	4,496,622	1,900,924
Purchase of Gas and Electric	17,429,023	21,607,711	0
Depreciation	1,847,513	10,578,195	2,653,428
Other Operating Expenses	2,033,317	3,408,634	2,000,616
Total Operating Expenses	24,940,374	56,555,162	14,811,497
Operating Income (Loss)	1,853,446	7,997,011	3,863
Non-Operating Revenue (Expenses):			
Interest Income	73,308	135,318	114,782
Interest and Fiscal Charges	(657,860)	(8,599,496)	(1,454,638)
Loss on Disposal of Capital Assets	0	(289,327)	(159,122)
Other Local Taxes (kWh Tax)	0	25,222	0
Other Nonoperating Expense (kWh Paid to State)	0	(24,859)	0
Total Non-Operating Revenues (Expenses)	(584,552)	(8,753,142)	(1,498,978)
Income (Loss) Before Contributions and Special Items	1,268,894	(756,131)	(1,495,115)
Contributions and Special Items:			
Capital Contributions	50,000	0	0
Special Item - Meldahl License Sharing Agreement	0	3,888,044	0
Total Contributions and Special Items	50,000	3,888,044	0
Change in Net Assets	1,318,894	3,131,913	(1,495,115)
Net Assets Beginning of Year - Restated	38,006,987	8,514,181	83,521,119
Net Assets End of Year	$ 39,325,881	$ 11,646,094	$ 82,026,004

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

Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2010

	Wastewater	Total	Governmental Activities - Internal Service Funds
Operating Revenues:			
Charges for Services	$ 11,144,235	$ 116,706,513	$ 7,847,715
Other Operating Revenues	59,652	658,727	9
Total Operating Revenues	11,203,887	117,365,240	7,847,724
Operating Expenses:			
Personal Services	2,325,926	17,553,291	4,155,922
Contractual Services	2,387,383	14,890,385	2,201,603
Materials and Supplies	1,211,562	8,229,791	1,498,067
Purchase of Gas and Electric	0	39,036,734	0
Depreciation	2,158,805	17,237,941	9,884
Other Operating Expenses	1,867,891	9,310,458	174,446
Total Operating Expenses	9,951,567	106,258,600	8,039,922
Operating Income (Loss)	1,252,320	11,106,640	(192,198)
Non-Operating Revenue (Expenses):			
Interest Income	68,659	392,067	(111)
Interest and Fiscal Charges	(1,566,784)	(12,278,778)	0
Loss on Disposal of Capital Assets	(27,718)	(476,167)	0
Other Local Taxes (kWh Tax)	0	25,222	0
Other Nonoperating Expense (kWh Paid to State)	0	(24,859)	0
Total Non-Operating Revenues (Expenses)	(1,525,843)	(12,362,515)	(111)
Income (Loss) Before Contributions and Special Items	(273,523)	(1,255,875)	(192,309)
Contributions and Special Items:			
Capital Contributions	602,642	652,642	0
Special Item - Meldahl License Sharing Agreement	0	3,888,044	0
Total Contributions and Special Items	602,642	4,540,686	0
Change in Net Assets	329,119	3,284,811	(192,309)
Net Assets Beginning of Year - Restated	28,606,223	158,648,510	(395,557)
Net Assets End of Year	$ 28,935,342	$ 161,933,321	$ (587,866)
Change in Net Assets - Total Enterprise Funds		$ 3,284,811	
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.		55,114	
Change in Net Assets - Business-type Activities		$ 3,339,925	

See accompanying notes to the basic financial statements

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Business Type Activities		
	Enterprise Funds		
	Gas	Electric	Water
Cash Flows from Operating Activities:			
Cash Received from Customers	$27,846,334	$65,847,324	$14,811,878
Cash Payments for Goods and Services	(21,586,790)	(32,157,233)	(8,355,834)
Cash Payments to Employees	(1,523,528)	(10,537,067)	(3,718,839)
Net Cash Provided (Used) by Operating Activities	4,736,016	23,153,024	2,737,205
Cash Flows from Noncapital Financing Activities:			
Kilowatt Hour Tax Received	0	25,222	0
Kilowatt Hour Tax Paid to State	0	(24,859)	0
Advances Out to Other Funds	0	0	(1,000,000)
Net Cash Provided (Used) by Noncapital Financing Activities	0	363	(1,000,000)
Cash Flows from Capital and Related Financing Activities:			
Capital Grants	50,000	0	0
Revenue Bond Payable Principal Retirement	(1,120,000)	(6,800,000)	(890,000)
OWDA Loan Proceeds	0	0	0
Interest and Fiscal Charges	(573,780)	(7,682,376)	(1,220,277)
Acquisition and Construction of Assets	(1,473,236)	(7,392,283)	(6,309,210)
Net Cash Used for Capital and Related Financing Activities	(3,117,016)	(21,874,659)	(8,419,487)
Cash Flows from Investing Activities:			
Receipts of Interest	96,169	177,448	151,320
Net Cash Provided by Investing Activities	96,169	177,448	151,320
Net Increase (Decrease) in Cash and Cash Equivalents	1,715,169	1,456,176	(6,530,962)
Cash and Cash Equivalents at Beginning of Year	13,012,272	37,720,360	18,282,932
Cash and Cash Equivalents at End of Year	$14,727,441	$39,176,536	$11,751,970
Reconciliation of Cash and			
Cash Equivalents per the Statement of Net Assets:			
Cash and Cash Equivalents	$11,369,277	$28,886,539	$10,094,181
Restricted Cash and Cash Equivalents	3,358,164	10,289,997	1,657,789
Cash and Cash Equivalents at End of Year	$14,727,441	$39,176,536	$11,751,970

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Wastewater	Totals	Governmental-Activities Internal Service Fund
Cash Flows from Operating Activities:			
Cash Received from Customers	$11,288,215	$119,793,751	$7,847,724
Cash Payments for Goods and Services	(5,406,564)	(67,506,421)	(3,668,988)
Cash Payments to Employees	(2,404,755)	(18,184,189)	(4,185,713)
Net Cash Provided (Used) by Operating Activities	3,476,896	34,103,141	(6,977)
Cash Flows from Noncapital Financing Activities:			
Kilowatt Hour Tax Received	0	25,222	0
Kilowatt Hour Tax Paid to State	0	(24,859)	0
Advances Out to Other Funds	0	(1,000,000)	0
Net Cash Provided (Used) by Noncapital Financing Activities	0	(999,637)	0
Cash Flows from Capital and Related Financing Activities:			
Capital Grants	602,642	652,642	0
Revenue Bond Payable Principal Retirement	(1,315,000)	(10,125,000)	0
OWDA Loan Proceeds	431,837	431,837	0
Interest and Fiscal Charges	(1,525,743)	(11,002,176)	0
Acquisition and Construction of Assets	(2,784,909)	(17,959,638)	0
Net Cash Used for Capital and Related Financing Activities	(4,591,173)	(38,002,335)	0
Cash Flows from Investing Activities:			
Receipts of Interest	92,103	517,040	0
Net Cash Provided by Investing Activities	92,103	517,040	0
Net Increase (Decrease) in Cash and Cash Equivalents	(1,022,174)	(4,381,791)	(6,977)
Cash and Cash Equivalents at Beginning of Year	20,079,593	89,095,157	583,616
Cash and Cash Equivalents at End of Year	$19,057,419	$84,713,366	$576,639
Reconciliation of Cash and Cash Equivalents per the Statement of Net Assets:			
Cash and Cash Equivalents	$15,142,610	$65,492,607	$576,639
Restricted Cash and Cash Equivalents	3,914,809	19,220,759	0
Cash and Cash Equivalents at End of Year	$19,057,419	$84,713,366	$576,639

(Continued)

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Business Type Activities Enterprise Funds		
	Gas	Electric	Water
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	$1,853,446	$7,997,011	$3,863
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	1,847,513	10,578,195	2,653,428
Non-Operating Revenue	0	2,430,000	0
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	1,297,156	(75,001)	(7,781)
(Increase) Decrease in Inventory	(1,241)	1,329,095	(4,732)
(Increase) Decrease in Prepaids	(63,307)	(111,656)	(64,053)
Increase (Decrease) in Accounts Payable	(317,997)	997,441	66,045
Increase (Decrease) in Accrued Wages and Benefits	10,464	33,673	22,469
Increase in Customer Deposits Payable	15,840	29,004	4,299
Increase in Accrued Liabilities	0	93	0
Increase (Decrease) in Intergovernmental Payable	82,445	(11,121)	65,288
Increase (Decrease) in Compensated Absences	11,697	(43,710)	(1,621)
Total Adjustments	2,882,570	15,156,013	2,733,342
Net Cash Provided (Used) by Operating Activities	$4,736,016	$23,153,024	$2,737,205

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2010 the Gas, Electric, Water and Wastewater Funds had outstanding liabilities of $294,997, $1,455,974, $756,000 and $566,076, respectively for the purchase of certain capital assets.

At December 31, 2010 the Gas, Electric, Water, Wastewater, Fleet Maintenance, and Central Services Funds reported a change in the fair value of investments of $5,759, $11,818, $2,191, $4,435, $373 and $7, respectively.

See accompanying notes to the basic financial statements

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2010

	Wastewater	Totals	Governmental-Activities Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	$1,252,320	$11,106,640	($192,198)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	2,158,805	17,237,941	9,884
Non-Operating Revenue	0	2,430,000	(111)
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	79,991	1,294,365	0
(Increase) Decrease in Inventory	1,570	1,324,692	(24,675)
(Increase) Decrease in Prepaids	(64,356)	(303,372)	0
Increase (Decrease) in Accounts Payable	29,954	775,443	227,961
Increase (Decrease) in Accrued Wages and Benefits	(8,067)	58,539	5,567
Increase in Customer Deposits Payable	4,337	53,480	0
Increase in Accrued Liabilities	0	93	0
Increase (Decrease) in Intergovernmental Payable	66,699	203,311	(46,207)
Increase (Decrease) in Compensated Absences	(44,357)	(77,991)	12,802
Total Adjustments	2,224,576	22,996,501	185,221
Net Cash Provided (Used) by Operating Activities	$3,476,896	$34,103,141	($6,977)

Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2010

	Agency Funds
Assets:	
Equity in Pooled Cash and Investments	$ 2,200,989
Receivables:	
Taxes	35,910
Total Assets	2,236,899
Liabilities:	
Accounts Payable	18,955
Intergovernmental Payable	658,402
Due to Others	1,559,542
Total Liabilities	$ 2,236,899

See accompanying notes to the basic financial statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are presented as of December 31, 2010 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

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

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

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

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

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

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

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

The City participates in three governmental joint ventures, two Hamilton-Indian Springs Joint Economic Development Districts (JEDD) and the Ohio Municipal Electric Generation Agency (OMEGA) JV2. The City also participates in the following jointly governed organizations: American Municipal Power (AMP) Inc., the 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 15 and Note 16 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 15 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 thirteen Agency funds. The City has a Rounding Up Utility Account Agency fund to account voluntary contributions from citizens and/or organizations within the City to assist elderly, needy and disabled utility customers with utility charges incurred, a Convention and Visitor's Bureau Agency Fund to account for the Hotel/Motel tax levied on guests of the City where 50% of all such tax monies are distributed to the Convention & Visitors Bureau and for which the City receives 50% remuneration, an Employee Taxes and Benefits Agency Fund to account for special taxes and benefits of Hamilton employees, a Miscellaneous Collections for Others Agency Fund to account for monies received and held for others, an Unclaimed Monies Agency Fund to account for the receipt

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds (Continued)

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

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net 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 2010, are recorded as deferred revenue. Property taxes, which are measurable at December 31, 2010 but are not intended to finance 2010 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 guidance issued on or before November 30, 1989 that does not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB guidance 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, department and object level. Budgetary modifications may be made only by ordinance of the City Council.

1. Tax Budget

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

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2010.

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 are 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)	$2,121,078
Increase (Decrease):	
Accrued Revenues at December 31, 2010 received during 2011	(2,457,771)
Accrued Revenues at December 31, 2009 received during 2010	3,049,163
Accrued Expenditures at December 31, 2010 paid during 2011	2,368,318
Accrued Expenditures at December 31, 2009 paid during 2010	(3,554,843)
2009 Prepaids for 2010	161,928
2010 Prepaids for 2011	(208,895)
Outstanding Encumbrances	(701,252)
Budget Basis	$777,726

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, is 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 invested funds in the STAR Ohio during 2010. 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, 2010.

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 than when purchased.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2010, 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
Intangible Assets – FERC License	50

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Long-Term Obligations

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

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

L. Compensated Absences

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

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

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.

T. Special Items

Special items are transactions or events that are within the control of the City and that are either unusual in nature or infrequent in occurrence. In 2010 the Federal Energy Regulatory Commission approved American Municipal Power Inc. (AMP) as a co-licensee with the City to construct, operate, and maintain the 105-megawatt Meldahl Hydroelectric Project. The license was previously approved for the City only. As compensation, AMP paid $4,860,000 to the City in 2010. $971,956 of capital costs related to the acquisition of the license are attributable to AMP's share of the license, resulting in a net amount of $3,888,044, which is reported as a special item in the Electric Fund.

U. Revenue Reclassification

Prior to 2010, reimbursements received from American Municipal Power Inc. (AMP) for project cost reimbursements were reported as a reduction in expenses in the Electric Fund and Business-type activities. Beginning in 2010, these amounts are reported as charges for services. Prior year comparison data has been altered to reflect this change.

NOTE 2 - COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Equities – The following funds had deficit fund balance/net asset amounts at December 31, 2010:

Fund	Fund Balance/ Net Asset Deficit
Nonmajor Governmental Funds	
Special Revenue Fund:	
Miami Conservancy	$351,950
Capital Projects Funds:	
Special Assessment	370,657
Clean Ohio Grants Program	262,122
Internal Service Fund	
Central Services	790,822

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

The deficit occurring in the Special Assessment Capital Projects Fund arose from the recognition of interfund payables within the individual fund balance sheets.

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.

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, 2010, $38,176,886 of the City's bank balance of $39,070,350 was exposed to custodial credit risk since it was uninsured and uncollaterized.

B. Investments

The City's investments at December 31, 2010 are summarized below:

Categorized Investments	Fair Value	Weighed Average Maturity (Years)	Concentration of Credit Risk	Credit Rating (S&P)
Federal Home Loan Bank	$6,319,272	4.86	8.96%	AAA
Federal Farm Credit Bureau	1,620,440	4.42	2.30%	AAA
STAR Ohio	52,859,056	N/A	74.96%	AAAm
Money Market Fund	9,720,763	N/A	13.78%	AAA
Total Fair Value	$70,519,531		100.00%	
Portfolio Weighted Average Maturity		3.30		

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 real estate and public utility property located in the City. Real property taxes (other than public utility) collected during 2010 were levied after October 1, 2009 on assessed values as of January 1, 2009, 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.

Tangible personal property tax revenues received in 2010 (other than public utility property) represent the collection of 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, furniture and fixtures is no longer levied and collected. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009 on values as of January 1, 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

NOTE 4 - TAXES (Continued)

A. Property Taxes (Continued)

The tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. House Bill No. 66 was to hold governments harmless by replacing a portion of the revenue lost due to the phasing out of the tax. In years 2006-2009, the lost revenue was fully reimbursed. In years 2010-2018, the lost revenue will not be reimbursed.

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, 2010 was $7.16 per $1,000 of assessed value. The assessed value upon which the 2010 receipts were based was $902,895,930. This amount constitutes $900,434,690 in real property assessed value and $2,461,240 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is 0.716% (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.

NOTE 5 – RECEIVABLES

Receivables at December 31, 2010 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, 2010, 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, 2010 as follows:

Accounts Receivable
As of December 31, 2010

	Gas	Electric	Water	Wastewater	Business-Type Activities
Earned and unbilled consumer accounts	$3,127,748	$4,120,902	$1,022,175	$720,007	$8,990,832
Earned and billed consumer accounts	4,529,186	6,797,871	1,123,648	2,079,087	14,529,792
Other	0	81,428	33,608	2,389	117,425
Less allowance for uncollectible accounts	(3,404,038)	(4,364,282)	(752,592)	(1,221,687)	(9,742,599)
Accounts Receivable	4,252,896	6,635,919	1,426,839	1,579,796	13,895,450
Accrued Interest Receivable	4,896	16,207	13,193	10,643	44,939
Total Receivables :	$4,257,792	$6,652,126	$1,440,032	$1,590,439	$13,940,389

NOTE 6 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2010:

Fund	Transfer In	Transfer Out
General Fund	$654,075	$877,522
Other Governmental Funds	4,464,961	4,241,514
Totals	$5,119,036	$5,119,036

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.

NOTE 7 – INTERFUND TRANSACTIONS

The composition of inter-fund balances as of December 31, 2010, is as follows:

	Interfund Receivable	Interfund Payable	Due from Other Funds	Due to Other Funds
General Fund	$829,155	$0	$5,214	$0
Other Governmental Funds	0	1,829,155	0	5,214
Water Fund	1,000,000	0	0	0
	$1,829,155	$1,829,155	$5,214	$5,214

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.

$262,005 of the interfund activity relates to cash advances the general fund made to various grant funds during the year. The advances are expected to be returned within the next fiscal year.

The Golf Course Fund issued a note of $100,000 purchased by the General Fund for the purchase of golf equipment. The Special Assessment Fund issued notes that were purchased by the General Fund and the Water Fund for $467,150 and $1,000,000, respectively, for street improvement projects.

An internal balance of $1,000,000 is reported between the Governmental Activities and Business-Type Activities as a result of these interfund balances.

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NOTE 8 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2010:

Historical Cost:

Class	December 31, 2009	Additions	Deletions	December 31, 2010
Capital assets not being depreciated:				
Land	$22,217,479	$0	$0	$22,217,479
Construction in Progress	11,066,895	2,105,927	0	13,172,822
Sub-Total	33,284,374	2,105,927	0	35,390,301
Capital assets being depreciated:				
Buildings and Improvements	39,281,748	289,424	0	39,571,172
Machinery and Equipment	25,376,826	301,764	0	25,678,590
Infrastructure	143,341,597	201,388	0	143,542,985
Total Cost	$241,284,545	$2,898,503	$0	$244,183,048

Accumulated Depreciation:

Class	December 31, 2009	Additions	Deletions	December 31, 2010
Buildings and Improvements	($12,892,269)	($624,289)	$0	($13,516,558)
Machinery and Equipment	(16,398,274)	(1,564,576)	0	(17,962,850)
Infrastructure	(121,006,214)	(1,589,900)	0	(122,596,114)
Total Depreciation	($150,296,757)	($3,778,765) *	$0	($154,075,522)
Net Value:	$90,987,788			$90,107,526

- Depreciation expenses were charged to governmental functions as follows:

General Government	$773,331
Security of Persons and Property	722,856
Leisure Time Activities	199,166
Community Environment	4,589
Transportation	2,073,794
Public Health and Welfare Services	5,029
Total Depreciation Expense	$3,778,765

NOTE 8 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2010:

Historical Cost: Class	Restated December 31, 2009	Additions	Deletions	December 31, 2010
Capital assets not being depreciated:				
Land	$7,414,156	$45,482	$0	$7,459,638
Construction in Progress	32,545,930	12,485,354	(1,848,685)	43,182,599
Sub-Total	39,960,086	12,530,836	(1,848,685)	50,642,237
Capital assets being depreciated:				
Intangible Capital Assets	2,083,240	0	(1,012,454)	1,070,786
Buildings and Improvements	94,778,379	132,941	0	94,911,320
Machinery and Equipment	543,551,160	8,892,357	(1,444,838)	550,998,679
Total Cost	$680,372,865	$21,556,134	($4,305,977)	$697,623,022

Accumulated Depreciation:

Class	December 31, 2009	Additions	Deletions	December 31, 2010
Intangible Capital Assets	($83,330)	($21,416)	$40,498	($64,248)
Buildings and Improvements	(54,404,412)	(1,582,352)	0	(55,986,764)
Machinery and Equipment	(323,780,590)	(15,634,173)	519,001	(338,895,762)
Total Depreciation	($378,268,332)	($17,237,941)	$559,499	($394,946,774)
Net Value:	$302,104,533			$302,676,248

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 2010, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2010 employer contribution rate for local government employer units was 14.00%, of covered payroll which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions allocated to pension obligations for members in the Traditional Plan was 8.5% from January 1 through February 28, 2010 and 9.0% from March 1 through December 31, 2010. The portion of employer contributions allocated to pension obligations for members in the Combined Plan was 9.27% from January 1 through February 28, 2010, and 9.77% from March 1 through December 31, 2010. 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, 2010, 2009, and 2008 were $2,346,407, $2,269,456 and $2,055,225, 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 2010, 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, 2010, 2009, and 2008 were $1,116,411, $1,056,001 and $1,067,422 for police and $1,627,800, $1,466,511 and $1,461,700 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 2010, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 5.5% from January 1 through February 28, 2010 and 5.0% from March 1 through December 31, 2010. The portion of employer contributions allocated to health care for members in the Combined Plan was 4.73% from January 1 through February 28, 2010, and 4.23% from March 1 through December 31, 2010. 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, 2010, 2009, and 2008 were $1,401,178, $1,657,047 and $2,055,225, 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 2010, 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, 2010, 2009, and 2008 were $591,041, $559,060 and $565,106 for police and $636,965, $573,852 and $571,970 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 11 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Long-term debt and other long-term obligations of the City at December 31, 2010 were as follows:

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2009	Additions	Reductions	Balance December 31, 2010	Due Within One Year
Governmental activities:								
Bonds payable:								
General Obligation Bonds:								
2003	2% - 3.75%	Road Improvement	2016	$ 2,050,000	$0	$ (260,000)	$ 1,790,000	$ 270,000
2002	2.25% - 4.70%	Various Purpose Series A	2017	3,975,000	0	(430,000)	3,545,000	445,000
2002	2.25% - 4.70%	Various Purpose Series B	2012	420,000	0	(135,000)	285,000	140,000
2009	2% - 4.50%	Various Purpose 2009 G O Bonds	2028	7,155,000	0	(430,000)	6,725,000	465,000
1997	4.99%	Golf	2012	595,000	0	(190,000)	405,000	195,000
2001	5.00%	One Renaissance Center	2026	17,765,000	0	(695,000)	17,070,000	720,000
	Total General Obligation Bonds			31,960,000	0	(2,140,000)	29,820,000	2,235,000
Special Assessment Bonds:								
2007	4.75%	Various Purpose 2005 Resurfacing	2012	230,000	0	(75,000)	155,000	75,000
2006	4.75%	Various Purpose 2004 Resurfacing	2011	95,000	0	(45,000)	50,000	50,000
2005	3.96%	Main Street Area Streetscape	2010	30,000	0	(5,000)	25,000	5,000
2005	3.43%	Various Purpose 2003 Resurfacing	2010	45,000	0	(45,000)	0	0
2003	3.15% - 5.25%	Shaffer's Creek Sanitary Sewer	2023	150,000	0	(10,000)	140,000	10,000
1998	4.67%	Various Purpose Series 1998	2018	560,000	0	(55,000)	505,000	55,000
2000	5.34%	Various Purpose Series 2000	2020	215,000	0	(15,000)	200,000	15,000
2001	4.95%	Various Purpose Series 2001	2021	610,000	0	(35,000)	575,000	40,000
	Total Special Assessment Bonds (with Governmental Commitment)			1,935,000	0	(285,000)	1,650,000	250,000
Less deferred amounts:								
		For issuance discounts/premiums		4,738	0	4,068	8,806	0
	Total Bonds Payable			33,899,738	0	(2,420,932)	31,478,806	2,485,000
Compensated absences				7,018,878	2,384,926	(2,345,118)	7,058,686	2,403,590
	Governmental Activities Long-term liabilities			$40,918,616	$2,384,926	($4,766,050)	$38,537,492	$4,888,590

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NOTE 11 - 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 $238,485,000 at December 31, 2010.

Issue Date	Interest Rate	Description	Maturity Date	Balance December 31, 2009	Additions	Reductions	Balance December 31, 2010	Due Within One Year
Business-type activities:								
Mortgage Revenue Bonds:								
2003	2.0% - 5.00%	Gas Refunding	2015	$7,590,000	$0	($1,120,000)	$6,470,000	$1,175,000
2009	2.75% - 5.00%	Gas series A	2029	4,500,000	0	0	4,500,000	0
2005	2.50% - 4.700%	Electric series	2025	142,435,000	0	(6,800,000)	135,635,000	7,025,000
2009	2.0% - 5.00%	Electric series A	2030	18,620,000	0	0	18,620,000	0
2009	6.5% - 6.6%	Electric series B	2039	14,520,000	0	0	14,520,000	0
2002	4.39%	Water Revenue Refunding	2021	9,195,000	0	(600,000)	8,595,000	620,000
2009	2.0% - 4.63%	Water series A	2029	9,675,000	0	(290,000)	9,385,000	375,000
2009	6.62%	Water series B	2039	8,915,000	0	0	8,915,000	0
2005	3.00% - 5.250%	Wastewater Refunding	2023	19,570,000	0	(1,100,000)	18,470,000	1,130,000
2009	2.0% - 3.38%	Wastewater series A	2017	2,125,000	0	(215,000)	1,910,000	255,000
2009	6.11% - 6.62%	Wastewater series B	2039	11,465,000	0	0	11,465,000	0
		Total Mortgage Revenue Bonds		248,610,000	0	(10,125,000)	238,485,000	10,580,000
Less deferred amounts:								
		For deferred charge - refunding		(7,944,456)	0	977,714	(6,966,742)	0
		For issuance discounts/premium		(41,042)	0	(69,250)	(110,292)	0
		Total Bonds Payable		240,624,502	0	(9,216,536)	231,407,966	10,580,000
Ohio Water Development Authority Loan:								
		Sanitary Sewer Improvements	2030	0	431,837	0	431,837	10,547
Compensated absences				3,911,515	1,449,871	(1,521,626)	3,839,760	1,462,810
		Business-type activity Long-term liabilities		$244,536,017	$1,881,708	($10,738,162)	$235,679,563	$12,053,357

NOTE 11 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

The principal amount of the City's special assessment bonds outstanding was $1,650,000. 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 $639,917 in the Debt Service Fund at December 31, 2010 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.

A. Defeasance of General Obligation Debt

In September 2009, the City defeased $2,235,000 of General Obligation Bonds for Police and Fire Pension through the issuance of $2,235,000 of Various Purpose Bonds. The net proceeds of the 2009 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of $2,095,000 at December 31, 2010 are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

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NOTE 11 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

B. 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, 2010 follows:

GOVERNMENTAL ACTIVITIES

	General Obligation Bonds			Special Assessment Bonds		
Years	Principal	Interest	Total	Principal	Interest	Total
2011	$2,235,000	$1,338,908	$3,573,908	$250,000	$87,383	$337,383
2012	2,355,000	1,257,375	3,612,375	205,000	75,698	280,698
2013	2,055,000	1,170,183	3,225,183	135,000	65,498	200,498
2014	2,115,000	1,094,955	3,209,955	140,000	58,523	198,523
2015	2,210,000	1,005,211	3,215,211	150,000	51,078	201,078
2016-2020	9,095,000	3,620,269	12,715,269	660,000	134,823	794,823
2021-2025	7,945,000	1,607,850	9,552,850	110,000	8,663	118,663
2026	1,810,000	102,375	1,912,375	0	0	0
Totals	$29,820,000	$11,197,126	$41,017,126	$1,650,000	$481,666	$2,131,666

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

BUSINESS-TYPE ACTIVITIES

	Revenue Bonds			OWDA Loan		
Years	Principal	Interest	Total	Principal	Interest	Total
2011	$10,580,000	$11,221,609	$21,801,609	$10,547	$13,909	$24,456
2012	11,165,000	10,810,622	21,975,622	16,136	13,397	29,533
2013	11,555,000	10,374,539	21,929,539	16,665	12,868	29,533
2014	12,560,000	9,902,227	22,462,227	17,211	12,322	29,533
2015	12,995,000	9,391,105	22,386,105	17,775	11,758	29,533
2016-2020	65,700,000	38,724,198	104,424,198	98,001	49,665	147,666
2021-2025	70,850,000	22,954,732	93,804,732	115,142	32,523	147,665
2026-2030	13,830,000	11,747,582	25,577,582	140,360	12,383	152,743
2031-2035	14,715,000	7,794,181	22,509,181	0	0	0
2036-2039	14,535,000	2,453,700	16,988,700	0	0	0
Totals	$238,485,000	$135,374,495	$373,859,495	$431,837	$158,825	$590,662

NOTE 11 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

C. 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, 2010, there were seven series of Industrial Revenue Bonds outstanding with an aggregate principal amount payable of $23,047,425.

D. Ohio Water Development Authority Loan

Sanitary Sewer Improvements - In 2010 the City entered into an agreement with the OWDA, as administrator for the U. S. Environmental Protection Agency (EPA), for the City to receive a loan for sanitary sewer improvements. The total amount is subject to change and has not been finalized. The interest rate on the loan is 3.25%, per annum. This loan is payable from wastewater utility charges and is received by the City in increments as the project is completed. As of December 31, 2010, the City had received $431,837 from OWDA. Subsequent amounts will be received in future years. An estimate of future financing requirements has been made based on the $431,837 loan balance at December 31, 2010.

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NOTE 12 - 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	$167,885,000	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	$652,291,570	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 – Treasurer	$150,000	Limit
Public Officials Bond – All Other		
Various Limits to Named Positions	$2,500	Limit
Blanket Limit (for police officers)	$1,000	Limit
Blanket minimum for all other employees	$2,500	Limit
Underground Petroleum Storage Tank	$1,000,000	Limit
Police Professional Liability (per occurrence)	$1,000,000	Limit
	$15,000,000	Umbrella

NOTE 12 - 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	$10,000,000	Limit
Named NDD Housing Lead Abatement		
1 Year Term		
Pollution Legal Liability		
Named Brownfield 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		

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 are provided by GAB Robins as per the Terms of the City of Hamilton's contract with GAB Robins that is in compliance with Travelers TPA requirements.

The City had no reduction in coverage in 2010. All but one settled claim did not exceed this commercial coverage in any of the past five 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 United Health Care during 2010. The City also maintains premium based insurance coverage through the Ohio Bureau of Worker's Compensation to mitigate job related illness and injury.

NOTE 13 – CONTRACTUAL COMMITMENTS

As of December 31, 2010, 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, 2010:

Vendor	Contractual Commitment
Caldwell Tanks	$1,740,149
Municipal Energy Services Agency	1,297,328
Walter Martin Excavating	718,951
Winelco, Inc	584,616
Municipal Energy Services Agency	522,074
Municipal Energy Services Agency	522,074
Municipal Energy Services Agency	482,273
Larry Smith Construction	456,432
Pandy Environmental	449,609
Rapier Electric	399,074
Seitz Builders	398,000
Rack & Ballauer Excavating	392,476
Vaughn Industries LLC	392,161
Langenheim & Thomson Co	391,553
Municipal Energy Services Agency	367,293
Motor City Electric Utilities	353,581
Envirosight LLC	286,000
Steel Fab, Inc	282,000
Butler County TID	241,417
Cleaver Brooks/J H Ballenger Co	236,732
	$10,513,793

NOTE 14 – 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. On July 11, 2009 the Ohio EPA approved a System Evaluation and Capacity Assurance Plan which is the master plan of capital improvements for the Consent Decree. 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 received approval. The City continues to implement the remedial measures – one required construction project is nearing its completion, another is beginning and a third is under contract for design engineering.

B. Federal and State Grants

For the period January 1, 2010 to December 31, 2010, the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

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NOTE 15 – 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. 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. During 2010 construction work began on a new Menards. Menards is a chain of home improvement stores in the Midwestern United States.

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 interchange will be upgraded and the State Route 4 By-Pass will be widened to provide improved access to JEDD I and JEDD II. Work is expected to begin in one year.

The distribution of income tax revenues exceeds $20,000 per month for each entity. During 2010, the City's distribution of tax collections for JEDD I and JEDD II were $313,337 and $126,254, respectively, with a total JEDD distribution of $439,591.

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NOTE 15 – JOINT VENTURES (Continued)

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

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

The following amount was expended in 2010 by the Electric Fund and recorded within the Purchase of Electric expense account to the OMEGA JV2:

Payments – OMEGA JV2	$466,262

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

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NOTE 16 – 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, Inc.

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

The controlling board of AMP, Inc. is based upon a representative from several of the member communities. The degree of control exercised by any participating government is limited to its representation on the board. The continued existence of the corporation is not dependent upon the City. Complete financial statements may be obtained from AMP, Inc., 1111 Schrock Road, Columbus, Ohio 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 16 – 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 16 – 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 17 – 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 2010, the Electric Fund purchased $261,824 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 $900,337 and $695,823, respectively, during 2010. These amounts are recorded in the Water and Wastewater Fund as contractual services and as Charges for Services in the Electric Fund.

NOTE 17 – ENTERPRISE INTERFUND REVENUES AND ADMINISTRATIVE CHARGES (Continued)

Historically and by ordinance, the City's Electric System provides street lighting and traffic light services to the City without charge. Street and traffic light facilities used approximately 5,506,147 kilowatt-hours of electrical energy in 2010, and the estimated operating cost of supplying these free services was $280,339 for the year ending December 31, 2010. Beginning in 2010, Council approved a policy to provide certain utility costs to general government facilities at no cost. The estimated operating cost of supplying gas, water, and wastewater utilities at no cost to general government facilities was $220,984 for the year ending December 31, 2010.

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 2010.

	Gas	Electric	Water	Wastewater
Administrative cost (General Fund)	$ 974,000	$1,121,000	$ 943,000	$1,009,000
Central Service Charges Fund	1,319,000	1,601,000	1,224,000	1,002,000
Fleet Maintenance Chargebacks Fund	139,000	139,000	139,000	0
Total	$2,432,000	$2,861,000	$2,306,000	$2,011,000

NOTE 18 – CHANGE IN ACCOUNTING PRINCIPLE – RESTATEMENT OF FUND BALANCE/NET ASSETS

For 2010 the City implemented GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, and Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*.

Statement No. 51 addresses accounting and financial reporting standards for intangible assets in order to reduce inconsistencies and enhance comparability among state and local governments. The application of this new standard resulted in the changes detailed below.

GASB Statement No. 53 provides a comprehensive framework for the measurement, recognition, and disclosure of derivative instrument transactions. The implementation of this statement did not result in any changes to the financial statements.

	Electric Fund	Total Enterprise Funds	Total Business-Type Activities
Net Assets			
at December 31, 2009	$6,514,271	$156,648,600	$155,802,664
Intangible Assets, Net	1,999,910	1,999,910	1,999,910
Net Assets, as restated	$8,514,181	$158,648,510	$157,802,574

NOTE 18 – CHANGE IN ACCOUNTING PRINCIPLE – RESTATEMENT OF FUND BALANCE/NET ASSETS (Continued)

A restatement was necessary to correct errors in accounting for City held notes. This restatement resulted in the following changes:

	General Fund	Total Governmental Funds	Total Governmental Activities
Fund Balance			
at December 31, 2009	$2,555,718	$18,572,376	$75,159,838
City Held Note	575,000	575,000	575,000
Fund Balance, as restated	$3,130,718	$19,147,376	$75,734,838

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.

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.

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.

(Continued)

Special Revenue Funds

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.

Energy Efficiency Block Grant Fund
To account for federal grants to be used for energy efficiency and conservation programs and projects communitywide, as well as renewable energy installations on government buildings.

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.

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.

(Continued)

Special Revenue Funds

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.

Local Energy Assurance Planning Fund

To account for federal grants to allow local governments to hire and train staff and expand their capabilities to respond to a variety of energy emergencies such as blackouts, hurricanes, floods, ice storms, or possible terrorist attacks. (The Income Statement is not presented because there were no GAAP basis revenues or expenditures to report for the year.)

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.

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.

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, 2010

	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	$ 9,181,558	$ 639,691	$ 7,448,704	$ 75,168	$ 17,345,121
Receivables:					
Taxes	3,371,285	480,206	1,258,539	0	5,110,030
Accounts	769,525	0	0	0	769,525
Intergovernmental	1,209,875	0	0	0	1,209,875
Interest	1,686	226	0	27	1,939
Loans	562,509	0	0	0	562,509
Inventory of Supplies, at Cost	34,827	0	0	0	34,827
Prepaid Items	28,016	0	0	0	28,016
Total Assets	$ 15,159,281	$ 1,120,123	$ 8,707,243	$ 75,195	$ 25,061,842
Liabilities:					
Accounts Payable	$ 1,175,149	$ 0	$ 290,130	$ 0	$ 1,465,279
Accrued Wages and Benefits Payable	96,427	0	0	0	96,427
Intergovernmental Payable	52,975	0	0	0	52,975
Accrued Liabilities	58,931	0	47,145	0	106,076
Customer Deposits	9,730	0	0	0	9,730
Due to Other Funds	5,214	0	0	0	5,214
Interfund Payable	362,005	0	1,467,150	0	1,829,155
Deferred Revenue	4,368,961	480,206	1,048,837	0	5,898,004
Total Liabilities	6,129,392	480,206	2,853,262	0	9,462,860
Fund Balance:					
Reserved for Encumbrances	1,334,974	0	1,115,383	0	2,450,357
Reserved for Prepaid Items	28,016	0	0	0	28,016
Reserved for Supplies Inventory	34,827	0	0	0	34,827
Reserved for Endowments	0	0	0	75,195	75,195
Undesignated/Unreserved	7,632,072	639,917	4,738,598	0	13,010,587
Total Fund Balance	9,029,889	639,917	5,853,981	75,195	15,598,982
Total Liabilities and Fund Balance	$ 15,159,281	$ 1,120,123	$ 8,707,243	$ 75,195	$ 25,061,842

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Income Taxes	$ 3,012,244	$ 0	$ 2,267,564	$ 0	$ 5,279,808
Property and Other Local Taxes	3,048,991	0	531,122	0	3,580,113
Intergovernmental Revenues	7,607,834	0	2,441,417	0	10,049,251
Charges for Services	9,147,546	0	0	0	9,147,546
Licenses and Permits	368,572	0	0	0	368,572
Investment Earnings	18,322	3,914	(2,151)	564	20,649
Special Assessments	0	511,216	175,445	0	686,661
Fines and Forfeitures	252,110	0	0	0	252,110
All Other Revenue	327,230	339	522,357	0	849,926
Total Revenue	23,782,849	515,469	5,935,754	564	30,234,636
Expenditures:					
Current:					
General Government	780,277	0	0	1,796	782,073
Security of Persons and Property	7,251,787	0	0	0	7,251,787
Leisure Time Activities	928,545	0	0	0	928,545
Community Environment	4,642,357	0	0	0	4,642,357
Basic Utility Services	5,407,802	0	0	0	5,407,802
Transportation	3,336,713	0	0	0	3,336,713
Public Health and Welfare Services	131,737	0	0	0	131,737
Capital Outlay	0	0	4,383,743	0	4,383,743
Debt Service:					
Principal Retirement	350,000	2,075,000	0	0	2,425,000
Interest and Fiscal Charges	77,876	1,473,202	22,799	0	1,573,877
Total Expenditures	22,907,094	3,548,202	4,406,542	1,796	30,863,634
Excess (Deficiency) of Revenues Over (Under) Expenditures	875,755	(3,032,733)	1,529,212	(1,232)	(628,998)
Other Financing Sources (Uses):					
Transfers In	347,370	3,152,807	964,784	0	4,464,961
Transfers Out	(2,240,828)	0	(2,000,686)	0	(4,241,514)
Total Other Financing Sources (Uses)	(1,893,458)	3,152,807	(1,035,902)	0	223,447
Net Change in Fund Balance	(1,017,703)	120,074	493,310	(1,232)	(405,551)
Fund Balance at Beginning of Year	10,059,717	519,843	5,360,671	76,427	16,016,658
Decrease in Inventory Reserve	(12,125)	0	0	0	(12,125)
Fund Balance End of Year	$ 9,029,889	$ 639,917	$ 5,853,981	$ 75,195	$ 15,598,982

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	One Renaissance Center	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax
Assets:				
Equity in Pooled Cash and Investments	$ 729,733	$ 1,334	$ 233,372	$ 453,061
Receivables:				
Taxes	0	0	0	625,550
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	$ 729,733	$ 1,334	$ 233,372	$ 1,078,611
Liabilities:				
Accounts Payable	$ 30,917	$ 0	$ 0	$ 0
Accrued Wages and Benefits Payable	0	0	1,818	0
Intergovernmental Payable	0	0	1,028	0
Accrued Liabilities	0	0	0	58,931
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	363,423
Total Liabilities	30,917	0	2,846	422,354
Fund Balance:				
Reserved for Encumbrances	66,730	0	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	632,086	1,334	230,526	656,257
Total Fund Balance	698,816	1,334	230,526	656,257
Total Liabilities and Fund Balance	$ 729,733	$ 1,334	$ 233,372	$ 1,078,611

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	Municipal Income Tax TIF Aggregation/ Verification	Weed and Seed Grant	Dispute Resolution Proceeds	Safety Services
Assets:				
Equity in Pooled Cash and Investments	$ 94,389	$ 0	$ 63,100	$ 695,031
Receivables:				
Taxes	0	0	0	836,361
Accounts	0	0	0	0
Intergovernmental	0	55,108	0	28,756
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	$ 94,389	$ 55,108	$ 63,100	$ 1,560,148
Liabilities:				
Accounts Payable	$ 30,198	$ 0	$ 0	$ 8,871
Accrued Wages and Benefits Payable	0	0	0	4,530
Intergovernmental Payable	0	0	56	2,484
Accrued Liabilities	0	0	0	0
Customer Deposits	0	0	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	55,108	0	28,756
Deferred Revenue	0	0	0	836,361
Total Liabilities	30,198	55,108	56	881,002
Fund Balance:				
Reserved for Encumbrances	0	0	3,700	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	64,191	0	59,344	679,146
Total Fund Balance	64,191	0	63,044	679,146
Total Liabilities and Fund Balance	$ 94,389	$ 55,108	$ 63,100	$ 1,560,148

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	Police Pension	Police Levy	Firemen's Pension	Emergency Medical Services Grant
Assets:				
Equity in Pooled Cash and Investments	$ 94,548	$ 154,205	$ 93,001	$ 6,269
Receivables:				
Taxes	250,912	703,775	250,912	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	$ 345,460	$ 857,980	$ 343,913	$ 6,269
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	250,912	703,775	250,912	0
Total Liabilities	250,912	703,775	250,912	0
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	94,548	154,205	93,001	6,269
Total Fund Balance	94,548	154,205	93,001	6,269
Total Liabilities and Fund Balance	$ 345,460	$ 857,980	$ 343,913	$ 6,269

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	Fire EMS Levy	Energy Efficiency Block Grant	Public Health Care Services	Street and Parks Beautification
Assets:				
Equity in Pooled Cash and Investments	$ 170,890	$ 84,849	$ 222,198	$ 56,928
Receivables:				
Taxes	703,775	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	$ 874,665	$ 84,849	$ 222,198	$ 56,928
Liabilities:				
Accounts Payable	$ 0	$ 0	$ 15,228	$ 0
Accrued Wages and Benefits Payable	0	82	1,854	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	59,928	0	0
Deferred Revenue	703,775	0	0	0
Total Liabilities	703,775	60,010	17,082	0
Fund Balance:				
Reserved for Encumbrances	0	82,948	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Undesignated/Unreserved	170,890	(58,109)	205,116	56,928
Total Fund Balance	170,890	24,839	205,116	56,928
Total Liabilities and Fund Balance	$ 874,665	$ 84,849	$ 222,198	$ 56,928

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	Stormwater Management	Refuse	Street Maintenance	Miami Conservancy
Assets:				
Equity in Pooled Cash and Investments	$ 1,916,685	$ 696,825	$ 2,379,661	$ 5
Receivables:				
Taxes	0	0	0	0
Accounts	270,465	411,334	0	0
Intergovernmental	0	0	989,862	0
Interest	678	0	843	0
Loans	0	0	0	0
Inventory of Supplies, at Cost	0	0	27,259	0
Prepaid Items	0	1,345	5,138	0
Total Assets	$ 2,187,828	$ 1,109,504	$ 3,402,763	$ 5
Liabilities:				
Accounts Payable	$ 137,274	$ 239,760	$ 213,792	$ 351,955
Accrued Wages and Benefits Payable	20,388	3,630	39,242	0
Intergovernmental Payable	11,473	1,944	19,093	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	0	0	622,838	0
Total Liabilities	169,135	245,334	894,965	351,955
Fund Balance:				
Reserved for Encumbrances	891,652	0	132,619	0
Reserved for Prepaid Items	0	1,345	5,138	0
Reserved for Supplies Inventory	0	0	27,259	0
Undesignated/Unreserved	1,127,041	862,825	2,342,782	(351,950)
Total Fund Balance	2,018,693	864,170	2,507,798	(351,950)
Total Liabilities and Fund Balance	$ 2,187,828	$ 1,109,504	$ 3,402,763	$ 5

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	Home Program	Parking	Golf Course	Local Energy Assurance Planning
Assets:				
Equity in Pooled Cash and Investments	$ 74,263	$ 223,481	$ 237,630	$ 118,213
Receivables:				
Taxes	0	0	0	0
Accounts	0	87,416	310	0
Intergovernmental	22,556	0	0	0
Interest	0	79	86	0
Loans	97,539	0	0	0
Inventory of Supplies, at Cost	0	0	7,568	0
Prepaid Items	0	3,640	8,705	0
Total Assets	$ 194,358	$ 314,616	$ 254,299	$ 118,213
Liabilities:				
Accounts Payable	$ 22,556	$ 522	$ 9,946	$ 0
Accrued Wages and Benefits Payable	1,402	3,314	4,782	0
Intergovernmental Payable	650	4,092	5,700	0
Accrued Liabilities	0	0	0	0
Customer Deposits	0	9,730	0	0
Due to Other Funds	0	0	0	0
Interfund Payable	0	0	100,000	118,213
Deferred Revenue	97,539	74,456	0	0
Total Liabilities	122,147	92,114	120,428	118,213
Fund Balance:				
Reserved for Encumbrances	16,150	2,661	16,175	118,213
Reserved for Prepaid Items	0	3,640	8,705	0
Reserved for Supplies Inventory	0	0	7,568	0
Undesignated/Unreserved	56,061	216,201	101,423	(118,213)
Total Fund Balance	72,211	222,502	133,871	0
Total Liabilities and Fund Balance	$ 194,358	$ 314,616	$ 254,299	$ 118,213

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2010

	Community Development Block Grant	Total Nonmajor Special Revenue Funds
Assets:		
Equity in Pooled Cash and Investments	$ 381,887	$ 9,181,558
Receivables:		
Taxes	0	3,371,285
Accounts	0	769,525
Intergovernmental	113,593	1,209,875
Interest	0	1,686
Loans	464,970	562,509
Inventory of Supplies, at Cost	0	34,827
Prepaid Items	9,188	28,016
Total Assets	$ 969,638	$ 15,159,281
Liabilities:		
Accounts Payable	$ 114,130	$ 1,175,149
Accrued Wages and Benefits Payable	15,385	96,427
Intergovernmental Payable	6,455	52,975
Accrued Liabilities	0	58,931
Customer Deposits	0	9,730
Due to Other Funds	5,214	5,214
Interfund Payable	0	362,005
Deferred Revenue	464,970	4,368,961
Total Liabilities	606,154	6,129,392
Fund Balance:		
Reserved for Encumbrances	4,126	1,334,974
Reserved for Prepaid Items	9,188	28,016
Reserved for Supplies Inventory	0	34,827
Undesignated/Unreserved	350,170	7,632,072
Total Fund Balance	363,484	9,029,889
Total Liabilities and Fund Balance	$ 969,638	$ 15,159,281

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	One Renaissance Center	Federal Emergency Management Grant	Municipal Court Improvement	Public Safety/Health Income Tax
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 2,834,455
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	0	0	0	0
Charges for Services	2,264,475	0	108,740	0
Licenses and Permits	0	0	0	0
Investment Earnings	(222)	0	(62)	16
Fines and Forfeitures	0	0	98,562	0
All Other Revenue	16,303	0	0	0
Total Revenue	2,280,556	0	207,240	2,834,471
Expenditures:				
Current:				
General Government	521,949	0	0	0
Security of Persons and Property	0	0	172,845	2,797,128
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	521,949	0	172,845	2,797,128
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,758,607	0	34,395	37,343
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	(1,586,753)	0	0	(274,300)
Total Other Financing Sources (Uses)	(1,586,753)	0	0	(274,300)
Net Change in Fund Balance	171,854	0	34,395	(236,957)
Fund Balance (Deficit) at Beginning of Year	526,962	1,334	196,131	893,214
Increase (Decrease) in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	$ 698,816	$ 1,334	$ 230,526	$ 656,257

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Municipal Income Tax TIF Aggregation/ Verification	Weed and Seed Grant	Dispute Resolution Proceeds	Safety Services
Revenues:				
Income Taxes	$ 177,789	$ 0	$ 0	$ 0
Property and Other Local Taxes	0	0	0	837,118
Intergovernmental Revenues	0	242,833	0	628,072
Charges for Services	0	0	10,431	75,731
Licenses and Permits	0	0	0	0
Investment Earnings	165	0	(11)	(106)
Fines and Forfeitures	0	0	0	153,548
All Other Revenue	0	0	0	44,843
Total Revenue	177,954	242,833	10,420	1,739,206
Expenditures:				
Current:				
General Government	0	0	7,775	0
Security of Persons and Property	0	273,383	0	1,829,988
Leisure Time Activities	0	0	0	0
Community Environment	234,100	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	234,100	273,383	7,775	1,829,988
Excess (Deficiency) of Revenues Over (Under) Expenditures	(56,146)	(30,550)	2,645	(90,782)
Other Financing Sources (Uses):				
Transfers In	0	0	0	112,500
Transfers Out	(373,775)	0	(6,000)	0
Total Other Financing Sources (Uses)	(373,775)	0	(6,000)	112,500
Net Change in Fund Balance	(429,921)	(30,550)	(3,355)	21,718
Fund Balance (Deficit) at Beginning of Year	494,112	30,550	66,399	657,428
Increase (Decrease) in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	$ 64,191	$ 0	$ 63,044	$ 679,146

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Police Pension	Police Levy	Firemen's Pension	Emergency Medical Services Grant
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	251,135	708,375	251,135	0
Intergovernmental Revenues	33,702	88,765	33,702	5,500
Charges for Services	0	0	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	(21)	(43)	(20)	(2)
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	0	0
Total Revenue	284,816	797,097	284,817	5,498
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	279,972	771,566	279,972	4,117
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	279,972	771,566	279,972	4,117
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,844	25,531	4,845	1,381
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	4,844	25,531	4,845	1,381
Fund Balance (Deficit) at Beginning of Year	89,704	128,674	88,156	4,888
Increase (Decrease) in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	$ 94,548	$ 154,205	$ 93,001	$ 6,269

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Fire EMS Levy	Energy Efficiency Block Grant	Public Health Care Services	Street and Parks Beautification
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	708,374	0	0	0
Intergovernmental Revenues	88,765	275,392	159,013	0
Charges for Services	0	0	0	0
Licenses and Permits	0	0	0	0
Investment Earnings	(13)	0	(47)	306
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	251	0
Total Revenue	797,126	275,392	159,217	306
Expenditures:				
Current:				
General Government	0	250,553	0	0
Security of Persons and Property	842,816	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	7,250
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
Public Health and Welfare Services	0	0	131,737	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	842,816	250,553	131,737	7,250
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,690)	24,839	27,480	(6,944)
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	(45,690)	24,839	27,480	(6,944)
Fund Balance (Deficit) at Beginning of Year	216,580	0	177,636	63,872
Increase (Decrease) in Inventory Reserve	0	0	0	0
Fund Balance (Deficit) End of Year	$ 170,890	$ 24,839	$ 205,116	$ 56,928

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Stormwater Management	Refuse	Street Maintenance	Miami Conservancy
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	0	0	0	292,854
Intergovernmental Revenues	0	23,048	2,379,317	39,319
Charges for Services	2,180,607	3,291,763	0	0
Licenses and Permits	0	0	368,572	0
Investment Earnings	8,096	(248)	7,684	2
Fines and Forfeitures	0	0	0	0
All Other Revenue	16,314	18,814	10,135	0
Total Revenue	2,205,017	3,333,377	2,765,708	332,175
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	351,746
Basic Utility Services	2,314,513	3,093,289	0	0
Transportation	0	0	2,915,015	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	2,314,513	3,093,289	2,915,015	351,746
Excess (Deficiency) of Revenues Over (Under) Expenditures	(109,496)	240,088	(149,307)	(19,571)
Other Financing Sources (Uses):				
Transfers In	0	0	0	14,410
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	14,410
Net Change in Fund Balance	(109,496)	240,088	(149,307)	(5,161)
Fund Balance (Deficit) at Beginning of Year	2,128,189	624,082	2,671,661	(346,789)
Increase (Decrease) in Inventory Reserve	0	0	(14,556)	0
Fund Balance (Deficit) End of Year	$ 2,018,693	$ 864,170	$ 2,507,798	$ (351,950)

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Home Program	Parking	Golf Course	Community Development Block Grant
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	1,024,372	0	0	2,586,034
Charges for Services	0	402,952	812,847	0
Licenses and Permits	0	0	0	0
Investment Earnings	0	1,248	723	877
Fines and Forfeitures	0	0	0	0
All Other Revenue	8,456	6,683	30,150	175,281
Total Revenue	1,032,828	410,883	843,720	2,762,192
Expenditures:				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	0
Leisure Time Activities	0	0	928,545	0
Community Environment	975,874	0	0	3,073,387
Basic Utility Services	0	0	0	0
Transportation	0	421,698	0	0
Public Health and Welfare Services	0	0	0	0
Debt Service:				
Principal Retirement	0	160,000	190,000	0
Interest and Fiscal Charges	0	45,805	32,071	0
Total Expenditures	975,874	627,503	1,150,616	3,073,387
Excess (Deficiency) of Revenues Over (Under) Expenditures	56,954	(216,620)	(306,896)	(311,195)
Other Financing Sources (Uses):				
Transfers In	0	0	220,460	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	220,460	0
Net Change in Fund Balance	56,954	(216,620)	(86,436)	(311,195)
Fund Balance (Deficit) at Beginning of Year	15,257	439,122	217,876	674,679
Increase (Decrease) in Inventory Reserve	0	0	2,431	0
Fund Balance (Deficit) End of Year	$ 72,211	$ 222,502	$ 133,871	$ 363,484

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2010

	Total Nonmajor Special Revenue Funds
Revenues:	
Income Taxes	$ 3,012,244
Property and Other Local Taxes	3,048,991
Intergovernmental Revenues	7,607,834
Charges for Services	9,147,546
Licenses and Permits	368,572
Investment Earnings	18,322
Fines and Forfeitures	252,110
All Other Revenue	327,230
Total Revenue	23,782,849
Expenditures:	
Current:	
General Government	780,277
Security of Persons and Property	7,251,787
Leisure Time Activities	928,545
Community Environment	4,642,357
Basic Utility Services	5,407,802
Transportation	3,336,713
Public Health and Welfare Services	131,737
Debt Service:	
Principal Retirement	350,000
Interest and Fiscal Charges	77,876
Total Expenditures	22,907,094
Excess (Deficiency) of Revenues Over (Under) Expenditures	875,755
Other Financing Sources (Uses):	
Transfers In	347,370
Transfers Out	(2,240,828)
Total Other Financing Sources (Uses)	(1,893,458)
Net Change in Fund Balance	(1,017,703)
Fund Balance (Deficit) at Beginning of Year	10,059,717
Increase (Decrease) in Inventory Reserve	(12,125)
Fund Balance (Deficit) End of Year	$ 9,029,889

Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2010

	Hamilton Capital Improvement	Capital Projects	Special Assessment	MITIE
Assets:				
Equity in Pooled Cash and Investments	$ 1,823,753	$ 357,943	$ 1,120,781	$ 2,604,666
Receivables:				
Taxes	500,441	0	0	758,098
Total Assets	$ 2,324,194	$ 357,943	$ 1,120,781	$ 3,362,764
Liabilities:				
Accounts Payable	$ 0	$ 0	$ 24,288	$ 0
Accrued Liabilities	47,145	0	0	0
Interfund Payable	0	0	1,467,150	0
Deferred Revenue	290,739	0	0	758,098
Total Liabilities	337,884	0	1,491,438	758,098
Fund Balance:				
Reserved for Encumbrances	0	0	787,059	0
Undesignated/Unreserved	1,986,310	357,943	(1,157,716)	2,604,666
Total Fund Balance	1,986,310	357,943	(370,657)	2,604,666
Total Liabilities and Fund Balance	$ 2,324,194	$ 357,943	$ 1,120,781	$ 3,362,764

(Continued)

Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2010

	Central Business District Streetscape Improvements	Clean Ohio Grants Program	Infrastructure Program	Total Nonmajor Capital Projects Funds
Assets:				
Equity in Pooled Cash and Investments	$ 275,315	$ 0	$ 1,266,246	$ 7,448,704
Receivables:				
Taxes	0	0	0	1,258,539
Total Assets	$ 275,315	$ 0	$ 1,266,246	$ 8,707,243
Liabilities:				
Accounts Payable	$ 0	$ 262,122	$ 3,720	$ 290,130
Accrued Liabilities	0	0	0	47,145
Interfund Payable	0	0	0	1,467,150
Deferred Revenue	0	0	0	1,048,837
Total Liabilities	0	262,122	3,720	2,853,262
Fund Balance:				
Reserved for Encumbrances	0	0	328,324	1,115,383
Undesignated/Unreserved	275,315	(262,122)	934,202	4,738,598
Total Fund Balance	275,315	(262,122)	1,262,526	5,853,981
Total Liabilities and Fund Balance	$ 275,315	$ 0	$ 1,266,246	$ 8,707,243

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2010

	Hamilton Capital Improvement	Capital Projects	Special Assessment	MITIE
Revenues:				
Income Taxes	$ 2,267,564	$ 0	$ 0	$ 0
Property and Other Local Taxes	0	0	0	531,122
Intergovernmental Revenues	0	0	0	250,781
Investment Earnings	(953)	(71)	(552)	(742)
Special Assessments	0	0	175,445	0
All Other Revenue	380,437	0	0	0
Total Revenue	2,647,048	(71)	174,893	781,161
Expenditures:				
Capital Outlay	81,972	0	334,267	77,229
Debt Service:				
Interest and Fiscal Charges	0	0	22,799	0
Total Expenditures	81,972	0	357,066	77,229
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,565,076	(71)	(182,173)	703,932
Other Financing Sources (Uses):				
Transfers In	500,000	0	0	0
Transfers Out	(1,786,514)	0	0	(214,172)
Total Other Financing Sources (Uses)	(1,286,514)	0	0	(214,172)
Net Change in Fund Balance	1,278,562	(71)	(182,173)	489,760
Fund Balance (Deficit) at Beginning of Year	707,748	358,014	(188,484)	2,114,906
Fund Balance (Deficit) End of Year	$ 1,986,310	$ 357,943	$ (370,657)	$ 2,604,666

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2010

	Central Business District Streetscape Improvements	Issue II Projects	Clean Ohio Grants Program	Infrastructure Program
Revenues:				
Income Taxes	$ 0	$ 0	$ 0	$ 0
Property and Other Local Taxes	0	0	0	0
Intergovernmental Revenues	0	1,937,392	253,244	0
Investment Earnings	(54)	0	88	133
Special Assessments	0	0	0	0
All Other Revenue	0	0	0	141,920
Total Revenue	(54)	1,937,392	253,332	142,053
Expenditures:				
Capital Outlay	0	1,937,392	515,365	1,437,518
Debt Service:				
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	0	1,937,392	515,365	1,437,518
Excess (Deficiency) of Revenues Over (Under) Expenditures	(54)	0	(262,033)	(1,295,465)
Other Financing Sources (Uses):				
Transfers In	0	0	0	464,784
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	464,784
Net Change in Fund Balance	(54)	0	(262,033)	(830,681)
Fund Balance (Deficit) at Beginning of Year	275,369	0	(89)	2,093,207
Fund Balance (Deficit) End of Year	$ 275,315	$ 0	$ (262,122)	$ 1,262,526

(Continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2010

	Total Nonmajor Capital Project Funds
Revenues:	
Income Taxes	$ 2,267,564
Property and Other Local Taxes	531,122
Intergovernmental Revenues	2,441,417
Investment Earnings	(2,151)
Special Assessments	175,445
All Other Revenue	522,357
Total Revenue	5,935,754
Expenditures:	
Capital Outlay	4,383,743
Debt Service:	
Interest and Fiscal Charges	22,799
Total Expenditures	4,406,542
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,529,212
Other Financing Sources (Uses):	
Transfers In	964,784
Transfers Out	(2,000,686)
Total Other Financing Sources (Uses)	(1,035,902)
Net Change in Fund Balance	493,310
Fund Balance (Deficit) at Beginning of Year	5,360,671
Fund Balance (Deficit) End of Year	$ 5,853,981

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis) General Fund For the Year Ended December 31, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Income Taxes	$ 17,040,900	$ 17,040,900	$ 17,109,557	$ 68,657
Property and Other Local Taxes	6,040,700	6,609,975	6,477,998	(131,977)
Intergovernmental Revenues	4,068,566	5,235,899	5,199,188	(36,711)
Charges for Services	14,276,904	14,461,229	13,780,857	(680,372)
Licenses and Permits	464,831	604,831	658,022	53,191
Investment Earnings	215,000	115,000	99,438	(15,562)
Fines and Forfeitures	904,826	904,826	765,615	(139,211)
All Other Revenue	162,483	235,783	324,728	88,945
Total Revenues	43,174,210	45,208,443	44,415,403	(793,040)
Expenditures:				
Security of Persons and Property:				
Municipal Court:				
Personal Services	1,345,982	1,345,982	1,332,358	13,624
Other Expenditures	368,200	368,443	364,961	3,482
Total Municipal Court	1,714,182	1,714,425	1,697,319	17,106
Police:				
Personal Services	12,036,238	12,251,571	12,161,941	89,630
Other Expenditures	1,162,206	1,171,337	1,101,028	70,309
Total Police	13,198,444	13,422,908	13,262,969	159,939
Civilian Dispatch:				
Personal Services	1,084,861	1,092,411	1,093,936	(1,525)
Other Expenditures	87,634	84,231	82,477	1,754
Total Civilian Dispatch	1,172,495	1,176,642	1,176,413	229
Building Maintenance - Criminal Justice:				
Other Expenditures	195,400	170,398	151,321	19,077
Total Building Maintenance - Criminal Justice	195,400	170,398	151,321	19,077
Corrections:				
Personal Services	236,482	401,482	391,035	10,447
Other Expenditures	95,000	16,000	9,149	6,851
Total Corrections	331,482	417,482	400,184	17,298

(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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Police - Safe Neighborhood:				
Personal Services	0	16,299	16,150	149
Other Expenditures	0	1,395	787	608
Total Police - Safe Neighborhood	0	17,694	16,937	757
Fire:				
Personal Services	9,903,500	10,676,981	10,632,748	44,233
Other Expenditures	453,588	489,916	475,748	14,168
Total Fire	10,357,088	11,166,897	11,108,496	58,401
Fire - Building:				
Other Expenditures	183,900	170,296	162,697	7,599
Total Fire - Building	183,900	170,296	162,697	7,599
Fire - Paramedics:				
Personal Services	2,125,373	2,205,373	2,205,235	138
Other Expenditures	233,000	233,975	224,400	9,575
Total Fire - Paramedics	2,358,373	2,439,348	2,429,635	9,713
Total Security of Persons and Property	29,511,364	30,696,090	30,405,971	290,119
Public Health and Welfare Services:				
Health:				
Personal Services	1,012,902	1,158,536	846,925	311,611
Other Expenditures	331,769	431,707	316,404	115,303
Total Health	1,344,671	1,590,243	1,163,329	426,914
Total Public Health and Welfare Services	1,344,671	1,590,243	1,163,329	426,914
Leisure Time Activities:				
Parks and Recreation - Administration:				
Personal Services	155,797	155,797	154,365	1,432
Other Expenditures	21,729	22,259	21,285	974
Total Parks and Recreation - Administration	177,526	178,056	175,650	2,406

(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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Playground Programs:				
Personal Services	46,670	46,670	45,299	1,371
Other Expenditures	37,139	37,139	32,436	4,703
Total Playground Programs	83,809	83,809	77,735	6,074
Outdoor Athletic Program:				
Personal Services	188,337	197,337	191,435	5,902
Other Expenditures	106,458	97,491	87,010	10,481
Total Outdoor Athletic Program	294,795	294,828	278,445	16,383
Swimming Pools:				
Other Expenditures	0	7,970	7,059	911
Total Swimming Pools	0	7,970	7,059	911
Parks and Playgrounds Maintenance:				
Personal Services	251,895	310,895	303,249	7,646
Other Expenditures	280,009	376,963	347,621	29,342
Total Parks and Playgrounds Maintenance	531,904	687,858	650,870	36,988
Community Center:				
Other Expenditures	127,584	115,038	95,462	19,576
Total Community Center	127,584	115,038	95,462	19,576
Colligan:				
Personal Services	31,991	33,491	32,210	1,281
Other Expenditures	18,942	20,442	20,364	78
Total Colligan	50,933	53,933	52,574	1,359
Total Leisure Time Activities	1,266,551	1,421,492	1,337,795	83,697
Community Environment:				
Construction Services:				
Personal Services	418,264	419,264	418,495	769
Other Expenditures	30,327	34,940	29,119	5,821
Total Construction Services	448,591	454,204	447,614	6,590

(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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Department of Planning:				
Personal Services	469,094	469,094	464,806	4,288
Other Expenditures	29,873	41,333	32,728	8,605
Total Department of Planning	498,967	510,427	497,534	12,893
CDBG:				
Personal Services	0	0	598	(598)
Other Expenditures	100,000	100,000	20,273	79,727
Total CDBG	100,000	100,000	20,871	79,129
Fair Housing:				
Personal Services	104,728	104,728	90,101	14,627
Other Expenditures	2,250	3,750	3,656	94
Total Fair Housing	106,978	108,478	93,757	14,721
Total Community Environment	1,154,536	1,173,109	1,059,776	113,333
Basic Utility Services:				
Public Works - Administration:				
Personal Services	215,015	215,015	183,687	31,328
Other Expenditures	9,500	9,834	4,452	5,382
Total Public Works - Administration	224,515	224,849	188,139	36,710
Engineering:				
Personal Services	849,360	856,360	760,401	95,959
Other Expenditures	69,610	62,918	53,076	9,842
Total Engineering	918,970	919,278	813,477	105,801
Public Works - Maintenance:				
Personal Services	476,596	476,596	464,035	12,561
Other Expenditures	126,750	162,432	156,256	6,176
Total Public Works - Maintenance	603,346	639,028	620,291	18,737
Total Basic Utility Services	1,746,831	1,783,155	1,621,907	161,248

(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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
General Government:				
City Council:				
Personal Services	120,409	84,609	78,984	5,625
Other Expenditures	13,850	17,650	16,753	897
Total City Council	134,259	102,259	95,737	6,522
City Clerk:				
Personal Services	85,838	85,838	85,417	421
Other Expenditures	17,400	18,329	12,045	6,284
Total City Clerk	103,238	104,167	97,462	6,705
City Manager:				
Personal Services	262,890	309,230	291,683	17,547
Other Expenditures	10,106	17,376	14,041	3,335
Total City Manager	272,996	326,606	305,724	20,882
Finance - Cashiers:				
Personal Services	174,853	204,853	200,691	4,162
Other Expenditures	4,950	4,950	4,823	127
Total Finance - Cashiers	179,803	209,803	205,514	4,289
NDD:				
Other Expenditures	0	1,243	1,184	59
Total NDD	0	1,243	1,184	59
Department of Law:				
Personal Services	614,678	614,678	610,726	3,952
Other Expenditures	63,100	67,508	44,205	23,303
Total Department of Law	677,778	682,186	654,931	27,255
Department of Civil Service:				
Personal Services	317,306	317,306	271,525	45,781
Other Expenditures	22,730	23,099	13,321	9,778
Total Department of Civil Service	340,036	340,405	284,846	55,559

(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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Finance - Administration:				
Personal Services	1,190,304	1,160,304	1,102,603	57,701
Other Expenditures	54,310	59,714	44,364	15,350
Total Finance - Administration	1,244,614	1,220,018	1,146,967	73,051
Finance - Purchasing:				
Personal Services	241,129	241,129	237,382	3,747
Other Expenditures	6,950	7,050	4,695	2,355
Total Finance - Purchasing	248,079	248,179	242,077	6,102
Finance - Building Services:				
Personal Services	85,601	127,601	124,882	2,719
Other Expenditures	335,485	304,298	220,120	84,178
Total Finance - Building Services	421,086	431,899	345,002	86,897
Finance - Income Tax:				
Personal Services	791,127	791,127	718,965	72,162
Other Expenditures	180,304	239,824	199,786	40,038
Total Finance - Income Tax	971,431	1,030,951	918,751	112,200
Special Appropriations - General:				
Personal Services	305,000	305,000	127,658	177,342
Other Expenditures	1,593,833	1,946,193	2,847,895	(901,702)
Total Special Appropriations - General	1,898,833	2,251,193	2,975,553	(724,360)
Special Appropriations:				
Personal Services	50,000	50,000	46,827	3,173
Other Expenditures	563,600	868,332	744,457	123,875
Total Special Appropriations	613,600	918,332	791,284	127,048
Total General Government	7,105,753	7,867,241	8,065,032	(197,791)
Total Expenditures	42,129,706	44,531,330	43,653,810	877,520
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,044,504	677,113	761,593	84,480

(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, 2010

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):				
Sale of Capital Assets	1,000	1,000	0	(1,000)
Transfers In	0	869,890	811,025	(58,865)
Transfers Out	(533,000)	(881,612)	(877,522)	4,090
Advances In	0	344,635	344,635	0
Advances Out	0	(308,213)	(262,005)	46,208
Total Other Financing Sources (Uses)	(532,000)	25,700	16,133	(9,567)
Net Change in Fund Balance	512,504	702,813	777,726	74,913
Fund Balance at Beginning of Year	2,204,092	2,204,092	2,204,092	0
Prior Year Encumbrances	567,389	567,389	567,389	0
Fund Balance at End of Year	$ 3,283,985	$ 3,474,294	$ 3,549,207	$ 74,913

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, 2010

ONE RENAISSANCE CENTER FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 2,277,310	$ 2,264,475	$ (12,835)
All Other Revenue	20,000	16,303	(3,697)
Total Revenues	2,297,310	2,280,778	(16,532)
Expenditures:			
General Government:			
Other Expenditures	662,857	624,803	38,054
Total Expenditures	662,857	624,803	38,054
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,634,453	1,655,975	21,522
Other Financing Sources (Uses):			
Transfers Out	(1,586,753)	(1,586,753)	0
Total Other Financing Sources (Uses)	(1,586,753)	(1,586,753)	0
Net Change in Fund Balance	47,700	69,222	21,522
Fund Balance at Beginning of Year	549,535	549,535	0
Prior Year Encumbrances	13,809	13,809	0
Fund Balance at End of Year	$ 611,044	$ 632,566	$ 21,522

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, 2010

FEDERAL EMERGENCY MANAGEMENT GRANT 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	961	961	0
Prior Year Encumbrances	373	373	0
Fund Balance at End of Year	$ 1,334	$ 1,334	$ 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, 2010

MUNICIPAL COURT IMPROVEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 138,000	$ 108,740	$ (29,260)
Fines and Forfeitures	111,960	98,562	(13,398)
Total Revenues	249,960	207,302	(42,658)
Expenditures:			
Security of Persons and Property:			
Personal Services	70,203	65,107	5,096
Other Expenditures	133,630	108,475	25,155
Total Expenditures	203,833	173,582	30,251
Excess (Deficiency) of Revenues Over (Under) Expenditures	46,127	33,720	(12,407)
Fund Balance at Beginning of Year	199,806	199,806	0
Fund Balance at End of Year	$ 245,933	$ 233,526	$ (12,407)

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, 2010

PUBLIC SAFETY/HEALTH INCOME TAX FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	$ 2,743,440	$ 2,841,970	$ 98,530
Total Revenues	2,743,440	2,841,970	98,530
Expenditures:			
Security of Persons and Property:			
Other Expenditures	2,821,440	2,797,128	24,312
Total Expenditures	2,821,440	2,797,128	24,312
Excess (Deficiency) of Revenues Over (Under) Expenditures	(78,000)	44,842	122,842
Other Financing Sources (Uses):			
Transfers Out	(274,300)	(274,300)	0
Total Other Financing Sources (Uses)	(274,300)	(274,300)	0
Net Change in Fund Balance	(352,300)	(229,458)	122,842
Fund Balance at Beginning of Year	682,817	682,817	0
Fund Balance at End of Year	$ 330,517	$ 453,359	$ 122,842

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, 2010

MUNICIPAL INCOME TAX TIF AGGREGATION/VERIFICATION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	$ 185,000	$ 177,789	$ (7,211)
Total Revenues	185,000	177,789	(7,211)
Expenditures:			
Community Environment:			
Other Expenditures	248,902	203,902	45,000
Total Expenditures	248,902	203,902	45,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(63,902)	(26,113)	37,789
Other Financing Sources (Uses):			
Transfers Out	(397,750)	(373,775)	23,975
Total Other Financing Sources (Uses)	(397,750)	(373,775)	23,975
Net Change in Fund Balance	(461,652)	(399,888)	61,764
Fund Balance at Beginning of Year	494,339	494,339	0
Fund Balance at End of Year	$ 32,687	$ 94,451	$ 61,764

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, 2010

WEED AND SEED GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 252,838	$ 194,361	$ (58,477)
Total Revenues	252,838	194,361	(58,477)
Expenditures:			
Security of Persons and Property:			
Personal Services	150,853	150,788	65
Other Expenditures	144,348	142,043	2,305
Total Expenditures	295,201	292,831	2,370
Excess (Deficiency) of Revenues Over (Under) Expenditures	(42,363)	(98,470)	(56,107)
Other Financing Sources (Uses):			
Advances In	30,000	55,108	25,108
Advances Out	(33,000)	(33,000)	0
Total Other Financing Sources (Uses)	(3,000)	22,108	25,108
Net Change in Fund Balance	(45,363)	(76,362)	(30,999)
Fund Balance at Beginning of Year	700	700	0
Prior Year Encumbrances	75,662	75,662	0
Fund Balance at End of Year	$ 30,999	$ 0	$ (30,999)

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, 2010

DISPUTE RESOLUTION PROCEEDS FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 12,720	$ 10,431	$ (2,289)
Total Revenues	12,720	10,431	(2,289)
Expenditures:			
General Government:			
Personal Services	3,330	2,955	375
Other Expenditures	8,670	8,464	206
Total Expenditures	12,000	11,419	581
Excess (Deficiency) of Revenues Over (Under) Expenditures	720	(988)	(1,708)
Other Financing Sources (Uses):			
Transfers Out	(6,000)	(6,000)	0
Total Other Financing Sources (Uses)	(6,000)	(6,000)	0
Net Change in Fund Balance	(5,280)	(6,988)	(1,708)
Fund Balance at Beginning of Year	66,430	66,430	0
Fund Balance at End of Year	$ 61,150	$ 59,442	$ (1,708)

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, 2010

SAFETY SERVICES FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 839,681	$ 837,118	$ (2,563)
Intergovernmental Revenues	662,214	585,666	(76,548)
Charges for Services	89,500	75,731	(13,769)
Investment Earnings	150	0	(150)
Fines and Forfeitures	172,900	153,548	(19,352)
All Other Revenue	41,184	27,164	(14,020)
Total Revenues	1,805,629	1,679,227	(126,402)
Expenditures:			
Security of Persons and Property:			
Personal Services	609,250	546,934	62,316
Other Expenditures	1,322,712	1,220,742	101,970
Total Expenditures	1,931,962	1,767,676	164,286
Excess (Deficiency) of Revenues Over (Under) Expenditures	(126,333)	(88,449)	37,884
Other Financing Sources (Uses):			
Sale of Capital Assets	0	17,679	17,679
Transfers In	112,500	112,500	0
Transfers Out	(85,700)	(85,700)	0
Advances In	0	28,756	28,756
Total Other Financing Sources (Uses)	26,800	73,235	46,435
Net Change in Fund Balance	(99,533)	(15,214)	84,319
Fund Balance at Beginning of Year	683,267	683,267	0
Prior Year Encumbrances	24,032	24,032	0
Fund Balance at End of Year	$ 607,766	$ 692,085	$ 84,319

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, 2010

POLICE PENSION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 253,434	$ 251,135	$ (2,299)
Intergovernmental Revenues	33,917	33,702	(215)
Total Revenues	287,351	284,837	(2,514)
Expenditures:			
Security of Persons and Property:			
Other Expenditures	279,972	279,972	0
Total Expenditures	279,972	279,972	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,379	4,865	(2,514)
Fund Balance at Beginning of Year	89,745	89,745	0
Fund Balance at End of Year	$ 97,124	$ 94,610	$ (2,514)

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, 2010

POLICE LEVY FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 711,064	$ 708,375	$ (2,689)
Intergovernmental Revenues	86,436	88,765	2,329
Total Revenues	797,500	797,140	(360)
Expenditures:			
Security of Persons and Property:			
Other Expenditures	771,566	771,566	0
Total Expenditures	771,566	771,566	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,934	25,574	(360)
Fund Balance at Beginning of Year	128,733	128,733	0
Fund Balance at End of Year	$ 154,667	$ 154,307	$ (360)

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, 2010

FIREMEN'S PENSION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 253,408	$ 251,135	$ (2,273)
Intergovernmental Revenues	33,917	33,702	(215)
Total Revenues	287,325	284,837	(2,488)
Expenditures:			
Security of Persons and Property:			
Other Expenditures	279,972	279,972	0
Total Expenditures	279,972	279,972	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,353	4,865	(2,488)
Fund Balance at Beginning of Year	88,197	88,197	0
Fund Balance at End of Year	$ 95,550	$ 93,062	$ (2,488)

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, 2010

EMERGENCY MEDICAL SERVICES GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 5,500	$ 5,500	$ 0
Total Revenues	5,500	5,500	0
Expenditures:			
Security of Persons and Property:			
Other Expenditures	5,500	4,117	1,383
Total Expenditures	5,500	4,117	1,383
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	1,383	1,383
Other Financing Sources (Uses):			
Transfers Out	(4,890)	0	4,890
Total Other Financing Sources (Uses)	(4,890)	0	4,890
Net Change in Fund Balance	(4,890)	1,383	6,273
Fund Balance at Beginning of Year	4,890	4,890	0
Fund Balance at End of Year	$ 0	$ 6,273	$ 6,273

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, 2010

FIRE EMS LEVY FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 716,063	$ 708,374	$ (7,689)
Intergovernmental Revenues	86,437	88,765	2,328
Total Revenues	802,500	797,139	(5,361)
Expenditures:			
Security of Persons and Property:			
Other Expenditures	771,566	771,566	0
Total Expenditures	771,566	771,566	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	30,934	25,573	(5,361)
Other Financing Sources (Uses):			
Transfers Out	(71,250)	(71,250)	0
Total Other Financing Sources (Uses)	(71,250)	(71,250)	0
Net Change in Fund Balance	(40,316)	(45,677)	(5,361)
Fund Balance at Beginning of Year	216,680	216,680	0
Fund Balance at End of Year	$ 176,364	$ 171,003	$ (5,361)

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, 2010

ENERGY EFFICIENCY BLOCK GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 585,400	$ 275,392	$ (310,008)
Total Revenues	585,400	275,392	(310,008)
Expenditures:			
General Government:			
Personal Services	46,502	4,935	41,567
Other Expenditures	538,898	328,484	210,414
Total Expenditures	585,400	333,419	251,981
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(58,027)	(58,027)
Other Financing Sources (Uses):			
Advances In	160,000	59,928	(100,072)
Total Other Financing Sources (Uses)	160,000	59,928	(100,072)
Net Change in Fund Balance	160,000	1,901	(158,099)
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	$ 160,000	$ 1,901	$ (158,099)

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, 2010

PUBLIC HEALTH CARE SERVICES FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 128,815	$ 159,013	$ 30,198
Investment Earnings	10	8	(2)
All Other Revenue	550	251	(299)
Total Revenues	129,375	159,272	29,897
Expenditures:			
Public Health and Welfare Services:			
Personal Services	73,322	71,141	2,181
Other Expenditures	79,296	78,834	462
Total Expenditures	152,618	149,975	2,643
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,243)	9,297	32,540
Fund Balance at Beginning of Year	178,834	178,834	0
Prior Year Encumbrances	19,103	19,103	0
Fund Balance at End of Year	$ 174,694	$ 207,234	$ 32,540

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, 2010

STREET AND PARKS BEAUTIFICATION FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 500	$ 314	$ (186)
Total Revenues	500	314	(186)
Expenditures:			
Community Environment:			
Other Expenditures	7,250	7,250	0
Total Expenditures	7,250	7,250	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,750)	(6,936)	(186)
Fund Balance at Beginning of Year	63,901	63,901	0
Fund Balance at End of Year	$ 57,151	$ 56,965	$ (186)

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, 2010

STORMWATER MANAGEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 2,100,000	$ 2,169,193	$ 69,193
Investment Earnings	23,000	11,255	(11,745)
All Other Revenue	17,000	16,314	(686)
Total Revenues	2,140,000	2,196,762	56,762
Expenditures:			
Basic Utility Services:			
Personal Services	722,547	737,569	(15,022)
Other Expenditures	2,669,759	2,500,727	169,032
Total Expenditures	3,392,306	3,238,296	154,010
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,252,306)	(1,041,534)	210,772
Fund Balance at Beginning of Year	1,848,219	1,848,219	0
Prior Year Encumbrances	82,336	82,336	0
Fund Balance at End of Year	$ 678,249	$ 889,021	$ 210,772

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, 2010

REFUSE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 23,500	$ 23,048	$ (452)
Charges for Services	3,260,372	3,283,018	22,646
All Other Revenue	18,000	18,814	814
Total Revenues	3,301,872	3,324,880	23,008
Expenditures:			
Basic Utility Services:			
Personal Services	120,195	120,357	(162)
Other Expenditures	3,017,409	2,966,803	50,606
Total Expenditures	3,137,604	3,087,160	50,444
Excess (Deficiency) of Revenues Over (Under) Expenditures	164,268	237,720	73,452
Fund Balance at Beginning of Year	458,494	458,494	0
Prior Year Encumbrances	875	875	0
Fund Balance at End of Year	$ 623,637	$ 697,089	$ 73,452

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, 2010

STREET MAINTENANCE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 2,300,028	$ 2,377,495	$ 77,467
Licenses and Permits	360,000	368,572	8,572
Investment Earnings	45,500	11,556	(33,944)
All Other Revenue	7,500	2,877	(4,623)
Total Revenues	2,713,028	2,760,500	47,472
Expenditures:			
Transportation:			
Personal Services	1,571,257	1,217,585	353,672
Other Expenditures	2,407,564	1,881,066	526,498
Total Expenditures	3,978,821	3,098,651	880,170
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,265,793)	(338,151)	927,642
Other Financing Sources (Uses):			
Sale of Capital Assets	0	7,258	7,258
Total Other Financing Sources (Uses)	0	7,258	7,258
Net Change in Fund Balance	(1,265,793)	(330,893)	934,900
Fund Balance at Beginning of Year	2,245,867	2,245,867	0
Prior Year Encumbrances	119,842	119,842	0
Fund Balance at End of Year	$ 1,099,916	$ 2,034,816	$ 934,900

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, 2010

MIAMI CONSERVANCY FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 305,000	$ 292,854	$ (12,146)
Intergovernmental Revenues	45,000	39,319	(5,681)
Total Revenues	350,000	332,173	(17,827)
Expenditures:			
Community Environment:			
Other Expenditures	350,060	350,058	2
Total Expenditures	350,060	350,058	2
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60)	(17,885)	(17,825)
Other Financing Sources (Uses):			
Transfers In	18,000	14,410	(3,590)
Total Other Financing Sources (Uses)	18,000	14,410	(3,590)
Net Change in Fund Balance	17,940	(3,475)	(21,415)
Fund Balance at Beginning of Year	3,480	3,480	0
Fund Balance at End of Year	$ 21,420	$ 5	$ (21,415)

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, 2010

HOME PROGRAM FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 3,214,297	$ 1,009,203	$ (2,205,094)
All Other Revenue	100,000	8,456	(91,544)
Total Revenues	3,314,297	1,017,659	(2,296,638)
Expenditures:			
Community Environment:			
Personal Services	57,367	38,021	19,346
Other Expenditures	2,870,416	978,668	1,891,748
Total Expenditures	2,927,783	1,016,689	1,911,094
Excess (Deficiency) of Revenues Over (Under) Expenditures	386,514	970	(385,544)
Fund Balance at Beginning of Year	48,133	48,133	0
Prior Year Encumbrances	300	300	0
Fund Balance at End of Year	$ 434,947	$ 49,403	$ (385,544)

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, 2010

PARKING FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 485,810	$ 432,167	$ (53,643)
Investment Earnings	8,000	1,880	(6,120)
All Other Revenue	6,100	6,683	583
Total Revenues	499,910	440,730	(59,180)
Expenditures:			
Transportation:			
Personal Services	283,876	269,570	14,306
Other Expenditures	217,017	165,234	51,783
Debt Service:			
Principal Retirement	150,828	160,000	(9,172)
Interest and Fiscal Charges	55,328	45,805	9,523
Total Expenditures	707,049	640,609	66,440
Excess (Deficiency) of Revenues Over (Under) Expenditures	(207,139)	(199,879)	7,260
Fund Balance at Beginning of Year	419,132	419,132	0
Prior Year Encumbrances	740	740	0
Fund Balance at End of Year	$ 212,733	$ 219,993	$ 7,260

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, 2010

GOLF COURSE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	$ 884,726	$ 806,337	$ (78,389)
Investment Earnings	2,000	1,118	(882)
All Other Revenue	26,200	25,013	(1,187)
Total Revenues	912,926	832,468	(80,458)
Expenditures:			
Leisure Time Activities:			
Personal Services	404,399	354,371	50,028
Other Expenditures	651,977	609,166	42,811
Debt Service:			
Principal Retirement	190,000	190,000	0
Interest and Fiscal Charges	32,080	32,071	9
Total Expenditures	1,278,456	1,185,608	92,848
Excess (Deficiency) of Revenues Over (Under) Expenditures	(365,530)	(353,140)	12,390
Other Financing Sources (Uses):			
Sale of Capital Assets	0	5,137	5,137
General Obligation Notes Issued	100,000	100,000	0
Transfers In	220,460	220,460	0
Total Other Financing Sources (Uses)	320,460	325,597	5,137
Net Change in Fund Balance	(45,070)	(27,543)	17,527
Fund Balance at Beginning of Year	217,927	217,927	0
Prior Year Encumbrances	21,281	21,281	0
Fund Balance at End of Year	$ 194,138	$ 211,665	$ 17,527

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, 2010

LOCAL ENERGY ASSURANCE PLANNING FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 130,000	$ 0	$ (130,000)
Total Revenues	130,000	0	(130,000)
Expenditures:			
General Government:			
Personal Services	8,494	0	8,494
Other Expenditures	121,506	118,213	3,293
Total Expenditures	130,000	118,213	11,787
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(118,213)	(118,213)
Other Financing Sources (Uses):			
Advances In	118,213	118,213	0
Total Other Financing Sources (Uses)	118,213	118,213	0
Net Change in Fund Balance	118,213	0	(118,213)
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	$ 118,213	$ 0	$ (118,213)

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, 2010

COMMUNITY DEVELOPMENT BLOCK GRANT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 5,971,555	$ 2,721,069	$ (3,250,486)
Investment Earnings	30,000	877	(29,123)
All Other Revenue	225,000	175,281	(49,719)
Total Revenues	6,226,555	2,897,227	(3,329,328)
Expenditures:			
Community Environment:			
Personal Services	742,057	503,429	238,628
Other Expenditures	5,436,919	2,706,906	2,730,013
Total Expenditures	6,178,976	3,210,335	2,968,641
Excess (Deficiency) of Revenues Over (Under) Expenditures	47,579	(313,108)	(360,687)
Other Financing Sources (Uses):			
Transfers In	170,237	170,238	1
Transfers Out	(170,238)	(170,238)	0
Advances Out	(121,000)	(121,000)	0
Total Other Financing Sources (Uses)	(121,001)	(121,000)	1
Net Change in Fund Balance	(73,422)	(434,108)	(360,686)
Fund Balance at Beginning of Year	461,682	461,682	0
Prior Year Encumbrances	324,471	324,471	0
Fund Balance at End of Year	$ 712,731	$ 352,045	$ (360,686)

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, 2010

DEBT SERVICE FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 17,000	$ 4,804	$ (12,196)
Special Assessments	545,000	511,216	(33,784)
All Other Revenue	0	339	339
Total Revenues	562,000	516,359	(45,641)
Expenditures:			
Debt Service:			
Principal Retirement	2,075,000	2,075,000	0
Interest and Fiscal Charges	1,482,869	1,473,202	9,667
Total Expenditures	3,557,869	3,548,202	9,667
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,995,869)	(3,031,843)	(35,974)
Other Financing Sources (Uses):			
Transfers In	3,162,392	3,152,807	(9,585)
Total Other Financing Sources (Uses)	3,162,392	3,152,807	(9,585)
Net Change in Fund Balance	166,523	120,964	(45,559)
Fund Balance at Beginning of Year	519,148	519,148	0
Fund Balance at End of Year	$ 685,671	$ 640,112	$ (45,559)

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, 2010

HAMILTON CAPITAL IMPROVEMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income Taxes	$ 2,281,700	$ 2,273,576	$ (8,124)
All Other Revenue	110,000	367,706	257,706
Total Revenues	2,391,700	2,641,282	249,582
Expenditures:			
Capital Outlay	1,115,939	81,972	1,033,967
Total Expenditures	1,115,939	81,972	1,033,967
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,275,761	2,559,310	1,283,549
Other Financing Sources (Uses):			
Sale of Capital Assets	10,000	12,731	2,731
Transfers In	500,000	500,000	0
Transfers Out	(1,796,099)	(1,786,514)	9,585
Total Other Financing Sources (Uses)	(1,286,099)	(1,273,783)	12,316
Net Change in Fund Balance	(10,338)	1,285,527	1,295,865
Fund Balance at Beginning of Year	521,589	521,589	0
Prior Year Encumbrances	17,838	17,838	0
Fund Balance at End of Year	$ 529,089	$ 1,824,954	$ 1,295,865

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, 2010

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	358,179	358,179	0
Fund Balance at End of Year	$ 358,179	$ 358,179	$ 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, 2010

SPECIAL ASSESSMENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Special Assessments	$ 190,000	$ 175,445	$ (14,555)
Total Revenues	190,000	175,445	(14,555)
Expenditures:			
Capital Outlay	1,142,512	1,133,145	9,367
Debt Service:			
Principal Retirement	575,000	107,850	467,150
Interest and Fiscal Charges	18,690	27,516	(8,826)
Total Expenditures	1,736,202	1,268,511	467,691
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,546,202)	(1,093,066)	453,136
Other Financing Sources (Uses):			
Bond Issuance	475,000	0	(475,000)
General Obligation Notes Issued	1,018,690	1,000,000	(18,690)
Total Other Financing Sources (Uses)	1,493,690	1,000,000	(493,690)
Net Change in Fund Balance	(52,512)	(93,066)	(40,554)
Fund Balance at Beginning of Year	206,485	206,485	0
Prior Year Encumbrances	196,753	196,753	0
Fund Balance at End of Year	$ 350,726	$ 310,172	$ (40,554)

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, 2010

MUNICIPAL IMPROVEMENT TAX INCREMENT EQUIVALENT FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and Other Local Taxes	$ 520,000	$ 531,122	$ 11,122
Intergovernmental Revenues	265,000	250,781	(14,219)
Total Revenues	785,000	781,903	(3,097)
Expenditures:			
Capital Outlay	77,300	77,229	71
Total Expenditures	77,300	77,229	71
Excess (Deficiency) of Revenues Over (Under) Expenditures	707,700	704,674	(3,026)
Other Financing Sources (Uses):			
Transfers Out	(214,172)	(214,172)	0
Total Other Financing Sources (Uses)	(214,172)	(214,172)	0
Net Change in Fund Balance	493,528	490,502	(3,026)
Fund Balance at Beginning of Year	2,115,879	2,115,879	0
Fund Balance at End of Year	$ 2,609,407	$ 2,606,381	$ (3,026)

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, 2010

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, 2010

ISSUE II PROJECTS FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 3,648,446	$ 1,937,392	$ (1,711,054)
Total Revenues	3,648,446	1,937,392	(1,711,054)
Expenditures:			
Capital Outlay	3,648,446	1,937,392	1,711,054
Total Expenditures	3,648,446	1,937,392	1,711,054
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, 2010

CLEAN OHIO GRANTS PROGRAM FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	$ 2,335,660	$ 253,244	$ (2,082,416)
Total Revenues	2,335,660	253,244	(2,082,416)
Expenditures:			
Capital Outlay	2,335,370	253,243	2,082,127
Total Expenditures	2,335,370	253,243	2,082,127
Excess (Deficiency) of Revenues Over (Under) Expenditures	290	1	(289)
Other Financing Sources (Uses):			
Advances Out	(190,635)	(190,635)	0
Total Other Financing Sources (Uses)	(190,635)	(190,635)	0
Net Change in Fund Balance	(190,345)	(190,634)	(289)
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances	190,634	190,634	0
Fund Balance at End of Year	$ 289	$ 0	$ (289)

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, 2010

INFRASTRUCTURE PROGRAM FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenue	$ 134,120	$ 141,920	$ 7,800
Total Revenues	134,120	141,920	7,800
Expenditures:			
Capital Outlay	2,388,937	1,773,788	615,149
Total Expenditures	2,388,937	1,773,788	615,149
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,254,817)	(1,631,868)	622,949
Other Financing Sources (Uses):			
Transfers In	464,784	464,784	0
Total Other Financing Sources (Uses)	464,784	464,784	0
Net Change in Fund Balance	(1,790,033)	(1,167,084)	622,949
Fund Balance at Beginning of Year	1,719,821	1,719,821	0
Prior Year Encumbrances	382,300	382,300	0
Fund Balance at End of Year	$ 312,088	$ 935,037	$ 622,949

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, 2010

BENNINGHOFFEN TRUST FUND

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	$ 1,950	$ 1,964	$ 14
Total Revenues	1,950	1,964	14
Expenditures:			
General Government:			
Other Expenditures	1,950	1,796	154
Total Expenditures	1,950	1,796	154
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	168	168
Fund Balance at Beginning of Year	75,000	75,000	0
Fund Balance at End of Year	$ 75,000	$ 75,168	$ 168

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, 2010

	Fleet Maintenance	Central Services	Total
ASSETS:			
Current Assets:			
Equity in Pooled Cash and Investments	$ 566,368	$ 10,271	$ 576,639
Inventory of Supplies at Cost	23,598	42,564	66,162
Total Current Assets	589,966	52,835	642,801
Noncurrent Assets:			
Capital Assets, Net	60,000	0	60,000
Total Noncurrent Assets	60,000	0	60,000
Total Assets	649,966	52,835	702,801
LIABILITIES			
Current Liabilities:			
Accounts Payable	308,413	155,767	464,180
Accrued Wages and Benefits	20,658	85,652	106,310
Intergovernmental Payable	12,448	52,345	64,793
Compensated Absences Payable - Current	34,196	202,651	236,847
Total Current Liabilities	375,715	496,415	872,130
Noncurrent Liabilities:			
Compensated Absences Payable	71,295	347,242	418,537
Total Noncurrent Liabilities	71,295	347,242	418,537
Total Liabilities	447,010	843,657	1,290,667
NET ASSETS			
Invested in Capital Assets	60,000	0	60,000
Unrestricted	142,956	(790,822)	(647,866)
Total Net Assets	$ 202,956	$ (790,822)	$ (587,866)

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended December 31, 2010

	Fleet Maintenance	Central Services	Total
Operating Revenues:			
Charges for Services	$ 2,156,201	$ 5,691,514	$ 7,847,715
Other Operating Revenue	9	0	9
Total Operating Revenues	2,156,210	5,691,514	7,847,724
Operating Expenses:			
Personal Services	747,584	3,408,338	4,155,922
Contractual Services	507,816	1,693,787	2,201,603
Materials and Supplies	1,126,734	371,333	1,498,067
Other Operating Expenses	11,511	162,935	174,446
Depreciation	9,884	0	9,884
Total Operating Expenses	2,403,529	5,636,393	8,039,922
Operating Income (Loss)	(247,319)	55,121	(192,198)
Nonoperating Revenue (Expenses):			
Investment Earnings	(104)	(7)	(111)
Total Nonoperating Revenues (Expenses)	(104)	(7)	(111)
Change in Net Assets	(247,423)	55,114	(192,309)
Net Assets Beginning of Year	450,379	(845,936)	(395,557)
Net Assets End of Year	$ 202,956	$ (790,822)	$ (587,866)

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2010

	Fleet Maintenance	Central Services	Totals
Cash Flows from Operating Activities:			
Cash Received from Customers	$2,156,210	$5,691,514	$7,847,724
Cash Payments for Goods and Services	(1,430,796)	(2,238,192)	(3,668,988)
Cash Payments for Employees	(742,662)	(3,443,051)	(4,185,713)
Net Cash Provided (Used) by Operating Activities	(17,248)	10,271	(6,977)
Net Increase (Decrease) in Cash and Cash Equivalents	(17,248)	10,271	(6,977)
Cash and Cash Equivalents at Beginning of Year	583,616	0	583,616
Cash and Cash Equivalents at End of Year	$566,368	$10,271	$576,639
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	($247,319)	$55,121	($192,198)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Depreciation Expense	9,884	0	9,884
Non-Operating Revenue	(104)	(7)	(111)
Changes in Assets and Liabilities:			
(Increase) Decrease in Inventory	17,889	(42,564)	(24,675)
Increase in Accounts Payable	200,980	26,981	227,961
Increase in Accrued Wages and Benefits	2,802	2,765	5,567
Decrease in Intergovernmental Payable	(7,946)	(38,261)	(46,207)
Increase in Compensated Absences	6,566	6,236	12,802
Total Adjustments	230,071	(44,850)	185,221
Net Cash Provided (Used) by Operating Activities	($17,248)	$10,271	($6,977)

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2010 the Fleet Maintenance Fund and Central Services Fund reported a change in the fair value of investments of $373 and $7, respectively.

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, 2010

	Balance December 31, 2009	Additions	Deductions	Balance December 31, 2010
Rounding Up Utility Account				
Assets:				
Equity in Pooled Cash and Investments	$1,028	$5,429	($4,825)	$1,632
Total Assets	$1,028	$5,429	($4,825)	$1,632
Liabilities:				
Accounts Payable	$1,028	$5,429	($4,825)	$1,632
Total Liabilities	$1,028	$5,429	($4,825)	$1,632
Convention and Visitor's Bureau				
Assets:				
Equity in Pooled Cash and Investments	$16,170	$60,776	($59,623)	$17,323
Total Assets	$16,170	$60,776	($59,623)	$17,323
Liabilities:				
Accounts Payable	$0	$17,323	$0	$17,323
Due to Others	16,170	43,453	(59,623)	0
Total Liabilities	$16,170	$60,776	($59,623)	$17,323
Employee Taxes and Benefits				
Assets:				
Equity in Pooled Cash and Investments	$26,469	$69,340,139	($68,082,283)	$1,284,325
Prepaid Items	705,405	0	(705,405)	0
Total Assets	$731,874	$69,340,139	($68,787,688)	$1,284,325
Liabilities:				
Due to Others	$53,520	$69,141,781	($68,109,334)	$1,085,967
Intergovernmental Payable	678,354	198,358	(678,354)	198,358
Total Liabilities	$731,874	$69,340,139	($68,787,688)	$1,284,325
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, 2010

	Balance December 31, 2009	Additions	Deductions	Balance December 31, 2010
Unclaimed Monies				
Assets:				
Equity in Pooled Cash and Investments	$110,061	$40	$0	$110,101
Total Assets	$110,061	$40	$0	$110,101
Liabilities:				
Due to Others	$110,061	$40	$0	$110,101
Total Liabilities	$110,061	$40	$0	$110,101
Tax Collections				
Assets:				
Equity in Pooled Cash and Investments	$159,056	$4,265,006	($4,244,083)	$179,979
Total Assets	$159,056	$4,265,006	($4,244,083)	$179,979
Liabilities:				
Intergovernmental Payable	$159,056	$4,265,006	($4,244,083)	$179,979
Total Liabilities	$159,056	$4,265,006	($4,244,083)	$179,979
Butler County Annexation Tax				
Assets:				
Equity in Pooled Cash and Investments	$75,689	$87,624	($89,564)	$73,749
Total Assets	$75,689	$87,624	($89,564)	$73,749
Liabilities:				
Intergovernmental Payable	$75,689	$87,624	($89,564)	$73,749
Total Liabilities	$75,689	$87,624	($89,564)	$73,749
Central Business Special Improvement District				
Receivables:				
Taxes	$27,660	$177,557	($169,307)	$35,910
Total Assets	$27,660	$177,557	($169,307)	$35,910
Liabilities:				
Intergovernmental Payable	$27,660	$177,557	($169,307)	$35,910
Total Liabilities	$27,660	$177,557	($169,307)	$35,910

(Continued)

Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2010

	Balance December 31, 2009	Additions	Deductions	Balance December 31, 2010
Joint Economic Development District I				
Assets:				
Equity in Pooled Cash and Investments	$9,979	$425,705	($422,194)	$13,490
Total Assets	$9,979	$425,705	($422,194)	$13,490
Liabilities:				
Intergovernmental Payable	$9,979	$425,705	($422,194)	$13,490
Total Liabilities	$9,979	$425,705	($422,194)	$13,490
Joint Economic Development District II				
Assets:				
Equity in Pooled Cash and Investments	$25,990	$521,609	($505,865)	$41,734
Total Assets	$25,990	$521,609	($505,865)	$41,734
Liabilities:				
Intergovernmental Payable	$25,990	$521,609	($505,865)	$41,734
Total Liabilities	$25,990	$521,609	($505,865)	$41,734
Fire Damage Deposit Escrow				
Assets:				
Equity in Pooled Cash and Investments	$129,862	$152,432	($179,065)	$103,229
Total Assets	$129,862	$152,432	($179,065)	$103,229
Liabilities:				
Due to Others	$129,862	$152,432	($179,065)	$103,229
Total Liabilities	$129,862	$152,432	($179,065)	$103,229
Police Property Room Forfeiture				
Assets:				
Equity in Pooled Cash and Investments	$145,858	$21,743	($21,938)	$145,663
Total Assets	$145,858	$21,743	($21,938)	$145,663
Liabilities:				
Due to Others	$145,858	$21,743	($21,938)	$145,663
Total Liabilities	$145,858	$21,743	($21,938)	$145,663

(Continued)

Combining Statement Of Changes In Assets And Liabilities
Agency Fund
For the Year Ended December 31, 2010

	Balance December 31, 2009	Additions	Deductions	Balance December 31, 2010
Municipal Court				
Assets:				
Equity in Pooled Cash and Investments	$323,329	$222,216	($323,329)	$222,216
Total Assets	$323,329	$222,216	($323,329)	$222,216
Liabilities:				
Intergovernmental Payable	$219,965	$115,182	($219,965)	$115,182
Due to Others	103,364	107,034	(103,364)	107,034
Total Liabilities	$323,329	$222,216	($323,329)	$222,216
Total - All Agency Funds				
Assets:				
Equity in Pooled Cash and Investments	$1,031,039	$75,102,719	($73,932,769)	$2,200,989
Receivables:				
Taxes	27,660	177,557	(169,307)	35,910
Prepaid Items	705,405	0	(705,405)	0
Total Assets	$1,764,104	$75,280,276	($74,807,481)	$2,236,899
Liabilities:				
Accounts Payable	$1,028	$22,752	($4,825)	$18,955
Intergovernmental Payable	1,196,693	5,791,041	(6,329,332)	658,402
Due to Others	566,383	69,466,483	(68,473,324)	1,559,542
Total Liabilities	$1,764,104	$75,280,276	($74,807,481)	$2,236,899

Statistical Section

THE CITY OF HAMILTON

BUTLER COUNTY OHIO

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 19

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

Revenue Capacity S 20 – S 32

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 33 – S 45

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 46 – S 50

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 51 – S 62

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.

Net Assets by Component
Last Nine 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 (Deficit)	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

(continued)

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

	2006	2007	2008	2009
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	$56,285,912	$59,732,393	$59,645,749	$61,258,050
Restricted	8,292,468	7,367,202	15,051,564	14,612,944
Unrestricted (Deficit)	7,818,532	4,929,462	(1,647,332)	(711,156)
Total Governmental Activities Net Assets	$72,396,912	$72,029,057	$73,049,981	$75,159,838
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	$94,984,687	$94,444,136	$99,710,125	$95,260,611
Restricted	14,417,833	14,386,221	17,030,271	18,966,340
Unrestricted (Deficit)	38,128,750	44,247,462	36,050,164	43,575,623
Total Business-type Activities Net Assets	$147,531,270	$153,077,819	$152,790,560	$157,802,574
Primary Government:				
Invested in Capital Assets, Net of Related Debt	$151,270,599	$154,176,529	$159,355,874	$156,518,661
Restricted	22,710,301	21,753,423	32,081,835	33,579,284
Unrestricted	45,947,282	49,176,924	34,402,832	42,864,467
Total Primary Government Net Assets	$219,928,182	$225,106,876	$225,840,541	$232,962,412

(continued)

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

	2010
Governmental Activities:	
Invested in Capital Assets, Net of Related Debt	$62,373,720
Restricted	14,372,832
Unrestricted (Deficit)	1,391,246
Total Governmental Activities Net Assets	$78,137,798
Business-type Activities:	
Invested in Capital Assets, Net of Related Debt	$96,155,478
Restricted	19,220,759
Unrestricted (Deficit)	45,766,262
Total Business-type Activities Net Assets	$161,142,499
Primary Government:	
Invested in Capital Assets, Net of Related Debt	$158,529,198
Restricted	33,593,591
Unrestricted	47,157,508
Total Primary Government Net Assets	$239,280,297

Changes in Net Assets
Last Nine 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

(continued)

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

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

(continued)

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

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

(continued)

Changes in Net Assets
Last Nine 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:			
Income Taxes	$19,156,557	$20,449,696	$22,166,068
Property and Other Local Taxes	5,135,368	6,555,179	7,209,615
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:			
Other Local Taxes (kWh Tax)	0	0	0
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
Special Item - Meldahl License Sharing Agreement	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

(continued)

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

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

(continued)

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

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

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

	2001	2002	2003	2004
General Fund				
Reserved	$477,806	$875,275	$531,779	$567,672
Unreserved	4,003,291	5,815,348	6,657,098	7,293,591
Total General Fund	4,481,097	6,690,623	7,188,877	7,861,263
All Other Governmental Funds				
Reserved	4,118,573	3,086,912	6,884,996	5,249,433
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	2,342,695	3,025,532	2,511,970	2,937,386
Debt Service Funds	0	0	0	0
Capital Projects Funds	(6,486,437)	(1,713,475)	836,008	64,988
Total All Other Governmental Funds	(25,169)	4,398,969	10,232,974	8,251,807
Total Governmental Funds	$4,455,928	$11,089,592	$17,421,851	$16,113,070

Source: City Records

(continued)

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

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

(continued)

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

	2009	2010
General Fund		
Reserved	$320,800	$647,346
Unreserved	2,234,918	4,604,450
Total General Fund	2,555,718	5,251,796
All Other Governmental Funds		
Reserved	1,251,859	2,588,395
Unreserved, Undesignated, Reported in:		
Special Revenue Funds	9,652,045	7,632,072
Debt Service Funds	519,843	639,917
Capital Projects Funds	4,592,911	4,738,598
Total All Other Governmental Funds	16,016,658	15,598,982
Total Governmental Funds	$18,572,376	$20,850,778

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

	2001	2002	2003	2004
Revenues:				
Taxes	$24,005,767	$24,358,609	$26,880,596	$28,202,670
Intergovernmental Revenues	12,013,269	12,638,337	14,232,422	14,657,215
Charges for Services	8,849,078	16,022,994	8,764,142	9,284,129
Licenses and Permits	1,312,984	1,371,041	1,644,438	1,692,128
Investment Earnings	925,442	628,542	331,305	331,725
Special Assessments	584,177	765,075	582,506	524,335
Fines and Forfeitures	1,147,797	1,209,648	1,462,186	1,320,913
All Other Revenue	1,313,400	1,270,750	1,322,329	2,461,100
Total Revenue	50,151,914	58,264,996	55,219,924	58,474,215
Expenditures:				
Current:				
General Government	8,380,787	9,763,073	6,849,565	6,771,561
Security of Persons and Property	22,798,051	26,944,009	25,020,605	26,005,766
Leisure Time Activities	1,415,071	2,278,148	2,287,623	2,212,104
Community Environment	3,746,743	4,204,163	4,726,538	7,003,217
Basic Utility Services	3,389,930	3,534,252	3,311,482	3,237,936
Transportation	2,730,692	3,939,065	3,385,373	3,288,729
Public Health and Welfare Services	2,161,815	3,691,879	1,187,802	2,225,705
Capital Outlay	21,841,830	2,263,607	2,618,713	5,757,861
Debt Service:				
Principal Retirement	736,816	1,155,000	1,550,000	1,798,770
Interest and Fiscal Charges	1,146,408	2,176,035	1,849,261	1,852,238
Total Expenditures	68,348,143	59,949,231	52,786,962	60,153,887
Excess (Deficiency) of Revenues Over Expenditures	(18,196,229)	(1,684,235)	2,432,962	(1,679,672)

(continued)

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

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

	2009	2010
Revenues:		
Taxes	$32,187,244	$31,926,401
Intergovernmental Revenues	13,171,624	15,353,253
Charges for Services	11,940,972	12,018,069
Licenses and Permits	900,996	1,026,594
Investment Earnings	143,617	100,931
Special Assessments	515,488	686,661
Fines and Forfeitures	1,080,015	1,017,725
All Other Revenue	2,041,280	1,226,936
Total Revenue	61,981,236	63,356,570
Expenditures:		
Current:		
General Government	5,628,443	3,965,793
Security of Persons and Property	31,100,200	31,574,695
Leisure Time Activities	2,059,769	2,202,403
Community Environment	4,114,757	5,013,534
Basic Utility Services	4,879,843	5,945,443
Transportation	2,650,327	3,336,713
Public Health and Welfare Services	1,356,162	1,219,842
Capital Outlay	2,084,004	4,383,743
Debt Service:		
Principal Retirement	2,045,000	2,425,000
Interest and Fiscal Charges	1,679,943	1,573,877
Total Expenditures	57,598,448	61,641,043
Excess (Deficiency) of Revenues Over Expenditures	4,382,788	1,715,527

(Continued)

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

	2001	2002	2003	2004
Other Financing Sources (Uses):				
Long-Term Capital Related Debt Issued	0	0	3,806,770	0
Sale of Capital Assets	338,600	294,906	130,496	357,043
Other Financing Uses	0	0	(34,800)	0
General Obligation Bonds and Notes Issued	23,680,000	7,935,000	0	0
Premium on General Obligation Bonds	0	0	0	0
Discount on General Obligation Bonds	0	0	0	0
Refunding General Obligation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	(767,700)	0	0
Transfers In	10,087,647	15,188,910	9,899,079	4,397,327
Transfers Out	(10,173,140)	(15,188,910)	(9,899,079)	(4,397,327)
Total Other Financing Sources (Uses)	23,933,107	7,462,206	3,902,466	357,043
Net Change in Fund Balance	$5,736,878	$5,777,971	$6,335,428	($1,322,629)
Debt Service as a Percentage of Noncapital Expenditures	4.20%	5.74%	6.46%	6.11%

Source: City Records

(continued)

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

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

(continued)

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

	2009	2010
Other Financing Sources (Uses):		
Long-Term Capital Related Debt Issued	0	0
Sale of Capital Assets	61,196	0
Other Financing Uses	0	0
General Obligation Bonds and Notes Issued	4,920,000	0
Premium on General Obligation Bonds	142,501	0
Discount on General Obligation Bonds	(42,930)	0
Refunding General Obligation Bonds	2,235,000	0
Payment to Refunded Bond Escrow Agent	(2,257,022)	0
Transfers In	11,407,779	5,119,036
Transfers Out	(10,915,279)	(5,119,036)
Total Other Financing Sources (Uses)	5,551,245	0
Net Change in Fund Balance	$9,934,033	$1,715,527
Debt Service as a Percentage of Noncapital Expenditures	6.65%	6.81%

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

Collection Year	2001	2002	2003	2004
Real Property				
Assessed	$674,764,310	$690,521,670	$812,598,300	$807,683,940
Actual	1,927,898,029	1,972,919,057	2,321,709,429	2,307,668,400
Public Utility				
Assessed	18,059,140	16,165,160	13,814,790	13,358,440
Actual	18,059,140	16,165,160	13,814,790	13,358,440
Tangible Personal Property				
Assessed	111,312,933	112,737,677	80,444,805	77,433,709
Actual	445,251,732	450,950,708	321,779,220	309,734,836
Total				
Assessed	804,136,383	819,424,507	906,857,895	898,476,089
Actual	2,391,208,901	2,440,034,925	2,657,303,439	2,630,761,676
Assessed Value as a Percentage of Actual Value	33.63%	33.58%	34.13%	34.15%
Total Direct Tax Rate	$5.06	$5.12	$6.80	$7.16

Source: Butler County Auditor
* Reappraisal
** Update

(continued)

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

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

(continued)

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

Collection Year	2009	2010
Real Property		
Assessed	$950,209,310	$900,434,690
Actual	2,714,883,743	2,572,670,543
Public Utility		
Assessed	2,719,800	2,464,240
Actual	2,719,800	2,464,240
Tangible Personal Property		
Assessed	0	0
Actual	0	0
Total		
Assessed	952,929,110	902,898,930
Actual	2,717,603,543	2,575,134,783
Assessed Value as a Percentage of Actual Value	35.07%	35.06%
Total Direct Tax Rate	$7.16	$7.16

Property Tax Levies and Collections
Last Ten Calendar Years

Calendar Year	2001	2002	2003	2004
Taxes Levied for the Calendar Year	$3,432,023	$3,729,881	$6,248,495	$6,198,400
Collected within the Calendar Year of the Levy				
Amount	3,498,609	3,489,708	5,958,212	5,657,850
Percent of Levy	101.94%	93.56%	95.35%	91.28%
Collections in Subsequent Years	127,505	140,192	288,505	336,686
Total Collections to Dats				
Amount	3,626,114	3,629,900	6,246,717	5,994,536
Percent of Levy	105.66%	97.32%	99.97%	96.71%

(continued)

Source: County Auditor

Property Tax Levies and Collections
Last Ten Calendar Years

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

(continued)

Property Tax Levies and Collections
Last Ten Calendar Years

Calendar Year	2009	2010
Taxes Levied for the Calendar Year	$6,582,443	$6,159,369
Collected within the Calendar Year of the Levy		
Amount	6,341,037	5,755,139
Percent of Levy	96.33%	93.44%
Collections in Subsequent Years	371,397	211,476
Total Collections to Dats		
Amount	6,712,434	5,966,615
Percent of Levy	101.97%	96.87%

Direct and Overlapping
Property Tax Rates
Last Ten Calendar Years

	2001	2002	2003	2004	2005
Direct Rates					
General Fund	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.25	0.31	0.31	0.35	0.35
Police / Fire-EMS Levies	0.00	0.00	1.68	2.00	2.00
Total Direct Rate	5.06	5.12	6.80	7.16	7.16
Overlapping Rates					
Hamilton City School District	48.21	48.21	48.21	48.21	48.21
Butler County	8.44	8.75	8.75	8.74	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.

(continued)

Direct and Overlapping
Property Tax Rates
Last Ten Calendar Years

	2006	2007	2008	2009	2010
Direct Rates					
General Fund	4.21	4.21	4.21	4.21	4.21
Police Pension Fund	0.30	0.30	0.30	0.30	0.30
Fire Pension Fund	0.30	0.30	0.30	0.30	0.30
Miami Conservancy Fund (1)	0.35	0.35	0.35	0.35	0.35
Police / Fire-EMS Levies	2.00	2.00	2.00	2.00	2.00
Total Direct Rate	7.16	7.16	7.16	7.16	7.16
Overlapping Rates					
Hamilton City School District	48.01	53.42	53.42	53.42	53.42
Butler County	9.44	10.95	10.45	10.45	10.45

Principal Property Tax Payers
Current Year and Nine Years Ago

Tax Payer	Nature of Business	2010 Assessed Value	2010 Percentage of Total Assessed Value
Tippman Realty Partner LLC	Real Estate	$6,321,070	0.70%
Shadow Creek Apartments LLC	Real Estate	5,126,050	0.57%
Colonial Senior Services Inc.	Healthcare	4,619,740	0.51%
AHP - Knollwood Crossings I LLC	Real Estate	4,403,310	0.49%
Pedcor Investments 2001 LXXII	Investments	4,006,940	0.44%
Hamilton Plaza LLC ETAL	Real Estate	3,444,120	0.38%
Hatteras Properties LTD	Real Estate	3,307,570	0.37%
VCG Hamilton Crossings LLC	Real Estate	3,079,320	0.34%
SD Country Walk Sub LLC	Real Estate	2,939,120	0.33%
MAF Real Estate LLC	Real Estate	2,359,270	0.26%
	Sub-Total	39,606,510	4.39%
	All Others	863,292,420	95.61%
	Total	$902,898,930	100.00%

Tax Payer	Nature of Business	2001 Assessed Value	2001 Percentage of Total Assessed Value
Smart Paper, LLC	Manufacturing	$34,236,170	4.26%
Cincinnati Bell Telephone	Utility	10,232,470	1.27%
Thaneland Corporation	Manufacturing	9,228,990	1.15%
Meijer Inc.	Retail	6,748,860	0.84%
Cincinnati Gas & Electric	Utility	5,827,200	0.72%
First National Bank	Financial Institution	5,401,350	0.67%
Hoesch Suspensions	Manufacturing	5,172,189	0.64%
Berkeley Square	Retirement Community	5,047,110	0.63%
Mosler, Inc.	Manufacturing	4,790,910	0.60%
GE Engine Services	Manufacturing	3,751,540	0.47%
	Sub-Total	90,436,789	11.25%
	All Others	713,699,594	88.75%
	Total	$804,136,383	100.00%

Source: County Auditor

Income Tax Collection Receipts by Fund

(Cash Basis of Accounting)
Last Ten Calendar Years

	2001	2002	2003	2004
General Fund (1)	$15,978,811	$15,322,785	$15,652,544	$16,599,420
Public Safety / Health Income Tax Fund (2)	2,577,228	2,471,417	2,524,604	2,677,326
Hamilton Capital Improvement Fund (3)	2,061,782	1,977,134	2,019,683	2,141,861
Total	$20,617,821	$19,771,336	$20,196,831	$21,418,607
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:
* - Voter Approved

0.80%
0.20%
0.50%
0.25%
0.25%
2.00%

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

(continued)

Income Tax Collection Receipts by Fund

(Cash Basis of Accounting)
Last Ten Calendar Years

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

(continued)

Income Tax Collection Receipts by Fund

(Cash Basis of Accounting)
Last Ten Calendar Years

	2009	2010
General Fund (1)	$17,656,771	$17,442,410
Public Safety / Health Income Tax Fund (2)	2,877,197	2,841,970
Hamilton Capital Improvement Fund (3)	2,301,757	2,273,576
Total	$22,835,725	$22,557,956
Income Tax Rate (4)	2.00	2.00

Principal Income Taxpayers

(Cash Basis of Accounting)
Current Year and Nine Years Ago

Employer	Nature of Business	2010 Rank
Butler County	Government	1
Board of Education	Education	2
Fort Hamilton Hospital	Healthcare	3
GE Engine Service, Inc.	Manufacturing	4
Miami University	Education	5
Smart Papers LLC	Manufacturing	6
Valeo Climate Control Corp.	Manufacturing	7
First Financial Bank	Financial Institution	8
Krupp Bilstein of America, Inc.	Manufacturing	9
Kroger Ltd Partnership	Retail	10

Employer	Nature of Business	2001 Rank
International Paper	Manufacturing	1
Butler County	Government	2
Hamilton City School District	Education	3
City of Hamilton	Government	4
Fort Hamilton Hospital	Healthcare	5
Smart Paper, LLC	Manufacturing	6
Geo Electric Engine	Manufacturing	7
Mercy Health Systems	Healthcare	8
Valeo Climate Control	Manufacturing	9
OHIO Casualty Company	Insurance	10

Source: City Records

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

Ratio of Outstanding Debt By Type
Last Ten Years

	2001	2002	2003	2004
Governmental Activities (1)				
General Obligation Bonds Payable	$25,755,000	$34,165,000	$36,490,000	$35,070,000
Special Revenue Notes Payable	3,420,000	0	3,300,000	3,600,000
Capital Projects Notes Payable	7,153,000	2,925,000	2,700,000	2,990,000
Special Assessments Notes Payable	1,835,000	475,000	0	0
Special Assessment Bonds Payable	2,925,000	3,170,000	3,101,770	2,723,000
Business-type Activities (1)				
Water Revenue Bonds Payable	$50,683,409	$12,940,000	$12,440,000	$11,930,000
General Obligation Bonds Payable	2,600,807	0	0	0
OWDA Loans	8,159,483	7,712,448	0	0
Line of Credit Payable	0	0	0	0
Gas Bonds Payable	16,396,990	16,275,000	13,680,000	12,725,000
Enterprise Notes Payable	0	0	2,750,000	5,550,000
Electric Revenue Bonds Payable	190,985,157	184,360,000	178,935,000	173,330,000
Wastewater Bonds Payable	28,784,138	28,180,000	27,350,000	26,485,000
Total Primary Government	$338,697,984	$290,202,448	$280,746,770	$274,403,000
Population (2)				
City of Hamilton	60,690	60,690	60,690	60,690
Outstanding Debt Per Capita	$5,581	$4,782	$4,626	$4,521
Income (3)				
Personal (in thousands)	1,754,062	1,778,885	1,823,552	1,880,055
Percentage of Personal Income	19.31%	16.31%	15.40%	14.60%

Source: City Records

(continued)

Ratio of Outstanding Debt By Type
Last Ten Years

	2005	2006	2007	2008
Governmental Activities (1)				
General Obligation Bonds Payable	$33,605,000	$32,090,000	$30,525,000	$28,815,000
Special Revenue Notes Payable	4,650,000	3,075,000	2,540,000	1,930,000
Capital Projects Notes Payable	3,525,000	3,255,000	3,495,000	5,565,000
Special Assessments Notes Payable	500,000	525,000	400,000	103,000
Special Assessment Bonds Payable	2,576,000	2,447,000	2,492,000	2,205,000
Business-type Activities (1)				
Water Revenue Bonds Payable	$11,410,000	$10,880,000	$10,335,000	$9,775,000
General Obligation Bonds Payable	0	0	0	0
OWDA Loans	0	0	0	0
Line of Credit Payable	0	0	0	8,000,000
Gas Bonds Payable	11,755,000	10,755,000	9,730,000	8,675,000
Enterprise Notes Payable	19,650,000	17,910,000	21,720,000	33,075,000
Electric Revenue Bonds Payable	167,545,000	161,570,000	155,395,000	149,020,000
Wastewater Bonds Payable	23,630,000	22,660,000	21,660,000	20,630,000
Total Primary Government	$278,846,000	$265,167,000	$258,292,000	$267,793,000
Population (2)				
City of Hamilton	60,690	60,690	60,690	60,690
Outstanding Debt Per Capita	$4,595	$4,369	$4,256	$4,412
Income (3)				
Personal (in thousands)	1,950,455	2,010,660	2,054,235	2,180,045
Percentage of Personal Income	14.30%	13.19%	12.57%	12.28%

(continued)

Ratio of Outstanding Debt By Type
Last Ten Years

	2009	2010
Governmental Activities (1)		
General Obligation Bonds Payable	$31,960,000	$29,820,000
Special Revenue Notes Payable	0	0
Capital Projects Notes Payable	0	0
Special Assessments Notes Payable	0	0
Special Assessment Bonds Payable	1,935,000	1,650,000
Business-type Activities (1)		
Water Revenue Bonds Payable	$27,785,000	$26,895,000
General Obligation Bonds Payable	0	0
OWDA Loans	0	431,837
Line of Credit Payable	0	0
Gas Bonds Payable	12,090,000	10,970,000
Enterprise Notes Payable	0	0
Electric Revenue Bonds Payable	175,575,000	168,775,000
Wastewater Bonds Payable	33,160,000	31,845,000
Total Primary Government	$282,505,000	$270,386,837
Population (2)		
City of Hamilton	60,690	62,477
Outstanding Debt Per Capita	$4,655	$4,328
Income (3)		
Personal (in thousands)	2,103,151	2,165,078
Percentage of Personal Income	13.43%	12.49%

Ratios of General Bonded Debt Outstanding
Last Ten Years

Year	2001	2002	2003	2004
Population (1)	60,690	60,690	60,690	60,690
Assessed Value (2)	$804,136,383	$819,424,507	$906,857,895	$898,476,089
General Bonded Debt (3)				
General Obligation Bonds	$25,755,000	$34,165,000	$36,490,000	$35,070,000
Special Assessment Bonds	2,925,000	3,170,000	3,101,770	2,723,000
Total General Bonded Debt	$28,680,000	$37,335,000	$39,591,770	$37,793,000
Ratio of Net Bonded Debt to Estimated Actual Value	3.57%	4.56%	4.37%	4.21%
Net Bonded Debt per Capita	$472.57	$615.18	$652.36	$622.72

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

(continued)

Ratios of General Bonded Debt Outstanding
Last Ten Years

Year	2005	2006	2007	2008
Population (1)	60,690	60,690	60,690	60,690
Assessed Value (2)	$894,402,144	$965,050,843	$952,614,470	$945,251,076
General Bonded Debt (3)				
General Obligation Bonds	$33,605,000	$32,090,000	$30,525,000	$28,815,000
Special Assessment Bonds	2,576,000	2,447,000	2,492,000	2,205,000
Total General Bonded Debt	$36,181,000	$34,537,000	$33,017,000	$31,020,000
Ratio of Net Bonded Debt to Estimated Actual Value	4.05%	3.58%	3.47%	3.28%
Net Bonded Debt per Capita	$596.16	$569.07	$544.03	$511.12

(continued)

Ratios of General Bonded Debt Outstanding
Last Ten Years

Year	2009	2010
Population (1)	60,690	62,477
Assessed Value (2)	$952,929,110	$902,898,930
General Bonded Debt (3)		
General Obligation Bonds	$31,960,000	$29,820,000
Special Assessment Bonds	1,935,000	1,650,000
Total General Bonded Debt	$33,895,000	$31,470,000
Ratio of Net Bonded Debt to Estimated Actual Value	3.56%	3.49%
Net Bonded Debt per Capita	$558.49	$503.71

Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2010

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to the City of Hamilton (1)	Amount Applicable to the City of Hamilton
Direct:			
City of Hamilton	$29,820,000	100.00%	$29,820,000
Overlapping:			
Butler County	87,135,131	11.95%	10,412,648
Hamilton City School District	102,610,000	97.32%	99,860,052
Talawanda School District	51,470,000	5.58%	2,872,026
New Miami Local School District	1,492,997	0.40%	5,972
Ross Local School District	19,920,000	0.50%	99,600
		Subtotal	113,250,298
		Total	$143,070,298

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

Source: Ohio Auditor of State

Debt Limitations
Last Ten Years

Collection Year	2001	2002	2003	2004
Total Debt				
Net Assessed Valuation	$804,136,383	$819,424,507	$906,857,895	$898,476,089
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation ($) (1)	84,434,320	86,039,573	95,220,079	94,339,989
City Debt Outstanding (2)	13,938,000	9,540,000	12,565,000	9,789,000
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation (2)	13,938,000	9,540,000	12,565,000	9,789,000
Overall Legal Debt Margin	$70,496,320	$76,499,573	$82,655,079	$84,550,989
Unvoted Debt				
Net Assessed Valuation	$804,136,383	$819,424,507	$906,857,895	$898,476,089
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation ($) (1)	44,227,501	45,068,348	49,877,184	49,416,185
City Debt Outstanding (2)	13,938,000	9,540,000	12,565,000	9,789,000
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation (2)	13,938,000	9,540,000	12,565,000	9,789,000
Overall Legal Debt Margin	$30,289,501	$35,528,348	$37,312,184	$39,627,185

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

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

Source: City Records

(continued)

Debt Limitations
Last Ten Years

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

(continued)

Debt Limitations
Last Ten Years

Collection Year	2009	2010
Total Debt		
Net Assessed Valuation	$952,929,110	$902,898,930
Legal Debt Limitation (%) (1)	10.50%	10.50%
Legal Debt Limitation ($) (1)	100,057,557	94,804,388
City Debt Outstanding (2)	31,440,157	29,180,083
Less: Applicable Debt Service Fund Amounts	0	0
Net Indebtedness Subject to Limitation (2)	31,440,157	29,180,083
Overall Legal Debt Margin	$68,617,400	$65,624,305
Unvoted Debt		
Net Assessed Valuation	$952,929,110	$902,898,930
Legal Debt Limitation (%) (1)	5.50%	5.50%
Legal Debt Limitation ($) (1)	52,411,101	49,659,441
City Debt Outstanding (2)	31,440,157	29,180,083
Less: Applicable Debt Service Fund Amounts	0	0
Net Indebtedness Subject to Limitation (2)	31,440,157	29,180,083
Overall Legal Debt Margin	$20,970,944	$20,479,358

Pledged Revenue Coverage
Last Ten Years

	2001	2002	2003	2004
Water System Revenue Bonds				
Gross Revenues (1)	$17,415,954	$17,805,870	$14,464,401	$14,194,267
Direct Operating Expenses (2)	9,073,991	9,077,809	8,880,858	9,615,956
Net Revenue Available for Debt Service	8,341,963	8,728,061	5,583,543	4,578,311
Annual Debt Service Requirement	4,375,033	3,103,139	1,007,114	1,007,114
Coverage	1.91	2.81	5.54	4.55
Wastewater System Revenue Bonds				
Gross Revenues (1)	$12,410,728	$12,599,192	$11,884,710	$10,666,399
Direct Operating Expenses (2)	7,815,190	7,836,155	7,809,274	7,434,951
Net Revenue Available for Debt Service	4,595,538	4,763,037	4,075,436	3,231,448
Annual Debt Service Requirement	2,139,291	2,219,758	2,276,583	2,275,153
Coverage	2.15	2.15	1.79	1.42
Gas System Revenue Bonds				
Gross Revenues (1)	$31,784,477	$22,627,373	$27,950,700	$28,782,604
Direct Operating Expenses (2)	25,467,356	19,456,357	23,338,504	24,856,014
Net Revenue Available for Debt Service	6,317,121	3,171,016	4,612,196	3,926,590
Annual Debt Service Requirement	1,403,844	1,472,941	1,113,021	1,493,213
Coverage	4.50	2.15	4.14	2.63
Electric System Revenue Bonds				
Gross Revenues (1)	$52,584,410	$54,261,126	$49,407,634	$52,327,108
Direct Operating Expenses (2)	34,295,218	34,813,408	33,542,273	37,116,049
Net Revenue Available for Debt Service	18,289,192	19,447,718	15,865,361	15,211,059
Annual Debt Service Requirement	14,813,659	12,830,152	13,610,043	11,721,429
Coverage	1.23	1.52	1.17	1.30
Special Assessment Bonds				
Special Assessment Collections	$520,791	$519,757	$519,929	$519,068
Debt Service				
Principal	288,784	275,000	395,000	378,770
Interest	103,071	150,476	137,680	142,085
Coverage	1.33	1.22	0.98	1.00

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

Source: City Records

(continued)

Pledged Revenue Coverage
Last Ten Years

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

(continued)

Pledged Revenue Coverage
Last Ten Years

	2009	2010
Water System Revenue Bonds		
Gross Revenues (1)	$14,365,405	$14,930,142
Direct Operating Expenses (2)	11,794,753	12,158,069
Net Revenue Available for Debt Service	2,570,652	2,772,073
Annual Debt Service Requirement	1,009,324	2,337,494
Coverage	2.55	1.19
Wastewater System Revenue Bonds		
Gross Revenues (1)	$10,835,332	$11,272,546
Direct Operating Expenses (2)	8,150,313	7,792,762
Net Revenue Available for Debt Service	2,685,019	3,479,784
Annual Debt Service Requirement	2,056,015	3,114,006
Coverage	1.31	1.12
Gas System Revenue Bonds		
Gross Revenues (1)	$31,795,459	$26,867,128
Direct Operating Expenses (2)	27,095,082	23,092,861
Net Revenue Available for Debt Service	4,700,377	3,774,267
Annual Debt Service Requirement	1,490,112	1,693,780
Coverage	3.15	2.23
Electric System Revenue Bonds		
Gross Revenues (1)	$61,400,264	$66,365,469
Direct Operating Expenses (2)	39,290,578	47,654,945
Net Revenue Available for Debt Service	22,109,686	18,710,524
Annual Debt Service Requirement	13,052,060	14,836,139
Coverage	1.69	1.26
Special Assessment Bonds		
Special Assessment Collections	$343,711	$511,216
Debt Service		
Principal	270,000	285,000
Interest	111,863	99,996
Coverage	0.90	1.33

Demographic and Economic Statistics
Last Ten Years

Calendar Year	2001	2002	2003	2004
Population (1)				
City of Hamilton	60,690	60,690	60,690	60,690
Butler County	332,807	332,807	332,807	332,807
Income (2) (a)				
Total Personal (in thousands)	1,754,062	1,778,885	1,823,552	1,880,055
Per Capita	28,902	29,311	30,047	30,978
Unemployment Rate (3)				
Federal	4.5%	4.2%	3.8%	4.8%
State	4.3%	4.3%	3.7%	4.3%
Butler County	3.3%	4.3%	4.0%	4.3%
Civilian Work Force Estimates (3)				
State	5,749,000	5,900,400	5,857,000	5,828,000
Butler County	196,200	197,800	203,700	183,300

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 2009, for the presentation of 2009 and 2010 statistics, the City is using the latest information available.
(3) State Department of Labor Statistics

(continued)

Demographic and Economic Statistics
Last Ten Years

Calendar Year	2005	2006	2007	2008
Population (1)				
City of Hamilton	60,690	60,690	60,690	60,690
Butler County	332,807	332,807	332,807	332,807
Income (2) (a)				
Total Personal (in thousands)	1,950,455	2,010,660	2,054,235	2,180,045
Per Capita	32,138	33,130	33,848	35,921
Unemployment Rate (3)				
Federal	5.8%	6.0%	5.5%	5.8%
State	5.7%	6.1%	6.0%	6.6%
Butler County	5.4%	5.6%	5.1%	5.9%
Civilian Work Force Estimates (3)				
State	5,915,000	5,875,300	5,900,400	5,986,400
Butler County	185,300	189,700	190,800	191,700

(continued)

Demographic and Economic Statistics
Last Ten Years

Calendar Year	2009	2010
Population (1)		
City of Hamilton	60,690	62,477
Butler County	332,807	368,130
Income (2) (a)		
Total Personal (in thousands)	2,103,151	2,165,078
Per Capita	34,654	34,654
Unemployment Rate (3)		
Federal	10.0%	9.6%
State	10.8%	10.1%
Butler County	9.9%	9.6%
Civilian Work Force Estimates (3)		
State	5,970,200	5,897,600
Butler County	191,700	188,200

Principal Employers
Current Year and Nine Years Ago

		2010		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Fort Hamilton Hospital	Healthcare	1,250	1	4.18%
Hamilton City School District	Education	1,250	2	4.18%
Butler County	Government	900	3	3.01%
City of Hamilton	Government	650	4	2.17%
First Financial Bank	Financial	400	5	1.34%
Meijer	Retail	325	6	1.09%
The Kroger Company	Retail	300	7	1.00%
GE Aviation	Manufacturing	250	8	0.84%
Smart Papers LLC	Manufacturing	200	9	0.67%
Valeo Climate Control	Manufacturing	200	10	0.67%
Total		5,725		19.15%
Total Employment within the City		29,900		

		2001		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
Fort Hamilton Hospital	Healthcare	1,200	1	4.26%
Hamilton City School District	Education	1,150	2	4.08%
Butler County	Government	900	3	3.19%
City of Hamilton	Government	715	4	2.54%
Smart Paper, LLC	Manufacturing	600	5	2.13%
Valeo Climate Control	Manufacturing	365	6	1.29%
Meijer, Inc.	Retail	325	7	1.15%
Ohio Casualty Group	Insurance	250	8	0.89%
The Kroger Co.	Retail	250	9	0.89%
General Electric	Manufacturing	240	10	0.85%
Total		5,995		21.26%
Total Employment within the City		28,200		

Source: City Records

Full Time Equivalent Employees by Function
Last Five Years

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

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

	2001	2002	2003	2004
Governmental Activities				
General Government				
Licenses and Permits				
Building Permits Issued - Residential	339	392	492	438
Building Permits Issued - Commercial	326	329	399	479
Security of Persons and Property				
Police				
Misdemeanor Arrests	6,066	5,053	4,719	6,399
Felony Arrests	1,218	2,623	2,501	1,317
Traffic Citations Issued	15,240	14,711	14,188	14,208
Parking Tickets Written	2,545	1,914	1,949	1,989
Fire / Emergency Medical Services				
Number of Calls Answered	9,462	9,370	9,824	10,637
Number of Inspections	2,657	1,916	1,983	2,072
Number of Emergency Medical Calls	N/A	N/A	N/A	8,293
Transportation				
Street				
Street Resurfacing (Center Line miles)	1.42	0.70	6.70	5.20
Parking				
Parking Levels	5.00	6.50	6.50	6.50
Parking Spaces	756	758	752	752
Average Daily Cars Parked	439	376	604	589
Parking / Meters - On Street and Lots	944	963	977	977
Public Works				
Refuse Collection				
Refuse Collected (tons)	N/A	N/A	24,317	23,761
Recyclables Colleted (tons)	N/A	N/A	1,521	1,529
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	407	307	307	307

(Continued)

Operating Indicators by Function
Last Ten Years

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

(Continued)

Operating Indicators by Function
Last Ten Years

	2009	2010
Governmental Activities		
General Government		
Licenses and Permits		
Building Permits Issued - Residential	434	270
Building Permits Issued - Commercial	371	355
Security of Persons and Property		
Police		
Misdemeanor Arrests	8,774	7,740
Felony Arrests	2,041	1,516
Traffic Citations Issued	6,273	6,208
Parking Tickets Written	766	873
Fire / Emergency Medical Services		
Number of Calls Answered	11,326	11,386
Number of Inspections	2,156	1,145
Number of Emergency Medical Calls	8,691	9,008
Transportation		
Street		
Street Resurfacing (Center Line miles)	3.57	11.86
Parking		
Parking Levels	6.50	6.50
Parking Spaces	751	754
Average Daily Cars Parked	412	646
Parking / Meters - On Street and Lots	836	836
Public Works		
Refuse Collection		
Refuse Collected (tons)	26,493	25,988
Recyclables Colleted (tons)	1,842	2,149
Leisure Time Activities		
Parks and Recreation		
Athletic Field Permits Issued	94	92
Public Health and Welfare Services		
Health Care		
Number of Patient Beds	320	274

(Continued)

Operating Indicators by Function
Last Ten Years

	2001	2002	2003	2004
Business-Type Activities				
Gas				
Average Daily Consumption (100 cubic feet)	9,867	10,389	10,807	9,950
Peak Daily Consumption (100 cubic feet)	25,980	25,600	30,654	29,582
Electric				
Peak Demand (MW)	149.0	147.3	143.0	144.1
Energy Requirement (MWh)	651,100	669,608	663,338	645,131
Total System Sales (MWh)	N/A	636,127	622,655	611,560
Total Residential Customers	N/A	24,944	25,341	25,578
Total Commercial Customers	N/A	3,036	3,068	3,033
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)	16,079	18,620	17,593	17,254
Peak Daily Consumption (thousands of gallons)	28,836	35,675	28,344	28,666
Wastewater				
Average Daily Sewage Treatment (millions of gallons)	18.8	20.3	20.5	17.2

Source: City Records
N/A = Information Not Available

(Continued)

Operating Indicators by Function
Last Ten Years

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

(Continued)

Operating Indicators by Function
Last Ten Years

	2009	2010
Business-Type Activities		
Gas		
Average Daily Consumption (100 cubic feet)	8,694	9,088
Peak Daily Consumption (100 cubic feet)	33,457	26,487
Electric		
Peak Demand (MW)	146.0	159.0
Energy Requirement (MWh)	626,161	663,099
Total System Sales (MWh)	592,956	636,557
Total Residential Customers	26,345	26,177
Total Commercial Customers	2,905	2,954
Water		
New Service Connections	8	10
Water Main Breaks	71	93
Average Daily Consumption (thousands of gallons)	16,957	17,853
Peak Daily Consumption (thousands of gallons)	22,755	22,537
Wastewater		
Average Daily Sewage Treatment (millions of gallons)	12.5	13.4

Capital Asset Statistics by Function
Last Ten Years

	2001	2002	2003	2004
Governmental Activities				
General Government				
Public Land and Buildings				
Land (Square Miles)	21.52	21.55	21.56	21.56
Security of Persons and Property				
Police				
Stations	1	1	1	1
Patrol Cruisers	38	38	40	40
Fire / Emergency Medical Services				
Stations	6	6	6	6
Transportation				
Street				
Streets (lane miles)	203.70	204.80	206.80	209.90
Street Lights	9,015	9,015	9,015	12,000
Traffic Signals	97	97	97	97
Parking				
Off street Parking Garages	2	2	2	2
Leisure Time Activities				
Parks and Recreation				
Parks	56	56	56	56
Park Area (acres)	1,320	1,320	1,320	1,320
Playgrounds	N/A	N/A	N/A	N/A
Ball Fields				
Lighted	8	9	9	9
Unlighted	34	34	34	34
Tennis Courts				
Lighted	2	2	2	2
Unlighted	6	6	6	6
Swimming Pools	5	5	5	5
Golf Courses	2	2	2	2
Skateboard Park	N/A	N/A	N/A	1
Community Environment				
Libraries	1	1	1	1
Public Health and Welfare				
Hospitals	2	1	1	1

(Continued)

Capital Asset Statistics by Function
Last Ten Years

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

(Continued)

Capital Asset Statistics by Function
Last Ten Years

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

(Continued)

Capital Asset Statistics by Function
Last Ten Years

	2001	2002	2003	2004
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	34	46	46	46
Waterlines (Miles)	250.3	251.7	254.0	261.3
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	320	320	320	320
Sanitary Sewerlines (Miles)	220.6	221.6	223.5	227.5
Storm Drains (Miles)	144.7	145.7	147.5	151.8

Source: City Records

(Continued)

Capital Asset Statistics by Function
Last Ten Years

	2005	2006	2007	2008
Business-Type Activities				
Utilities				
Water				
Purification Plants	2	2	2	2
Maximum Capacity (millions of gallons)	46	46	46	46
Waterlines (Miles)	264.3	267.3	267.4	267.4
Wastewater				
Treatment Plants	1	1	1	1
Maximum Capacity (millions of gallons)	320	320	320	320
Sanitary Sewerlines (Miles)	233.0	236.3	236.4	236.8
Storm Drains (Miles)	155.2	157.1	158.3	158.5

(Continued)

Capital Asset Statistics by Function
Last Ten Years

	2009	2010
Business-Type Activities		
Utilities		
Water		
Purification Plants	2	2
Maximum Capacity (millions of gallons)	46	46
Waterlines (Miles)	267.4	340.0
Wastewater		
Treatment Plants	1	1
Maximum Capacity (millions of gallons)	320	320
Sanitary Sewerlines (Miles)	236.8	253.0
Storm Drains (Miles)	158.5	188.2