

# Hamilton County Park District Comprehensive Annual Financial Report

for the year ending December 31, 2006



Hamilton County  
Park District

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Mary Taylor, CPA  
Auditor of State

Board of Park Commissioners  
Hamilton County Park District  
10245 Winton Road  
Cincinnati, Ohio 45231

We have reviewed the *Independent Accountant's Report* of the Hamilton County Park District, Hamilton County, prepared by Burke & Schindler, PLL, for the audit period January 1, 2006 through December 31, 2006. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Hamilton County Park District is responsible for compliance with these laws and regulations.

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

August 3, 2007

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**HAMILTON COUNTY PARK DISTRICT  
CINCINNATI, OHIO  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2006  
Prepared by the Administration Division**

**JACK L. SUTTON  
Director**

**NANCY S. MONTAGUE  
Administration Director**

**DOUGLAS W. BARKER  
Chief Financial Officer**

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**HAMILTON COUNTY PARK DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2006**

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**INTRODUCTORY  
SECTION**



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**Board of Park Commissioners:**

NANCY R. HAMANT • ROBERT A. GOERING • JAMES E. BUSHMAN

**Director** JACK SUTTON

May 9, 2007

**TO: THE CITIZENS OF HAMILTON COUNTY AND  
THE BOARD OF PARK COMMISSIONERS, OF THE  
HAMILTON COUNTY PARK DISTRICT**

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the Hamilton County Park District (hereafter, also referred to as the "Park District"). This report conforms to Accounting Principles Generally Accepted in the United States of America (GAAP) in accordance with implementation of Government Accounting Standards Board (GASB) Statement No. 34 and provides full and complete disclosure of the financial position and operations of the Park District for the year ended December 31, 2006. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Park District management. To the best of our knowledge, the following data is accurate in all material respects and is reported in a manner designed to fairly present the financial position of the entity as a whole and results of operations of the various funds of the Park District. All necessary financial disclosures have been included to enable the reader to gain an understanding of the Park District's financial activities.

### **Report Presentation**

Financial statements of governmental organizations differ somewhat from the statements prepared for profit-oriented organizations in that governmental organizations prepare statements on a fund basis. In governmental accounting, the term "fund" is used to identify a separate accounting entity with its own assets, liabilities, revenues and expenditures or expenses, as appropriate.

The Park District has established various funds to segregate activities in order to comply with legal requirements, to better facilitate management control, and to satisfy the requirements of GAAP. The presentation of this report and the financial statements contained herein are in conformance with principles established by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants (AICPA) through its various pronouncements.

### **Reporting Entity**

The Hamilton County Park District (Park District) was created in 1930 under authority of Chapter 1545 of the Ohio Revised Code for the purpose of protecting local natural resources and providing outdoor recreation. The Park District is governed by a three member Board of Park Commissioners, each of whom is appointed to three-year terms by the Probate Court Judge of Hamilton County and who serve without pay. The first Park Board took office on July 17, 1930.

The Board of Park Commissioners appoints a Director who is also the Chief Executive Officer. The Director is responsible for executing policy of the Park Board. Since 1930, the Park District has acquired and conserved over 15,781 acres of parkland and open space, including twenty-one parks and nature preserves and 996 acres of conservative easements.

---

#### **MISSION STATEMENT**

*"To preserve and protect natural resources and to provide outdoor recreation and education in order to enhance the quality of life for present and future generations."*

The Mission of the Hamilton County Park District is: *“To preserve and protect natural resources and to provide outdoor recreation and education in order to enhance the quality of life for present and future generations.”*

Since its creation in the early 1930’s, the Park District has relied on a combination of funding derived from self-generated earned income sources and voter approved tax levies to fulfill its Mission.

## **County Structure**

The Park District’s base for its real estate tax levy revenue (approximately \$18 million) is Hamilton County. The County of Hamilton was named for the former Secretary of Treasury, Alexander Hamilton, and was created by proclamation of Arthur St. Clair, Governor of Northwest Territory, on January 2, 1790. The County was the second county-formed in the State of Ohio, with Cincinnati as the County seat. The County is situated in the extreme southwestern corner of the State and covers an area of 413 square miles. The County encompasses 49 municipalities, villages and townships, of which Cincinnati is the largest. The County is the third largest in the State of Ohio in terms of population (822,596). Located on the Ohio River, the County forms the core of the “Cincinnati Metropolitan Area,” which includes the counties of Hamilton, Warren, Clermont and Butler in Ohio, Dearborn and Ohio counties in Indiana and Kenton, Campbell, Gallatin, Grant, Pendleton and Boone across the river in Kentucky.

The County Auditor serves as both the chief financial officer for the County and the real property assessor for all political subdivisions within the County. The Auditor prepares the general tax list of the County, calculates the voted and unvoted tax rates for real estate and personal property and, once collected, distributes the tax receipts to the appropriate political subdivisions and agencies within the County. The collection and distribution of tax levy proceeds is the only service provided to the Park District.

## **Major Initiatives 2006**

The Park District acquired 153 acres of new parkland in 2006 including 118 acres along the Whitewater River. The Park District also accepted a 9-acre conservation easement along the Whitewater River in an effort to further protect the river’s water quality and riparian corridor. These acquisitions bring the total amount of greenspace preserved and protected by the Park District to 15,781 acres.

The Winton Woods Riding Center received a significant upgrade in 2006 with the renovation of its original indoor riding hall. The roof was replaced as well as its siding and windows making it much more useful and comfortable during all seasons.

In June, the Park District officially opened the extension of the Little Miami River Scenic Bike Trail into Newtown making the Little Miami Golf Center, the trails’ southern terminus. As part of the trails’ extension into Hamilton County, the Park District also opened the Avoca Trailhead, located along Wooster Pike one mile east of Mariemont. The Little Miami Golf Center, Bass Island and Avoca Trailhead offer staging points to this picturesque bike trail that stretches well over 70 miles northward to Yellow Springs and Dayton as part of a state-wide bike trail system.

Also in June, the Park District celebrated the re-opening of the Little Miami Golf Center’s par-three golf course. The course was upgraded and relocated as a result of the bike trail development and overall master plan improvements for the park.

In September, the Park District opened its 21<sup>st</sup> park, Campbell Lakes Preserve. Located in Harrison Township, the 183 acre Campbell Lakes Preserve has four lakes for fishing and boating. This former gravel mine property has been restored for wildlife habitat, walk-in fishing and wildlife viewing activities.

A new dog park, a 1.9 mile bike trail and 78 acre habitat restoration project highlighted the grand opening of Otto Armleder Memorial Park and Recreation Complex in September. Armleder Park is a partnership among the Hamilton County Park District, Cincinnati Park Board and the Cincinnati Recreation Commission

Phase Three improvements to Fernbank Park were completed in November and include a reservable, climate-controlled, 100 seat lodge overlooking the Ohio River. Fernbank Park is a partnership between the Hamilton County Park District and the Cincinnati Park Board.

The Volunteers In Parks (VIP) program provided 577 individual volunteers who donated 80,250 hours of service time to the Park District.

The Park District continued its partnership in 2006 with the Great Oaks Institute of Technology and Career Development by hosting the second year of the Project Search Program. Project Search provides job training and job readiness opportunities for graduates of Great Oaks with disabilities.

In April 2006, the Park District implemented new accounting software provided by SunGard Bi-Tech. This system has enhanced the purchasing process and controls. It also includes general ledger, financial reporting, and disbursement modules.

### **Financial Information**

The Park District's day-to-day accounting and budgetary records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records are converted to a modified accrual basis for all governmental funds and the accrual basis for proprietary and entity wide reporting. A further discussion of the two bases of accounting can be found in Note 1-E to the financial statements.

Budgetary appropriations for the operation of the Park District's divisions are established through the adoption of the annual Appropriation Resolution by the Board of Park Commissioners. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders and through the use of the Park District's financial accounting system.

The Park District maintains budgetary control within the organizational unit and fund by not permitting expenditures and encumbrances to exceed appropriations. Various departments are subject to performance budget reviews. Funds appropriated may not be expended for purposes other than those designated in the Appropriation Resolution.

Items to be purchased costing under \$1,000 do not require a formal bid. Purchases over \$1,000 but under \$24,999.99 must have specifications prepared and be bid out. Purchases exceeding \$24,999.99 must be legally bid out under Ohio Revised Code Sections 307.86 through 307.92 or acquired through the State of Ohio purchasing program.

Services of an accountant, architect, attorney, physician, professional engineer, construction project manager, consultant, surveyor or appraiser do not have to be bid out.

## **Internal Controls**

In developing and revising the Park District's accounting and reporting control system, management's consideration is given to the adequacy of internal controls to provide reasonable, but not absolute, assurance regarding:

- safeguarding assets against loss from unauthorized use or disposition.
- reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of a reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived
- the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. The Park District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. Initial responsibility for budgetary control rests with individual departments.

The department heads receive a monthly report comparing budget and cash receipts and expenditures.

The Accounting Department conducts internal cash audits at park locations. During 2006, 75 such audits were performed. Bank reconciliations are completed by accounting personnel not authorized to sign checks.

## **Cash Management**

The Park District's investment policy is based on Ohio Revised Code, Chapter 135. Policies are reviewed annually by independent auditors. The policy provides the foremost objective of safety of capital, followed by objectives of liquidity and return on investment.

The Chief Financial Officer utilizes cash management and forecasting techniques and procedures to provide for efficient and optimal use of the Park District's cash resources, as permitted by applicable State of Ohio law. Among the Park District's investments, the Park District participates in the State Treasurer's Investment Pool of Ohio (STAROHIO). The state-wide investment pool was established in January 1986 for governmental entities in Ohio and is administered by the Treasurer of the State of Ohio. In addition to STAROHIO, the Park District's CFO invests in short-term certificates of deposit and other collateralized accounts.

All of the Park District's investments are in compliance with the Ohio Revised Code, Chapter 135, and the Park District's investment policy as passed by the Board of Park Commissioners.

Cash resources of individual funds are combined to form a pool of cash and investments to maximize possible returns. Investment income is allocated to the General Fund, Mitchell Fund and other Funds as prescribed by Ohio law and Board policy.

## **Long-term Financial Planning**

The Park District annually updates its 10-Year Operational Plan which forecasts budgeted and projected revenues and expenditures for the duration of the current levy (2017).

In addition, a 5-Year Capital Plan is updated to set guidelines for establishing project priorities. The Park District's plan is to finance capital additions and the related future operating costs generally without using debt, but may use financing and leases as appropriate.

### **Risk Management**

The Park District provides training and safety equipment to its employees in order to control risks of injury. The Park District also maintains comprehensive coverage from private insurance carriers for property, appointed officials, ranger liability, boilers, crime and general liability. The annual premium approximates \$307,000. Further information relating to insurance is presented in the Statistical Section.

### **Independent Audit**

The Ohio Revised Code requires an annual audit be performed by the Auditor of State or by an independent certified public accountant approved by the Auditor of State. For years 1996 through 2005 our audits were performed by Berge & Company LTD and then by its successor firm of BKD, LLP. The firm of Burke & Schindler, P.L.L. has been approved to perform the audits for 2006 through 2010. The auditor's report is an integral part of this CAFR.

### **Awards**

For the twelfth year in a row, Meadow Links and Golf Academy was recognized as one of the "Top 100 Ranges in America" for 2006 by Golf Range Magazine. This National Award is based on the facilities continued effort to be a vital part of the community. In addition Meadow Links was recognized as one of the "Top 10 Short Courses in America." The National Golf Foundation recognized The Vineyard and The Mill Course as two of the top courses in America for overall customer satisfaction.

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Park District for its comprehensive annual financial report for the fiscal year ended December 31, 2005. This was the eighth year the Park District received this prestigious award. In order to be awarded a Certificate of Achievement, the Park District published an easy-to-read, efficiently-organized comprehensive annual financial report. This report satisfies both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. It is believed the current comprehensive annual financial report continues to meet the Certificate of Achievement Program requirements. It is being submitted to the GFOA to determine eligibility for another certificate.

The Park District received the following other awards in 2006:

Ohio Parks & Recreation Association:

1. Otto Armleder Memorial Park & Recreation Complex on the Little Miami River received the Superior Award for the category of Park Area Development over \$5,000,000.
2. The Dog Park at Armleder Park received the Meritorious Award for the category of Facility under \$500,000

**Inclusion Network:**

1. The Golf Department received the Inclusion Network Leadership Award for the Park District's Solo Rider Golf cart program that allows disabled individuals to play golf with a 360-degree swivel seat.

**Acknowledgements**

This CAFR represents a continuing commitment by the Accounting Department and the Management of the Park District to provide prudent financial information of Park District activities and to demonstrate stewardship of the funds granted to the Park District by the voters of Hamilton County.

We thank and acknowledge support of the entire staff of the Park District for their effort in developing this report. Special mention goes to the effort and counsel of Don Rudler, CPA, outgoing Treasurer of the Park District. We thank Dusty Rhodes, Hamilton County Auditor, and his office for assistance in developing the Statistical Section and staff of **Burke & Schindler, P.L.L.**, our auditors, for their assistance and review during this project.



Jack Sutton, Director



Douglas Barker, CPA  
Chief Financial Officer



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hamilton County  
Park District, Ohio

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

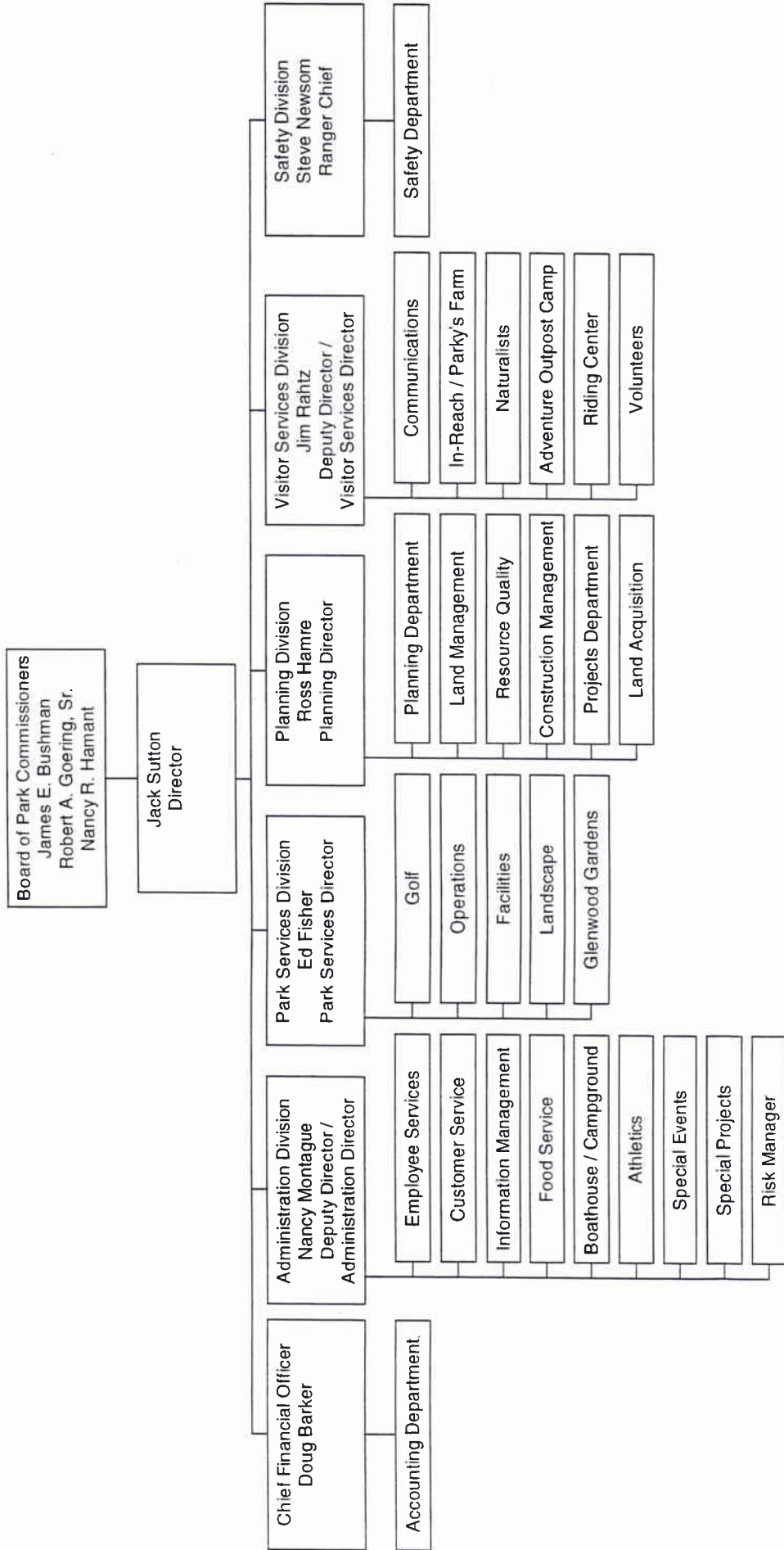
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

# Hamilton County Park District 2006 Organization Chart



**HAMILTON COUNTY PARK DISTRICT  
LIST OF PRINCIPAL OFFICIALS**

**DECEMBER 31, 2006**

**ELECTED OFFICIAL**

**HAMILTON COUNTY PROBATE JUDGE**

HONORABLE JUDGE JAMES C. CISELL  
TERM EXPIRES FEBRUARY 2009

**APPOINTED BY PROBATE JUDGE**

**BOARD OF PARK COMMISSIONERS**

ROBERT A. GOERING, SR.  
NANCY R. HAMANT  
JAMES E. BUSHMAN

PRESIDENT  
VICE-PRESIDENT  
VICE-PRESIDENT

**TERM EXPIRES**  
DECEMBER 31, 2008  
DECEMBER 31, 2007  
DECEMBER 31, 2009

**APPOINTED BY THE BOARD OF PARK COMMISSIONERS**

**DIRECTOR**

JACK L. SUTTON

**DIVISION DIRECTORS**

VISITOR SERVICES – JAMES RAHTZ  
PARK SERVICES – EDWARD A. FISHER  
ADMINISTRATION – NANCY S. MONTAGUE  
PLANNING – ROSS J. HAMRE  
SAFETY – STEVEN R. NEWSOM

**FINANCIAL  
SECTION**

**Independent Accountant's Report on Financial Statements  
and Supplementary Information**

Board of Park Commissioners  
Hamilton County Park District  
Cincinnati, 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 Hamilton County Park District as of and for the year ended December 31, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Park District'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 for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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 Hamilton County Park District as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 25, 2007, on our consideration of the Park District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis and budgetary information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Hamilton County Park District's basic financial statements. The introductory sections, combining and individual fund 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 fund 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.



BURKE & SCHINDLER, P.L.L.

Cincinnati, Ohio

May 25, 2007

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## **Hamilton County Park District Management's Discussion and Analysis (Unaudited)**

As management of the Hamilton County Park District (Park District) we offer readers of the Park Districts' financial statements this narrative overview and analysis of the financial activities of the Park District for the fiscal year ended December 31, 2006. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1 to 6 of this report. The government wide financial statements are presented on the accrual basis of accounting. The fund financial statements are presented on the modified accrual basis of accounting which differs from those presented on a budgetary basis.

### **Financial Highlights**

Key financial highlights for 2006 are as follows:

- The Park District's total net assets increased \$3,629,897 for the year ended December 31, 2006.
- The assets of the Park District exceeded its liabilities at the close of fiscal year ending December 31, 2006 by \$103,551,391 (net assets). Of this amount \$96,172,463 has been invested in capital assets.
- Net assets of governmental activities increased by \$3,837,893, which represents a 4% increase over the 2005 balance. Net assets of business-type activities decreased (\$207,996) or a 2% decrease from 2005.
- Governmental activities' net investment in capital assets increased by \$1,657,611. Net Business type activities' investment in capital assets decreased by (\$564,390). Capital assets of the Park District are owned with no related debt (except for a capital lease payable of \$419,061 for the lease of golf carts).

Revenues of the governmental activities decreased by \$3,069,598 from last year. After removing the effect of a one time land donation of \$4,400,000 received in 2005, revenues did increase by \$1,330,402. Notably, taxes increased \$486,718 and investment income increased \$703,816. Comparing the last two years, expenditures increased by \$988,068. Rapidly increasing utility and fuel prices led to the increases noted in all areas, but especially in Operations and Facilities departments.

The revenue of the business type (Enterprise) activities increased \$510,425 in 2006, with \$352,518 of that coming from the Nature's Niche change. Expenses increased \$413,267, mainly due to the \$474,781 operating expense of Nature's Niche. Business activities reported net losses in 2006 of (\$207,996) and 2005 of (\$305,154).



## **Hamilton County Park District Management's Discussion and Analysis (Unaudited)**

- At December 31, 2006, Park District government funds reported combined ending fund balances of \$11,982,892, an increase of \$2,324,355 in comparison with the prior year. Increases in Tax revenue of \$487,000 and Investment Income of \$703,000 were offset by decreases in charges to users of \$441,000 and a decrease in donations and grants of \$859,000. Expenditures decreased \$897,000 led by the change of Nature's Niche to an Enterprise activity and decreases in Public Safety of \$323,000 and Operations of \$240,000. On a combined basis, \$11,567,822 is considered unreserved at December 31, 2006. Unreserved fund balance includes \$5,259,632 restricted for capital projects and \$5,990,764 restricted for special revenue purposes.
- Among the major funds, the General Fund, for year ended December 31, 2006, had \$26,588,381 in total revenue and \$20,794,630 in total expenditures. \$5,100,000 was transferred out to the Capital Project Fund to finance capital additions.

### **Using this Comprehensive Annual Financial Report (CAFR)**

#### **Overview of the Financial Statements**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Hamilton County Park District as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

This discussion and analysis is intended to serve as an introduction to the Park District's basic financial statements. The Park District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The government-wide financial statements, *Statement of Net Assets and Statement of Activities*, are designed to provide readers with a broad overview of the Park District's finances, in a manner similar to a private-sector business

## **Hamilton County Park District Management's Discussion and Analysis (Unaudited)**

### **Statements of Net Assets and Statements of Activities**

The Statement of Net Assets and the Statement of Activities report both long-term and short-term information about the Hamilton County Park District's overall financial status using the accrual basis of accounting, similar to the method of accounting used by private-sector companies.

- **Statement of Net Assets.** The Statement of Net Assets presents information on all of the Park Districts assets and liabilities, with the difference between the two reported as net assets. This statement provides information about the nature and amounts of investments in resources (assets) and the obligations to Park District creditors (liabilities), and supplies the basis for evaluating the Park District's capital structure.
- **Statement of Activities.** The Statement of Activities provides information about all of the Park District's current-year revenues and expenses, and measures the success of the Park District's operations over the past year. Use of the accrual basis of accounting for financial reporting means all current year revenues and expenses are reported regardless of when cash is received or paid.

These two government-wide statements report the Park District's net assets and changes in those assets. The change in net assets is important because it tells the reader whether, for the Park District as a whole, the financial position has improved or diminished. In evaluating the overall position of the Park District, nonfinancial information-such as changes in the Park District's tax or employment base, the condition of Park District's capital assets and other factors, such as changing economic conditions, population and customer growth, and new or changed rules and regulations-also need to be considered.

All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the Statement of Activities for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

In the Statement of Net Assets and the Statement of Activities, Park District functions are divided into the following two distinct kinds of activities:

- **Governmental Activities** - Most of the Park Districts programs and services are reported here, including general government, public safety, operation and maintenance, naturalists, visitor services, and facilities expenditures. These services are funded primarily by taxes and intergovernmental revenues, including state grants.
- **Business-Type Activities** - Most of the Park District's programs or services intended to recover all or a significant portion of their costs through user fees and charges are reported here. The Park District charges fees to recoup the cost of operations and capital expenses associated with these activities.

The Government wide financial statements can be found on pages 31-33 of this report.

## Hamilton County Park District Management's Discussion and Analysis (Unaudited)

### Government-Wide Financial Analysis

#### Net Assets

Net assets, the difference between assets and liabilities, may serve over time as a useful indicator of the Park District's financial position. The Park District's total assets exceeded total liabilities at December 31, 2006 by approximately \$104 million compared with \$100 million in 2005. This represents an increase of \$3,837,893 in governmental activities and a decrease of (\$207,996) in business activities in 2006 compared to an increase in governmental activities of \$7,895,559 and business activities' decrease of (\$305,154) in 2005.

**Table 1**  
Summary of Net Assets  
at December 31, 2006 and 2005

	Governmental Activities		Business-Type Activities		Total Government	
	2006	2005	2006	2005	2006	2005
Current Assets	\$27,197,912	\$26,027,191	\$1,478,023	\$ 737,574	\$28,675,935	\$26,764,765
Capital Assets	82,253,038	80,595,427	14,338,486	14,483,815	96,591,524	95,079,242
Total Assets	109,450,950	106,622,618	15,816,509	15,221,389	125,267,459	121,844,007
Current Liabilities	19,142,282	19,589,322	333,995	255,827	19,476,277	19,845,149
Long-term Liabilities	1,767,268	1,623,195	472,523	454,169	2,239,791	2,077,364
Internal Balances	(3,927,262)	(3,220,668)	3,927,262	3,220,668	-	-
Total Liabilities	16,982,288	17,991,849	4,733,780	3,930,664	21,716,068	21,922,513
<b>Net Assets</b>						
Invested in Capital Assets Net of Related Debt	82,253,038	80,595,427	13,919,425	14,483,815	96,172,463	95,079,242
Restricted	11,250,396	9,790,549	-	-	11,250,396	9,790,549
Unrestricted (deficit)	(1,034,772)	(1,755,207)	(2,836,696)	(3,193,090)	(3,871,468)	(4,948,297)
Total Net Assets	\$92,468,662	\$88,630,769	\$11,082,729	\$11,290,725	\$103,551,391	\$99,921,494

**Hamilton County Park District  
Management's Discussion and Analysis  
(Unaudited)**

By far, the largest portion of the Park Districts net assets, \$96,172,463 (93%) in 2006 and \$95,079,242 (95%) in 2005, reflect investment in capital assets which includes property, equipment and infrastructure assets, net of accumulated depreciation, with no related debt except the capital lease payable for golf carts of \$419,061. The Park District uses these assets to provide services to citizens, consequently these assets are not available for future spending. An additional portion of the Park District's net assets, \$11,250,396 (10%) in 2006 and \$9,790,549 (8%) in 2005, represent resources that are subject to internal and external restrictions on how they may be used. The remaining balance (deficit) represents unrestricted assets (deficit). This total deficit (\$3,871,468) is made up of unrestricted net assets (deficit) of government activities (\$1,034,772) in 2006 and (\$1,755,207) in 2005, as well as (\$2,836,696) in business activities in 2006 and \$(3,193,090) in 2005. This deficit results from restrictions and interfund activities and does not necessarily represent amounts due outside the Park District.

## Hamilton County Park District Management's Discussion and Analysis (Unaudited)

### Changes in Net Assets

The Park District's total revenue decreased 7% to \$35,154,715 in 2006. In 2006, over one half (53%) of the Park Districts revenue came from taxes on real and personal property. Additionally, 39% of revenue comes from charges to users of Park District facilities or programs. In 2006, major gifts and capital grants decreased \$4,605,816 from the previous year largely because 2005 included a \$4,400,000 donation of a parcel of land. Table 2 following provides a comparative summary of the Park Districts revenue and expenses along with the changes in Net Assets for the years 2006 and 2005.

**Table 2**  
Hamilton County Park District  
Changes in Net Assets

	Governmental Activities		Business-type Activities		Total Government	
	2006	2005	2006	2005	2006	2005
<b>Expenses</b>						
Governmental Activities						
Parks and Recreation						
General Government	\$ 1,231,797	\$ 949,501			\$ 1,231,797	\$ 949,501
Public Safety	4,179,363	4,110,864			4,179,363	4,110,864
Operational Maintenance	7,788,303	7,425,555			7,788,303	7,425,555
Land Management	415,959	355,455			415,959	355,455
Resource Quality	225,601	188,851			225,601	188,851
Naturalist	1,181,433	1,469,209			1,181,433	1,469,209
Communication	833,573	849,696			833,573	849,696
Visitor Service	2,451,928	2,231,767			2,451,928	2,231,767
Facilities	1,609,802	1,348,793			1,609,802	1,348,793
Business-type Activities						
Operating			11,607,059	11,193,792	11,607,059	11,193,792
<b>Total Expenses</b>	<b>19,917,759</b>	<b>18,929,691</b>	<b>11,607,059</b>	<b>11,193,792</b>	<b>31,524,818</b>	<b>30,123,483</b>
<b>Revenues</b>						
Program Revenues						
Charges for Service	\$ 2,443,537	\$ 2,385,721	\$11,399,063	\$10,888,638	\$13,842,600	\$13,274,359
Operating grants	202,688	53,764			202,688	53,764
Capital Grants	865,382	5,471,198			865,382	5,471,198
General Revenue						
Taxes	18,834,055	18,347,337			18,834,055	18,347,337
Investment earnings	1,066,933	363,117			1,066,933	363,117
Other revenue	343,057	204,113			343,057	204,113
<b>Total Revenues</b>	<b>23,755,652</b>	<b>26,825,250</b>	<b>11,399,063</b>	<b>10,888,638</b>	<b>35,154,715</b>	<b>37,713,888</b>
Change in Net assets	3,837,893	7,895,559	(207,996)	(305,154)	3,629,897	7,590,405
Net Assets, January 1	88,630,769	80,735,210	11,290,725	11,595,879	99,921,494	92,331,089
Net Assets, December 31	\$92,468,662	\$88,630,769	\$11,082,729	\$11,290,725	\$103,551,391	\$ 99,921,494

# **Hamilton County Park District Management's Discussion and Analysis (Unaudited)**

## **Governmental Activities and Total Government**

After the effect of a \$4,400,000 donation of land in 2005, total government revenue increased \$1,330,402. The most significant items that led this increase were Taxes which increased \$486,718 and Investment earnings which were up \$703,816 from the prior year.

Total governmental expenses increased a net \$988,068 primarily due to:

- Facilities which increased \$261,009 due largely to higher utility costs.
- Operation and maintenance which increased \$362,748 due to higher energy and fuel costs, and increased costs operating and maintaining Armleder and Fernbank parks.
- General Government increased \$282,296 led by insurance and other administrative costs.

With total governmental revenue decreasing \$3,069,598 and total expenses increasing \$988,068, the change in net assets decreased by \$4,057,666 from the prior year to \$3,837,893 for 2006. This amount, when added to beginning net assets of \$88,630,769, produced governmental net assets at December 31, 2006 on the accrual basis of \$92,468,662. See Table 2.

## **Business Type Activities**

Table 3 provides revenue and expenses by seven business type departments for 2006 and 2005. In 2006, the Nature's Niche gift shop was broken out as a business activity. Formerly, these charges for sales and operating expenses were included as a Governmental Activity.

Total revenue increased \$510,425, with \$352,518 pertaining to the Nature's Niche activity. Total expenses increased \$413,267 (with Nature's Niche expenses amounting to \$474,781). These variations produced net losses in 2006 of (\$207,996) and (\$305,154) in 2005.

Total cash provided by operations was \$2,068,487 in 2006 and \$1,433,918 in 2005.

Cash was transferred to the General Fund in 2006 in the amount of \$3,900,000, and \$4,065,000 in 2005.

## **Golf Management**

As shown in Table 3, Golf revenue increased slightly from 2005 (from \$5,977,809 to \$5,989,552 in 2006). Rounds of golf decreased from 278,000 in 2005 to 248,000 in 2006, a 10% decline. However, expenses decreased 5% and net income increased from \$422,609 (2005) to \$729,769 (2006).

## **Other Business-type activities**

In 2006, Food Service reported a net loss of (\$751,846) compared to a 2005 (\$627,631) net loss. Revenue decreased less than 3%, but expenses increased 2%.

The Riding Center's net income increased from \$19,581 last year to \$144,757. With an 11% increase in revenue, the Riding Center also reduced expenses by 31%.

**Hamilton County Park District  
Management's Discussion and Analysis  
(Unaudited)**

Fishing and Boating increased revenue 10% to \$1,202,526, but expenses increased 18% which led to a (\$154,841) net loss for 2006.

The other two departments (golf merchandise and athletics) collectively reported a Net loss of (\$53,572) in 2006 and a (\$67,449) net loss in 2005.

Without the Nature's Niche loss in 2006, the collective Business Activities would have reported an improvement in the Net Loss of over \$219,000, reducing it to less than (\$86,000).

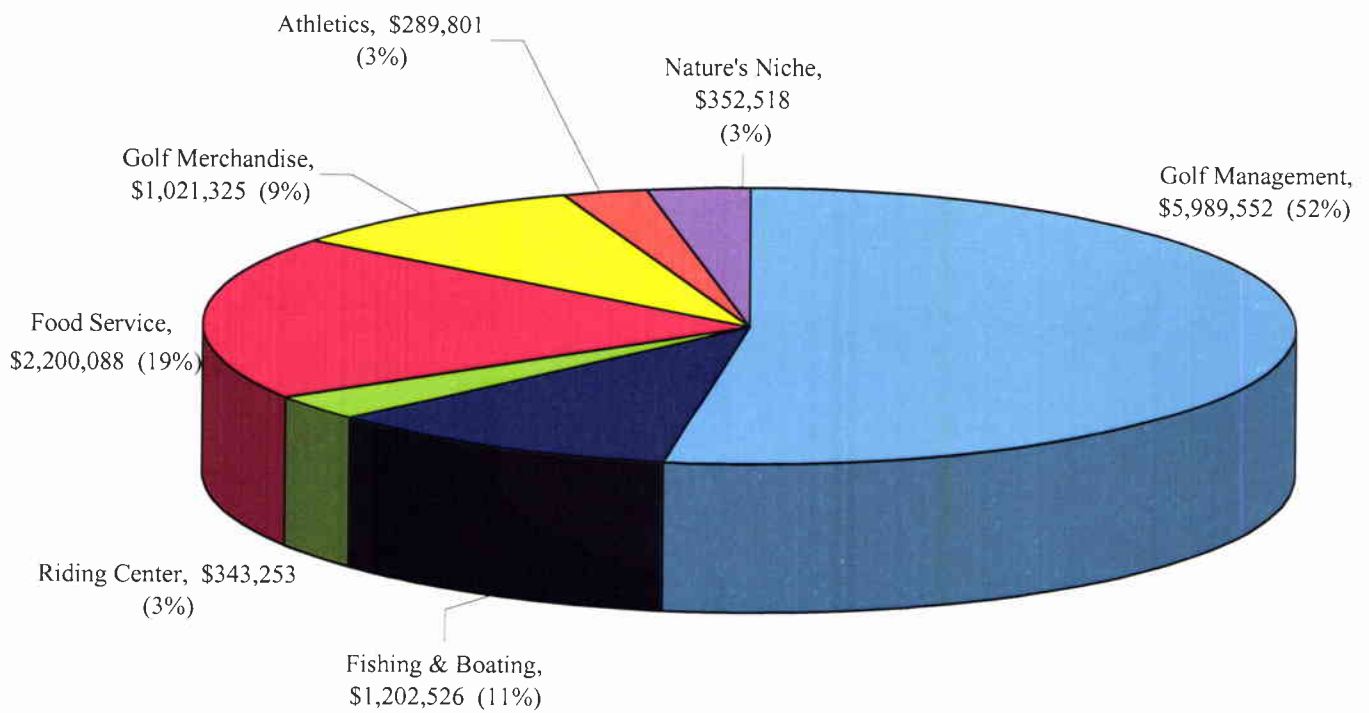
Table 3 provides details by department.

**Table 3**  
**Business Activities**  
**Net Income (loss) by Department**  
**(Unaudited)**

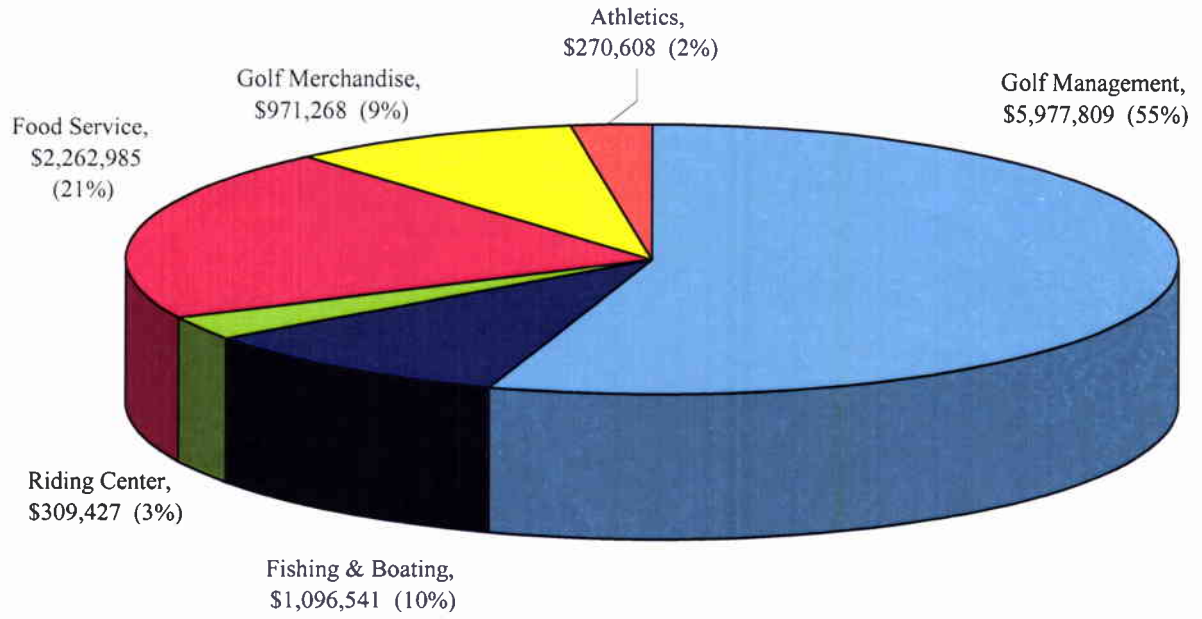
	Golf Management		Fishing and Boating		Riding Center	
	2006	2005	2006	2005	2006	2005
<b>Operating Revenue</b>						
Charges for sales and services	\$ 5,989,552	\$ 5,977,809	\$ 1,202,526	\$ 1,096,541	\$ 343,253	\$ 309,427
<b>Operating Expenses</b>						
Cost of sales and services	3,928,075	4,218,181	1,005,927	860,027	142,473	239,022
Administration expenses	594,944	594,933	191,518	146,524	32,525	29,479
Depreciation expense	736,764	742,086	159,922	142,254	23,498	21,345
Total operating expense	<u>5,259,783</u>	<u>5,555,200</u>	<u>1,357,367</u>	<u>1,148,805</u>	<u>198,496</u>	<u>289,846</u>
<b>Net income (loss)</b>	<u>\$ 729,769</u>	<u>\$ 422,609</u>	<u>\$ (154,841)</u>	<u>\$ (52,264)</u>	<u>\$ 144,757</u>	<u>\$ 19,581</u>
	Food Service		Golf Merchandise		Athletics	
	2006	2005	2006	2005	2006	2005
<b>Operating Revenue</b>						
Charges for sales and services	\$ 2,200,088	\$ 2,262,985	\$ 1,021,325	\$ 971,268	\$ 289,801	\$ 270,608
<b>Operating Expenses</b>						
Cost of sales and services	2,462,192	2,367,388	884,588	847,472	250,528	227,094
Administration expenses	321,522	341,999	36,223	36,906	75,647	78,943
Depreciation expense	168,220	181,229	18,821	19,903	98,891	99,007
Total operating expense	<u>2,951,934</u>	<u>2,890,616</u>	<u>939,632</u>	<u>904,281</u>	<u>425,066</u>	<u>405,044</u>
<b>Net income (loss)</b>	<u>\$ (751,846)</u>	<u>\$ (627,631)</u>	<u>\$ 81,693</u>	<u>\$ 66,987</u>	<u>\$ (135,265)</u>	<u>\$ (134,436)</u>
	Nature's Niche		Total			
	2006	2005	2006	2005		
<b>Operating Revenue</b>						
Charges for sales and services	\$ 352,518	Not Reported as an Enterprise	\$ 11,399,063	\$ 10,888,638		
<b>Operating Expenses</b>		Activity in 2005				
Cost of sales and services	422,691		9,096,474	\$ 8,759,184		
Administration expenses	38,128		1,290,507	\$ 1,228,784		
Depreciation expense	13,962		1,220,078	1,205,824		
Total operating expense	<u>474,781</u>		<u>11,607,059</u>	<u>11,193,792</u>		
<b>Net income (loss)</b>	<u>\$ (122,263)</u>		<u>\$ (207,996)</u>	<u>\$ (305,154)</u>		



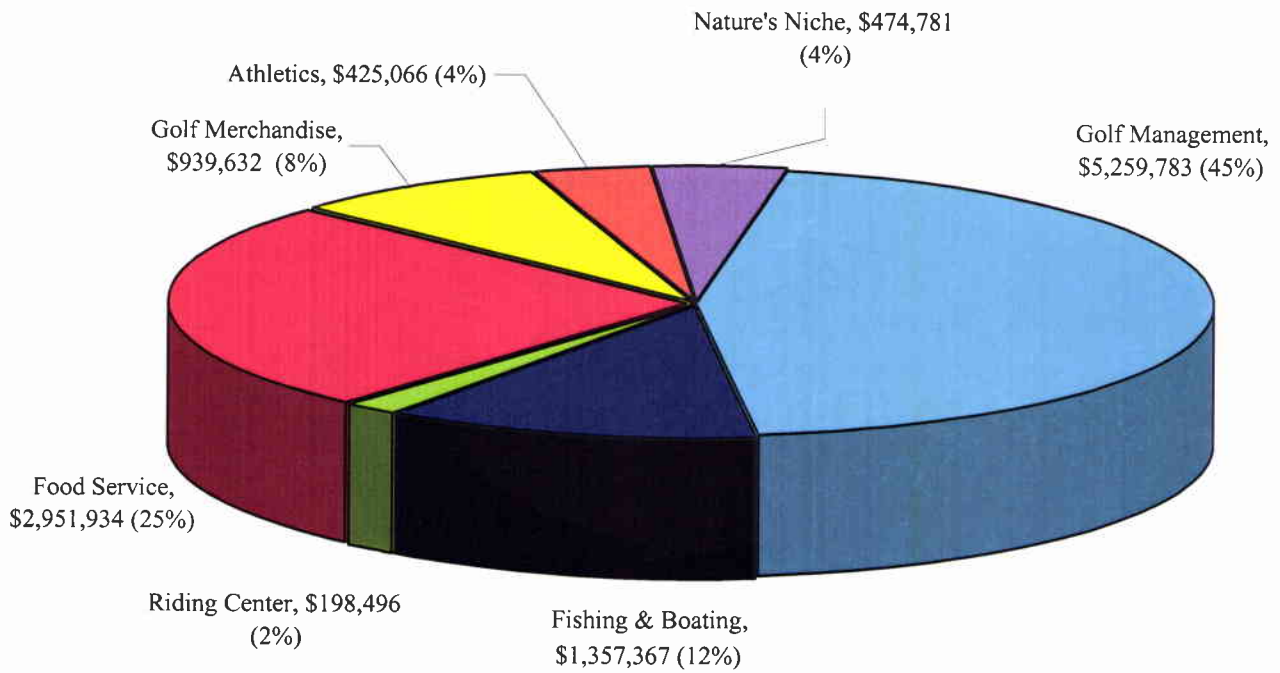
**HAMILTON COUNTY PARK DISTRICT  
BUSINESS ACTIVITIES  
OPERATING REVENUES BY DEPARTMENT  
For the Year Ended December 31, 2006  
(Unaudited)**



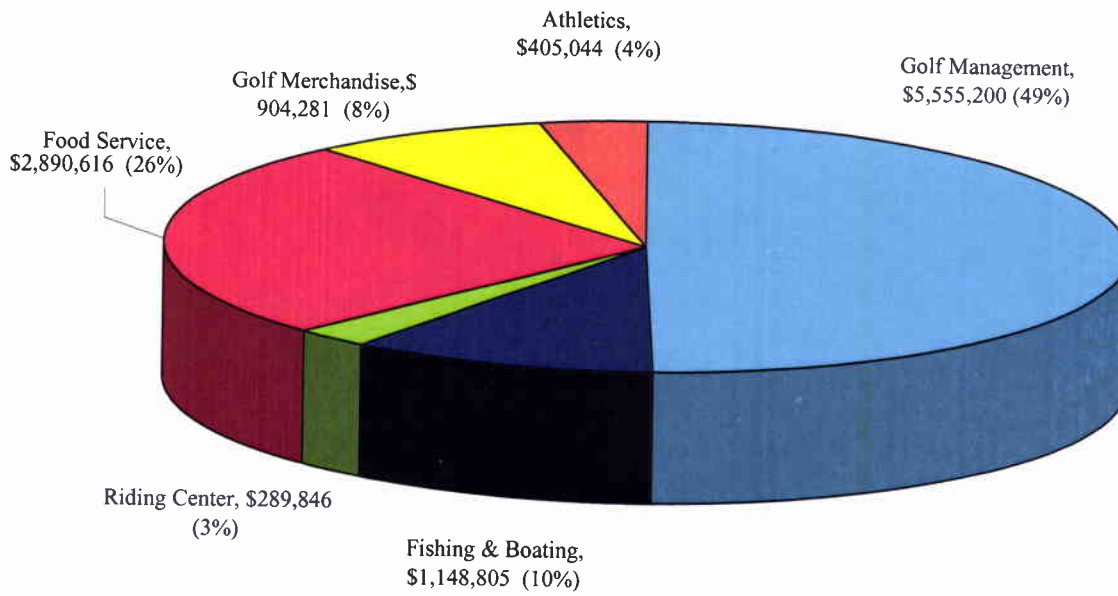
**HAMILTON COUNTY PARK DISTRICT  
BUSINESS ACTIVITIES  
OPERATING REVENUES BY DEPARTMENT  
For the Year Ended December 31, 2005  
(Unaudited)**



**HAMILTON COUNTY PARK DISTRICT  
BUSINESS ACTIVITIES  
OPERATING EXPENSES BY DEPARTMENT  
For the Year Ended December 31, 2006  
(Unaudited)**



**HAMILTON COUNTY PARK DISTRICT  
BUSINESS ACTIVITIES  
OPERATING EXPENSES BY DEPARTMENT  
For the Year Ended December 31, 2005  
(Unaudited)**



## **Hamilton County Park District Management's Discussion and Analysis (Unaudited)**

### **Significant Fund Activity**

#### Capital Project Fund

Capital projects outlays totaled over \$4 million, financed by a \$5.1 million transfer from the General Fund and the opening fund balance. There was no debt incurred to finance Park District improvements. The Enterprise Fund finances its own improvements.

#### Mitchell Fund

In 2006, sizeable investment income resulted from cash dividends and interest of \$93,851. During the year, the fair value of the portfolio increased by \$511,292. In 2006, \$94,530 was spent for operation and maintenance of Mitchell Memorial Park. A parcel of land was purchased for \$352,000 using proceeds from the sale of Mitchell portfolio investments of \$138,000 plus a \$222,000 grant from CleanOhio.

#### Burchneal Fund

In 2006, investment income includes interest and dividends over \$27,000 and the fair value of the investment portfolio increased over \$148,000. Expenditures reduced the fund balance by \$500.

#### Enterprise Fund

In 2006, \$2,068,000 of net cash was provided by the operating activities of Golf, Fishing and Boating, Riding Center, Food Service and sales of Golf merchandise and Nature's Niche merchandise. Over \$1,445,000 was used for Enterprise capital improvements.

### **General Fund Budgetary Highlights**

The Park District's annual budget, the starting point for its financial planning and control, 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.

The Board of Park Commissioners adopts the annual operating budget for the Park District in December preceding the budget year. All disbursements and transfers of cash between funds require appropriation by the Park District Commissioners. The adopted budget may be amended by the Park District Commissioners. All budgeted amendments and supplemental appropriations made during 2006 are included in the revised budgeted amounts presented in the budget to include comparisons. This information is presented on pages 69-71.

Differences between the Park District's original budgeted revenue and final budgeted revenue were minimal. Differences from budgeted expenses were due to capital outlay additions in Public Safety, Operations and Maintenance, and Visitors Services.

#### General Fund

The General Fund balance increased over the prior year due to excess revenues over expenditures, additional transfers out and change in encumbrances.

## Hamilton County Park District Management's Discussion and Analysis (Unaudited)

### Capital Assets

At December 31, 2006, the Park District had invested \$82,253,038 (net of accumulated depreciation) in governmental capital assets and \$14,338,486 in Business-Type Activities compared to \$80,595,427 and \$14,483,815 in 2005. This represents an increase of 2% in governmental and a 1% decrease in business-type activities.

Table 4 provides a comparable summary of the Park Districts capital assets, net of accumulated depreciation for fiscal years 2006 and 2005.

Major capital additions during the year were:

- Miami Whitewater Forest, 118 acres \$706,000
- Fernbank Park, leasehold improvements \$489,000
- Armleder Park – leasehold improvements \$740,000
- Winton Centre headquarters addition \$591,000
- Mitchell Memorial Forest – 19 acres \$352,000.

For more detailed information, see capital asset activity information in notes 1 and 7 to the basic financial statements.

**Table 4**  
Hamilton County Park District's  
Capital Assets at Year End  
(Net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2006	2005	2006	2005	2006	2005
Land	\$59,043,107	\$57,947,471	\$ 2,579,126	\$ 2,579,126	\$61,622,233	\$60,526,597
Building	13,056,091	13,340,972	10,810,551	10,868,773	23,866,642	24,209,745
Equipment	1,438,692	1,386,472	948,809	1,035,916	2,387,501	2,422,388
Infrastructure	4,720,036	4,800,354			4,720,036	4,800,354
Leasehold Improvements	3,995,112	3,120,158			3,995,112	3,120,158
	<u>\$82,253,038</u>	<u>\$80,595,427</u>	<u>\$14,338,486</u>	<u>\$14,483,815</u>	<u>\$96,591,524</u>	<u>\$95,079,242</u>

Because of requirements of GASB 34, infrastructure must be reported retroactively since 1980. The Park District has reported infrastructures since 2001. Acquisitions and related depreciation prior to 2001 will be retroactively reported in 2007.

### Long-Term Debt

The Park District had total long term debt, net of current portion, of \$386,581 at December 31, 2006 compared to \$355,058 at December 31, 2005. This is a capital lease payable for 259 golf carts in 2005, originally totaling \$481,155.

## **Hamilton County Park District Management's Discussion and Analysis (Unaudited)**

The Park District has no other long term debt. The legal debt limitation at December 31, 2006 was \$208,914,000 and \$186,770,000 at 2005. Page 95 in the Statistical section of CAFR, shows this computation.

### **Economic Factors and Next Years Budget**

The Park District is a special purpose government operating under the authority of Chapter 1545 of the Ohio Revised Code, providing park and recreation opportunities to the citizens of Hamilton County, as well as adjoining counties, Northern Kentucky and Southeastern Indiana.

Fifty-four percent (54%) of the U.S. population is within one hour's flight time and the Metropolitan Area is within 600 miles of 53% of the nation's purchasing power and 54% of the nation's manufacturing establishments.

The corporate headquarters of numerous companies are located in Hamilton County. Cincinnati is the home of several Fortune 500 corporations, including Procter & Gamble, Kroger Company, Federated Department Stores, and Fifth Third Bancorp. Another 370 Fortune 500 companies have operations in the Metropolitan area.

The Metropolitan Area is a growing center for international business, with over 1,000 companies engaged in international trade. Metropolitan Area companies generate sales of approximately \$6.7 billion to customers outside the U.S. each year. Major export products include jet engines, plastics, machinery, computer software, paper and consumer goods. Directly imported products amount to over \$2.0 billion annually. Over 300 Greater Cincinnati companies are also owned by foreign companies from Japan, England, Western Europe and Canada. New investment by suppliers to the new Japanese auto plants in the Midwest is particularly strong. Foreign trade zone status is also available in Greater Cincinnati to assist firms engaged in international trade to lower import duty and tax expenses.

The County is also the location of major federal government installations, including a regional postal service center, a regional Internal Revenue Service center, an environmental research center, an occupational health and safety research center and the Sixth Circuit Court of Appeals.

The County's primary sporting venues include Great American Ballpark, with a seating capacity of 42,300; the US Bank Arena, which can accommodate 17,000; Cincinnati Gardens which seats 10,800 and the Fifth Third Arena at the University of Cincinnati with a capacity of 13,176, Cintas Center at Xavier University with seating for 10,250 and Paul Brown Stadium seating 65,600.

During the period of the current tax levy, state legislation was enacted in 2005 that will reduce the proceeds to the Park District from tangible personal property of general business, telephone and telecommunications companies, and railroads. The tax will be phased out by reducing the assessment on the property each year. The Park District will be reimbursed by the state during the initial phase out schedule. Beginning in 2011, tax revenues will be gradually reduced each year and will result in a total reduction of approximately 10% by 2018.

For further information regarding Hamilton County, see Statistical Section.

### **Requests for Information**

This financial report is designed to provide our citizens, taxpayers, patrons, and creditors with a general overview of the Park District's finances and to show the Park District's accountability for the funds it receives. If you have any questions about this report or need additional financial information, contact the Chief Financial Officer, Hamilton County Park District, 10245 Winton Road, Cincinnati, OH 45231 or call (513) 521-7275.

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**HAMILTON COUNTY PARK DISTRICT**  
**Statement of Net Assets**  
**December 31, 2006**

	Governmental Activities	Business-type Activities	Total
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 4,451,508	\$ 1,039,014	\$ 5,490,522
Investments	4,705,320	-	4,705,320
Receivables			
Accounts	11,095	-	11,095
Intergovernmental	1,208	-	1,208
Taxes	18,028,781	-	18,028,781
Inventories	-	439,009	439,009
	<u>27,197,912</u>	<u>1,478,023</u>	<u>28,675,935</u>
			-
Total current assets	<u>27,197,912</u>	<u>1,478,023</u>	<u>28,675,935</u>
<b>Non current assets</b>			
Nondepreciable capital assets	55,269,814	2,579,126	57,848,940
Depreciable capital assets, net	26,983,224	11,759,360	38,742,584
Total non current assets	<u>82,253,038</u>	<u>14,338,486</u>	<u>96,591,524</u>
Total assets	<u>\$ 109,450,950</u>	<u>\$ 15,816,509</u>	<u>\$ 125,267,459</u>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Accounts payable and accrued expense	992,379	225,180	1,217,559
Unearned revenue	18,028,781	-	18,028,781
Due other governments	121,122	25,130	146,252
Compensated absences	-	51,205	51,205
Current portion - Capital lease	-	32,480	32,480
Total current liabilities	<u>19,142,282</u>	<u>333,995</u>	<u>19,476,277</u>
<b>Long-Term Liabilities</b>			
Capital lease	-	386,581	386,581
Compensated absences	1,767,268	85,942	1,853,210
Internal balances	(3,927,262)	3,927,262	-
Total long-term liabilities	<u>(2,159,994)</u>	<u>4,399,785</u>	<u>2,239,791</u>
Total liabilities	<u>\$ 16,982,288</u>	<u>\$ 4,733,780</u>	<u>\$ 21,716,068</u>
<b>Net Assets</b>			
Invested in capital assets	82,253,038	13,919,425	96,172,463
Restricted for:			
Capital projects	5,259,632	-	5,259,632
Special Revenue funds	5,990,764	-	5,990,764
Unrestricted (deficit)	<u>(1,034,772)</u>	<u>(2,836,696)</u>	<u>(3,871,468)</u>
Total net assets	<u>\$ 92,468,662</u>	<u>\$ 11,082,729</u>	<u>\$ 103,551,391</u>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

**HAMILTON COUNTY PARK DISTRICT**  
**Statement of Activities**  
**For the Year Ended December 31, 2006**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Governmental Activities</b>				
Parks and Recreation	\$ 19,917,759	\$ 2,443,537	\$ 202,688	\$ 865,382
<b>Business-Type Activities</b>				
Golf Courses	5,259,783	5,989,552	-	-
Fishing and Boating	1,357,367	1,202,526	-	-
Riding Center	198,496	343,253	-	-
Food Service	2,951,934	2,200,088	-	-
Golf Merchandise	939,632	1,021,325	-	-
Athletics	425,066	289,801	-	-
Nature's Niche	474,781	352,518	-	-
Total Business-Type Activities	11,607,059	11,399,063	-	-
<b>Total Government</b>	<b>\$ 31,524,818</b>	<b>\$ 13,842,600</b>	<b>\$ 202,688</b>	<b>\$ 865,382</b>

**General Revenues**

Taxes - Real Estate  
- Personal Property  
- Other

Investment gain  
Miscellaneous  
Total general revenues

**Change in Net Assets**

**Net Assets, Beginning of Year**

**Net Assets, Ending of Year**

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Primary Business-Type Activities	Total
\$ (16,406,152)	\$ -	\$ (16,406,152)
-	729,769	729,769
-	(154,841)	(154,841)
-	144,757	144,757
-	(751,846)	(751,846)
-	81,693	81,693
-	(135,265)	(135,265)
-	(122,263)	(122,263)
-	(207,996)	(207,996)
(16,406,152)	(207,996)	(16,614,148)
15,474,633	-	15,474,633
2,657,260	-	2,657,260
702,162	-	702,162
1,066,933	-	1,066,933
343,057	-	343,057
20,244,045	-	20,244,045
3,837,893	(207,996)	3,629,897
88,630,769	11,290,725	99,921,494
\$ 92,468,662	\$ 11,082,729	\$ 103,551,391

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

**HAMILTON COUNTY PARK DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2006**

	General Fund	Capital Projects Fund	Mitchell Trust Fund	Other Funds	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ 1,391,391	\$ 1,682,984	\$ 89,992	\$ 1,287,141	\$ 4,451,508
Investments	-	-	3,311,944	1,393,376	4,705,320
Receivables					
Accounts	11,095	-	-	-	11,095
Intergovernmental	1,208	-	-	-	1,208
Taxes	18,028,781	-	-	-	18,028,781
Due from other funds	188,022	3,799,545	-	-	3,987,567
<b>Total assets</b>	<b>\$ 19,620,497</b>	<b>\$ 5,482,529</b>	<b>\$ 3,401,936</b>	<b>\$ 2,680,517</b>	<b>\$ 31,185,479</b>
<b>Liabilities</b>					
Accounts payable	\$ 360,540	\$ 43,195	\$ 925	\$ 19,420	\$ 424,080
Accrued salaries payable	518,569	47,892	1,838	-	568,299
Unearned revenue	18,028,781	-	-	-	18,028,781
Due to other funds	-	-	60,305	-	60,305
Due other government agencies	98,698	21,101	1,323	-	121,122
<b>Total liabilities</b>	<b>19,006,588</b>	<b>112,188</b>	<b>64,391</b>	<b>19,420</b>	<b>19,202,587</b>
<b>Fund Balances (Deficit)</b>					
Reserved for					
Encumbrances	296,483	110,709	-	7,878	415,070
Unreserved					
General Fund	317,426	-	-	-	317,426
Capital Projects Fund	-	5,259,632	-	-	5,259,632
Special Revenue Funds	-	-	3,337,545	2,653,219	5,990,764
<b>Total fund balances (deficit)</b>	<b>613,909</b>	<b>5,370,341</b>	<b>3,337,545</b>	<b>2,661,097</b>	<b>11,982,892</b>
<b>Total liabilities and fund balances</b>	<b>\$ 19,620,497</b>	<b>\$ 5,482,529</b>	<b>\$ 3,401,936</b>	<b>\$ 2,680,517</b>	<b>\$ 31,185,479</b>

**HAMILTON COUNTY PARK DISTRICT**  
**Reconciliation of Total Governmental Funds**  
**Balance to Net Assets of Governmental Activities**  
**December 31, 2006**

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Total Governmental Funds Balance	\$	11,982,892
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*Amounts reported for Governmental activities in the  
Statement of Net Assets are different because:*

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	82,253,038
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Long term liabilities are not due and payable in the current period and therefore are not recorded in the funds.	<u>(1,767,268)</u>
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Net Assets of Governmental Activities	\$	<u><u>92,468,662</u></u>
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**HAMILTON COUNTY PARK DISTRICT**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended December 31, 2006**

	General Fund	Capital Projects Fund	Mitchell Trust Fund	Other Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes:					
Real property	\$ 15,474,633	\$ -	\$ -	\$ -	\$ 15,474,633
Personal property	2,657,260	-	-	-	2,657,260
Other	702,162	-	-	-	702,162
Motor vehicle permits	1,225,716	-	-	-	1,225,716
Charges for service	5,059,473	-	-	-	5,059,473
Fines and damage	15,464	-	-	-	15,464
Donations and grants	865,382	-	-	202,688	1,068,070
Investment income	272,553	-	617,323	177,057	1,066,933
Miscellaneous	315,738	-	-	11,855	327,593
<b>Total revenue</b>	<b>26,588,381</b>	<b>-</b>	<b>617,323</b>	<b>391,600</b>	<b>27,597,304</b>
<b>Expenditures</b>					
Current:					
General government	2,370,849	-	-	-	2,370,849
Public safety	3,622,085	-	-	-	3,622,085
Operation and maintenance	8,564,122	-	94,530	193,096	8,851,748
Land management	365,297	-	-	-	365,297
Resource quality	200,270	-	-	-	200,270
Naturalist	1,029,448	-	-	-	1,029,448
Communication	732,251	-	-	-	732,251
Visitor services	2,091,897	-	-	-	2,091,897
Facilities	1,818,411	-	-	-	1,818,411
Capital outlay	-	4,052,805	137,888	-	4,190,693
<b>Total expenditures</b>	<b>20,794,630</b>	<b>4,052,805</b>	<b>232,418</b>	<b>193,096</b>	<b>25,272,949</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>5,793,751</b>	<b>(4,052,805)</b>	<b>384,905</b>	<b>198,504</b>	<b>2,324,355</b>
<b>Other financing sources (uses)</b>					
Transfers in	101,345	5,100,000	2,460	46,715	5,250,520
Transfers out	(5,149,175)	-	-	(101,345)	(5,250,520)
Total other financing sources (uses)	(5,047,830)	5,100,000	2,460	(54,630)	-
<b>Net change in fund balance</b>	<b>745,921</b>	<b>1,047,195</b>	<b>387,365</b>	<b>143,874</b>	<b>2,324,355</b>
<b>Fund Balances (Deficit), Beginning of Year</b>					
	(132,012)	4,323,146	2,950,180	2,517,223	9,658,537
<b>Fund Balances (Deficit), End of Year</b>	<b>\$ 613,909</b>	<b>\$ 5,370,341</b>	<b>\$ 3,337,545</b>	<b>\$ 2,661,097</b>	<b>\$ 11,982,892</b>

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS

**HAMILTON COUNTY PARK DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures and**  
**Changes in Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended December 31, 2006**

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Net Change in Fund Balances Total Governmental Funds	\$	2,324,355
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*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 capitalized and not expensed. This is the amount by which such capitalization increased net assets of governmental activities.

1,657,611

Change in long term liabilities (compensated absences) not reported as expenditures in governmental funds.

(144,073)

Change in Net Assets-Governmental Activities

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\$	<u>3,837,893</u>
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**HAMILTON COUNTY PARK DISTRICT**  
**Statement of Net Assets**  
**Proprietary Fund**  
**December 31, 2006**

	<u>Enterprise Fund</u>
<b>Assets</b>	
<b>Current Assets</b>	
Cash and cash equivalents	\$ 1,039,014
Inventories	439,009
Total current assets	1,478,023
<b>Property and Equipment</b>	
Land	2,579,126
Buildings and improvements	21,242,839
Equipment	4,772,967
	28,594,932
Less accumulated depreciation	14,256,446
Net property and equipment	14,338,486
 Total assets	 \$ 15,816,509
 <b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts payable	95,911
Accrued salaries payable	129,269
Due other government agencies	25,130
Current Portion - Notes payable	32,480
Current Portion - Compensated absences	51,205
Total current liabilities	333,995
 <b>Other Liabilities</b>	
Capital lease	386,581
Compensated absences	85,942
Internal balances	3,927,262
Total Other Liabilities	4,399,785
 Total Liabilities	 \$ 4,733,780
 <b>Net Assets</b>	
Invested in capital assets	13,919,425
Unrestricted	(2,836,696)
Total net assets	\$ 11,082,729

SEE ACCOMPANYING NOTES TO BASIC FINANCIAL STATEMENTS



**HAMILTON COUNTY PARK DISTRICT**  
**Statement of Revenues, Expenses and Changes in Net Assets**  
**Proprietary Fund**  
**For the year ended December 31, 2006**

	Enterprise Fund
<b>Operating Revenues</b>	
Charges for Sales and Service	\$ 11,399,063
Total operating revenue	11,399,063
<b>Operating Expenses</b>	
Cost of Sales and Services	9,096,474
Administration	1,290,507
Depreciation	1,220,078
Total operating expenses	11,607,059
<b>Change in Net Assets</b>	(207,996)
<b>Total Net Assets, Beginning of Year</b>	11,290,725
<b>Total Net Assets, End of Year</b>	\$ 11,082,729

**HAMILTON COUNTY PARK DISTRICT**  
**Statement of Cash Flows**  
**Proprietary Fund**  
**For the year ended December 31, 2006**

	<u>Enterprise Fund</u>
<b>Cash Flows from Operating Activities</b>	
Receipts from customers	\$ 11,399,063
Paid to vendors	(1,212,013)
Paid to employees	(4,218,563)
Payments to other funds	(3,900,000)
Net Cash Provided by Operating Activities	2,068,487
<b>Cash Flows From Capital and Related Financing Activities</b>	
Payments on capital lease	(19,085)
Payments for capital acquisition, net of disposals	(1,445,397)
Net Cash Used in Capital and Related Financing Activities	(1,464,482)
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	604,005
<b>Cash and Cash Equivalents, Beginning of Year</b>	435,009
<b>Cash and Cash Equivalents, End of Year</b>	\$ 1,039,014
<b>Reconciliation of Change in Net Assets to Net Cash Provided by Operating Activities:</b>	
Change in net assets	\$ (207,996)
Adjustment for items not requiring cash for operating activities:	
Depreciation	1,317,838
Changes in Assets and Liabilities	
Inventories	136,444
Accounts payable	46,898
Accrued salaries payable	27,089
Interfund payables	706,594
Due other governments	3,584
Compensated absences	38,036
<b>Net Cash Provided by Operating Activities</b>	\$ 2,068,487

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS

### Note 1. Summary of Significant Accounting Policies

#### A. Description of Hamilton County Park District

The Hamilton County Park District (Park District) was created in 1930 under authority of Chapter 1545 of the Ohio Revised Code for the purpose of protecting local natural resources and providing outdoor recreation. The Park District is governed by a three-member Board of Park Commissioners, each of whom serves without pay and is appointed to three-year terms by the Probate Court Judge of Hamilton County. The first Park Board took office on July 17, 1930.

The Board of Park Commissioners appoints a Director who is also the Chief Executive Officer. The Director is responsible for executing policy of the Park Board. Since 1930, the Park District has acquired and conserved 15,781 acres of parkland, including twenty-one parks and nature preserves. The Park District adopted the following mission statement “to preserve and protect natural resources and to provide outdoor recreation and education in order to enhance the quality of life for present and future generations”. Listed below are the names and locations of the parks, nature preserves and greenspace areas owned and/or management by the Park District.

#### Parks and Nature Preserves Managed by Hamilton County Park District

Armleder Park	Mitchell Memorial Forest
Campbell Lakes Preserve	Newberry Wildlife Sanctuary
Embshoff Woods	Oak Glen Nature Preserve
Farbach-Werner Nature Preserve	Richardson Forest Preserve
Fernbank Park	Sharon Woods
Francis RecreAcres	Shawnee Lookout
Glenwood Gardens	Triple Creek
Kroger Hills	Winton Woods
Lake Isabella	Withrow Nature Preserve
Little Miami Golf Center	Woodland Mound
Miami Whitewater Forest	

Property Acquired in Fee Simple	Acreage
<u>Campbell Lakes Preserve</u> - Campbell Road, west of Kilby Road, Harrison Township	183
<u>Embshoff Woods</u> - Paul Road, off Mt. Alverno Road between Delhi Pike and Route 50, Cincinnati and Delhi Township	331
<u>Farbach Werner Nature Preserve</u> - Poole Road and Colerain Avenue, Colerain Township	22
<u>Francis RecreAcres</u> – Conrey Road, north of School Road, Sharonville.	145

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

<b>Property Acquired in Fee Simple</b>	<b>Acreage</b>
<u>Glenwood Gardens</u> - Springfield Pike and Glendale Milford Road	335
<u>Kroger Hills</u> - Off Wooster Pike, between Newtown and Terrace Park, Indian Hill and Columbia Township	3
<u>Lake Isabella</u> - Loveland-Madeira Road at I-275, Symmes Township	73
<u>Little Miami Golf Center</u> - Newtown Road between Route 50 and Route 32, Newtown, Anderson and Columbia Townships - 348 acres. (Includes Little Miami Golf Center, Bass Island, Avoca Trailhead.)	408
<u>Miami Whitewater Forest</u> - Harrison Pike, off I-74 at Dry Fork Road exit, Crosby, Harrison and Whitewater Townships	4,277
<u>Mitchell Memorial Forest</u> - Buffalo Ridge Road off Zion Road and East Miami River Road, Miami Township	1,355
<u>Newberry Wildlife Sanctuary</u> - West of I-275, near Sheits and Springdale Roads, Colerain Township	100
<u>Oak Glen Nature Preserve</u> - Colerain Township	109
<u>Richardson Forest Preserve</u> - Off Colerain Avenue between Kemper Road and Lick Road, Colerain Township	239
<u>Sharon Woods</u> - Route 42, south of I-275, Sharonville	730
<u>Shawnee Lookout</u> - South of Route 50 at Cleves, entrance off Lawrenceburg Road, Miami Township	1,481
<u>Triple Creek</u> - Buell Road and Pippin Road, north of I-275, Colerain Township	177
<u>Winton Woods</u> - Winton Road, south of I-275, Forest Park, Greenhills, Woodlawn and Springfield Township	1,224
<u>Withrow Nature Preserve</u> - Five Mile Road, between I-275 and Route 52, Anderson Township	142
<u>Woodland Mound</u> - Old Kellogg Avenue, between Eight and Nine Mile Roads, Anderson Township and Pierce Township, Clermont County	1,031
<b>Total of Property Acquired in Fee Simple</b>	<b>12,365</b>

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

<b>Property Acquired by Lease</b>	<b>Acreage</b>
<u>Armleder Park</u> – Leased from the City of Cincinnati, Wooster Pike and Beechmont Avenue, Cincinnati, expiring December 31, 2017, with three renewal periods of five years. No rental fees.	240
<u>Fernbank Park</u> – Leased from Cincinnati Park Board – Route 50 and Thornton Avenue, Cincinnati, expiring December 31, 2017, with three renewal periods of five years. No rental fees.	58
<u>Kroger Hills</u> – Leased from Ohio Department of Natural Resources – Off Wooster Pike, between Newtown and Terrace Park, Indian Hill and Columbia Township, expiring July 25, 2008 with one renewal period of 30 years. No rental fees.	214
<u>Lake Isabella</u> – Leased from Ohio Department of Natural Resources – Loveland-Madeira Road at I-275, Symmes Township, expiring April 7, 2017. No Rental fees.	4
<u>Richardson Forest Preserve</u> – Leased from the Nature Conservancy – Kemper Road and Lick Road, Colerain Township, expiring December 2005 with annual one year renewals. Rental fee \$1 per year.	154
<u>Shawnee Lookout</u> – Leased from U.S. Army Corps of Engineers – South of Route 50 at Cleves, entrance off Lawrenceburg Road, Miami Township, expiring June 30, 2008 with renewal period of five years. No rental fees.	36
<u>Winton Woods</u> – Leased from U.S. Army Corps of Engineers – Winton Road, South of I-275, Forest Park, Greenhills, Woodlawn and Springfield Township, expiring January 16, 2026. No rental fee	1,330
<u>Withrow Nature Preserve</u> – Leased from the Nature Conservancy – Five Mile Road, between I-275 and Route 52, Anderson Township, expiring September 15, 2005 with annual one year renewals. Rental fee \$1 per year.	129
<b>Total of all Property Acquired by Lease</b>	<b>2,165</b>
<b>Conservation / Other Easements</b>	<b>Acreage</b>
<u>Little Miami Golf Center &amp; River Corridor</u> – Easement for bike trail purposes near Rt. 32 and the Little Miami River.	8
<u>Miami Whitewater Forest</u> - Conservation Easement - Riparian Corridor	9
<u>Mitchell Memorial Forest</u> – Conservation Easement near Buffalo Ridge Road	17
<u>Richardson Forest Preserve</u> – Conservation Easement near Lick Road	20
<u>Shawnee Lookout</u> – Conservation Easements in Great Miami River Floodplain	915
<u>Wegman Conservation Easement-Green Twp.</u> – Conservation Easement and partnership Agreement with Green Township located on Reemelin Road	34
<u>Woodland Mound</u> – Conservation easement on .40 acre on privately owned property to Prevent development that would create conflict with Vineyard Golf Course.	1
<b>Total of all Conservation/Other Easements</b>	<b>1,004</b>

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

<b>Outleases-Co-operative Arrangements</b>	<b>Acreage</b>
<u>Anderson Township-Forest Realty</u> – To be transferred to Anderson Greenspace I-275 and Asbury Road	6
<u>Broadwell Woods</u> – Leased to Anderson Park District, Broadwell Road, east of Newtown, expiring December 10, 2052 with renewal period of 50 years. No rental fees.	68
<u>I-74 Greenway</u> – Leased to Green Township I-74 east of Race Road, expiring September 18, 2052, with renewal period of 50 years. No rental fees.	1
<u>The Narrows</u> – to be transferred to Delhi Township. Hillside near Bender Road overlooking Ohio River	40
<u>North Bend Canal Tunnel</u> – Miami Whitewater Canal Tunnel – to be leased to Cleves.	1
<u>Northside Woods</u> – Greenspace area east of Mt. Airy Forest – to be leased to Cincinnati Park Board.	60
<u>Spieker Park</u> – 4390 Overton Avenue, Green Township, Leased to Green Township, expiring September 18, 2052 with renewal period of 50 years. No rental fees.	26
<u>William McNeilan Johnson Hills Park</u> – Bridle Road, Anderson Township, leased to Anderson Park District, expiring February 9, 2099. No rental fees.	45
<b>Total of all Out-leases Co-operative Arrangements</b>	<b>247</b>
<b>Total Acreage</b>	<b>15,781</b>

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 1. Summary of Significant Accounting Policies (Continued)

#### B. Reporting Entity

As required by accounting principles generally accepted in the United States of America (GAAP), these financial statements present all funds for which the Park District is financially accountable. The Park District is considered a related organization to Hamilton County, Ohio. This decision is based on the fact that the Board of Commissioners are appointed by the Probate Court Judge of Hamilton County, but Hamilton County cannot impose its will on the Park District in any manner, nor does there exist any financial benefit or burden relationship between the Park District and Hamilton County.

The accompanying financial statements of the Park District are prepared in conformity with GAAP, prescribed in statements and interpretations issued by Governmental Accounting Standards Board (GASB).

#### C. Basic Financial Statements – Government Wide Statements

The Statement of Net Assets and the Statement of Activities display information about the Park District. These statements include the financial activities of the overall government.

For the government-wide financial statements, eliminations have been made to remove the double reporting of internal activities. These statements distinguish between the governmental and business type activities of the Park District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole, or in part, by fees charged to external parties for goods or services. Program revenues for both types of activities include 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function or activity. Taxes and other items not properly included among program revenues are reported as general revenues.

The Statement of Net Assets reports all financial and capital resources using the economic resources measurement focus and the accrual basis of accounting. The Park District presents the statement in a format that displays *assets less liabilities equal net assets*. *Net Assets* is displayed in three components:

- The *Invested in Capital Assets, Net of Related Debt* component consists of capital assets, net of accumulated depreciation, and net of a capital lease for golf carts.
- The *Restricted Net Assets* component represents net assets with constraints placed on their use that are either 1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or 2) imposed by law through constitutional provisions or enabling legislation.
- The *Unrestricted Net Assets* component consists of net assets that do not meet the definition of the preceding two components.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 1. Summary of Significant Accounting Policies (Continued)

#### D. Basic Financial Statements – Fund Financial Statements

The financial transactions of the Park District are reported in individual funds in the Fund Financial Statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in the fund financial statements is on the major funds in either the governmental or business-type activities categories. Each major fund is presented in a separate column in the statements. Non-major funds, by category, are summarized into a single column.

The following fund types are used by the Park District:

#### 1. Governmental Funds

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Park District:

- a. **General Fund** is the general operating fund of the Park District. It is used to account for all financial resources except those required to be accounted for in another fund.
- b. **Capital Projects Fund** is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by business-type/proprietary funds).
- c. **Mitchell Trust Fund** is used to account for the initial bequest from William Morris Mitchell and the subsequent accumulation of income, expenditures for contiguous land, construction, maintenance and operations of the Mitchell Memorial Forest.
- d. **Other Funds** are comprised of other Government/Drug Enforcement Funds, trust funds and other special revenue funds.



# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 1. Summary of Significant Accounting Policies (Continued)

#### 2. Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's principal ongoing operations. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The Park District applies all Financial Accounting Standards Board (FASB) pronouncements that were issued on or before November 30, 1989, unless the FASB pronouncement conflicts with or contradicts a GASB pronouncement. The Park District has elected not to apply FASB pronouncements issued after November 30, 1989. The following is a description of the proprietary fund of the Park District:

**Enterprise Fund** - The Enterprise Fund is 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 of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Park District operates within this fund, golf courses, fishing and boating locations, riding center, food service facilities, sale of golf and fishing merchandise, athletic facilities and a gift shop (Nature's Niche). In 2006, Nature's Niche, which was previously considered a governmental activity, was added to the Enterprise Fund.

#### E. Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

##### 1. Accrual

Both governmental and business-type activities in the government-wide financial statements and the proprietary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

##### 2. Modified Accrual

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Principal revenue sources considered susceptible to accrual include property and other taxes, state and federal grants, interest on investments, and fines. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 1. Summary of Significant Accounting Policies (Continued)

#### F. Pooled Cash and Cash Equivalents

The Park District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents". Investments with original maturities of three months or less are considered to be cash equivalents. Cash equivalents are recorded at cost, which approximates market value. Interest earned from investments purchased with pooled cash is allocated to the funds, based on amounts in the pool, unless otherwise restricted by statute.

#### G. Investments

Investments are reported at fair value. Investments consist of securities owned by the Park District that are traded on a national exchange and valued at quoted market prices.

#### H. Inventories

Inventory is valued at the lower of cost or market, using first-in, first-out (FIFO) method. The costs of inventory items are recognized as expenses in the Enterprise Fund when sold or consumed.

#### I. Capital Assets

Governmental-type capital assets include land, buildings, furniture and fixtures, machinery and equipment, vehicles, and infrastructure owned by the Park District. These are stated at historical or estimated historical cost. Donated assets are stated at estimated market value at the time of donation. All capital assets in excess of \$1,000 are capitalized. See note 7 for accumulated depreciation by class.

Depreciation for governmental-type capital assets is provided using the straight-line method over the estimated life of the assets. Depreciation lives used for property items within each property classification are as follows:

Buildings	30 years	Parking	10 years
Machinery/Equipment	7 years	Trails	20 years
Vehicles	5 years	Sewers	20 years
Furniture/Fixtures	7 years	Dams	30 years
Water Supply	20 years	Bridges	30 years

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 1. Summary of Significant Accounting Policies (Continued)

Capital assets for the business-type activities (Enterprise Fund) in excess of \$1,000 are recorded at historical cost. Depreciation is charged as an expense against operations and capital assets are recorded net of accumulated depreciation on the *Statement of Net Assets*. See Note 7 for accumulated depreciation by asset class.

Depreciation in the business-type activities (Enterprise Fund) is provided using the straight-line method over the estimated lives of the assets. Depreciable lives used for property items within each property classification are as follows:

Buildings	30 Years
Machinery/Equipment	7 Years
Vehicles	5 Years
Furniture/Fixtures	7 Years
Golf Carts	5 Years

#### J. Compensated Absences

The Park District records accumulated unpaid sick leave, vacation, holiday and comp time benefits as compensated absences payable when earned by the employee.

**Vacation** - Full and part-time employees are eligible for vacation after completing one year of service with the Park District. One year is computed on the basis of 26 pay periods. After one year of service, employees may use current vacation accrual with approval from supervisor. Seasonal and hourly employees who become full or part-time will begin their accruals after 26 pay periods of continuous employment. Accrual of vacation time is as follows:

<u>Years of Service</u>	<u>Vacation Hours Earned Per 80 Hours Worked</u>	<u>Total Earned Per Year</u>
1 to 8 years	3.1 hours/80 hrs/pay	10 days/year
9 to 15 years	4.6 hours/80 hrs/pay	15 days/year
16 to 25 years	6.2 hours/80 hrs/pay	20 days/year
26 plus years	7.7 hours/80 hrs/pay	25 days/year

At the end of the 8<sup>th</sup>, 15<sup>th</sup> and 25<sup>th</sup> year, an employee will accrue an additional 40 hours (full-time employees) or 30 hours (part-time employees) of vacation leave and progress to the next accrual level.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 1. Summary of Significant Accounting Policies (Continued)

Vacation pay for eligible employees is based on current rate of pay. Overtime hours are not counted in computing vacation time. Any employee who works less than 2080 hours per year, will have vacation time determined by the percentage of the total hours they work. No vacation time is earned while an employee is on an unpaid leave of absence or an unpaid military leave.

Vacation time may be accumulated to a maximum of that earned in three years. At the time of an employee's termination, the employee is entitled to compensation at their current rate of pay for any earned but unused vacation leave up to a maximum of three years.

**Sick Leave** – Sick leave accumulates at the rate of 4.6 hours every 80 hours worked with a maximum of 15 days per year. There is no maximum accumulation. It is to be used as needed and approved. Upon retirement, an employee with 10 years or more of active service may receive a one-time payment. The payment is computed at one hour pay for each two hours of accrued sick leave but limited to accrued sick leave up to a maximum of 720 hours. At December 31, 2006, the Park District recorded a liability for sick leave totaling \$805,109 in accordance with GASB Statement No. 16, whereby sick leave is expensed and accrued only for probable retirees in the upcoming three years. This amount is included in the compensated absences liability presented in the statement of net assets.

**Comp Time** - Depending on the employee's position, comp time may be earned at regular or time and a half rate. The maximum accumulation for non-exempt employees is 240 hours of comp time and comp time earned in excess of the maximum is paid to the employee. Exempt employees are required to take current year comp time by April of the following year.

Long-term obligations for vested sick leave, vacation and comp time and any claims or judgments are shown in the Statement of Net Assets. Unpaid vacation, sick leave and comp time, are computed as prescribed in GASB Statement No. 16. A full accrual for future amounts due is presented as compensated absences in government wide statements. See Note 9.

### K. Inter-Fund Transactions

During the normal course of operation, the Park District has certain transactions between funds. Charges from the General Fund to the Enterprise Fund and Other Funds for administration, maintenance, utilities and other costs are identified as Charges for Services (Revenue) by the General Fund and Expenditures in the Enterprise Fund and Other Funds. All other inter-fund transactions are reported as transfers.

Amounts identified as Interfund Receivable/Payable represent lending/borrowing arrangements outstanding at year's end. All other outstanding balances between funds are reported as "due to/from other funds."

### L. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the Park District's policy is to apply restricted net assets first.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 2. Deposits, Investments and Investment Return

#### Deposits

Custodial credit risk is the risk that in the event of a bank failure, government's deposits may not be returned to it. The Park District deposit policy for custodial risk requires compliance with the provisions of state law.

State law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities or the state of Ohio; bonds of any city, county, school district or special road district of the state of Ohio; bonds of any state; or a surety bond having an aggregate value at least equal to the amount of the deposits.

At December 31, 2006, \$5,390,522 of the Park District's bank balances of \$5,490,522 were exposed to custodial credit risk as these deposits were uninsured and collateral held was in other than the Park District's name.

#### Investments

The Park District may legally invest in direct obligations of, and other obligations guaranteed as to principal by, the U.S. Treasury and U.S. agencies and instrumentalities. The Park District may not purchase corporate bonds, stocks or notes. Donations of these items may be held until such time as the Board of Park Commissioners deems it advisable to sell such items.

At December 31, 2006, the Park District had the following investments and maturities:

Money Market mutual funds	\$ 3,176
Corporate Stocks	<u>4,705,320</u>
	<u>\$ 4,708,496</u>

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

**Interest Rate Risk** As a means of limiting its exposure to fair value losses arising from rising interest rates, the Park District investment policy limits all maturities to a maximum of two years. The money market mutual funds are presented as an investment with a maturity of less than one year because they are redeemable in full immediately.

**Credit Risk.** Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligation. It is the Park District's policy to limit its investments to those permitted by state law, donated corporate stock or corporate bonds. Purchases of corporate stock, corporate bonds, or obligations of political subdivisions other than the State of Ohio are prohibited.

**Custodial Credit Risk.** For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Park District will not be able to recover the value of its investment or collateral securities that are in possession of an outside party. All investments in corporate stock are held in the Park District's name. The Park District's investment policy does not address custodial credit risk.

**Concentration of Credit Risk.** The Park District limits investments with one issuer to no more than 50% of the investment portfolio, or \$1,000,000 which ever is less, except as follows:

- (a) Donated corporate stock, no limit.
- (b) External Investment Pool, (STAR OHIO) secured by U.S. Treasury obligations, no limit.
- (c) Fifth Third Bank. Balances totally collateralized with U.S. Treasury Securities, no limit.

### Summary of Carrying Values

The carrying values of deposits and investments shown above are included in the statement of net assets (balance sheet) as follows:

Carrying value	
Cash and cash equivalents (Deposits)	\$ 5,490,522
Investments	<u>4,705,320</u>
	<u>\$ 10,195,842</u>

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Investment Income

Investment Income for the year ended December 31, 2006 consisted of:

Interest and dividend income	\$ 407,103
Net increase in fair value of investments	<u>659,830</u>
	<u>\$ 1,066,933</u>

### Note 3. Property Tax Revenues

Property taxes include amounts levied against real, public utility and tangible (used in business) property. The assessed value upon which the 2006 tax collection was based follows: (Amounts in 000's.)

Real Property --2005 Valuation	
Residential/Agricultural	\$ 13,188,437
Commercial/Industrial/Public Utilities	5,652,187
Tangible Personal Property – 2006 Valuation	
General	1,299,884
Public Utilities	<u>750,971</u>
Total Valuation	<u>\$ 20,891,479</u>

The County Treasurer bills and collects property taxes on behalf of all taxing districts in Hamilton County, including the Hamilton County Park District. Taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31 with the remainder payable by June 20 of the following year. The county's practice is to extend the December 31 due date to January. Unpaid taxes become delinquent after December 31 of the year they are due. Foreclosure proceedings may be initiated by the County Prosecutor if delinquent taxes are not paid within one year.

The County Auditor periodically remits to the Hamilton County Park District its portion of the taxes collected. The final settlement of real and public utility property taxes is made in April and September, and tangible taxes in July and November for the first and second halves of the year, respectively. Collections of the taxes are accounted for in these statements.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 3. Property Tax Revenues (Continued)

The Hamilton County Park District accrues property taxes as receivables since they can be measured and recorded when levied and recognizes them as unearned revenue since they are recorded in advance of the year for which they are levied. Property taxes are recognized as revenue in the year for which they are levied.

The Park District property tax is generated from two sources. The first is an unvoted .03 mill levy granted annually by the Hamilton County Commissioners. The second is a replacement levy of 1.0 mill which is scheduled to expire in 2016 and is not subject to a reduction factor.

### Note 4. Leases

#### Operating Leases

The Park District leases various park properties, land and water, over varying periods. None of the agreements contain unusual renewal or purchase options. The Park District is responsible for preservation and maintenance of the properties. Future minimum rental payments under operating leases are \$1 per year for 2005 to 2009.

The Park District leases certain undeveloped land to other park districts for various terms at no charge.

#### Capital Lease

The Park District has entered into a lease agreement as lessee for financing the acquisition of golf carts. This lease agreement qualifies as a capital lease for accounting purposes.

The assets acquired through the capital lease are:

Golf Department  
259 Golf Carts

The future minimum lease obligations as of December 31, 2006 are as follows:

2007	\$	50,256
2008		50,256
2009		<u>361,057</u>
Total Minimum Lease Payment		461,569
Less amount representing interest		<u>42,508</u>
Present value minimum lease payment	\$	<u>419,061</u>



# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### **Note 5. Retirement Plans**

All full time and part time employees are required to join the Ohio Public Employees Retirement System (OPERS). OPERS are cost-sharing, multiple-employer retirement plans operated by the State of Ohio. OPERS issues a stand-alone Comprehensive Annual Financial Report, copies of which may be obtained by making a written request to: Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 466-2085.

OPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code.

#### **Traditional Retirement Plan**

Employees with five years of service are entitled to future benefits. Non law enforcement participants may retire at any age with 30 years of service, at or after age 60 with five years of credited service and at age 55 with a minimum of 25 years of service. Those individuals retiring with less than 30 years of service or less than age 65 receive reduced retirement benefits. Upon retirement, non law enforcement participants are entitled to a retirement benefit, payable for life, equal to 2.2% of their final average salary for each year of credited service up to 30 years. These members are entitled to 2.5% of their final average salary for each year of service in excess of 30 years. Final average salary is calculated as the participant's average salary over the highest three years of earnings. Law enforcement officers, as defined in Chapter 145 of the Ohio Revised Code, are eligible for special retirement options. These options are available to such members at age 48 or older with 25 or more years of credited service. The annual benefit is calculated by multiplying 2.5 percent of final average salary by the actual years of service for the first 25 years of service credit and 2.1 percent of final average salary for each year of service over 25 years. These options also permit early retirement under qualifying circumstances as early as age 48.

#### **Member-Directed Plan - A Defined Contribution Plan**

Retirement benefit is determined by employee and employer contributions and gains/losses of investment options.

#### **Combined Plan - A Defined Benefit and Defined Contribution Plan**

Retirement benefit is determined by reduced formula (for Defined Benefit component) and gains/losses of investment options (for Defined Contribution component).

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

Pension Contributions - Employer and employee required contributions to OPERS are established under Chapter 742 of the Ohio Revised Code and are based on percentages of covered employees' gross salaries. Contribution rates are calculated annually by the OPERS actuaries. Contribution rates for calendar year 2006 were as follows:

	<u>Employee Share</u>	<u>Employer Share</u>
Regular Employees .....	9.00%	13.70%
Law Enforcement Employees .....	10.10%	16.93%

Employer contributions required and made for the last three years were as follows:

<u>For the Year Ended December 31</u>	<u>Employer's Contribution for Regular Employees</u>	<u>Employer's Contribution for Law Enforcement Employees</u>
2006	\$ 1,613,168	\$ 415,677
2005	1,097,540	321,238
2004	929,447	285,571

Other Post-employment Benefits - All age and service retirees with 10 or more years of service credit qualify for healthcare coverage under OPERS. Healthcare coverage for disability recipients and primary survivor recipients is also available. Chapter 145, Ohio Revised Code, provides the statutory authority for employer contributions. The employer contribution rate for all employees to fund healthcare is 4.52% included in the total employer rate (13.70% and 16.93%). Employees do not presently fund any portion of healthcare insurance premium costs.

The 2006 actuarially determined employer healthcare contribution requirement paid was:

Regular Employees	\$ 516,215
Law Enforcement Employees	<u>108,076</u>
	<u>\$ 624,291</u>

### Note 6. Commitments

The Park District has contractual commitments to various vendors for future supplies and services for the Park District. Determinable amounts are recorded as encumbrances at December 31, 2006, as follows:

General Fund	\$ 296,483
Capital Projects Fund	110,709
Other Funds	<u>7,878</u>
	<u>\$ 415,070</u>

The Park District is the beneficiary of certain assets held in two charitable remainder trusts. Upon the death of the last surviving noncharitable recipient of the trust, the Park District shall receive all of the principal and income of these trusts.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 7. Capital Assets

**A. Governmental Activities** - changes in capital assets during the year ended December 31, 2006 is as follows:

	Balance January 1, 2006	Additions	Deletions	Balance December 31, 2006	Less Accumulated Depreciation	Net Book Value
Land	\$ 54,092,834	\$ 1,206,980	\$	\$ 55,299,814	\$	\$ 55,299,814
Land Improvements	4,662,266	45,584		4,707,850	964,557	3,743,293
Buildings	23,442,151	793,275	358,198	23,877,228	10,821,137	13,056,091
Equipment	5,043,820	540,709	268,011	5,316,518	4,352,842	963,676
Vehicles	2,696,018	173,986	238,242	2,631,762	2,156,746	475,016
Infrastructure	5,968,847	263,039		6,231,886	1,511,850	4,720,036
Leasehold improvements	<u>3,380,171</u>	<u>1,229,548</u>		<u>4,609,719</u>	<u>614,607</u>	<u>3,995,112</u>
	<u>\$ 99,286,107</u>	<u>\$ 4,253,121</u>	<u>\$ 864,451</u>	<u>\$ 102,674,777</u>	<u>\$ 20,421,739</u>	<u>\$ 82,253,038</u>

**B. Changes in Accumulated Depreciation** - Governmental Activities for the year ended December 31, 2006 are as follows:

	Balance January 1, 2006	Additions	Deletions	Accumulated Depreciation December 31, 2006
Land Improvements	\$ 807,629	\$ 156,928	\$	\$ 964,557
Buildings	10,101,179	807,845	87,887	10,821,137
Equipment	4,234,508	382,322	263,988	4,352,842
Vehicles	2,118,858	276,130	238,242	2,156,746
Infrastructure	1,168,493	343,357		1,511,850
Leasehold improvements	<u>260,013</u>	<u>354,594</u>		<u>614,607</u>
	<u>\$ 18,690,680</u>	<u>\$ 2,321,176</u>	<u>\$ 590,117</u>	<u>\$ 20,421,739</u>

**C. Business Activities** - Changes in capital assets during the year ended December 31, 2006 are as follows:

	Balance January 1, 2006	Additions	Deletions	Balance December 31, 2006	Less Accumulated Depreciation	Net Book Value
Land	\$ 2,579,126	\$	\$	\$ 2,579,126	\$	\$ 2,579,126
Building and Improvements	20,643,172	783,012	183,345	21,242,839	10,432,288	10,810,551
Equipment	4,098,063	389,497	21,680	4,465,880	3,542,970	922,910
Vehicles	<u>307,087</u>			<u>307,087</u>	<u>281,188</u>	<u>25,899</u>
	<u>\$ 27,627,448</u>	<u>\$ 1,172,509</u>	<u>\$ 205,025</u>	<u>\$ 28,594,932</u>	<u>\$ 14,256,446</u>	<u>\$ 14,338,486</u>

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 7. Capital Assets (Continued)

#### D. Changes in Accumulated Depreciation – Business Activities for the year ended December 31, 2006 is as follows:

	Accumulated Depreciation January 1, 2006	Additions	Deletions	Accumulated Depreciation December 31, 2006
Building and Improvements	\$ 9,774,399	\$ 841,234	\$ 183,345	\$ 10,432,288
Equipment	3,106,673	457,977	21,680	3,542,970
Vehicles	<u>262,561</u>	<u>18,627</u>	<u>          </u>	<u>281,188</u>
	<u>\$ 13,143,633</u>	<u>\$ 1,317,838</u>	<u>\$ 205,025</u>	<u>\$ 14,256,446</u>

In 2005, the Park District received a gift of 119 acres of land valued at \$4,400,000. This land is restricted to be used as a public park and if it ceases to be used as such, will revert to a not-for-profit organization specified by the donor.

### Note 8. Risk Management

The Park District is exposed to various risks of loss related to torts - theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years, nor has there been a significant reduction in insurance coverage in the same period.

The Park District pays into the State of Ohio Bureau of Workers Compensation System at a retrospective rate based on gross salaries less any employee contributions to a 457 plan. Workers claims are submitted to the State of Ohio for authorization and payment to the injured employee. The State of Ohio establishes employer payments, employee payments, and adequate reserves.

### Note 9. Compensated Absences

A summary of changes in amount due for compensated absences is as follows:

	Balance January 1, 2006	Additions	Reductions	Balance December 31, 2006	Current Portion	Long-term Portion
Governmental activities	\$ 1,759,490	\$ 224,245	\$ 216,467	\$ 1,767,268	\$ -	\$ 1,767,268
Business type activities	<u>99,111</u>	<u>38,036</u>	<u>-</u>	<u>137,147</u>	<u>51,205</u>	<u>85,942</u>
Total	<u>\$ 1,858,601</u>	<u>\$ 262,281</u>	<u>\$ 216,467</u>	<u>\$ 1,904,415</u>	<u>\$ 51,205</u>	<u>\$ 1,853,210</u>

Compensated absences will be paid from the fund in which employees salaries are paid which in prior years has typically been from the general fund and enterprise fund.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 10. Due to/From Other Funds

Individual fund asset and liability balances at December 31, 2006, were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Enterprise Fund	\$ 127,717
General Fund	Other Funds	60,305
Capital Project Fund	Enterprise Fund	3,799,545

The balances represent timing differences related to routine transfers for operating and capital transactions.

As reported herein, transfer in and transfer out are as follows:

**GENERAL FUND**

Transfer out to	
Capital Project Fund	\$ 5,100,000
Mitchell Fund	2,460
Other Funds	46,715

**OTHER FUNDS**

Transfer Out to General Fund	<u>101,345</u>
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Total	<u>\$ 5,250,520</u>
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Transfers in are:

**MITCHELL FUND**

Transfers in from General Fund	\$ 2,460
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**CAPITAL PROJECT FUND**

Transfers in from General Fund	5,100,000
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**OTHER FUNDS**

Transfers in from General Fund	46,715
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**GENERAL FUND**

Transfers in from Other	<u>101,345</u>
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Total	<u>\$ 5,250,520</u>
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Transfers from the General Fund to the Capital Projects fund represent the Park District's funding of capital projects.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

### Note 11. Long Term Liabilities

Long term liability activity for the year ended December 31, 2006 was:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Capital Lease	\$ 461,569	-	\$ 42,508	\$ 419,061	\$ 32,480
Compensated Absences	1,858,601	\$ 262,281	216,467	1,904,415	51,205

### Note 12. Governmental Activities and Business Activities Unrestricted Net Assets Negative Balances

The negative balance in the unrestricted net assets for governmental activities and business activities is the result of net assets reserved for capital assets.

**REQUIRED SUPPLEMENTARY  
INFORMATION**

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**(Non-GAAP Budgetary Basis)**  
**General Fund**  
**For the year ended December 31, 2006**

	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Revenues</b>				
Taxes	\$ 18,464,400	\$ 18,214,000	\$ 18,509,055	\$ 295,055
Motor Vehicle Permits	1,355,500	1,355,500	1,225,716	(129,784)
Charges for Service	5,171,700	5,171,500	4,775,382	(396,118)
Fines and Damage	14,000	14,000	15,289	1,289
Interest and Dividends	125,000	181,800	265,358	83,558
Miscellaneous	236,800	236,800	314,724	77,924
Grants	554,000	354,000	865,382	511,382
Total Revenue	<u>25,921,400</u>	<u>25,527,600</u>	<u>25,970,906</u>	<u>443,306</u>
<b>Expenditures</b>				
General Government	3,662,700	3,781,742	3,653,644	(128,098)
Public Safety	3,690,800	3,852,292	3,801,064	(51,228)
Operation and Maintenance	7,973,000	8,172,300	7,954,626	(217,674)
Land Management	370,200	370,200	359,235	(10,965)
Resource Quality	204,400	204,400	198,641	(5,759)
Naturalist	1,059,000	1,061,000	1,031,868	(29,132)
Communication	711,700	744,135	730,683	(13,452)
Fernbank Park	679,300	696,175	685,548	(10,627)
Armleder Park	1,270,300	1,357,990	1,170,369	(187,621)
Visitor Services	1,163,800	1,762,767	1,300,202	(462,565)
Total Expenditures	<u>20,785,200</u>	<u>22,003,001</u>	<u>20,885,880</u>	<u>(1,117,121)</u>
<b>Excess of revenues over expenditures</b>	5,136,200	3,524,599	5,085,026	1,560,427
<b>Other financing sources (uses)</b>				
Transfers in				
Transfers out	(5,136,200)	(3,500,000)	(5,149,175)	(1,649,175)
<b>Deficiency of revenues and other financing sources over expenditures and other financing uses</b>	<u>\$ -</u>	<u>\$ 24,599</u>	<u>(64,149)</u>	<u>\$ (88,748)</u>
<b>Fund Balances, Beginning of Year</b>			127,977	
<b>Prior Year Encumbrances</b>			512,589	
<b>Fund Balances, End of Year</b>			<u>\$ 576,417</u>	

See accompanying notes to required supplementary information



**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**(Non-GAAP Budgetary Basis)**  
**Mitchell Fund**  
**For the year ended December 31, 2006**

	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Revenues</b>				
Sale of Stock	\$ -	\$ -	\$ 138,002	\$ 138,002
Interest and Dividends	412,200	412,200	91,954	(320,246)
<b>Total Revenue</b>	<b>412,200</b>	<b>412,200</b>	<b>229,956</b>	<b>(182,244)</b>
<b>Expenditures</b>				
Salaries	40,100	45,600	45,553	(47)
Fringes	9,300	9,300	3,493	(5,807)
Supplies	28,500	23,000	12,343	(10,657)
Insurance, Utilities, Other	84,300	84,300	9,289	(75,011)
Capital Outlay	250,000	255,829	137,888	(117,941)
<b>Total Expenditures</b>	<b>412,200</b>	<b>418,029</b>	<b>208,566</b>	<b>(209,463)</b>
<b>Excess of revenues over expenditures</b>		(5,829)	21,390	27,219
<b>Other financing sources</b>				
Transfers in	-	-	2,460	2,460
<b>Excess (deficiency) of revenue and other financing sources over expenditures</b>	<b>\$ -</b>	<b>\$ (5,829)</b>	<b>23,850</b>	<b>\$ 29,679</b>
<b>Fund Balances, Beginning of Year</b>			<u>3,341,760</u>	
<b>Fund Balances, End of Year</b>			<u>\$ 3,365,610</u>	

See accompanying notes to required supplementary information

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

### **Budgetary Process**

Budget - A budget of estimated cash receipts and disbursements is submitted to the County Auditor, who serves as Secretary of the County Budget Commission, by July 20 of each year for the period of January 1 to December 31 of the following year.

Estimated Resources - The County Budget Commission certifies its actions to the Park District by September 1. As part of this certification, the Park District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about January 1, this certificate is amended to include any unencumbered balances from the preceding year. Prior to December 31, the Park District must revise its budget so that the total budgeted expenditures from a fund during the ensuing fiscal year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the annual appropriation measure. Budget receipts, as shown on the accompanying financial statements, do not include January 1, 2005 unencumbered fund balances. However, those fund balances are available for appropriations.

Appropriations - A temporary appropriation measure to control cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation measure must be passed by April 1 of each year for the period January 1 to December 31. The appropriation measure may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources, as certified.

Encumbrances - The Park District is required to use the encumbrance method of accounting by mandate of Ohio law. Under this system, purchase orders, contracts and other commitments for the expenditure of funds are recorded on the Non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance.

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 succeeding fiscal year and need not be reappropriated.

All governmental and proprietary fund types of the Park District have legally adopted budgets at the departmental level for estimated resources and appropriations. Revisions to estimated resources or budgeted appropriations must be approved by the Board of Park Commissioners and submitted to the Hamilton County auditor. Division directors are responsible for operating within the approved budget, as periodically amended. Transfer of appropriations within departments does not require approval of the Board of Park Commissioners.

# HAMILTON COUNTY PARK DISTRICT

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

### Budgetary Process (Continued)

Listed below is a reconciliation of the results of operations for the year ended December 31, 2006 from modified accrual (GAAP) basis to the Non-GAAP budgetary basis.

### Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses

	General Fund	Mitchell Fund
GAAP Basis:	\$ 745,921	\$ 387,365
Adjustments:		
Revenue Accrued	(617,475)	(510,727)
Expenses Accrued	(192,595)	147,212
	<hr/>	<hr/>
Budget Basis:	\$ <u>(64,149)</u>	\$ <u>23,850</u>

**OTHER SUPPLEMENTARY INFORMATION**

**HAMILTON COUNTY PARK DISTRICT**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**For the year ended December 31, 2006**

	Law Enforcement Fund	Law Enforcement and Education Fund	Drug Law Enforcement Fund	Evergreen Fund	Burchenal Fund	Total Non Major Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 6,907	\$ 1,094	\$ 16,893	\$ 1,216,005	\$ 46,242	\$ 1,287,141
Investments	-	-	-	-	1,393,376	1,393,376
<b>Total assets</b>	<b>\$ 6,907</b>	<b>\$ 1,094</b>	<b>\$ 16,893</b>	<b>\$ 1,216,005</b>	<b>\$ 1,439,618</b>	<b>\$ 2,680,517</b>
<b>Liabilities</b>						
Accounts payable	-	-	-	19,420	-	19,420
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>19,420</b>	<b>-</b>	<b>19,420</b>
<b>Fund Balances (Deficit)</b>						
Reserve for encumbrances	-	-	-	7,878	-	7,878
Unreserved	6,907	1,094	16,893	1,188,707	1,439,618	2,653,219
<b>Total fund balances (deficit)</b>	<b>6,907</b>	<b>1,094</b>	<b>16,893</b>	<b>1,196,585</b>	<b>1,439,618</b>	<b>2,661,097</b>
<b>Total liabilities and fund balances</b>	<b>\$ 6,907</b>	<b>\$ 1,094</b>	<b>\$ 16,893</b>	<b>\$ 1,216,005</b>	<b>\$ 1,439,618</b>	<b>\$ 2,680,517</b>

**HAMILTON COUNTY PARK DISTRICT**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non Major Governmental Funds**  
**For the year ended December 31, 2006**

	Law Enforcement Fund	Law Enforcement and Education Fund	Drug Law Enforcement Fund	Evergreen Fund	Burchenal Fund	Total Non Major Governmental Funds
<b>Revenues</b>						
Donations and Grants	\$ -	\$ -	\$ -	\$ 202,688	\$ -	\$ 202,688
Investment Income	-	-	-	-	177,057	177,057
Miscellaneous	-	134	8,993	2,728	-	11,855
	-	-	-	-	-	-
<b>Total Revenue</b>	<b>-</b>	<b>134</b>	<b>8,993</b>	<b>205,416</b>	<b>177,057</b>	<b>391,600</b>
<b>Expenditures</b>						
Operation and Maintenance	1,376	-	138	191,082	500	193,096
<b>Total Expenditures</b>	<b>1,376</b>	<b>-</b>	<b>138</b>	<b>191,082</b>	<b>500</b>	<b>193,096</b>
<b>Excess (deficiency) of Revenues</b>	<b>(1,376)</b>	<b>134</b>	<b>8,855</b>	<b>14,334</b>	<b>176,557</b>	<b>198,504</b>
<b>Other financing sources (uses)</b>						
Transfers in	370	54	363	44,704	1,224	46,715
Transfers out	-	-	-	(101,345)	-	(101,345)
<b>Total other financing sources (uses)</b>	<b>370</b>	<b>54</b>	<b>363</b>	<b>(56,641)</b>	<b>1,224</b>	<b>(54,630)</b>
<b>Net change in Fund Balances</b>	<b>(1,006)</b>	<b>188</b>	<b>9,218</b>	<b>(42,307)</b>	<b>177,781</b>	<b>143,874</b>
<b>Fund Balances, Beginning of Year</b>	<b>7,913</b>	<b>906</b>	<b>7,675</b>	<b>1,238,892</b>	<b>1,261,837</b>	<b>2,517,223</b>
<b>Fund Balances, End of Year</b>	<b>\$ 6,907</b>	<b>\$ 1,094</b>	<b>\$ 16,893</b>	<b>\$ 1,196,585</b>	<b>\$ 1,439,618</b>	<b>\$ 2,661,097</b>

**OTHER BUDGETARY INFORMATION**

# **GOVERNMENTAL FUNDS**



## **GENERAL FUND**

The General Fund is the general operating fund of the Park District. It is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

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**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**(Non-GAAP Budgetary Basis) by Department**  
**General Fund**  
**For the year ended December 31, 2006**

	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Revenues</b>				
Taxes	\$ 18,464,400	\$ 18,214,000	\$ 18,509,055	\$ 295,055
Motor Vehicle Permits	1,355,500	1,355,500	1,225,716	(129,784)
Charges for Service	5,171,700	5,171,500	4,775,382	(396,118)
Fines and Damage	14,000	14,000	15,289	1,289
Interest and Dividends	125,000	181,800	265,358	83,558
Miscellaneous	236,800	236,800	314,724	77,924
Grants	554,000	354,000	865,382	511,382
Total Revenue	25,921,400	25,527,600	25,970,906	443,306
<b>Expenditures</b>				
<b>Administration Department</b>				
Salaries	1,753,000	1,718,401	1,693,894	(24,507)
Fringes	483,100	472,921	453,933	(18,988)
Supplies	575,300	685,723	640,964	(44,759)
Travel & Training	42,600	42,600	34,551	(8,049)
Insurance, Utilities, Other	759,800	786,660	760,438	(26,222)
Capital Outlay	48,900	75,437	69,864	(5,573)
Total Administration Department	3,662,700	3,781,742	3,653,644	(128,098)
<b>Safety Department</b>				
Salaries	2,652,500	2,747,092	2,734,989	(12,103)
Fringes	746,100	746,100	727,123	(18,977)
Supplies	140,100	147,610	131,423	(16,187)
Insurance, Utilities, Other	4,800	23,800	20,323	(3,477)
Travel & Training	36,800	17,800	17,397	(403)
Capital Outlay	110,500	169,890	169,809	(81)
Total Safety Department	3,690,800	3,852,292	3,801,064	(51,228)
<b>Operations Department</b>				
Salaries	4,035,500	4,037,650	3,905,311	(132,339)
Fringes	1,092,200	1,106,750	1,086,388	(20,362)
Supplies	1,376,300	1,293,180	1,264,541	(28,639)
Insurance, Utilities, Other	1,181,800	1,286,300	1,257,319	(28,981)
Travel & Training	14,000	7,700	2,652	(5,048)
Capital Outlay	273,200	440,720	438,415	(2,305)
Total Operations Department	7,973,000	8,172,300	7,954,626	(217,674)

(Continued)

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**(Non-GAAP Budgetary Basis) by Department**  
**General Fund**  
**For the year ended December 31, 2006**

	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Land Management Department</b>				
Salaries	\$ 254,600	\$ 252,850	\$ 251,616	\$ (1,234)
Fringes	69,900	71,650	71,462	(188)
Supplies	43,500	43,300	34,712	(8,588)
Travel & Training	2,200	2,400	1,445	(955)
<b>Total Land Management Department</b>	<b>370,200</b>	<b>370,200</b>	<b>359,235</b>	<b>(10,965)</b>
<b>Resource Quality Department</b>				
Salaries	134,800	134,800	132,457	(2,343)
Fringes	46,500	46,500	44,943	(1,557)
Supplies	16,800	15,350	14,142	(1,208)
Travel & Training	2,100	2,100	1,470	(630)
Capital Outlay	4,200	5,650	5,629	(21)
<b>Total Resource Quality Department</b>	<b>204,400</b>	<b>204,400</b>	<b>198,641</b>	<b>(5,759)</b>
<b>Naturalist Department</b>				
Salaries	740,200	740,200	736,561	(3,639)
Fringes	203,900	203,900	201,725	(2,175)
Supplies	105,100	106,700	85,166	(21,534)
Travel & Training	7,400	7,400	5,748	(1,652)
Capital Outlay	2,400	2,800	2,668	(132)
<b>Total Naturalist Department</b>	<b>1,059,000</b>	<b>1,061,000</b>	<b>1,031,868</b>	<b>(29,132)</b>
<b>Communications Department</b>				
Salaries	314,900	314,000	311,956	(2,044)
Fringes	84,100	87,500	87,101	(399)
Supplies	305,700	334,235	325,076	(9,159)
Insurance, Utilities, Other	2,200	3,600	3,048	(552)
Travel & Training	4,800	4,800	3,502	(1,298)
<b>Total Communications Department</b>	<b>711,700</b>	<b>744,135</b>	<b>730,683</b>	<b>(13,452)</b>
<b>Fernbank Park Department</b>				
Salaries	90,900	92,790	92,766	(24)
Fringes	25,000	27,910	27,858	(52)
Supplies	23,700	17,495	16,426	(1,069)
Insurance, Utilities, Other	8,500	16,043	14,571	(1,472)
Capital Outlay	531,200	541,937	533,927	(8,010)
<b>Total Communications Department</b>	<b>679,300</b>	<b>696,175</b>	<b>685,548</b>	<b>(10,627)</b>

(Continued)

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**(Non-GAAP Budgetary Basis) by Department**  
**General Fund**  
**For the year ended December 31, 2006**

	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Armleder Park Department</b>				
Salaries	\$ 132,300	\$ 132,300	\$ 112,704	\$ (19,596)
Fringes	52,700	52,700	27,469	(25,231)
Supplies	29,000	29,000	12,048	(16,952)
Capital Outlay	1,056,300	1,143,990	1,018,148	(125,842)
<b>Total Communications Department</b>	<b>1,270,300</b>	<b>1,357,990</b>	<b>1,170,369</b>	<b>(187,621)</b>
<b>Visitor Services Department</b>				
Salaries	6,000	18,101	11,154	(6,947)
Fringes	800	4,430	3,346	(1,084)
Supplies	531,000	637,768	587,264	(50,504)
Capital Outlay	626,000	1,102,468	698,438	(404,030)
<b>Visitor Services Department</b>	<b>1,163,800</b>	<b>1,762,767</b>	<b>1,300,202</b>	<b>(462,565)</b>
<b>Total Expenditures</b>	<b>20,785,200</b>	<b>22,003,001</b>	<b>20,885,880</b>	<b>(1,117,121)</b>
<b>Excess of Revenues over Expenditures</b>	<b>5,136,200</b>	<b>3,524,599</b>	<b>5,085,026</b>	<b>1,560,427</b>
<b>Other Financing Sources (Uses)</b>				
Transfers out	(5,136,200)	(3,500,000)	(5,149,175)	(1,649,175)
<b>Deficiency of revenues and other financing sources over expenditures and other financing uses</b>	<b>\$ -</b>	<b>\$ 24,599</b>	<b>(64,149)</b>	<b>\$ (88,748)</b>
<b>Fund Balance, Beginning of Year</b>			127,977	
<b>Prior Year Encumbrances</b>			512,589	
<b>Fund Balance, End of Year</b>			<b>\$ 576,417</b>	

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## SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS ARE USED TO ACCOUNT FOR SPECIFIC GOVERNMENTAL REVENUES (OTHER THAN MAJOR CAPITAL PROJECTS) REQUIRING SEPARATE ACCOUNTING BECAUSE OF LEGAL OR REGULATORY PROVISIONS OR ADMINISTRATIVE ACTION AND EXPENDITURES FOR SPECIFIED PURPOSE.

LAW ENFORCEMENT FUND – To account for money which is contraband or is derived from sale of contraband. Ten percent is to be used for community prevention programs and 90% for discretionary law enforcement projects.

LAW ENFORCEMENT AND EDUCATION FUND – To account for fines related to driving under the influence (DUI) of drugs or alcohol. This fund may be spent on any DUI related enforcement or education programs.

DRUG LAW ENFORCEMENT FUND – To account for drug fines remitted by the Courts. The fund may be used for efforts that pertain to drug offenses.

MITCHELL TRUST FUND (Mitchell Memorial Forest) - To account for initial bequest from William Morris Mitchell, subsequent accumulation of income, expenditures for contiguous land, construction, maintenance and operations of the Mitchell Memorial Forest. The Detailed Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual is located in the Required Supplementary Information Section of this report.

BURCHENAL TRUST FUND - Established as a trust for establishment of trails, garden and appropriate memorial and other capital improvements on Burchenal Tract – Glenwood Gardens, Woodlawn, Ohio.

EVERGREEN FUND - To account for donations identified by the donor to be used for a specific purpose and to account for the following separate funds which are combined for reporting purposes:

- Estate of Betty Martin
- Estate of Virginia Miller
- Mildred Foman Trust
- Newberry Wildlife Sanctuary Fund
- Estate of Margaret Embshoff
- Others

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Non Major Special Revenue Funds**  
**For the year ended December 31, 2006**

	Law Enforcement Fund			Variance Between Actual and Revised Budget
	Original Budget	Revised Budget	Actual	
<b>Revenues</b>				
Donations	\$ 100	\$ 500	\$ 369	\$ (131)
Investment Income	-	-	-	-
Total Revenue	<u>100</u>	<u>500</u>	<u>369</u>	<u>(131)</u>
<b>Expenditures</b>				
Miscellaneous	8,500	8,913	1,375	(7,538)
Total Budgetary Expenditures	<u>8,500</u>	<u>8,913</u>	<u>1,375</u>	<u>(7,538)</u>
<b>Excess (Deficiency) of Revenue Over (Under) Budgetary Expenditures</b>	(8,400)	(8,413)	(1,006)	7,407
<b>Other Financing Sources</b>				
Transfers in	-	100	370	270
<b>Net Change in Fund Balance</b>	<u>\$ (8,400)</u>	<u>\$ (8,313)</u>	<u>(636)</u>	<u>\$ 7,677</u>
<b>Budgetary Fund Balances (Deficit) Beginning of Year</b>			<u>8,414</u>	
<b>Budgetary Fund Balances, End of Year</b>			<u>\$ 7,778</u>	

(Continued)



**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Non Major Special Revenue Funds**  
**For the year ended December 31, 2006**

	Law Enforcement and Education Fund			
	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Revenues</b>				
Donations	\$ 100	\$ 100	\$ 134	\$ 34
Investment Income	-	-	-	-
Total Revenue	100	100	134	34
<b>Expenditures</b>				
Miscellaneous	1,200	1,606	-	(1,606)
Total Budgetary Expenditures	1,200	1,606	-	(1,606)
<b>Excess (Deficiency) of Revenue Over (Under) Budgetary Expenditures</b>	(1,100)	(1,506)	134	(1,640)
<b>Other Financing Sources</b>				
Transfers in	100	100	54	(46)
<b>Net Change in Fund Balance</b>	<u>\$ (1,000)</u>	<u>\$ (1,406)</u>	188	<u>\$ (1,686)</u>
<b>Budgetary Fund Balances (Deficit) Beginning of Year</b>			<u>1,242</u>	
<b>Budgetary Fund Balances, End of Year</b>			<u>\$ 1,430</u>	

(Continued)

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Non Major Special Revenue Funds**  
**For the year ended December 31, 2006**

	Drug and Law Enforcement Fund			
	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Revenues</b>				
Donations	\$ 5,000	\$ 5,000	\$ 8,993	\$ 3,993
Investment Income	-	-	-	-
Total Revenue	5,000	5,000	8,993	3,993
<b>Expenditures</b>				
Miscellaneous	13,150	12,831	138	(12,693)
Total Budgetary Expenditures	13,150	12,831	138	(12,693)
<b>Excess (Deficiency) of Revenue Over (Under) Budgetary Expenditures</b>	(8,150)	(7,831)	8,855	16,686
<b>Other Financing Sources</b>				
Transfers in	150	150	363	213
<b>Net Change in Fund Balance</b>	<u>\$ (8,000)</u>	<u>\$ (7,681)</u>	9,218	<u>\$ 16,899</u>
<b>Budgetary Fund Balances (Deficit) Beginning of Year</b>			<u>7,810</u>	
<b>Budgetary Fund Balances, End of Year</b>			<u>\$ 17,028</u>	

(Continued)

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Non Major Special Revenue Funds**  
**For the year ended December 31, 2006**

	Evergreen Fund			Variance Between Actual and Revised Budget
	Original Budget	Revised Budget	Actual	
<b>Revenues</b>				
Donations	\$ 500,000	\$ 300,000	\$ 205,416	\$ (94,584)
Investment Income	-	-	-	-
Total Revenue	<u>500,000</u>	<u>300,000</u>	<u>205,416</u>	<u>(94,584)</u>
<b>Expenditures</b>				
Miscellaneous	1,624,800	1,672,228	181,542	(1,490,686)
Total Budgetary Expenditures	<u>1,624,800</u>	<u>1,672,228</u>	<u>181,542</u>	<u>(1,490,686)</u>
<b>Excess (Deficiency) of Revenue Over (Under) Budgetary Expenditures</b>	(1,124,800)	(1,372,228)	23,874	1,396,102
<b>Other Financing Sources</b>				
Transfers in	24,800	11,200	44,704	33,504
<b>Net Change in Fund Balance</b>	<u>\$ (1,100,000)</u>	<u>\$ (1,361,028)</u>	<u>68,578</u>	<u>\$ 1,429,606</u>
<b>Budgetary Fund Balances (Deficit) Beginning of Year</b>			<u>878,281</u>	
<b>Budgetary Fund Balances, End of Year</b>			<u>\$ 946,859</u>	

(Continued)

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Non Major Special Revenue Funds**  
**For the year ended December 31, 2006**

	Burchenal Fund			Variance Between Actual and Revised Budget
	Original Budget	Revised Budget	Actual	
<b>Revenues</b>				
Donations	\$ -	\$ -	\$ -	\$ -
Investment Income	11,000	11,000	26,235	15,235
Total Revenue	11,000	11,000	26,235	15,235
<b>Expenditures</b>				
Miscellaneous	26,050	33,202	500	(32,702)
Total Budgetary Expenditures	26,050	33,202	500	(32,702)
<b>Excess (Deficiency) of Revenue Over (Under) Budgetary Expenditures</b>	(15,050)	(22,202)	25,735	47,937
<b>Other Financing Sources</b>				
Transfers in	50	50	1,224	1,174
<b>Net Change in Fund Balance</b>	<u>\$ (15,000)</u>	<u>\$ (22,152)</u>	26,959	<u>\$ 49,111</u>
<b>Budgetary Fund Balances (Deficit) Beginning of Year</b>			<u>22,152</u>	
<b>Budgetary Fund Balances, End of Year</b>			<u>\$ 49,111</u>	

## **CAPITAL PROJECT FUND**

The Capital Project Fund is established to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by the Enterprise Fund).

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**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual**  
**(Non-GAAP Budgetary Basis)**  
**Capital Project Fund**  
**For the year ended December 31, 2006**

	Original Budget	Revised Budget	Actual	Variance Between Actual and Revised Budget
<b>Revenues</b>				
Charges for Services	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
Capital Outlay	5,110,000	5,938,975	4,273,652	1,665,323
<b>Deficiency of Revenue Over Expenditures</b>	(5,110,000)	(5,938,975)	(4,273,652)	1,665,323
<b>Other Financing Sources</b>				
Transfers in	5,110,000	5,195,497	5,100,000	(95,497)
<b>Deficiency of revenues and other financing sources over expenditures</b>	<u>\$ -</u>	<u>\$ (743,478)</u>	826,348	<u>\$ (1,569,826)</u>
<b>Budgetary Fund Balances</b>				
<b>(Deficit) Beginning of Year</b>			27,756	
<b>Prior year encumbrances</b>			580,967	
<b>Budgetary Fund Balances, End of Year</b>			<u>\$ 1,435,071</u>	

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# **PROPRIETARY FUNDS**

## **ENTERPRISE FUND**

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to a private enterprise. The Hamilton County Park District's enterprise fund is comprised of the following departments: Golf Management, Fishing and Boating, Riding Center, Food Service, Golf Merchandise, Athletics, Recreation Management and Nature's Niche.

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**HAMILTON COUNTY PARK DISTRICT**  
**Enterprise Fund**  
**Schedule of Revenues and Expenses by Department**  
**For the Year Ended December 31, 2006**

	Golf Management	Fishing and Boating	Riding Center	Food Service
<b>Revenues</b>				
Charges for sales and services	\$ 5,989,552	\$ 1,202,526	\$ 343,253	\$ 2,200,088
<b>Expenditures</b>				
Cost of sales and services	3,928,075	1,005,927	142,473	2,462,192
Administration	594,944	191,518	32,525	321,522
Depreciation	736,764	159,922	23,498	168,220
Total Operating Expenses	5,259,783	1,357,367	198,496	2,951,934
<b>Income (Loss) before Operating Transfers</b>	<b>\$ 729,769</b>	<b>\$ (154,841)</b>	<b>\$ 144,757</b>	<b>\$ (751,846)</b>

	Golf Merchandise	Athletics	Nature's Niche	Total
\$	1,021,325	\$ 289,801	\$ 352,518	\$ 11,399,063
	884,588	250,528	422,691	9,096,474
	36,223	75,647	38,128	1,290,507
	18,821	98,891	13,962	1,220,078
	939,632	425,066	474,781	11,607,059
\$	81,693	\$ (135,265)	\$ (122,263)	\$ (207,996)

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## **Statistical Section**

The statistical section provides selected financial, economic and demographic information which may be used to indicate trends for comparative fiscal periods.

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## Statistical Section

This part of the Hamilton County Park District'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 Park District's overall financial health.

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b>	
These schedules contain trend information to help the reader understand how the Park District's financial performance and well-being have changed over time.	90
<b>Debt Capacity</b>	
The Park District has no outstanding long-term debt, except for a long-term capital lease.	95
<b>Revenue Capacity</b>	
These schedules contain information to help the reader assess the Park District's most significant local revenue source, the property tax.	96
<b>Demographic and Economic Information</b>	
These schedule offer demographic and economic indicators to help the reader understand the environment within which the Park District's financial activities take place	102
<b>Operating Information</b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the Park District's financial report relates to the services the Park District provides and the activities it performs.	104
<b>Other Information</b>	
Insurance coverage	108
Park Facilities	110

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**HAMILTON COUNTY PARK DISTRICT**  
**Net Assets by Component**  
**Last Three Years**  
**(Accrual Basis of Accounting)**

	December 31		
	2006	2005	2004
<b>Government Activities</b>			
Invested in Capital Assets with no related debt	\$ 82,253,038	\$ 80,595,427	\$ 74,435,225
Restricted for:			
Capital Projects	5,259,632	4,323,146	3,555,780
Special Revenue Funds	5,990,764	5,467,403	5,381,242
Unrestricted	(1,034,772)	(1,755,207)	(2,637,037)
Total government activities net assets	<u>92,468,662</u>	<u>88,630,769</u>	<u>80,735,210</u>
<b>Business Type Activities</b>			
Invested in Capital Assets, net of related debt	13,919,425	14,045,669	13,655,198
Unrestricted	(2,836,696)	(2,754,944)	(2,059,319)
Total business type activities net assets	<u>11,082,729</u>	<u>11,290,725</u>	<u>11,595,879</u>
<b>Total Government</b>			
Invested in Capital Assets, net of related debt	96,172,463	94,641,096	88,090,423
Restricted for:			
Capital Projects	5,259,632	4,323,146	3,555,780
Special Revenue Funds	5,990,764	5,467,403	5,381,242
Unrestricted	(3,871,468)	(4,510,151)	(4,696,356)
Total government activities net assets	<u>\$ 103,551,391</u>	<u>\$ 99,921,494</u>	<u>\$ 92,331,089</u>

**HAMILTON COUNTY PARK DISTRICT**  
**Changes in Net Assets**  
**Last Three Years**  
**(Accrual Basis of Accounting)**

	December 31		
	2006	2005	2004
<b>Expenses</b>			
Governmental Activities			
Parks and Recreation	\$ 19,917,759	\$ 18,929,691	\$ 18,168,972
Business type activities			
Golf Courses	5,259,783	5,555,200	5,142,756
Fishing and Boating	1,357,367	1,148,805	1,290,178
Riding Center	198,496	289,846	278,547
Food Service	2,951,934	2,890,616	2,895,790
Golf Merchandise	939,632	904,281	942,422
Athletics	425,066	405,044	403,602
Nature's Niche	474,781	-	-
Total business type activities expense	11,607,059	11,193,792	10,953,295
Total government expenses	31,524,818	30,123,483	29,122,267
<b>Program Revenue</b>			
Government Activities			
Charges for service	2,443,537	2,385,721	1,865,878
Operating grants	202,688	53,764	349,920
Capital grants	865,382	5,471,198	1,031,840
Total government activities program revenue	3,511,607	7,910,683	3,247,638
<b>Business Type Activities</b>			
Charges for service			
Golf Courses	5,989,552	5,977,809	5,893,434
Fishing and Boating	1,202,526	1,096,541	1,029,574
Riding Center	343,253	309,427	268,937
Food Service	2,200,088	2,262,985	2,375,125
Golf Merchandise	1,021,325	971,268	1,023,917
Athletics	289,801	270,608	242,749
Nature's Niche	352,518	-	-
Total business type activities program revenue	11,399,063	10,888,638	10,833,736
Total government revenue	\$ 14,910,670	\$ 18,799,321	\$ 14,081,374

(Continued)

**HAMILTON COUNTY PARK DISTRICT**  
**Changes in Net Assets**  
**Last Three Years**  
**(Accrual Basis of Accounting)**

	<b>December 31</b>		
	<b>2006</b>	<b>2005</b>	<b>2004</b>
Net (Expense) Revenue			
Government Activities	\$ (16,406,152)	\$ (11,019,008)	\$ (14,921,334)
Business Activities	(207,996)	(305,154)	(119,559)
<b>Total government net expense</b>	<b>(16,614,148)</b>	<b>(11,324,162)</b>	<b>(15,040,893)</b>
<b>General Revenue and Other Changes in Net Assets</b>			
<b>Government Activities</b>			
Taxes	18,834,055	18,347,337	18,322,723
Investment gain (loss)	1,066,933	363,117	529,830
Miscellaneous	343,057	204,113	297,025
<b>Total government activities</b>	<b>20,244,045</b>	<b>18,914,567</b>	<b>19,149,578</b>
<b>Total government</b>	<b>3,629,897</b>	<b>7,590,405</b>	<b>4,108,685</b>
<b>Change in Net Assets</b>			
Government Activities	3,837,893	7,895,559	4,228,244
Business Activities	(207,996)	(305,154)	(119,559)
<b>Total government</b>	<b>\$ 3,629,897</b>	<b>\$ 7,590,405</b>	<b>\$ 4,108,685</b>

**HAMILTON COUNTY PARK DISTRICT**  
**Fund Balances Government Funds**  
**Last Three Years**  
**(Modified Accrual Basis of Accounting)**

	December 31		
	2006	2005	2004
<b>General Fund</b>			
Reserved	\$ 296,483	\$ 512,587	\$ 665,606
Unreserved	317,426	(644,599)	(1,940,590)
Total General Fund	<u>\$ 613,909</u>	<u>\$ (132,012)</u>	<u>\$ (1,274,984)</u>
 <b>All Other Government Funds</b>			
Reserved	\$ 118,587	\$ 609,895	\$ 931,312
Unreserved, reported in			
Capital Project Fund	5,259,632	3,742,179	2,997,494
Special Revenue Fund	5,990,764	5,438,475	5,286,008
Total all other government funds	<u>\$ 11,368,983</u>	<u>\$ 9,790,549</u>	<u>\$ 9,214,814</u>

**HAMILTON COUNTY PARK DISTRICT**  
**Changes in Fund Balances, Government Funds**  
**Last Three Years**  
**(Modified Accrual Basis of Accounting)**

	Years Ended December 31		
	2006	2005	2004
<b>Revenues</b>			
Taxes	\$ 18,834,055	\$ 18,347,337	\$ 18,322,723
Motor Vehicle Permits	1,225,716	1,232,689	799,977
Charges for service	5,059,473	5,500,917	4,612,621
Fines and damage	15,464	14,818	13,963
Donations and grants	1,068,070	2,240,947	1,381,760
Investment income	1,066,933	363,117	529,830
Miscellaneous	327,593	188,500	297,025
Total Revenue	27,597,304	27,888,325	25,957,899
<b>Expenditures</b>			
General government	2,370,849	2,157,443	1,865,654
Public safety	3,622,085	3,945,893	3,261,046
Operation and maintenance	8,851,748	9,091,883	7,689,040
Land management	365,297	347,957	283,848
Resource quality	200,270	181,353	142,863
Naturalist	1,029,448	1,409,221	1,342,090
Communication	732,251	812,204	751,405
Visitor service	2,091,897	2,156,782	1,360,280
Facilities	1,818,411	1,720,158	1,478,216
Capital outlay	4,190,693	4,346,724	4,492,580
Total Expenditures	25,272,949	26,169,618	22,667,022
Excess (deficiency) of revenue over expenditures	2,324,355	1,718,707	3,290,877
<b>Other Financing Sources (Uses)</b>			
Transferred in	5,250,520	4,126,000	7,126,296
Transferred out	(5,250,520)	(4,126,000)	(7,126,296)
Total other financing sources (uses)	-	-	-
Net change in fund balances	\$ 2,324,355	\$ 1,718,707	\$ 3,290,877

**HAMILTON COUNTY PARK DISTRICT**  
**Computation of Legal Debt Margin**  
**December 31, 2006**  
**(Amounts in Thousands)**

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• Tax valuation of all property subject to ad valorem taxation in the Hamilton County Park District as shown by the tax duplicate for the year 2006, the latest tax duplicate at the date hereof.	\$ 20,891,479
Aggregate permitted principal amount of bonds issued in anticipation of the collection of the voted tax levy of a Park district pursuant to Section 1545.21, O.R. C. (1 percent of tax valuation).	\$ 208,914
• Total remaining principal of all outstanding bonds issued.	None
• Available principal amount of bonds issued.	\$ 208,914

The Park District's plan is to finance capital additions and the related future operating costs generally without using debt, but may use financing and leases as appropriate.

**Hamilton County Park District**  
**Property Tax Levies and Collections,**  
**Real, Utility and Tangible Personal Property Taxes**  
*Last Nine Years*

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<u>Tax Year</u> <u>Collection Year</u>	<u>Current Levy</u>	<u>Delinquent Levy</u>	<u>Total Levy</u>
1997/1998	\$ 12,080,607	\$ 822,835	\$ 12,903,442
1998/1999	12,264,057	781,865	13,045,922
1999/2000	12,313,494	753,676	13,067,170
2000/2001	12,465,530	872,394	13,337,924
2001/2002	12,282,902	938,033	13,220,935
2002/2003	17,697,773	1,339,990	19,037,763
2003/2004	17,676,356	1,842,959	19,519,315
2004/2005	17,953,665	1,949,597	19,903,262
2005/2006	17,641,210	1,628,696	19,269,906

Source: Hamilton County Auditor's Office, Budget Commission



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<u>Current Collection</u>	<u>Current Levy Collected</u>	<u>Delinquent Collection</u>	<u>Total Collection</u>	<u>Total Collections As a Percent of Current Levy</u>
\$ 11,776,980	97.49	\$ 436,279	\$ 12,213,259	101.10%
11,813,785	96.33	419,050	12,232,835	99.75
11,920,838	96.81	397,909	12,318,747	100.04
12,177,152	97.69	478,634	12,655,786	101.53
11,733,756	95.53	488,739	12,222,495	99.51
17,030,767	96.23	633,792	17,664,559	99.81
17,014,932	94.65	833,956	17,848,888	99.29
17,046,321	94.95	827,263	17,873,584	99.55
16,861,106	95.58	878,286	17,739,392	100.56

**COUNTY OF HAMILTON, OHIO**  
**Assessed and Estimated Actual Value**  
**of Taxable Property**  
**Last Ten Years**  
(Amounts in Thousands)

<u>Tax Year</u> <u>Collection Year</u>	<u>Real Property</u>		<u>Personal Property</u>	
	<u>Assessed</u> <u>Value</u>	<u>Estimated Actual</u> <u>Value</u>	<u>Assessed</u> <u>Value</u>	<u>Estimated Actual</u> <u>Value</u>
1996/1997	\$ 11,989,588	\$ 34,255,966	\$ 2,063,161	\$ 8,252,645
1997/1998	12,096,491	34,561,402	2,074,756	8,299,024
1998/1999	12,205,425	34,872,643	2,105,777	8,423,108
1999/2000	14,193,173	40,551,923	2,080,609	8,322,436
2000/2001	14,312,437	40,892,677	2,120,376	8,481,504
2001/2002	14,489,393	41,398,266	2,054,198	8,216,792
2002/2003	16,088,698	45,967,709	1,712,460	7,135,250
2003/2004	16,217,515	46,335,757	1,750,930	7,612,739
2004/2005	16,220,635	46,344,671	1,698,978	7,386,861
2005/2006	18,840,624	53,830,354	1,299,884	6,932,715

Source: Hamilton County Auditor's Office, Budget Commission

<u>Public Utility</u>		<u>Total</u>		<u>Ratio of Assessed to Estimated Actual Value</u>
<u>Assessed Value</u>	<u>Estimated Actual Value</u>	<u>Assessed Value</u>	<u>Estimated Actual Value</u>	
\$ 1,071,857	\$ 2,143,714	\$ 15,124,606	\$ 44,652,325	33.87%
1,022,980	2,045,960	15,194,227	44,906,386	33.85
1,040,198	2,080,396	15,351,400	45,376,147	33.83
1,040,460	2,080,934	17,314,242	50,955,293	33.98
977,417	1,954,834	17,410,230	51,329,015	33.92
718,507	1,437,014	17,262,098	51,052,072	33.81
743,825	1,487,650	18,544,983	54,590,609	33.97
755,400	1,510,800	18,723,845	55,459,296	33.76
757,438	1,514,876	18,677,051	55,246,408	33.81
750,971	1,501,942	20,891,479	62,265,011	33.55

**COUNTY OF HAMILTON, OHIO**  
**PROPERTY TAX RATES**  
**ALL DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN YEARS**  
**(PER \$1,000 OF ASSESSED VALUATION)**

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<u>HAMILTON COUNTY</u>										
GENERAL OPERATING	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26	2.26
DEBT (Bond retirement)	0.18	0.18	0.18	0.18	0.17	0.16	0.15	0.15	0.15	0.14
DRAKE HOSPITAL	1.76	1.76	1.76	1.59	1.59	1.59	1.59	1.59	0.84	0.84
UNIVERSITY OF CINCINATI HOSPITAL	4.73	4.73	4.73	4.73	4.73	5.39	5.39	5.39	5.39	5.32
COUNTY PARK DISTRICT	1.03	1.03	1.03	1.03	1.03	1.03	1.03	1.03		
COUNTY POLICE INFORMATION CENTER	0.54	0.54	0.83	0.83	0.83	0.83	0.83	0.54	0.54	0.54
CARE AND TRAINING MENTALLY RETARDED	2.73	2.73	2.73	3.53	3.53	3.53	3.53	3.53	3.62	3.62
COMMUNITY MENTAL HEALTH	1.99	1.99	2.47	2.47	2.47	2.47	2.74	2.74	2.74	2.74
SUPPORT OF CHILDREN SERVICES	2.77	2.77	2.11	2.77	1.87	2.77	2.77	2.72	2.73	2.56
RECREATION/ ZOOLOGICAL PURPOSES	0.45	0.00	0.42	0.42	0.42	0.42	0.42	0.40	0.40	0.40
SENIOR SERVICES	1.00	1.02	1.02	1.02	1.02	1.02	1.16	1.16	1.16	1.16
MUSEUM CENTER									0.20	0.20
TOTAL	19.44	19.01	19.54	20.83	19.92	21.47	21.87	21.51	20.03	19.78
<u>TOWNSHIPS</u>										
ANDERSON	8.90	8.90	8.90	9.90	9.90	11.87	11.87	11.87	11.87	11.87
ANDERSON TOWNSHIP PARK DISTRICT	2.28	2.28	2.28	2.28	2.28	2.28	2.28	2.28	2.28	2.28
COLERAIN	12.34	12.34	12.34	10.84	15.18	15.18	16.18	16.18	16.18	16.18
COLUMBIA	17.96	17.96	17.96	17.96	17.96	17.96	17.96	21.26	21.26	21.26
CROSBY	9.24	9.24	9.24	9.24	9.24	9.24	9.24	9.24	9.24	9.24
DELHI	19.46	19.46	19.46	19.46	19.46	19.46	19.46	20.48	20.46	20.34
DELHI TOWNSHIP PARK DISTRICT	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
GREEN	8.81	8.81	8.81	8.81	8.81	8.31	8.31	8.31	8.31	9.81
HARRISON	3.74	3.74	3.74	3.74	3.74	3.74	3.74	3.74	3.74	3.74
MIAMI	6.85	6.85	6.45	6.45	7.45	7.45	9.91	9.91	9.45	9.45
SPRINGFIELD	15.67	14.30	14.30	14.30	14.30	20.30	20.30	20.30	20.30	20.30
SYCAMORE	7.60	7.60	7.75	7.75	7.75	7.75	7.75	7.75	7.75	7.75
SYMMES	11.00	11.00	11.90	11.75	11.75	11.75	13.45	13.45	12.80	11.90
WHITEWATER	10.84	10.84	10.84	10.84	10.84	10.84	11.44	11.44	11.44	11.44
<u>SCHOOLS</u>										
CINCINNATI	53.19	53.13	53.13	51.94	56.93	57.15	56.25	60.75	60.83	59.77
DEER PARK	62.01	62.01	62.01	62.01	70.00	70.00	70.00	70.00	70.00	78.63
FINNEYTOWN	72.60	72.39	72.39	72.39	72.39	80.34	80.34	79.98	87.72	87.03
FOREST HILLS	51.37	51.37	51.37	51.16	50.97	50.97	55.87	55.87	55.84	55.66
INDIAN HILL	44.48	44.51	42.92	42.92	47.10	47.10	47.10	46.70	46.54	46.52
LOCKLAND	58.34	59.07	57.96	56.59	55.95	37.69	37.09	52.59	52.69	52.69
LOVELAND	60.14	59.58	64.21	63.79	70.14	70.14	70.14	69.99	74.88	74.88
MADEIRA	72.13	72.13	72.13	71.71	80.22	80.14	79.47	79.47	86.34	86.67
MARIEMONT	74.97	74.97	84.92	82.92	85.15	85.67	85.42	90.85	90.78	90.57
MILFORD	54.52	59.10	59.10	59.10	59.10	63.20	63.20	69.10	69.10	69.10
MT. HEALTHY	55.66	54.99	61.98	61.85	61.66	61.71	61.83	66.51	68.45	68.41
NORTH COLLEGE HILL	53.57	53.57	53.57	57.47	57.47	57.47	57.47	57.47	57.47	61.37
NORTHWEST	42.98	50.18	50.18	50.13	49.80	49.80	49.64	49.84	49.64	49.64
NORWOOD	49.51	48.90	48.82	48.57	62.80	52.95	49.90	50.96	51.08	48.75
OAK HILLS	40.20	46.97	46.97	46.97	46.97	46.97	46.74	46.88	46.68	46.68
PRINCETON	42.24	42.24	42.24	46.19	46.19	46.19	45.79	49.03	49.03	49.03
READING	51.28	57.18	57.18	57.18	57.18	57.18	57.18	57.18	64.08	64.08
ST. BERNARD	36.71	35.72	34.97	34.97	43.25	43.86	43.07	44.24	44.63	40.73
SOUTHWEST	44.77	44.74	48.22	48.22	47.88	47.75	47.44	47.25	47.08	46.68
SYCAMORE	54.14	54.14	61.53	60.84	80.84	60.84	80.49	60.40	65.90	65.80
THREE RIVERS	37.86	37.54	37.48	37.26	39.95	39.95	39.95	39.95	39.95	44.90
WINTON WOODS	62.12	62.13	70.08	70.08	70.08	70.08	70.08	70.08	78.03	78.03
WYOMING	64.98	64.98	73.18	71.03	70.39	70.29	70.08	78.93	78.93	88.68
GREAT OAKS JOINT VOCATIONAL	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70

**COUNTY OF HAMILTON, OHIO**  
**PROPERTY TAX RATES (Continued)**  
**ALL DIRECT AND OVERLAPPING GOVERNMENTS**  
**LAST TEN YEARS**  
**(PER \$1,000 OF ASSESSED VALUATION)**

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<u>CITIES &amp; VILLAGES</u>										
ADDYSTON	7.59	7.59	7.59	7.59	5.59	5.59	5.59	5.59	7.59	7.59
AMBERLEY	4.00	4.00	6.00	6.00	7.00	7.00	7.00	7.00	7.00	7.00
ARLINGTON HEIGHTS	10.02	10.82	10.82	10.82	10.82	10.82	9.52	9.52	9.52	9.52
BLUE ASH	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08
CHEVIOT	13.00	12.84	12.82	12.66	12.62	12.56	12.42	12.42	12.22	14.52
CINCINNATI	11.46	11.46	11.46	10.90	10.76	10.76	10.63	10.36	10.34	10.19
CLEVES	23.71	23.71	20.71	20.71	17.41	13.66	13.66	13.66	13.66	13.33
DEER PARK	7.20	7.20	4.50	3.55	3.55	3.55	3.55	3.55	3.55	3.55
ELMWOOD PLACE	17.78	17.78	17.78	17.78	17.78	17.78	17.78	17.78	7.78	17.78
EVENDALE	3.34	3.34	3.34	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FAIRFAX	2.76	2.76	2.76	2.76	2.76	2.76	2.76	2.76	2.76	2.76
FAIRFIELD	4.54	4.54	4.64	4.64	5.94	5.94	5.94	5.94	5.94	5.94
FOREST PARK	8.01	8.01	8.01	8.01	8.01	12.76	12.76	12.76	12.76	12.76
GLENDALE	23.26	22.34	19.66	21.93	21.66	21.55	22.61	22.23	21.83	21.39
GOLF MANOR	19.60	19.42	19.42	19.42	25.32	24.52	24.52	24.52	24.52	30.52
GREENHILLS	21.91	26.22	26.47	25.99	25.99	25.93	27.98	27.33	28.72	28.63
HARRISON	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
INDIAN HILL	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96
LINCOLN HEIGHTS	20.08	20.08	20.08	20.08	20.06	24.58	26.33	26.33	26.33	28.33
LOCKLAND	6.02	6.02	6.02	6.02	6.02	6.02	6.02	6.02	6.02	6.02
LOVELAND	10.00	10.00	10.00	10.00	10.00	12.00	12.00	12.00	11.00	12.00
MADEIRA	9.92	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50
MARIEMONT	8.94	12.44	12.44	12.44	12.44	12.44	12.44	14.37	14.37	14.37
MILFORD	12.60	12.60	12.60	12.60	12.00	12.00	12.00	12.00	12.00	12.00
MONTGOMERY	9.15	9.15	9.15	10.75	10.75	10.05	10.05	10.05	10.05	10.05
MT. HEALTHY	7.11	7.11	7.11	6.61	8.11	8.11	8.11	8.11	11.11	11.11
NEWTOWN	8.87	8.87	8.87	6.87	6.67	6.87	10.37	10.37	7.87	5.87
NORTH BEND	17.88	17.88	14.88	10.38	10.09	10.09	10.09	10.09	10.09	10.09
NORTH COLLEGE HILL	7.98	7.98	7.98	7.98	7.98	7.98	7.98	7.98	7.98	7.98
NORWOOD	11.40	11.40	11.40	11.40	11.40	11.40	11.40	11.40	11.40	11.40
READING	1.76	1.76	1.76	1.76	3.52	3.52	3.52	3.52	3.52	3.52
ST. BERNARD	2.28	2.28	2.28	2.28	2.20	2.28	2.28	2.28	4.28	11.28
SHARONVILLE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SILVERTON	11.15	11.15	8.15	8.15	8.15	8.15	8.15	8.15	8.15	8.15
SPRINGDALE	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08	3.08
TERRACE PARK	14.86	14.86	14.86	14.86	14.86	14.86	14.86	14.86	19.84	19.78
WOODLAWN	4.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08	5.08
WYOMING	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
<u>SPECIAL DISTRICTS:</u>										
Deer Park/Silverton Joint Ambulance	0.00	0.00	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50
Eastern Joint Ambulance District	2.20	2.20	2.20	2.20	2.20	3.00	3.00	0.00	0.00	0.00
Western Joint Ambulance District	1.25	1.25	1.25	1.25	1.25	1.25	2.50	2.50	2.50	2.50
Fairfax/Madison Pl. Joint Fire and Rescue	0.00	0.00	0.00	0.00	0.00	2.50	1.25	1.25	1.25	1.25
Hamilton County Park District	1.03	1.03	1.03	1.03	1.03	1.03	1.03	1.03	1.03	1.03

Source: Hamilton County Auditor's Office-Budget Commission-Tax Year Data

**COUNTY OF HAMILTON, OHIO  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS**

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Fiscal Year	Population	Personal Income	Per Capita Personal Income	Annual Average Unemployment Rate
1997	859,490	\$25,264,828	\$29,395	3.70%
1998	855,976	27,144,490	31,712	3.60
1999	849,917	27,420,292	32,262	3.60
2000	845,303	28,329,667	33,514	3.70
2001	838,663	29,136,541	34,732	4.00
2002	830,036	30,010,701	36,156	5.50
2003	822,318	30,636,366	37,256	5.60
2004	813,639	32,111,846	39,467	5.70
2005	806,652	32,111,846	36,809	5.70
2006	822,596	32,465,396	39,467	5.70

COUNTY OF HAMILTON, OHIO  
 PRINCIPAL TAXPAYERS  
 December 31, 2006  
 (Amounts in Thousands)

<u>Name of Taxpayer</u>	<u>Nature of Business</u>	<u>Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
Procter & Gamble Co.	Consumer Goods Manufacturing	\$ 50,969	0.24%
General Electric	Jet Engine Manufacturing	39,195	0.18%
Ford Motor Company	Automotive Manufacturing	21,773	0.10%
Walgreen Co	Retail	19,040	0.09%
Kroger Limited PTSP	Retail	17,808	0.09%
J.M Smucker LLC	Manufacturing and retail	14,691	0.07%
Time Warner Entertainment	Cable and communications	12,423	0.06%
Bank of America Leasing & Capital	Real Estate Management	12,256	0.06%
Lanxess Corp	Chemical Manufacturing	12,048	0.06%
Kroger Co	Retail	11,956	0.06%
		<u>\$ 212,159</u>	<u>1.01%</u>

**HAMILTON COUNTY PARK DISTRICT**  
**Operating Indicators by Department**  
**For Years Indicated**

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	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Administration</b>					
Full time employees	170	176	182	178	184
Part time employees	83	88	92	102	88
Seasonal employees	1,161	1,097	1,063	1,028	1,012
Employee injuries	50	70	56	60	56
Days missed work time (due to injuries)	100	300	60	263	125
Active unemployment claims	61	27	10	12	16
Payroll checks processed	22,061	21,414	21,500	21,809	21,494
Peak season payroll checks	1,126	1,102	1,092	1,122	1,086
Purchase orders issued	5,116	4,864	4,570	6,015	3,864
Vendor invoices processed	26,711	33,083	33,870	34,303	34,817
Vendor checks issued	8,638	8,810	9,025	8,840	8,008



**HAMILTON COUNTY PARK DISTRICT**  
**Operating Indicators by Department**  
**For Years Indicated**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b>Safety Department</b>					
<b>Response</b>					
Burglar Alarm	565	512	540	686	465
Firm Alarm	34	24	12	23	16
Animal Complaints	265	224	202	190	176
<b>Offenses</b>					
Theft	58	70	53	70	64
Drug	21	26	22	39	29
Property Damage	32	37	37	39	24
Crimes against persons	18	11	14	10	17
Other	116	131	78	75	82
<b>Motor vehicle permits</b>					
Annual	227,158	228,699	222,028	208,892	206,542
Other	111,291	111,456	113,449	120,873	96,730
<b>Naturalist</b>					
Programs presented	2,318	2,688	2,746	2,749	2,749
Program attendance	83,967	84,820	86,733	89,418	93,888
Visitor Center attendance	207,298	175,165	181,323	169,752	176,056
<b>Communication</b>					
Press releases	179	150	180	190	186
Website viewing occasion	n/a	434,025	601,972	1,068,666	1,503,924

**HAMILTON COUNTY PARK DISTRICT**  
**Operating Indicators by Department**  
**For Years Indicated**

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
<b>In Reach</b>					
Programs	N/A	N/A	205	231	184
Participants	N/A	N/A	8,964	10,093	8,440
<b>Golf Management</b>					
Rounds of golf	357,989	360,254	341,601	369,695	375,337
<b>Fishing and Boating</b>					
Pounds of fish stocked	56,400	41,000	41,500	39,000	36,000
Boat rentals	38,492	54,548	47,796	44,856	45,811
<b>Riding Center</b>					
Riding lessons	9,642	10,009	9,566	9,878	10,509
<b>Land Acquisition</b>					
Acres acquired	265	104	191	27	413
<b>Others</b>					
Reservations picnic areas	1,957	2,044	2,507	2,799	2,793
Volunteer hours	50,960	60,489	56,095	56,226	65,246
Special events	20	22	28	34	29

N/A Not Available

<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	
					<b>In Reach</b>
212	230	262	294	315	Programs
10,352	9,504	9,808	11,790	11,896	Participants
					<b>Golf Management</b>
314,032	298,859	293,193	277,661	247,901	Rounds of golf
					<b>Fishing and Boating</b>
36,000	24,000	26,250	23,750	23,850	Pounds of fish stocked
36,291	32,418	31,582	30,566	28,423	Boat rentals
					<b>Riding Center</b>
10,095	8,256	8,892	9,481	10,056	Riding lessons
					<b>Land Acquisition</b>
307	361	197	512	153	Acres acquired
					<b>Others</b>
2,493	2,538	2,434	2,579	2,550	Reservations picnic areas
60,409	70,132	72,737	78,851	80,250	Volunteer hours
38	31	31	50	17	Special events

**HAMILTON COUNTY PARK DISTRICT**  
**Schedule of Insurance Coverage**  
**December 31, 2006**

Coverage	Carrier	Policy Number
General Liability	Ohio Plan	OH 1694179
Umbrella Excess Policy	American Alternative Insurance Corporation	69A2UB0000087
Automobile Liability	Ohio Plan	OH 1694179
Automobile Physical Damage	Ohio Plan	OH 1694179
Employee Dishonesty	Ohio Plan	OH 1694179
Building and Contents	Ohio Plan	OH 1694179
Inland Marine	Ohio Plan	OH 1694179
Law Enforcement Liability	Ohio Plan	OH 1694179
Crime	Ohio Plan	OH 1694179
Public Officials Liability	Ohio Plan	OH 1694179
Boiler	Ohio Plan	OH 1694179
EDP	Ohio Plan	OH 1694179
Terrorism/Bond	Ohio Plan	OH 1694179
Flood	FEMA	4000012943

<u>Expiration Date</u>	<u>Limits Aggregate</u>	<u>Deductible</u>	<u>Annual Premium</u>
8/31/2007	\$ 7,000,000	\$ -	\$ 111,047
8/31/2007	7,000,000	10,000	23,500
8/31/2007	5,000,000	0	59,738
8/31/2007	5,000,000	1,000	19,898
8/31/2007	25,000	1,000	Included
8/31/2007	43,081,245	10,000	26,815
8/31/2007	3,998,872	5,000	20,000
8/31/2007	7,000,000	10,000	19,199
8/31/2007	25,000	1,000	556
8/31/2007	7,000,000	10,000	16,170
8/31/2007	43,081,245	10,000	2,481
8/31/2007	230,000	1,000	1,215
8/31/2007	Per Policy	----	3,538
9/10/2007	242,700	1,000	<u>2,630</u>
Annual Premium Total			<u>\$ 306,787</u>

## HAMILTON COUNTY PARK DISTRICT PARK FACILITIES AND RECREATIONAL ACTIVITIES

Recreational Activities	Armleder Park	Campbell Lakes	Fernbank Park	Embshoff Woods	Farbach-Werner	Francis RecreAcres	Glenwood Gardens	Lake Isabella	Little Miami Golf Ctr.	Miami Whitewater	Mitchell Memorial	Sharon Woods	Shawnee Lookout	Triple Creek	Winton Woods	Withrow	Woodland Mound
Amphitheater-Outdoor			X		X					X					X		X
Athletic fields	X			X		X				X		X		X	X		X
Bike Trails/Bike Rentals	X					X				X		X			X		
Boating – Canoes		X													X		
Boating – Hydrobikes										X							
Boating - Lake Cruises												X			X		
Boating - Pedal Boats										X		X			X		
Boating - Row Boats		X						X		X		X			X		
Campgrounds										X					X		X
Cross Country Skiing				X	X			X	X	X	X	X	X	X	X	X	X
Fishing		X	X					X	X	X	X	X	X	X	X	X	
Food-Snack Bars						X			X	X		X	X	X	X		X
Frisbee Golf Courses				X						X					X		X
Gift/Bookstores					X					X		X			X		X
Golf – Courses									X	X		X	X		X		X
Golf - Driving Ranges									X	X					X		
Golf – Miniature Golf									X								
Hiking Trails				X	X		X			X	X	X	X		X	X	X
Historic Restoration												X	X				
Horseback Riding Trails										X					X		
Ice Skating				X						X	X			X	X		X
Lawn Bowling									X								
Naturalist Offices					X					X		X			X		X
Parcours Fitness Trails				X						X		X		X	X		X
Picnic Areas			X	X				X	X	X	X	X	X		X		X
Playgrounds	X		X	X		X				X		X			X		X
Reservable Lodges								X				X			X	X	X
Reservable Shelters			X	X						X		X	X		X		X
Scenic Overlooks			X					X		X	X				X		X
Sledding										X		X			X		
Visitor Center										X		X			X		X
Wet Playground										X		X			X		X

**Hamilton County Park District  
Board of Park Commissioners**

**James E. Bushman  
Robert A. Goering  
Nancy R. Hamant**

**Jack Sutton, Director**

If anyone believes he or she has been subject to discrimination on the basis of race, color, sex, age, national origin, religion, ancestry, physical or mental disability, he or she may file a complaint alleging discrimination with the Office of Equal Opportunity, U.S. Department of Interior, Washington, D.C. 20240.

May 25, 2007

**Independent Accountants' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

Board of Park Commissioners  
Hamilton County Park District  
Cincinnati, Ohio

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Hamilton County Park District as of and for the year ended December 31, 2006, which collectively comprise its basic financial statements and have issued our report thereon dated May 25, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered the Organization's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Hamilton County Park District's internal control over financial reporting.

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

**FIREHOUSE AT ADAMS LANDING**



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

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

### **Compliance and Other Matters**

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

This report is intended solely for the information and use of the governing body and management of Hamilton County Park District and is not intended to be and should not be used by anyone other than these specified parties.

  
BURKE & SCHINDLER, P.L.L.





**Mary Taylor, CPA**  
Auditor of State

**HAMILTON COUNTY PARK DISTRICT**

**HAMILTON COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 16, 2007**