

City of Huber Heights, Ohio



City of Huber Heights - Music Center
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Comprehensive Annual Financial Report
For the year ended December 31, 2014





Dave Yost • Auditor of State

City Council
City of Huber Heights
6131 Taylorsville Drive
Huber Heights, Ohio 45424

We have reviewed the *Independent Auditor's Report* of the City of Huber Heights, Montgomery County, prepared by Plattenburg & Associates, Inc., for the audit period January 1, 2014 through December 31, 2014. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

September 16, 2015

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CITY OF HUBER HEIGHTS

Comprehensive Annual Financial Report

Year Ended December 31, 2014

Issued by:
Department of Finance
Division of Accounting



HUBER
HEIGHTS

Come Grow With Us!

City of Huber Heights, Ohio
 Comprehensive Annual Financial Report
 Year Ended December 31, 2014

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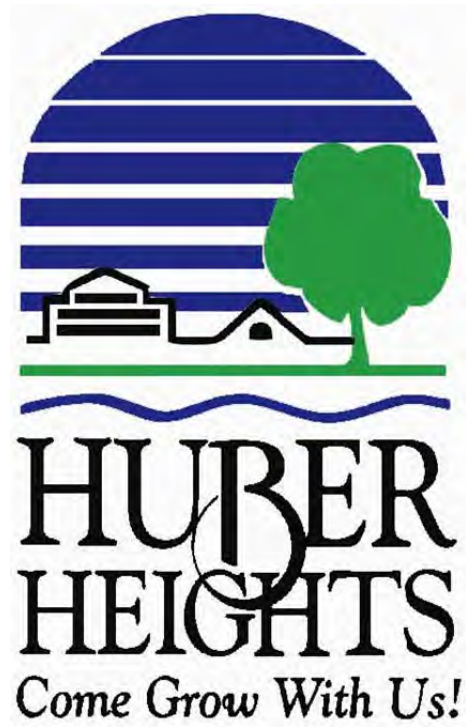
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INTRODUCTORY SECTION



HUBER
HEIGHTS

Come Grow With Us!



City of Huber Heights

6131 Taylorsville Road
Huber Heights, OH 45424

937.233.1423
fax: 937.233.1272
www.hhoh.org

June 22, 2015

Honorable Mayor Thomas McMasters
Honorable Members of the City Council
Residents of the City of Huber Heights

We are pleased to present our 2014 Comprehensive Annual Financial Report (CAFR) for the City of Huber Heights for your review. This report, for the year ended December 31, 2014, has been prepared using generally accepted accounting principles for governments, and contains the financial statements and other financial and statistical data that provide complete and full disclosure of all material financial aspects of the City of Huber Heights ("the City"). This report represents the commitment of the City to adhere to nationally recognized standards of excellence in financial reporting. Ohio law requires that every general purpose local government prepare and publish their financial statements in accordance with generally accepted accounting principles (GAAP) and have an annual audit. This report is published to fulfill that requirement for the year ended December 31, 2014. The City is required to provide certain continuing disclosure information in conjunction with various debt offerings. Updated data is provided in the Statistical Section of this report.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation rests with the management of the City, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The firm of Plattenburg & Associates, Incorporated, has issued an unqualified ("clean") opinion on the City's financial statements for the year ended December 31, 2014. The Independent Accountants' Report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Accountants' Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the City

The City of Huber Heights is located in southwestern Ohio, within Montgomery and Miami Counties; and encompasses approximately 22 square miles. The area that currently includes the incorporated limits of the City of Huber Heights was originally formed in 1810 as Wayne Township, named after Major General Anthony Wayne of the United States Army. The City occupies the northeast corner of Montgomery County, adjoins Miami County on the north, and Clark and Greene Counties on the east, with Greene County also being a part of the southern border. In 1981, Wayne Township incorporated; and in 1983 the citizens of Huber Heights adopted a City Charter, which took effect on January 1, 1984, providing for a Council/Manager form of government.

The legislative powers of the City are vested in a nine-member Council. Two Council members are elected at large, while six Council members are elected by ward. The Mayor is elected separately. The Council members appoint the City Manager who is the Chief Executive and Administrative Officer of the City. The City Manager appoints all Department/Division Heads and employees, except the City Attorney and the Clerk of Council, who are appointed by City Council.

The City is empowered to levy a property tax on real property located within its boundaries. It also is empowered by Ohio statute to extend its corporate limits by annexation, which it has done from time to time.

A reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government consists of all funds and departments which comprise the legal entity of the City, and which provide various services including police and fire protection, emergency medical services, parks and recreation, planning, zoning, court facilities, street maintenance and repair, economic development, public health and welfare, sewer, water and wastewater. Council and the City Manager have ultimate responsibility for these services.

The City does not have any component units included in its reporting entity. However, the City has representation on the boards of eight entities. The Tri-Cities North Regional Wastewater Authority (Tri-Cities) and the Joint Economic Development District (JEDD) are joint ventures, while the Miami Valley Regional Planning Commission (the Commission), Miami Valley Fire/EMS Alliance (the Alliance), the Economic Development/Government Equity Program (ED/GE), the Regional Emergency Response Team (RERT), First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium), and the Community Improvement Corporation of Huber Heights (CIC) are jointly governed organizations. Information regarding these entities may be found in the notes to the basic financial statements.

The City normally adopts an annual budget before December 31st for the upcoming year. This annual budget serves as the foundation for the City's financial planning and control. The budget is adopted at the object level for all funds of the City. Any modifications to appropriations at or above this level require approval of City Council.

Local Economy

Situated along an extensive network of interstate and state highways, including Interstates 70 and 75, as well as U.S. Route 40 and State Routes 4, 201, 202 and 235, the City continued to experience growth and development during 2014. Historically, the City's population growth erupted in the late 1950's when Charles Huber recognized the enormous potential for residential development in the area and began building what is now the largest community of brick homes in the United States. With an estimated population of 38,101 in 2014, Huber Heights placed third among all cities within Montgomery County, with nearly 15,000 housing units.

The City is the 29th largest city in the State of Ohio, and is situated primarily in Montgomery County. The City's boundaries expand into Miami County as well. The City, located 10 minutes from downtown Dayton, Wright Patterson Air Force Base and Dayton International Airport, is primarily residential, providing housing for those who work in the surrounding metropolitan area. Huber Heights City government continued to take active steps toward diversifying its tax base, with strong residential growth generating greater commercial and industrial development. At the end of 2010, there were over 1,270 acres of industrially-zoned and 2,840 acres of commercially zoned land in the City, of which approximately 1,177 acres are available for development.

Based upon a 2009 survey of Huber Heights residents, it is estimated that the United States government and affiliated contractors at nearby Wright Patterson Air Force Base (WPAFB) employ approximately 14 percent of the residents. An additional 6.2% of the residents have retired from WPAFB. Despite the continuing trend toward military downsizing and base closures, WPAFB has gained operations through realignment from other bases around the country in the past several years. It is estimated that, as a result of the U.S. House Armed Services Committee Base Realignment and Closure (BRAC) proceedings, approximately 3,000 new government and contractor jobs came to the Base by 2011. The strategic location of the City of Huber Heights within the area, combined with our proximity to WPAFB, 5 to 10 minutes' access to primary Base gates, evidences anticipated growth.

Economic development in the City has been a top priority of City Council and City Staff. Since 1994, commercial, industrial, and residential developments, such as the Northpark Center, Center Point 70 Commerce Park, and The Oaks, Callamere Farms, and Carriage Trails, have created many diverse jobs, including fuel cell research, logistics, light industrial, high-tech and laser applications. The expansion of Interstate 70 to six lanes through the City, and the accompanying upgrades of the three major interchanges in the City, is expected to engender economic growth. There are over 800 businesses within the City.

The City's major source of operating revenue is the local income tax. During 2014, the rate was 2.00%. In November 2014, the citizens voted to increase the City's income tax rate by 0.25% to 2.25%, effective January 1, 2015.

Commercial and Industrial Development

Dayton Children's Hospital purchased a building in the Northpark Shopping Center. They have demolished the building and are building a 25,000 sq ft. medical facility.

In summer of 2014, Trimble Navigation finished construction of a 130,000 sq. ft. warehouse. This project represents the retention of 400 jobs and creation of over 100 jobs for the City of Huber Heights. Trimble has plans to expand their campus and create a R&D area to test construction vehicles.

The City applied for EDGE funding for the expansion of Aida America in our Center Point 70 business park. Aida plans to add 27,500 sq. ft. and invest over 14 million dollars into construction and equipment for this expansion.

Retail continues to be a stable and growing market in the City of Huber Heights. New retail stores were built by Mattress Firm, Family Dollar, Dollar General and McDonald's during 2014.

The Rose Music Center at The Heights, a City owned outdoor music facility, entered into the final construction phases at the end of 2014. The Rose opened in May of 2015 and will provide a cornerstone to The Heights development. The Heights is a 100 acre planned mixed use development near I-70 and Executive Boulevard.

Residential Development

Huber Heights' residential development market continues to outperform other areas in the region. The residential market in the City, which did not experience as severe a market correction as in other areas of the country or the region, continued to show steady progress. The City issued 145 permits in 2014, evidence that Huber Heights continues to improve in spite of the current housing slump.

Major Initiatives

During 2014, expenditures included the repair and rebuilding of neighborhood streets, curbing improvements, and miscellaneous roadway sealing and patching throughout the City. The City was able to utilize funds from the water fund for replacement of water lines, fire hydrants and appurtenances and the reconstruction of streets, concrete work and related underground utilities, roadway earthwork and miscellaneous base and drainage work.

The Huber Heights Fire Division became one of the regional leaders with the award of an AFG Department of Homeland Security grant for the purpose of Computer Aided In-Station Alerting. The system known as “Locution” is an alerting system that uses a “human” voice rather than a computer generated digital voice, eliminating mispronounced streets as well as the need for the dispatcher to verbally announce calls over the radio. This technology allows the dispatcher the ability to remain on the phone with the caller, giving vital life-saving instructions, while Locution dispatches the appropriate apparatus. This has also reduced our processing times, thus getting needed equipment and personnel to an emergency faster than the “human-factor” could possibly accomplish. The award was for \$280,000.00 which was completed in late 2014. Additionally, the grant allowed for the “sharing” of this technology with five area departments.

The U.S. Environmental Protection Agency mandated that governmental agencies with populations over 10,000 be in compliance with the Clean Water Act of 1972, including the development and implementation of a Stormwater Management Plan no later than March, 2003. During 2014, the City entered the twelfth year of operation of its Stormwater Management Program. The monies generated fully supported the operating costs, as well as storm water related capital improvements.

The Geographic Information System (GIS) city-wide utility conversion project continued in 2014 to include areas not yet converted from legacy data as well as the addition of data from newly developed areas. New attributes were also added for the sanitary system, which was necessary for a project involving the linking of existing Closed-Circuit Televising (CCTV) data to sanitary mains to proactively eliminate sewerage blockages. The sanitary sewer system is up-to-date, the water system 90% complete and the storm system approximately 75% complete. In addition to utilities, parcels and addresses were updated to have current information available for use by the Police and Fire Departments. The GIS web map for Police, Fire, Planning, Zoning, and Engineering was updated using the latest web development techniques. This effort was coordinated with software upgrades to the GIS server and workstation to benefit from the latest GIS technology. The GIS has continued to be an asset to the City by contributing geographic data that is integrated with the Emergency Response System as well as supplying data for Engineering analysis, information for potential developers, and for public information such as the Council Area map and search web application.

For the Future

The City is poised to experience significant new residential and commercial growth in the City’s northern quadrant for the next decade. Additionally, numerous commercial projects are in the planning stages. These will transform the I-70 and State Route 201/202 corridors into a thriving regional commercial center. Along with these projects, the City will continue to promote the steady growth of other residential developments, which continue to outperform other areas in the region.

Over the next two years the City of Huber Heights will be adding the first fire station since the creation of the Fire Division in 1984. This station will provide fire and EMS coverage to the northern part of the community which has become one of the fastest growing residential developments in the entire southwest region of Ohio. The fire division has seen a significant increase in its overall calls for service, and the addition of a third fire station will have an immediate impact to the entire community.

Response times, availability, and better overall coverage will be but a few of the positive effects this fire station will provide. As the City continues to grow, strategic growth of the fire services are key to ensure that all areas of the City are covered to the best of our abilities. The goal is to reduce the overall response times to our furthest areas which are identified as Interstate 70 to State Route 40. It is anticipated that ground breaking will occur in late 2015 with a total build out of 12 to 18 months.

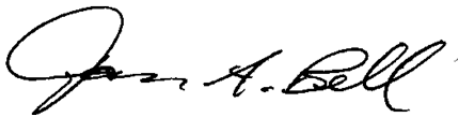
The GIS efforts in 2015 will include the completion of the utility conversion project and the scanning of additional legacy drawings to digital format. As the amount of available quality data increases, additional efforts will be made to eliminate duplication of databases between departments, thus making the data update process more efficient. With the rapid residential development in the northern area of the City, priority will be given to keep addresses, streets and fire hydrants updated for emergency response. A GIS pilot project to link digital format floorplans to building outlines for the Fire Department's use is a possible project in 2015. GIS projects to be planned in 2015 and potentially funded in 2016, include Phase II of the Sanitary Sewer GPS project, which would complete the GPS collection of manholes in the City.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Huber Heights, Ohio, for its comprehensive financial report (CAFR) for the year ended December 31, 2013. This was the twentieth consecutive year that the City of Huber Heights has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements; and we are submitting it to the GFOA to determine our eligibility for another certificate.

Preparation of this report is a major and time-consuming task that cannot be accomplished without the professional, efficient and dedicated services of those individuals who assist and contribute to its production. All members of the City's finance department staff, and many of the City's other employees, contributed to this effort. We wish to thank City Council, Department and Division Heads, and all employees who supported this effort to achieve excellence in financial reporting.



James A. Bell
Finance Director



Government Finance Officers Association

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

Presented to

**City of Huber Heights
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

City of Huber Heights
List of Principal Officials
December 31, 2014

Elected Officials

Mayor

Thomas McMasters

Vice Mayor

Tracy Dudley, Ward 5

Council Members

Lu Dale, Ward 1

Karen Kaleps, Ward 2

Tyler Starline, Ward 3

Judy Blankenship, Ward 4

Ed Lyons, Ward 6

Jan Vargo, At Large

Mark Campbell, At Large

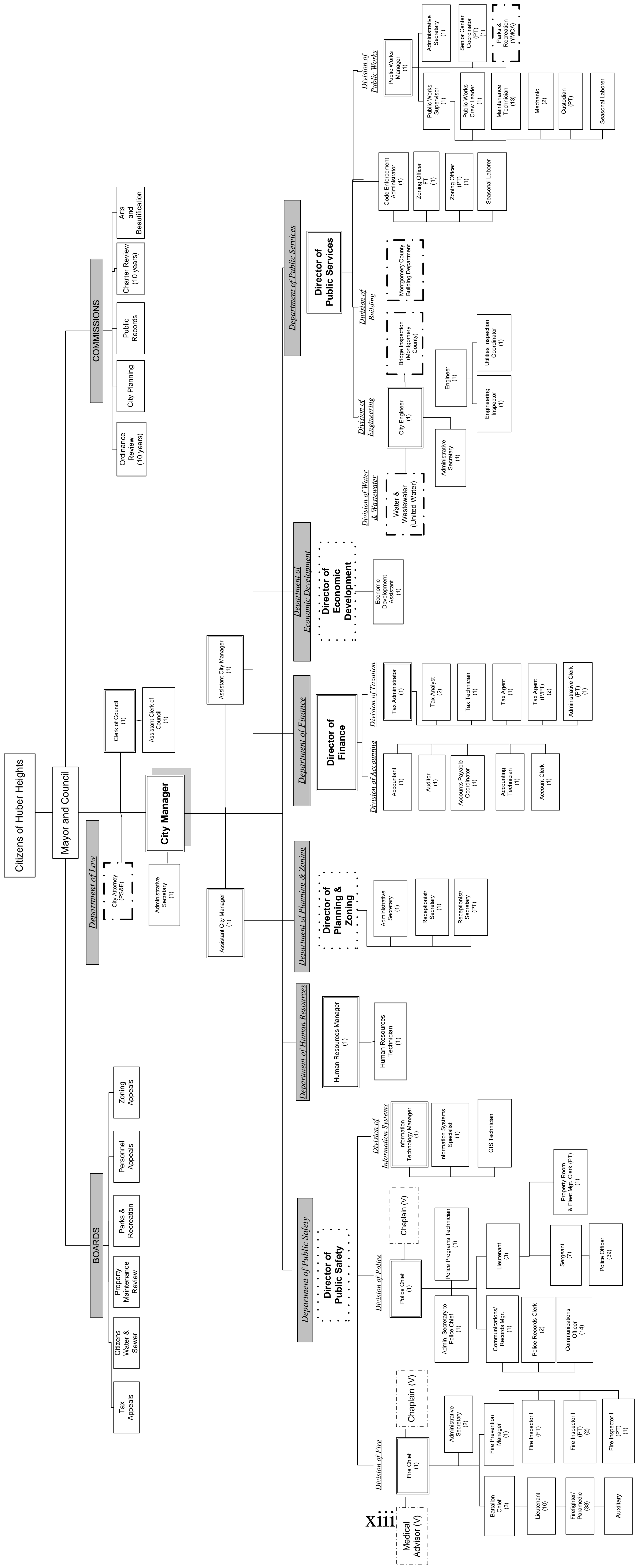
Appointed Officials

City Manager

Robert B. Schommer

Director of Finance

James A. Bell

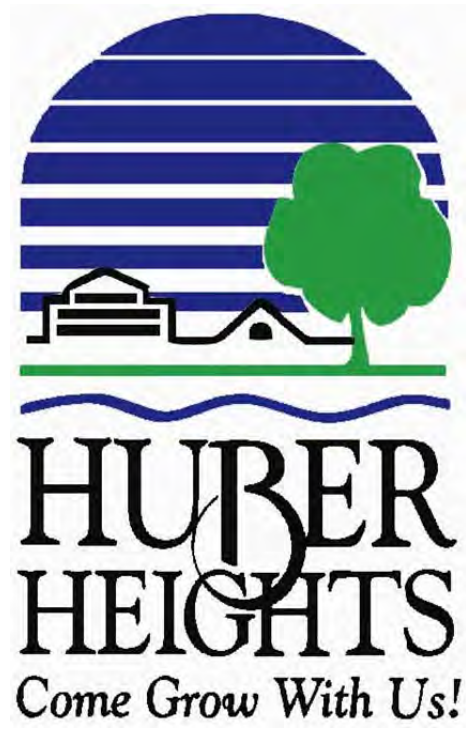


City of Huber Heights
Revised November 10, 2014

Authorized Staffing Levels

City Council (FT):	2	Division of Accounting (FT):	5	Department of Human Resources (FT):	2
City Manager (FT):	2	Division of Taxation (FT):	4	Division of Economic Development (FT):	2
Fire Division (FT):	54	Division of Public Works (PT):	21	Department of Planning and Zoning (FT):	3
Police Division (PT):	3	Director of Public Works (Seasonal):	4	Department of Planning and Zoning (PT):	1
Police Division (FT):	73	Department of Public Services (S):	2	Assistant City Manager (FT):	2
Police Division (PT):	1	Department of Public Services (FT):	1	Division of Engineering (FT):	6
		Department of Finance (FT):	1		

- All employees are permanent / full time unless specified otherwise.
 - (PT) = Part Time, (H) = Hourly Seasonal, (T) = Temporary, (V) = Volunteer
 Contractor Relationship
 Vacant Position



FINANCIAL SECTION



HUBER
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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager
City of Huber Heights

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Police Fund and Fire Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2015, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Dayton, Ohio

June 22, 2015

City of Huber Heights, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2014
(Unaudited)

The City of Huber Heights's discussion and analysis of the annual financial reports provides a review of the financial performance for the fiscal year ending December 31, 2014. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's performance.

Financial Highlights

- The City's total net position increased \$84,716 during 2014. Net position of the governmental activities decreased \$1,471,737, while net position of business-type activities increased by \$1,556,453.
- General revenues, for governmental activities, accounted for \$20,088,943, or 71.2 percent of total governmental activities revenue. Program specific revenues accounted for \$8,113,559 or 28.8 percent of total governmental activities revenue.
- Governmental activities net capital assets increased \$13,894,756, due to a large number of current year additions and these additions exceeding current year depreciation expense.
- The City had \$28,250,448 in expenses related to governmental activities; \$8,113,559 of these expenses was offset by program specific charges for services, grants, contributions, or interest. General revenues (primarily taxes) of \$20,088,943, were not sufficient to offset these program expenses.
- The general fund, the City's largest major governmental fund, had revenues of \$10,377,760 in 2014, or 37.9 percent of total governmental funds. Expenditures of the general fund were \$5,336,764, or 11.7 percent of total governmental funds. The general fund balance decreased \$2,099,004, or 29.6 percent in 2014.
- Business-type operations reflected an operating income of \$2,047,867 during 2014, and business-type unrestricted net position was \$29,670,623 at December 31, 2014.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements. These statements are presented so that the reader can understand the City's financial situation as a whole and also give a detailed view of the City's fiscal condition.

The statement of net position and statement of activities provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as the amount of funds available for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

City of Huber Heights, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2014
(Unaudited)

Reporting the City as a Whole

Statement of Net Position and Statement of Activities

The analysis of the City as a whole begins with the statement of net position and the statement of activities. These reports provide information that will help the reader to determine if the City is financially better off or worse off as a result of the year's activities. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes to this position. This change informs the reader whether the City's financial position, as a whole, has improved or diminished. In evaluating the overall financial health, the reader of these financial statements needs to take into account non-financial factors that also impact the City's financial well-being. Some of these factors include the City's tax base and the condition of capital assets.

In the statement of net position and the statement of activities, the City is divided into two kinds of activities.

- **Governmental Activities** - Most of the City's services are reported here including police, fire, leisure time activities, community development, transportation, and general administration. Income taxes, property taxes, intergovernmental revenue, charges for services, and interest finance most of these activities.

- **Business-Type Activities** - These services include water, sewer, and stormwater management. Service fees for water and sewer are charged based upon the amount of usage; and a service fees for the stormwater utility are assessed by property (parcel) based upon impervious area. The intent is that these activities be financially self-sufficient.

Reporting the City's Most Significant Funds

Fund Financial Statements

Information about the City's major funds is presented in the fund financial statements (see table of contents). Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the City, with approval of council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for use of grants. The City's major funds are general, police, fire, special assessment bond retirement, capital improvement, carriage trails infrastructure, water, sewer, and stormwater funds.

City of Huber Heights, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2014
(Unaudited)

Governmental Funds

Most of the City's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps to determine whether there are more or less financial resources that can be spent in the near future on services provided to our residents. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds

When the City charges citizens for the services it provides, with the intent of recapturing operating costs, these services are generally reported in proprietary funds. Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Government-Wide Financial Analysis

The statement of net position provides the perspective of the City as a whole.

Table 1 below provides a summary of the City's net position for 2014 compared to 2013:

City of Huber Heights, Ohio
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For The Year Ended December 31, 2014
(Unaudited)

Table 1
Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>						
Current and other assets	\$ 45,596,845	\$ 53,477,143	\$ 31,775,085	\$ 24,542,278	\$ 77,371,930	\$ 78,019,421
Capital assets	117,629,857	103,735,101	62,627,077	61,797,573	180,256,934	165,532,674
Investment in joint venture	-	-	16,229,308	15,973,114	16,229,308	15,973,114
Total assets	<u>163,226,702</u>	<u>157,212,244</u>	<u>110,631,470</u>	<u>102,312,965</u>	<u>273,858,172</u>	<u>259,525,209</u>
<u>Deferred outflows of resources</u>						
Deferred charge on refunding	<u>37,689</u>	<u>42,109</u>	<u>-</u>	<u>-</u>	<u>37,689</u>	<u>42,109</u>
<u>Liabilities</u>						
Other liabilities	2,877,521	18,563,802	10,017,517	1,166,056	12,895,038	19,729,858
Long-term liabilities outstanding	<u>56,501,443</u>	<u>33,816,662</u>	<u>23,696,053</u>	<u>25,785,462</u>	<u>80,197,496</u>	<u>59,602,124</u>
Total liabilities	<u>59,378,964</u>	<u>52,380,464</u>	<u>33,713,570</u>	<u>26,951,518</u>	<u>93,092,534</u>	<u>79,331,982</u>
<u>Deferred inflows of resources</u>						
Property taxes	2,413,184	2,452,149	-	-	2,413,184	2,452,149
Payments in lieu of taxes	<u>1,791,605</u>	<u>1,269,365</u>	<u>-</u>	<u>-</u>	<u>1,791,605</u>	<u>1,269,365</u>
Total deferred inflows of resources	<u>4,204,789</u>	<u>3,721,514</u>	<u>-</u>	<u>-</u>	<u>4,204,789</u>	<u>3,721,514</u>
<u>Net position</u>						
Net investment in capital assets	62,923,181	63,563,165	47,247,277	39,878,712	110,170,458	103,441,877
Restricted	32,212,049	28,703,889	-	-	32,212,049	28,703,889
Unrestricted	<u>4,545,408</u>	<u>8,885,321</u>	<u>29,670,623</u>	<u>35,482,735</u>	<u>34,216,031</u>	<u>44,368,056</u>
Total net position	<u>\$ 99,680,638</u>	<u>\$ 101,152,375</u>	<u>\$ 76,917,900</u>	<u>\$ 75,361,447</u>	<u>\$ 176,598,538</u>	<u>\$ 176,513,822</u>

As displayed in Table 1, total net position of the City as a whole, increased \$84,716 from 2013 to 2014. Total net position of the City's governmental activities decreased by \$1,471,737, and unrestricted net position decreased from 2013 to 2014. The decrease in governmental net position can be attributed to an increase in program expenses.

The net position of the City's business type activities increased by \$1,556,453. Two of the three enterprise funds reported an operating income during 2014. Overall, operating expenses increased \$123,865 from the prior year. The City strives to control operation expenses for business-type activities in order to maintain stability in charges for services rates.

Table 2 shows the changes in net position for the year ended December 31, 2014, and revenue and expense comparisons to 2013.

City of Huber Heights, Ohio
Management's Discussion and Analysis
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(Unaudited)

Table 2
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	Total
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues						
Program revenues:						
Charges for services	\$ 2,904,154	\$ 3,062,973	\$ 9,680,732	\$ 8,616,265	\$ 12,584,886	\$ 11,679,238
Operating grants, contributions, and interest	3,318,687	3,839,307	-	-	3,318,687	3,839,307
Capital grants and contributions	1,890,718	2,107,516	-	563,390	1,890,718	2,670,906
General revenues:						
Property taxes	2,827,989	2,691,144	-	-	2,827,989	2,691,144
Income taxes	14,339,175	13,755,829	-	-	14,339,175	13,755,829
Grants and entitlements	798,328	1,676,237	-	-	798,328	1,676,237
Payment in lieu of taxes	1,566,809	1,373,452	-	-	1,566,809	1,373,452
Gain on sale of capital assets	-	73,726	-	-	-	73,726
Investment earnings	273,384	149,629	160,571	48,462	433,955	198,091
Other	<u>283,258</u>	<u>269,965</u>	<u>-</u>	<u>-</u>	<u>283,258</u>	<u>269,965</u>
Total revenues	<u>28,202,502</u>	<u>28,999,778</u>	<u>9,841,303</u>	<u>9,228,117</u>	<u>38,043,805</u>	<u>38,227,895</u>
Program Expenses						
Governmental Activities:						
General government	3,153,203	2,820,024	-	-	3,153,203	2,820,024
Security of persons and property						
Police	8,268,633	8,259,426	-	-	8,268,633	8,259,426
Fire	6,639,198	6,535,933	-	-	6,639,198	6,535,933
Other	502,463	465,057	-	-	502,463	465,057
Leisure time activities	1,321,781	1,137,949	-	-	1,321,781	1,137,949
Community environment	792,847	810,649	-	-	792,847	810,649
Transportation	6,062,257	6,037,443	-	-	6,062,257	6,037,443
Interest and fiscal charges	1,510,066	1,470,612	-	-	1,510,066	1,470,612
Business-Type Activities:						
Water	-	-	5,679,059	4,817,207	5,679,059	4,817,207
Sewer	-	-	3,346,976	3,429,108	3,346,976	3,429,108
Stormwater	-	-	682,606	653,481	682,606	653,481
Total program expenses	<u>28,250,448</u>	<u>27,537,093</u>	<u>9,708,641</u>	<u>8,899,796</u>	<u>37,959,089</u>	<u>36,436,889</u>
Increase in net position before transfers	(47,946)	1,462,685	132,662	328,321	84,716	1,791,006
Transfers	<u>(1,423,791)</u>	<u>(918,798)</u>	<u>1,423,791</u>	<u>918,798</u>	<u>-</u>	<u>-</u>
Change in net position	(1,471,737)	543,887	1,556,453	1,247,119	84,716	1,791,006
Net position beginning of year	<u>101,152,375</u>	<u>100,608,488</u>	<u>75,361,447</u>	<u>74,114,328</u>	<u>176,513,822</u>	<u>174,722,816</u>
Net position end of year	<u>\$ 99,680,638</u>	<u>\$ 101,152,375</u>	<u>\$ 76,917,900</u>	<u>\$ 75,361,447</u>	<u>\$ 176,598,538</u>	<u>\$ 176,513,822</u>

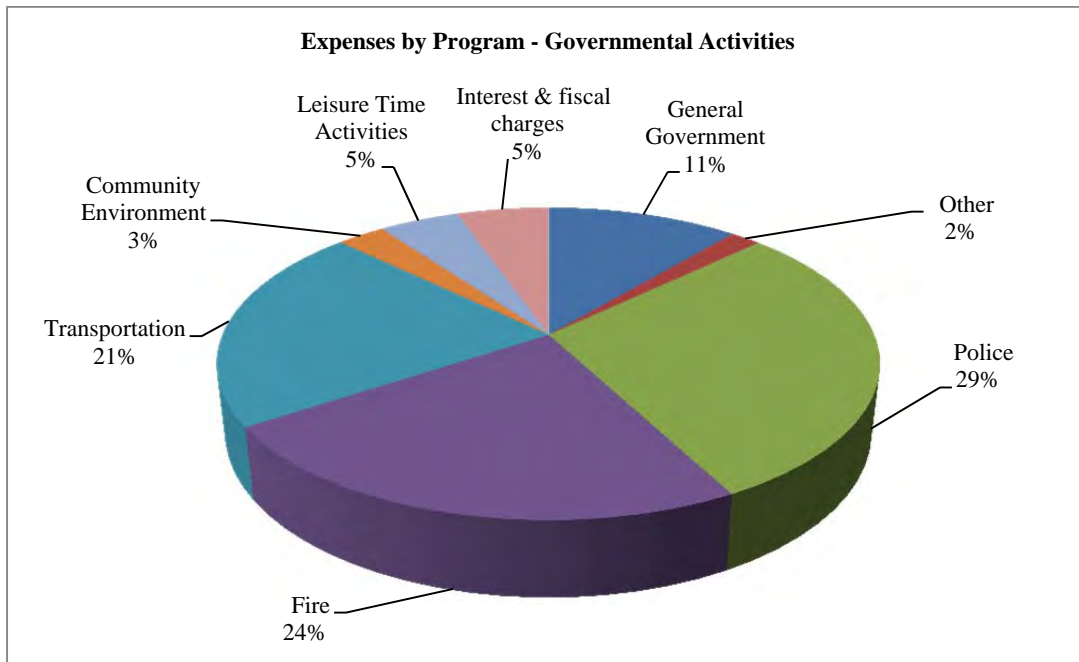
City of Huber Heights, Ohio
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Governmental Activities

Huber Heights has made continued efforts to attract large-scale employers to the City for the year 2014, thereby injecting the local economy with jobs and increasing the City's commercial tax base. The 2.00 percent income tax is the largest source of revenue for the City. Revenues generated by the earnings tax represent approximately 71.4 percent of the City's governmental activities general revenues.

During 2014 the revenues generated from income tax amounted to \$14,339,175. The increase in income tax revenues from 2013 was 4.2 percent. The income tax revenue amounts fluctuate from collections. Revenues generated from property tax amounted to \$2,827,989. The increase in property tax revenues from 2013 was 5.1 percent.

Total revenues decreased mainly due to a decrease in program revenue, which was mainly due to a decrease in capital grants, contributions and interest in 2014 as compared to 2013. There was an overall increase in expenses in 2014 as compared to 2013 primarily due to increased costs associated with general government, fire and leisure time activities.



Police, fire, transportation and general government are the major activities of the City generating 85 percent of the governmental expenses. Currently, the police division has an authorized staffing of 43 officers. During 2014, the police and fire divisions continued to place strong emphasis on the training of its employees to keep up with the rapidly changing laws, practices and technology.

General government includes legislative and executive expenses. Leaf and brush pickup, stormwater projects, aggressive street resurfacing program, amenities in the parks, and police and fire services all culminate into a full service City.

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Business-Type Activities

The City's business-type activities include water, sewer, and stormwater.

Water and Sewer and Operations – In January of 1994, the citizens of Huber Heights voted overwhelmingly to endorse the City's acquisition of the Ohio Suburban water and wastewater systems from American Water Works of Voorhees, New Jersey. On September 29, 1995, the City completed this acquisition enabling the City to more effectively attract new development to the community particularly through new annexations and service extensions while at the same time keeping water and sewer rates low. During 2001, the City began an operations study to identify the short and long range plans for the utility and to identify funding sources for the targeted projects. In late 2002, the City Council authorized increases in the rates for water and sewer, over a five year period, to fund various projects identified in the Plan. Currently, there are no plans for any rate increases, however, the City has completed a rate study and model to ensure that it can maintain operations, planned capital improvements and required debt service.

Sewer Treatment – Prior to 1996, the City wastewater treatment services were contracted with the Miami Conservancy District. In 1996, the Conservancy District decided they no longer wanted to furnish this service. A joint venture was formed among the Cities of Huber Heights, Vandalia and Tipp City to take over the Conservancy District operation. This joint venture now furnishes wastewater treatment services to each city. Each city owns and maintains the infrastructure necessary to furnish services to their citizens. All capital repairs and upkeep of the treatment plant are the responsibility of the joint venture. The joint venture in turn sets costs of service for the Cities, based on flow, to maintain the plant. The City of Huber Heights charges its residents accordingly. At this time, any capital outlay needed to maintain Huber Heights sewer infrastructure is provided from resident charges. The City's investment in the joint venture at December 31, 2014 was \$16,229,308.

Stormwater – In February 2002, City Council established the citywide stormwater management program. The fees charged are based upon a formula of impervious area and is applied based upon an equivalent residential unit (3,431 sq. ft.). The revenues generated are used to fund operating and capital costs associated with this program.

Business-type activities include water, sewer, and stormwater services. These programs had operating revenues of \$9,424,538 and operating expenses of \$7,376,671 for fiscal year 2014. Business activities receive no support from tax revenues. The business activities net position at the end of the year was \$76,917,900 which increased \$1,556,453 from 2013.

Financial Analysis of the Government's Funds

The City has six major governmental funds: the general, police, fire, special assessment bond retirement, capital improvement and carriage trails infrastructure funds. Assets of these major funds comprised \$32,016,876 or 59.6 percent of the total \$53,726,274 governmental funds assets.

The general fund balance at December 31, 2014 was \$4,998,441, which was a decrease in fund balance of \$2,099,004 from 2013. The decrease is mainly due to transfers out to other funds.

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The police fund balance at December 31, 2014 was \$1,028,869, which was an increase in fund balance of \$384,669 from 2013. The increase is mainly due to an increase in income taxes received over the prior year.

The fire fund balance at December 31, 2014 was \$690,118, which was an increase in fund balance of \$467,516 from 2013. This increase is also mainly due to an increase in income taxes received over the prior year.

The special assessment bond retirement fund balance at December 31, 2014 was \$266,440, which was a decrease in fund balance of \$78,948 from 2013. This decrease is mainly due to an increase in debt service payments and a decrease in transfers in for 2014 as compared to 2013.

The capital improvements fund balance at December 31, 2014 was \$1,120,252, which was an increase in fund balance of \$3,283,249 from 2013. This increase is mainly due to the new notes issued during the year being reported as long-term. In the prior year, the notes were short-term due to the timing of the notes issued and the issuance of the report.

The carriage trails infrastructure fund balance at December 31, 2014 was (\$1,170,530), which was an increase in fund balance of \$3,854,258 from 2013. This increase is also due to the new notes issued during the year being reported as long-term.

Table 3 below reports year 2014 balances compared to 2013:

Table 3
Change in Fund Balance

	Fund Balance		Increase (Decrease)	Percent Change
	December 31, 2014	December 31, 2013		
General fund	\$ 4,998,441	\$ 7,097,445	\$ (2,099,004)	-29.6%
Police	1,028,869	644,200	384,669	59.7%
Fire	690,118	222,602	467,516	210.0%
Special assessment bond retirement	266,440	345,388	(78,948)	-22.9%
Capital improvements	1,120,252	(2,162,997)	3,283,249	-151.8%
Carriage trails infrastructure	(1,170,530)	(5,024,788)	3,854,258	-76.7%
Other governmental funds	15,019,071	14,267,150	751,921	5.3%
	<u>\$ 21,952,661</u>	<u>\$ 15,389,000</u>	<u>\$ 6,563,661</u>	

General Fund Budgeting Highlights

The City's budget is formally adopted at the object level for each fund. Financial reports, which compare actual performance with the budget, are prepared quarterly and presented to the Council so the Council is able to review the financial status and measure the effectiveness of the budgetary controls.

For the general fund, the final budgeted revenue was \$10,100,430 and the original budgeted revenue was \$10,365,339. The difference was \$264,909. Of this difference, most was due to differences in other revenues.

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Original general fund expenditures increased \$516,221, from \$5,414,434 to the final budgeted amount of \$5,930,655. This increase was due to an increase in general government expenditures. Actual expenditures were \$796,708 below final budget expenditures for 2014 due to the close monitoring of expenditures.

Capital Assets and Debt Administration

Capital Assets

At year end, the City had \$180,256,934 invested in land, easements, construction in progress, buildings and improvements, equipment, furniture, fixtures and improvements, vehicles and infrastructure. Table 4 shows 2014 balances compared to 2013:

Table 4
Capital Assets, at Fiscal Year End
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Land	\$ 6,148,935	\$ 6,148,935	\$ 605,784	\$ 605,784	\$ 6,754,719	\$ 6,754,719
Easements	20,077,074	20,071,986	223,785	223,785	20,300,859	20,295,771
Construction in progress	21,949,919	7,023,233	9,202,077	6,905,316	31,151,996	13,928,549
Buildings and improvements	9,546,443	9,755,072	12,074,369	12,471,661	21,620,812	22,226,733
Equipment	2,132,936	2,108,343	2,063,824	2,464,746	4,196,760	4,573,089
Furniture, fixtures and improvements	3,126,138	3,338,328	-	-	3,126,138	3,338,328
Vehicles	2,427,548	2,288,548	184,281	28,778	2,611,829	2,317,326
Infrastructure	<u>52,220,864</u>	<u>53,000,656</u>	<u>38,272,957</u>	<u>39,097,503</u>	<u>90,493,821</u>	<u>92,098,159</u>
Total	<u>\$ 117,629,857</u>	<u>\$ 103,735,101</u>	<u>\$ 62,627,077</u>	<u>\$ 61,797,573</u>	<u>\$ 180,256,934</u>	<u>\$ 165,532,674</u>

The increase in capital assets was mainly due to continuing construction and the completion of various construction projects throughout the City.

See Note 7 to the basic financial statements for further details on the City's capital assets.

City of Huber Heights, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2014
(Unaudited)

Debt

The City had \$78,292,323 in bonds, notes, loans, capital leases, and state infrastructure.

Table 5
Outstanding Debt, at Year End

	Governmental Activities		Business-Type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
General obligation bonds	\$ 18,044,515	\$ 18,841,481	\$ -	\$ -	\$ 18,044,515	\$ 18,841,481
Special assessment bonds	10,005,000	10,925,000	-	-	10,005,000	10,925,000
Bond anticipation notes	24,413,300	-	-	-	24,413,300	-
Revenue bonds	-	-	22,834,282	24,479,150	22,834,282	24,479,150
OWDA loans	-	-	713,676	1,194,529	713,676	1,194,529
Capital lease	228,619	263,950	-	-	228,619	263,950
State infrastructure	<u>2,052,931</u>	<u>2,134,901</u>	<u>-</u>	<u>-</u>	<u>2,052,931</u>	<u>2,134,901</u>
Total	<u>\$ 54,744,365</u>	<u>\$ 32,165,332</u>	<u>\$ 23,547,958</u>	<u>\$ 25,673,679</u>	<u>\$ 78,292,323</u>	<u>\$ 57,839,011</u>

The Various Purpose Improvement general obligation bonds will be paid with property tax revenues via transfers from the general fund.

Revenues for payment of interest and principal on the bond anticipation notes will result from proceeds from a new note to be issued in 2015. The general obligation debt service fund will retire the debt.

The City's overall legal debt margin was \$32,574,596 at December 31, 2014. See Note 12 and 13 of the notes to the basic financial statements for more detailed information on debt of the City.

Economic Factors

The City of Huber Heights is currently in a strong financial position, but it must be stated that the City is not immune to economic conditions that have negatively affected many public and private entities. The City of Huber Heights's systems of budgeting and internal controls are well regarded, and the City is well prepared to meet the challenges of the future. In addition, management has been committed to providing its residents with full disclosure of the financial position of the City.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, customers and investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Finance Director, City of Huber Heights, 6131 Taylorsville Road, Huber Heights, Ohio 45424.

City of Huber Heights, Ohio
Statement of Net Position
December 31, 2014

	Governmental Activities	Business-Type Activities	Total
<u>Assets:</u>			
Equity in pooled cash and investments	\$ 23,769,321	\$ 16,469,039	\$ 40,238,360
Receivables:			
Income tax	3,258,962	-	3,258,962
Property and other taxes	2,592,787	-	2,592,787
Accounts	953,313	978,598	1,931,911
Revenue in lieu of taxes receivable	1,791,605	-	1,791,605
Special assessments	12,295,168	571,563	12,866,731
Accrued interest	54,862	30,866	85,728
Due from other governments	1,479,311	1,804	1,481,115
Materials and supplies inventory	289,922	318,255	608,177
Assets held for resale	1,342,715	304,186	1,646,901
Prepaid items	79,799	7,905	87,704
Restricted assets:			
Cash and cash equivalents in segregated accounts	-	10,781,949	10,781,949
Investment in joint venture	-	16,229,308	16,229,308
Internal balances	(2,310,920)	2,310,920	-
Nondepreciable capital assets	48,175,928	10,031,646	58,207,574
Depreciable capital assets, net	69,453,929	52,595,431	122,049,360
Total assets	<u>163,226,702</u>	<u>110,631,470</u>	<u>273,858,172</u>
<u>Deferred outflows of resources:</u>			
Deferred charge on refunding	<u>37,689</u>	<u>-</u>	<u>37,689</u>
<u>Liabilities:</u>			
Accounts payable	417,905	387,887	805,792
Contracts payable	742,232	21,139	763,371
Accrued wages and benefits	601,930	40,324	642,254
Retainage payable	34,004	-	34,004
Due to other governments	527,413	228,393	755,806
Income tax refunds payable	342,393	-	342,393
Accrued interest payable	159,644	54,592	214,236
Liabilities payable from restricted assets	-	9,285,182	9,285,182
Deposits held and due to others	52,000	-	52,000
Long-term liabilities:			
Due within one year	2,616,591	1,819,927	4,436,518
Due in more than one year	53,884,852	21,876,126	75,760,978
Total liabilities	<u>59,378,964</u>	<u>33,713,570</u>	<u>93,092,534</u>
<u>Deferred inflows of resources:</u>			
Property taxes	2,413,184	-	2,413,184
Payments in lieu of taxes	1,791,605	-	1,791,605
Total deferred inflows of resources	<u>4,204,789</u>	<u>-</u>	<u>4,204,789</u>
<u>Net position:</u>			
Net investment in capital assets	62,923,181	47,247,277	110,170,458
Restricted for:			
Debt service	11,960,254	-	11,960,254
Capital projects	6,143,751	-	6,143,751
Transportation	7,865,282	-	7,865,282
Police services	1,301,830	-	1,301,830
Street Lighting	589,754	-	589,754
TIF agreements	4,216,586	-	4,216,586
Other purposes	134,592	-	134,592
Unrestricted	4,545,408	29,670,623	34,216,031
Total net position	<u>\$ 99,680,638</u>	<u>\$ 76,917,900</u>	<u>\$ 176,598,538</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Activities
For the Year Ended December 31, 2014

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants, Contributions and Interest
<u>Governmental Activities:</u>				
General government	\$ 3,153,203	\$ 960,000	\$ 754,656	\$ 1,527,179
Security of persons and property				
Police	8,268,633	493,124	190,549	-
Fire	6,639,198	1,219,907	404,663	-
Other	502,463	34		334,680
Leisure time activities	1,321,781	64,024	1,000	-
Community environment	792,847	1,457	19	
Transportation	6,062,257	165,608	1,967,800	28,859
Interest and fiscal charges	1,510,066	-	-	-
Total governmental activities	<u>28,250,448</u>	<u>2,904,154</u>	<u>3,318,687</u>	<u>1,890,718</u>
<u>Business-Type Activities:</u>				
Water	5,679,059	4,451,297	-	-
Sewer	3,346,976	4,645,030	-	-
Stormwater	682,606	584,405	-	-
Total business-type activities	<u>9,708,641</u>	<u>9,680,732</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 37,959,089</u>	<u>\$ 12,584,886</u>	<u>\$ 3,318,687</u>	<u>\$ 1,890,718</u>

General revenues:

Property taxes levied for:

 General purposes

 Police

 Fire

Income tax levied for:

 General purposes

 Police operation

 Fire operation

 Local street operating

 Local street capital improvements

 Fire capital equipment

Grants and entitlements not restricted to specific programs

Payment in lieu of taxes

Investment earnings

Other

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year

Net position, end of year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position

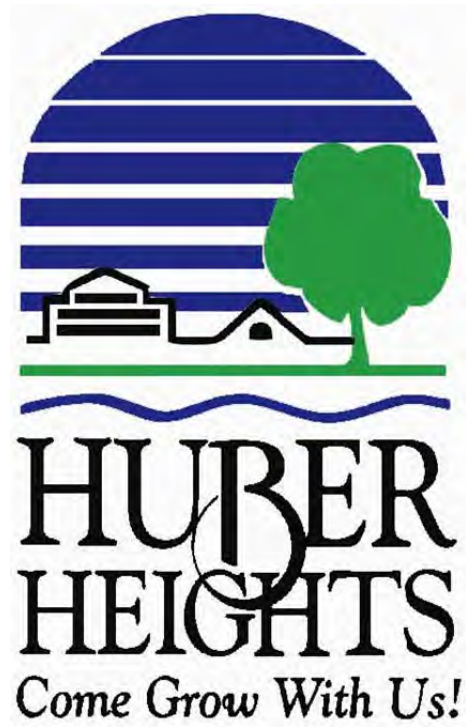
<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ 88,632	\$ -	\$ 88,632
(7,584,960)	-	(7,584,960)
(5,014,628)	-	(5,014,628)
(167,749)	-	(167,749)
(1,256,757)	-	(1,256,757)
(791,371)	-	(791,371)
(3,899,990)	-	(3,899,990)
(1,510,066)	-	(1,510,066)
<u>(20,136,889)</u>	<u>-</u>	<u>(20,136,889)</u>
-	(1,227,762)	(1,227,762)
-	1,298,054	1,298,054
-	(98,201)	(98,201)
<u>-</u>	<u>(27,909)</u>	<u>(27,909)</u>
<u>\$ (20,136,889)</u>	<u>\$ (27,909)</u>	<u>\$ (20,164,798)</u>
977,343	-	977,343
1,001,800	-	1,001,800
848,846	-	848,846
5,796,342	-	5,796,342
4,020,638	-	4,020,638
503,950	-	503,950
1,791,194	-	1,791,194
1,432,947	-	1,432,947
794,104	-	794,104
798,328	-	798,328
1,566,809	-	1,566,809
273,384	160,571	433,955
283,258	-	283,258
<u>(1,423,791)</u>	<u>1,423,791</u>	<u>-</u>
<u>18,665,152</u>	<u>1,584,362</u>	<u>20,249,514</u>
(1,471,737)	1,556,453	84,716
<u>101,152,375</u>	<u>75,361,447</u>	<u>176,513,822</u>
<u>\$ 99,680,638</u>	<u>\$ 76,917,900</u>	<u>\$ 176,598,538</u>

City of Huber Heights, Ohio
Balance Sheet
Governmental Funds
December 31, 2014

	General	Police	Fire	Special Assessment Bond Retirement
Assets:				
Equity in pooled cash and investments	\$ 4,148,444	\$ 1,151,946	\$ 1,028,781	\$ 266,440
Receivables:				
Income tax	1,314,991	914,954	116,508	-
Property and other taxes	772,633	985,618	834,536	-
Accounts	921,294	953	25,000	-
Revenue in lieu of taxes	-	-	-	-
Special assessments	-	-	-	11,729,633
Accrued interest	53,136	-	-	-
Due from other governments	303,851	88,509	73,704	-
Materials and supplies inventory	26,620	44,119	25,455	-
Assets held for resale	-	-	-	-
Interfund loan receivable	536,620	-	-	-
Prepaid items	55,154	10,832	11,462	-
Total assets	<u>\$ 8,132,743</u>	<u>\$ 3,196,931</u>	<u>\$ 2,115,446</u>	<u>\$ 11,996,073</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 100,660	\$ 32,869	\$ 20,968	\$ -
Contracts payable	-	-	-	-
Accrued wages and benefits	94,298	220,315	224,888	-
Retainage payable	497	-	-	-
Interfund payable	-	-	25,000	-
Due to other governments	52,343	148,586	146,145	-
Deposits held and due to others	2,000	-	-	-
Income tax refunds payable	138,155	96,127	12,241	-
Total liabilities	<u>387,953</u>	<u>497,897</u>	<u>429,242</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	713,587	920,152	779,445	-
Payments in lieu of taxes	-	-	-	-
Unavailable revenue - delinquent property taxes	32,906	47,812	39,999	-
Unavailable revenue - other	1,999,856	702,201	176,642	11,729,633
Total deferred inflows of resources	<u>2,746,349</u>	<u>1,670,165</u>	<u>996,086</u>	<u>11,729,633</u>
Fund balances:				
Nonspendable:				
Inventory	26,620	44,119	25,455	-
Prepays	55,154	10,832	11,462	-
Restricted	-	973,918	653,201	266,440
Assigned:				
Encumbrances	1,237,915	-	-	-
Debt service	-	-	-	-
Unassigned (deficit)	3,678,752	-	-	-
Total fund balances	<u>4,998,441</u>	<u>1,028,869</u>	<u>690,118</u>	<u>266,440</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,132,743</u>	<u>\$ 3,196,931</u>	<u>\$ 2,115,446</u>	<u>\$ 11,996,073</u>

See accompanying notes to the basic financial statements.

Capital Improvement	Carriage Trails Infrastructure	Other Governmental Funds	Total Governmental Funds
\$ 4,027,687	\$ 801,470	\$ 12,344,553	\$ 23,769,321
-	-	912,509	3,258,962
-	-	-	2,592,787
2,634	-	3,432	953,313
-	-	1,791,605	1,791,605
392,473	-	173,062	12,295,168
-	-	1,726	54,862
8,700	-	1,004,547	1,479,311
-	-	193,728	289,922
1,342,715	-	-	1,342,715
-	-	5,281,889	5,818,509
4	-	2,347	79,799
<u>\$ 5,774,213</u>	<u>\$ 801,470</u>	<u>\$ 21,709,398</u>	<u>\$ 53,726,274</u>
\$ 60,847	\$ -	\$ 202,561	\$ 417,905
700,656	-	41,576	742,232
1,121	-	61,308	601,930
7,027	-	26,480	34,004
3,430,000	1,972,000	2,702,429	8,129,429
503	-	179,836	527,413
50,000	-	-	52,000
-	-	95,870	342,393
<u>4,250,154</u>	<u>1,972,000</u>	<u>3,310,060</u>	<u>10,847,306</u>
-	-	-	2,413,184
-	-	1,791,605	1,791,605
-	-	-	120,717
403,807	-	1,588,662	16,600,801
<u>403,807</u>	<u>-</u>	<u>3,380,267</u>	<u>20,926,307</u>
-	-	193,728	289,922
4	-	2,347	79,799
1,120,248	-	15,815,491	18,829,298
-	-	-	1,237,915
-	-	129,324	129,324
-	(1,170,530)	(1,121,819)	1,386,403
<u>1,120,252</u>	<u>(1,170,530)</u>	<u>15,019,071</u>	<u>21,952,661</u>
<u>\$ 5,774,213</u>	<u>\$ 801,470</u>	<u>\$ 21,709,398</u>	<u>\$ 53,726,274</u>



City of Huber Heights, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2014

Total governmental fund balances		\$ 21,952,661
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in funds.		117,629,857
Other long-term assets are not available to pay for current-period expenditures and therefore are offset by deferred inflows of recourses in the funds:		
Property and other taxes	\$ 122,621	
Income taxes	2,189,135	
Licenses and permits	135,285	
Rent	16,192	
Intergovernmental	1,186,838	
Special assessments	12,295,168	
Charges for services	680,241	
Other	96,038	
Total	16,721,518	16,721,518
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.		(159,644)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Special assessment bonds	\$ (10,005,000)	
General obligation bonds	(18,040,000)	
Unamortized premium	(4,515)	
State infrastructure loans	(2,052,931)	
Deferral of refunding accounting loss	37,689	
Bond anticipation notes	(24,413,300)	
Capital lease payable	(228,619)	
Compensated absences	(1,757,078)	
Total	(56,463,754)	(56,463,754)
Net position of governmental activities		\$ 99,680,638

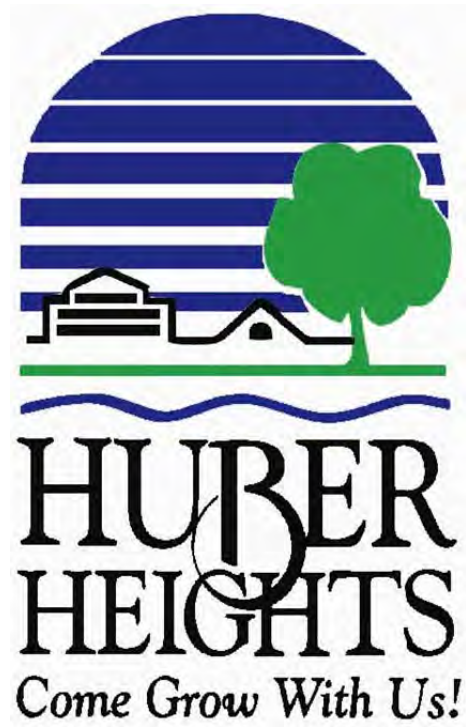
See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014

	General	Police	Fire	Special Assessment Bond Retirement
Revenues:				
Municipal income tax	\$ 5,820,134	\$ 4,037,192	\$ 726,057	\$ -
Property and other taxes	977,651	997,097	845,297	-
Charges for services	1,478,074	-	-	-
Fines, licenses and permits	640,352	-	-	-
Intergovernmental	786,149	143,613	125,451	-
Special assessments	-	-	-	631,940
Interest	273,384	-	-	-
Payments in lieu of taxes	-	-	-	-
Rentals	99,908	-	1,644	-
Other	302,108	168,198	112,762	-
Total revenue	<u>10,377,760</u>	<u>5,346,100</u>	<u>1,811,211</u>	<u>631,940</u>
Expenditures:				
Current:				
General government	2,621,782	-	-	30,736
Security of persons and property				
Police	1,118,382	6,901,578	-	-
Fire	-	-	6,293,884	-
Other	127,233	-	-	-
Leisure time activities	801,205	-	-	-
Community environment	573,747	-	-	-
Transportation	-	-	-	-
Capital outlay	94,415	159,853	62,811	-
Debt service:				
Principal retirement	-	-	-	920,000
Interest and fiscal charges	-	-	-	465,686
Issuance costs	-	-	-	-
Total expenditures	<u>5,336,764</u>	<u>7,061,431</u>	<u>6,356,695</u>	<u>1,416,422</u>
Excess of revenues over (under) expenditures	<u>5,040,996</u>	<u>(1,715,331)</u>	<u>(4,545,484)</u>	<u>(784,482)</u>
Other financing sources (uses):				
Issuance of bond anticipation notes	-	-	-	-
Sale of capital assets	-	-	13,000	-
Premium on notes issued	-	-	-	-
Transfers - in	-	2,100,000	5,000,000	705,534
Transfers - out	(7,140,000)	-	-	-
Total other financing sources (uses)	<u>(7,140,000)</u>	<u>2,100,000</u>	<u>5,013,000</u>	<u>705,534</u>
Net change in fund balance	(2,099,004)	384,669	467,516	(78,948)
Fund balances (deficits) at beginning of year	7,097,445	644,200	222,602	345,388
Fund balances (deficits) at end of year	<u>\$ 4,998,441</u>	<u>\$ 1,028,869</u>	<u>\$ 690,118</u>	<u>\$ 266,440</u>

See accompanying notes to the basic financial statements.

Capital Improvement	Carriage Trails Infrastructure	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 3,814,755	\$ 14,398,138
-	-	-	2,820,045
-	-	2,506	1,480,580
-	-	87,091	727,443
685,850	-	2,248,988	3,990,051
132,931	-	340,840	1,105,711
-	19	3,162	276,565
-	-	1,566,809	1,566,809
-	-	135,936	237,488
112,527	-	69,445	765,040
<u>931,308</u>	<u>19</u>	<u>8,269,532</u>	<u>27,367,870</u>
24,296	-	276,597	2,953,411
-	-	5,609	8,025,569
-	-	58,434	6,352,318
-	-	304,793	432,026
-	-	-	801,205
59,870	-	-	633,617
241,412	-	2,269,311	2,510,723
15,534,660	2,327,387	2,212,585	20,391,711
81,970	-	830,331	1,832,301
163,820	42,722	838,434	1,510,662
94,685	19,064	-	113,749
<u>16,200,713</u>	<u>2,389,173</u>	<u>6,796,094</u>	<u>45,557,292</u>
<u>(15,269,405)</u>	<u>(2,389,154)</u>	<u>1,473,438</u>	<u>(18,189,422)</u>
18,194,700	6,218,600	-	24,413,300
-	-	-	13,000
97,904	24,812	-	122,716
260,050	-	1,507,380	9,572,964
-	-	(2,228,897)	(9,368,897)
<u>18,552,654</u>	<u>6,243,412</u>	<u>(721,517)</u>	<u>24,753,083</u>
3,283,249	3,854,258	751,921	6,563,661
<u>(2,162,997)</u>	<u>(5,024,788)</u>	<u>14,267,150</u>	<u>15,389,000</u>
<u>\$ 1,120,252</u>	<u>\$ (1,170,530)</u>	<u>\$ 15,019,071</u>	<u>\$ 21,952,661</u>



City of Huber Heights, Ohio
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
 For the Year Ended December 31, 2014

Net change in fund balances - Total governmental funds \$ 6,563,661

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 capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital outlay	\$ 20,391,711	
Capital contributions	28,859	
Capital assets transferred in	13,814	
Capital assets transferred out	(1,641,672)	
Depreciation expense	<u>(4,841,719)</u>	
Excess of capital asset additions and contributions over depreciation expense and transfers		13,950,993

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (56,237)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These activities consist of:

Property and other taxes	\$ 7,944	
Income taxes	(58,963)	
Rent	16,192	
Intergovernmental	(51,733)	
Special assessments	756,148	
Charges for services	39,221	
Licenses and permits	20,093	
Other	<u>79,504</u>	
Net change in deferred inflows of resources during the year		808,406

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Increase in compensated absences	\$ (105,748)	
Special assessment waivers granted	(40,809)	
Increase in accrued interest	<u>(8,550)</u>	
Total additional expenditures		(155,107)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 1,715,000

Payment of capital lease and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 117,301

The issuance of bonds results in other financing sources in the governmental funds, but these transactions are reflected in the statement of net position as long-term liabilities.
 Proceeds of bonds (24,413,300)

The amortization of loss on refunding and bond premium is reflected as an expense in the statement of activities.

Accounting loss	\$ (4,420)	
Premium	<u>1,966</u>	
Total additional expenses		<u>(2,454)</u>

Change in net position of governmental activities \$ (1,471,737)

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income tax	\$ 5,592,900	\$ 5,592,900	\$ 5,779,175	\$ 186,275
Property and other taxes	945,206	972,256	973,441	1,185
Charges for services	1,535,550	1,488,211	1,519,133	30,922
Fines, licenses and permits	636,250	639,675	642,101	2,426
Intergovernmental	810,433	788,424	785,247	(3,177)
Interest	175,000	286,000	286,417	417
Rentals	11,000	4,600	83,720	79,120
Other	659,000	328,364	243,169	(85,195)
Total revenues	10,365,339	10,100,430	10,312,403	211,973
Expenditures:				
Current:				
General government	3,236,675	3,642,268	3,037,548	604,720
Security of persons and property				
Police	1,239,537	1,256,903	1,177,974	78,929
Other	54,216	134,904	130,841	4,063
Community development	882,775	895,349	786,353	108,996
Debt service:				
Principal retirement	950	950	950	-
Interest and fiscal charges	281	281	281	-
Total debt service	1,231	1,231	1,231	-
Total expenditures	5,414,434	5,930,655	5,133,947	796,708
Excess of revenues over expenditures	4,950,905	4,169,775	5,178,456	1,008,681
Other financing sources (uses):				
Sale of capital assets	1,500	2,278,609	1,856,822	(421,787)
Advances - in	76,654	211,654	27,034	(184,620)
Advances - out	-	(935,000)	(935,000)	-
Transfers - in	77,000	127,000	-	(127,000)
Transfers - out	(7,951,565)	(8,146,137)	(8,146,137)	-
Total other financing sources (uses)	(7,796,411)	(6,463,874)	(7,197,281)	(733,407)
Net change in fund balance	(2,845,506)	(2,294,099)	(2,018,825)	275,274
Fund balance at beginning of year	3,822,589	3,822,589	3,822,589	-
Prior year encumbrances appropriated	594,808	594,808	594,808	-
Fund balance at end of year	\$ 1,571,891	\$ 2,123,298	\$ 2,398,572	\$ 275,274

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 3,877,950	\$ 3,877,950	\$ 4,008,694	\$ 130,744
Property and other taxes	992,739	992,739	990,770	(1,969)
Intergovernmental	140,000	142,863	145,726	2,863
Other	141,600	159,050	170,203	11,153
Total revenues	<u>5,152,289</u>	<u>5,172,602</u>	<u>5,315,393</u>	<u>142,791</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police	7,713,958	7,944,980	7,412,175	532,805
Debt service:				
Principal retirement	950	950	950	-
Interest and fiscal charges	282	282	280	2
Total debt service	<u>1,232</u>	<u>1,232</u>	<u>1,230</u>	<u>2</u>
Total expenditures	<u>7,715,190</u>	<u>7,946,212</u>	<u>7,413,405</u>	<u>532,807</u>
Excess of revenues under expenditures	<u>(2,562,901)</u>	<u>(2,773,610)</u>	<u>(2,098,012)</u>	<u>675,598</u>
Other financing sources:				
Sale of capital assets	15,000	15,000	-	(15,000)
Transfers - in	2,100,000	2,100,000	2,100,000	-
Total other financing sources	<u>2,115,000</u>	<u>2,115,000</u>	<u>2,100,000</u>	<u>(15,000)</u>
Net change in fund balance	(447,901)	(658,610)	1,988	660,598
Fund balance at beginning of year	501,065	501,065	501,065	-
Prior year encumbrances appropriated	360,516	360,516	360,516	-
Fund balance at end of year	<u>\$ 413,680</u>	<u>\$ 202,971</u>	<u>\$ 863,569</u>	<u>\$ 660,598</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 493,370	\$ 493,370	\$ 509,384	\$ 16,014
Property and other taxes	843,936	843,936	839,901	(4,035)
Intergovernmental	120,000	122,750	125,451	2,701
Rentals	1,644	1,644	1,644	-
Other	12,000	118,612	115,241	(3,371)
Total revenues	<u>1,470,950</u>	<u>1,580,312</u>	<u>1,591,621</u>	<u>11,309</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Fire	6,983,595	7,178,944	6,875,240	303,704
Debt service:				
Principal retirement	477	477	475	2
Interest and fiscal charges	141	140	140	-
Total debt service	<u>618</u>	<u>617</u>	<u>615</u>	<u>2</u>
Total expenditures	<u>6,984,213</u>	<u>7,179,561</u>	<u>6,875,855</u>	<u>303,706</u>
Excess of revenues under expenditures	<u>(5,513,263)</u>	<u>(5,599,249)</u>	<u>(5,284,234)</u>	<u>315,015</u>
Other financing sources:				
Sale of capital assets	1,000	1,000	-	(1,000)
Advances - in	-	25,000	25,000	-
Transfers - in	5,213,045	5,213,045	5,213,045	-
Total other financing sources	<u>5,214,045</u>	<u>5,239,045</u>	<u>5,238,045</u>	<u>(1,000)</u>
Net change in fund balance	(299,218)	(360,204)	(46,189)	314,015
Fund balance at beginning of year	574,835	574,835	574,835	-
Prior year encumbrances appropriated	<u>308,550</u>	<u>308,550</u>	<u>308,550</u>	<u>-</u>
Fund balance at end of year	<u>\$ 584,167</u>	<u>\$ 523,181</u>	<u>\$ 837,196</u>	<u>\$ 314,015</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2014

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
<u>Assets:</u>				
Current assets:				
Equity in pooled cash and investments	\$ 8,824,509	\$ 6,698,393	\$ 946,137	\$ 16,469,039
Receivables:				
Accounts	477,770	432,445	68,383	978,598
Interfund	529,207	1,317,551	464,162	2,310,920
Special assessments	3,484	568,079	-	571,563
Accrued interest	18,521	12,345	-	30,866
Due from other governments	664	664	476	1,804
Materials and supplies inventory	316,630	-	1,625	318,255
Prepaid items	5,001	2,858	46	7,905
Total current assets	10,175,786	9,032,335	1,480,829	20,688,950
Noncurrent assets:				
Restricted assets:				
Cash and cash equivalents in segregated accounts	10,781,949	-	-	10,781,949
Investment in joint venture	-	16,229,308	-	16,229,308
Capital assets:				
Land and construction in progress	4,844,450	3,043,153	2,144,043	10,031,646
Depreciable capital assets, net	26,420,327	15,781,828	10,393,276	52,595,431
Assets held for resale	304,186	-	-	304,186
Total noncurrent assets	42,350,912	35,054,289	12,537,319	89,942,520
Total assets	\$ 52,526,698	\$ 44,086,624	\$ 14,018,148	\$ 110,631,470
<u>Liabilities:</u>				
Current liabilities:				
Accounts payable	\$ 203,015	\$ 176,045	\$ 8,827	\$ 387,887
Contracts payable	21,139	-	-	21,139
Accrued wages and benefits	16,013	15,355	8,956	40,324
Due to other governments	215,737	7,800	4,856	228,393
Accrued interest payable	-	13,063	-	13,063
Compensated absences payable	26,602	25,357	13,461	65,420
OWDA loans payable	-	499,507	-	499,507
Current liabilities payable from restricted assets:				
Liabilities payable from restricted assets	9,285,182	-	-	9,285,182
Revenue bonds payable	1,255,000	-	-	1,255,000
Accrued interest payable	41,529	-	-	41,529
Total current liabilities	11,064,217	737,127	36,100	11,837,444
Long-term liabilities:				
Compensated absences payable	32,963	31,298	18,414	82,675
OWDA loans payable, net of current portion	-	214,169	-	214,169
Revenue bonds payable, net of current portion	21,579,282	-	-	21,579,282
Total long-term liabilities	21,612,245	245,467	18,414	21,876,126
Total liabilities	32,676,462	982,594	54,514	33,713,570
<u>Net position:</u>				
Net investment in capital assets	16,598,653	18,111,305	12,537,319	47,247,277
Unrestricted	3,251,583	24,992,725	1,426,315	29,670,623
Total net position	\$ 19,850,236	\$ 43,104,030	\$ 13,963,634	\$ 76,917,900

See accompanying notes to the basic financial statements.

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

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
<u>Operating revenues:</u>				
Charges for services	\$ 4,348,501	\$ 4,330,690	\$ 577,706	\$ 9,256,897
Tap-in fees	80,600	47,750	-	128,350
Other	22,196	10,396	6,699	39,291
Total operating revenue	<u>4,451,297</u>	<u>4,388,836</u>	<u>584,405</u>	<u>9,424,538</u>
<u>Operating expenses:</u>				
Personal services	370,709	358,039	262,312	991,060
Operations and maintenance	1,939,787	2,176,738	52,241	4,168,766
Supplies and materials	133,076	38,259	57,761	229,096
Depreciation	923,645	738,456	309,520	1,971,621
Other	10,654	4,702	772	16,128
Total operating expenses	<u>3,377,871</u>	<u>3,316,194</u>	<u>682,606</u>	<u>7,376,671</u>
Operating income (loss)	<u>1,073,426</u>	<u>1,072,642</u>	<u>(98,201)</u>	<u>2,047,867</u>
<u>Nonoperating revenues (expenses):</u>				
Interest	99,198	61,373	-	160,571
Investment in joint venture	-	256,194	-	256,194
Loss on sale of capital assets	(51,082)	(4,907)	(4,000)	(59,989)
Other nonoperating expense	(207,655)	-	-	(207,655)
Interest and fiscal charges	(1,705,698)	(30,782)	-	(1,736,480)
Bond issuance costs	(341,660)	-	-	(341,660)
Total nonoperating revenues (expenses)	<u>(2,206,897)</u>	<u>281,878</u>	<u>(4,000)</u>	<u>(1,929,019)</u>
Income (loss) before contributions and transfers	<u>(1,133,471)</u>	<u>1,354,520</u>	<u>(102,201)</u>	<u>118,848</u>
Capital contributions	521,926	359,468	760,278	1,641,672
Transfers in	46,456	-	-	46,456
Transfers - out	(47,693)	(174,190)	(28,640)	(250,523)
Total capital contributions and transfers	<u>520,689</u>	<u>185,278</u>	<u>731,638</u>	<u>1,437,605</u>
Change in net position	(612,782)	1,539,798	629,437	1,556,453
Net position at beginning of year	20,463,018	41,564,232	13,334,197	75,361,447
Net position at end of year	<u>\$ 19,850,236</u>	<u>\$ 43,104,030</u>	<u>\$ 13,963,634</u>	<u>\$ 76,917,900</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2014

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
Cash flows from operating activities:				
Cash received from customers	\$ 4,478,550	\$ 3,828,160	\$ 585,560	\$ 8,892,270
Cash payments for employee services and benefits	(347,704)	(335,449)	(268,018)	(951,171)
Cash payments to suppliers for goods and services	(2,240,399)	(2,714,137)	(109,185)	(5,063,721)
Net cash provided by operating activities	<u>1,890,447</u>	<u>778,574</u>	<u>208,357</u>	<u>2,877,378</u>
Cash flows from noncapital financing activities:				
Transfers to other funds	(47,693)	(127,734)	(28,640)	(204,067)
Advances to other funds	(529,207)	(711,700)	(464,162)	(1,705,069)
Net cash used for noncapital financing activities	<u>(576,900)</u>	<u>(839,434)</u>	<u>(492,802)</u>	<u>(1,909,136)</u>
Cash flows from capital and related financing activities:				
Interest paid on debt	(726,329)	(40,007)	-	(766,336)
Principal payment on bonds and loans	(1,480,000)	(480,853)	-	(1,960,853)
Bond issuance costs	(350,515)	-	-	(350,515)
Issuance of bonds	8,125,000	-	-	8,125,000
Acquisition of capital assets	(1,005,858)	(218,954)	(167,177)	(1,391,989)
Net cash provided by (used for) capital and related financing activities	<u>4,562,298</u>	<u>(739,814)</u>	<u>(167,177)</u>	<u>3,655,307</u>
Cash flows from investing activities:				
Investment income	106,175	65,711	-	171,886
Net increase (decrease) in cash and cash equivalents	5,982,020	(734,963)	(451,622)	4,795,435
Cash and cash equivalents at beginning of year	13,624,438	7,433,356	1,397,759	22,455,553
Cash and cash equivalents at end of year	<u>\$ 19,606,458</u>	<u>\$ 6,698,393</u>	<u>\$ 946,137</u>	<u>\$ 27,250,988</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 1,073,426	\$ 1,072,642	\$ (98,201)	\$ 2,047,867
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	923,645	738,456	309,520	1,971,621
Change in assets and liabilities:				
(Increase) decrease in assets:				
Accounts receivable	26,619	8,050	1,631	36,300
Special assessments receivable	1,161	(568,079)	-	(566,918)
Materials and supplies inventory	(195,270)	-	680	(194,590)
Prepaid items	(5,001)	(2,858)	(46)	(7,905)
Due from other governments	(527)	(647)	(476)	(1,650)
Increase (decrease) in liabilities:				
Accounts payable	43,325	97,426	3,331	144,082
Contracts payable	-	(300,000)	(2,422)	(302,422)
Accrued wages and benefits	4,772	4,512	1,125	10,409
Compensated absences	19,468	19,539	(4,729)	34,278
Due to other governments	(1,171)	(290,467)	(2,056)	(293,694)
Net cash provided by operating activities	<u>\$ 1,890,447</u>	<u>\$ 778,574</u>	<u>\$ 208,357</u>	<u>\$ 2,877,378</u>
Noncash capital and related financing activities:				
Capital assets transferred between funds	\$ 46,456	\$ (46,456)	\$ -	\$ -
Capital contributions	521,926	359,468	760,278	1,641,672
Total noncash capital and related financing activities	<u>\$ 568,382</u>	<u>\$ 313,012</u>	<u>\$ 760,278</u>	<u>\$ 1,641,672</u>

See accompanying notes to the basic financial statements.

NOTE 1 – DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Huber Heights ("the City") is a charter municipal corporation operating under the laws of the State of Ohio. The community was established in 1810 as Wayne Township and was granted City status on November 29, 1979. It was incorporated on January 23, 1981. The charter was adopted on November 8, 1983, and became effective January 1, 1984. The municipal government provided by the charter is known as a Council/Manager form of government. Legislative power is vested in a nine-member Council, six members elected by wards and two elected at large, and a Mayor who is elected separately. The Council appoints a City Manager. The City Manager is the Chief Executive and Administrative Officer and the head of the administrative agencies of the City. The City Manager appoints all Department/Division heads and employees, except the City Attorney and Clerk of Council and staff, who are appointed by City Council.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds and departments that are not legally separate from the City. The primary government provides various services including police and fire protection, emergency medical services, parks and recreation, planning, zoning, building inspection, court facilities, street maintenance and repair, community development, public health and welfare, water, sewer, and stormwater. Council and the City Manager have direct responsibility for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City does not have any component units included in its reporting entity.

The City participates in the Tri-Cities North Regional Wastewater Authority (Tri-Cities) and the Joint Economic Development District (JEDD), which are defined as joint ventures. A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. These organizations are presented in Note 16.

The City also participates in the Miami Valley Regional Planning Commission (the Commission), the Miami Valley Fire/EMS Alliance (the Alliance), the Economic Development/Government Equity Program (ED/GE), the Regional Emergency Response Team (RERT), the First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium), and the Community Improvement Corporation of Huber Heights (CIC), which are defined as jointly governed organizations. A jointly governed organization is governed by representatives from each of the governments that create the organization, but there is no ongoing financial interest or responsibility on the part of the participating governments. These organizations are presented in Note 17.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Huber Heights have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The most significant of the City's accounting policies are described below.

Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business segment is self-financing or draws from the general revenues of the City.

Fund Financial Statements

During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are two categories of funds utilized by the City: governmental and proprietary.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Governmental Funds

Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the City's major governmental funds:

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

Police fund – This fund is used to account for voted tax millage to finance the police department operation and for a portion of City income tax which is to be used for police department operation.

Fire fund – This fund is used to account for voted tax millage, City income tax and miscellaneous revenue to finance the fire department operation.

Special assessment bond retirement fund – This fund is used to account for special assessments collected for the payment of special assessment bonded debt with governmental commitment.

Capital improvement fund – This fund is used to account for various capital improvement projects, including streets, sidewalks, building construction and major building improvements.

Carriage trails infrastructure fund – This fund is used to account for the issuance of bond anticipation notes for the construction of infrastructure in the Carriage Trails development.

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

Proprietary Funds

Proprietary funds focus on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are enterprise funds.

Enterprise Funds – Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

Water fund – This fund is used to account for the provision of water service to the residents and businesses within the City.

Sewer fund - This fund is used to account for the provision of sanitary sewer service to the residents and businesses of the City.

Stormwater fund – This fund is used to account for funds used for improvements to the City's green space, structures and natural watercourses, thereby maintaining the City's creeks.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, all liabilities, deferred outflows of resources and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting; enterprise funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transaction

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Measurable means the amount of the transaction can be determined and available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within thirty days of year-end.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, municipal income taxes, grants, entitlements, shared revenues and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from municipal income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: municipal income taxes, charges for services, fines and forfeitures, state-levied locally shared taxes (including gasoline tax), grants, and interest.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statements of net position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes and unavailable revenues. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2014, but which were levied to finance year 2015 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, franchise taxes, intergovernmental grants, special assessments, and charges for services. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Equity in Pooled Cash and Investments

To improve cash management, cash received by the City is pooled. Monies for all funds, except cash held by fiscal agents, are maintained in this pool. Individual fund integrity is maintained through City records. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During 2014, the City invested in the State Treasury Asset Reserve of Ohio (STAR Ohio), Bank of New York Trust Cash Reserve Fund, PNC Commercial Money Market, Ohio political subdivision securities, and securities issued by the Federal Home Loan Mortgage Corporation, Federal National Mortgage Association and the Federal Home Loan Bank.

Investments are reported at fair value which is based on quoted market prices, with the exception of non-participating repurchase agreements, which are reported at cost. For investments in open-end mutual funds, fair value is determined by the fund's share price.

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

Interest income is distributed to the funds according to charter and statutory requirements. Interest revenue of \$273,384 was credited to the general fund during 2014, which includes \$242,693 assigned from other City funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are reported as cash equivalents on the financial statements.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2014, are recorded as prepaid items using the consumption method. A current asset is recorded for the prepaid amount at the time of purchase and reflects the expenditure/expense in the year in which services are consumed.

Inventory of Supplies

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used. On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when used. Inventory consists of expendable supplies held for consumption.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation. Restricted assets in the enterprise funds represent cash for the repayment of current debt service on revenue bonds that are required by the bond indenture to be held by a financial services corporation.

Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “Interfund Loan Receivables/Payables.” Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. Interfund balance amounts, not services provided and used, are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as “Internal Balances”.

Capital Assets

General capital assets are capital assets that are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets used by the enterprise funds are reported in both the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values on the date donated. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are expensed.

All capital assets except for land, easements, and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City’s historical records of necessary improvements and replacements. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Life
Buildings and improvements	10-50 years
Equipment	3-20 years
Furniture, fixtures and improvements	7-30 years
Vehicles	5-20 years
Infrastructure	10-60 years

The City’s infrastructure consists of streets, bridges, sidewalks, curbs, gutters, lighting systems, storm and sanitary sewer lines, and water lines.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Compensated Absences

Vacation, personal leave and compensatory time benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation, personal leave and compensatory time when earned for all employees with more than six months of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year-end, taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for all OPERS employees after 13 years of current service, while the City records a liability for all Police and Fire employees after 15 years of current service.

The entire compensated absences liability is reported on the government-wide financial statements. On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the enterprise funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However compensated absences that will be paid from governmental funds are reported as a liability on the fund financial statements only to the extent that it is due for payment during the current year. Long-term loans, notes, and bonds are recognized as liabilities on the governmental fund financial statements when due.

Capital Contributions

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets; from grants or outside contributions of resources restricted to capital acquisition and construction; or from transfers of governmental activities capital assets to proprietary funds.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. The net investment in capital assets is increased for any unspent proceeds at year-end. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. None of the restricted net position for the City was restricted by enabling legislation.

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

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the City, these revenues are charges for services for water, sewer, and stormwater utility services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as nonoperating.

Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans, as well as property acquired for resale, unless the proceeds from the collection of these loans or from the sale of these properties is restricted, committed, or assigned.

Restricted Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party-such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Committed The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance or resolution) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council. In addition, the Director of Finance is authorized to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Bond Premiums/Deferred amounts on Refundings/Compounded Interest on Capital Appreciation Bonds

Bond premiums and deferred amounts on refundings are deferred and amortized over the term of the bonds using the effective interest method. Capital appreciation bonds are accreted each year for the compounded interest accrued during the year.

Bond premiums and the compounded interest on the capital appreciation bonds are presented as an addition of the face amount of the bonds payable whereas issuance costs are expensed when incurred.

Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriation resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the object level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Director of Finance. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final certificate requested during the year.

The appropriation resolution is subject to amendment by Council throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

NOTE 3 – FUND BALANCE

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

Fund Balances	Police	Fire	Special Assessment Bond Retirement	Capital Improvement	Other Governmental Funds	Total Governmental Funds
<u>Restricted for</u>						
Streets and highways	\$ -	\$ -	\$ -	\$ -	\$ 6,632,732	\$ 6,632,732
Street lighting	-	-	-	-	590,948	590,948
Fire and EMS services	-	653,201	-	-	-	653,201
Police services	973,918	-	-	-	34,083	1,008,001
Leisure time activities	-	-	-	-	6,440	6,440
TIF agreements	-	-	-	-	4,216,586	4,216,586
Capital improvements	-	-	-	1,120,248	4,334,702	5,454,950
Debt service payments	-	-	266,440	-	-	266,440
Total restricted	\$ 973,918	\$ 653,201	\$ 266,440	\$ 1,120,248	\$ 15,815,491	\$ 18,829,298

NOTE 4 – BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, presented for the general, fire, and police Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than an assigned fund balance for governmental fund types (GAAP basis).
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statements.
5. The change in fair value of investments is not included on the budget basis operating statement. This amount is included as revenue on the GAAP basis operating statement.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

6. Advances in and advances out (“repayment of advances”) are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
7. The revenues, expenditures and other financing sources and uses of the general fund include activity that is budgeted within special revenue funds (GAAP basis). However, on the budgetary basis, the activity of the special revenue funds is excluded resulting in perspective differences.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general, police and fire funds.

	Net Change in Fund Balance		
	<u>General</u>	<u>Police</u>	<u>Fire</u>
GAAP Basis	\$ (2,099,004)	\$ 384,669	\$ 467,516
Revenue accruals	3,666,570	(30,707)	5,455
Expenditure accruals	(3,889,543)	(63,597)	(327,575)
Advances in	(27,034)	-	-
Advances out	935,000	-	-
Perspective differences from funds budgeted as special revenue funds:			
Revenues	(1,821,037)	-	-
Expenditures	1,741,607	-	-
Encumbrances (Budget Basis) outstanding at year end	<u>(525,384)</u>	<u>(288,377)</u>	<u>(191,585)</u>
Budget Basis	<u>\$ (2,018,825)</u>	<u>\$ 1,988</u>	<u>\$ (46,189)</u>

NOTE 5 - DEPOSITS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheets as "Equity in Pooled Cash and Investments".

State statutes classify monies held by the City into three categories. Active deposits are public deposits necessary to meet current demands on the City treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current 5-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies, which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Bonds and other obligations of the State of Ohio and political subdivisions;
4. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
5. The State Treasurer's investment pool (STAR Ohio)
6. Certain banker's acceptances and commercial paper notes in an amount not to exceed 25 percent of the interim monies available for investment at any one time; and,
7. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds with the City Finance Director by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified deals and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipts of confirmation of transfer from the custodian.

Custodial Credit Risk is the risk that in the event of bank failure, the government's deposits may not be returned to it. Protection of the City's cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. By law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held in the City's name by trustees including the Federal Reserve Bank and designated third parties of the financial institution. The City's policy states that in order to anticipate market changes and provide a level of security for all funds; the collateralization level shall be at least 102 percent of market value of principal and accrued interest.

Deposits: At year-end, the carrying amount of the City's deposits was \$24,963,108 and the bank balance was \$25,318,822. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", none of the City's bank balance was exposed to custodial risk as described above.

Investments: At year-end, the City had the following investments.

Investment Type	Fair Value	Investment Maturities (in Years)		Percentage of Investments
		Less Than 1	1-5	
Federal Home Loan Bank Bonds	\$ 998,075	\$ -	\$ 998,075	4.18%
Federal National Mortgage Association Bonds	1,496,605	-	1,496,605	6.27%
Federal Home Loan Mortgage Corporation Bonds	500,845	-	500,845	2.10%
STAR Ohio	128,416	128,416	-	0.54%
Ohio Municipal Bonds	12,624,394	9,389,843	3,234,551	52.92%
Investments recorded in utility fund:				
Federal Home Loan Bank Bonds	2,997,820	-	2,997,820	12.56%
Federal National Mortgage Association Bonds	997,290	-	997,290	4.18%
STAR Ohio	127,111	127,111	-	0.53%
Ohio Municipal Bonds	3,989,887	3,989,887	-	16.72%
Total investments recorded in utility fund:	8,112,108	4,116,998	3,995,110	
Total investments	\$ 23,860,443	\$ 13,635,257	\$ 10,225,186	

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Investment Type	Fair Value	Maturity		
		< 1 year	< 2 years	3-5 years
Negotiable certificates of deposit	\$ 1,950,604	\$ 488,724	\$ 978,040	\$ 483,840
Invesments reported in utility fund:				
Negotiable certificates of deposit	246,154	246,154	-	-
Total negotiable certificates of deposit	<u>\$ 2,196,758</u>	<u>\$ 734,878</u>	<u>\$ 978,040</u>	<u>\$ 483,840</u>

All of the City's negotiable CD's were covered in full by FDIC insurance.

Custodial Credit Risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the City must meet a set of prescribed standards and be periodically reviewed. The investments in the Federal Home Loan Bank (FHLB), Federal Home Loan Mortgage Corporation (FHLMC), and Federal National Mortgage Association (FNMA) are held by the counterparty's trust department or agent and not in the City's name. All of the City's negotiable certificates of deposit are registered securities.

Interest Rate Risk – In accordance with the investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio in years, unless matched to a specific obligation of debt of the City.

Credit Risk – The City's investment policy limits its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations. The City's investments in Federal Home Loan Bank, Federal National Mortgage Corporation and Federal Home Loan Mortgage Corporation have an AA+ credit rating. The City's investment in STAR Ohio has an AAAm credit rating. The City's investment in Ohio municipal bonds of \$16,614,281; \$5,380,461 have various credit ratings, the remaining \$11,233,820 were not rated.

Concentration of Credit Risk is the possibility of loss attributed to the magnitude of the City's investment in a single issuer. More than five percent of the City's investments are in FNMA, FHLB and Municipal bonds. The City places no limit on the amount the City may invest in any one issuer. The table above is the City's allocation as of December 31, 2014.

NOTE 6 – RECEIVABLES

Receivables at December 31, 2014, consisted primarily of municipal income taxes, property and other taxes, accounts (including emergency medical services and billings for utility service), special assessments, accrued interest, and intergovernmental receivables arising from entitlements, grants, and shared revenues.

No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Special assessments expected to be collected in the special assessment bond retirement fund, capital improvement fund, other governmental funds, the water fund and the sewer fund amount to \$11,729,633, \$392,473, \$173,062, \$3,484 and \$568,079, respectively. At December 31, 2014, the amount of delinquent special assessments was \$1,553,730.

Income Taxes

For 2014, the City levies a municipal income tax of 2.00 percent on substantially all income earned within the City. In addition, the residents of the City are required to pay income tax on income earned outside of the City; however, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City's current tax rate. Changes in the income tax rate require voter approval.

Employers within the City are required to withhold income tax on employee compensation and remit the tax at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are to be used to pay the cost of administering the tax and for general, public safety operations, which include police and fire operations, fire capital equipment and a new fire house facility, local street improvements and local street capital improvements.

Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2014 for real and public utility property taxes represents collections of the 2013 taxes. Property tax payments received during 2014 for tangible personal property (other than public utility property) is for 2014 taxes. 2014 real property taxes are levied after October 1, 2014, on the assessed value as of January 1, 2014, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2014 real property taxes are collected in and intended to finance 2015.

Public utility property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2014 public utility property taxes became a lien December 31, 2013, are levied after October 1, 2014, and are collected in 2015 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2014, was \$11.29 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2013 property tax receipts were based are as follows:

<u>Property Category</u>	<u>Assessed Value</u>
<u>Real Property</u>	
Residential and agricultural	\$ 501,753,630
Commercial and industrial	122,497,390
<u>Personal Property</u>	
Public utilities	<u>12,587,900</u>
Total	<u>\$ 636,838,920</u>

City of Huber Heights, Ohio
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For The Year Ended December 31, 2014

Real property taxes are payable annually or semi-annually. If paid annually, the payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

The City receives property taxes from Montgomery and Miami Counties. The County Treasurers collect property taxes on behalf of all taxing districts in the counties, including the City of Huber Heights. The County Auditors periodically remit to the City its portion of the taxes collected. Property taxes receivable represents real, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2014, and for which there is an enforceable legal claim. In the funds, the entire receivable has been offset by deferred inflow of resources since the current taxes were not levied to finance 2014 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the accrual basis, collectible delinquent property taxes have been recorded as receivable and revenue, while on a modified accrual basis the revenue has been recorded as a deferred inflow of resources.

Due from Other Governments

A summary of due from other governments follows:

	<u>Amounts</u>
<u>Governmental Activities</u>	
Local Government and Local Government	
Revenue Assistance	\$ 232,855
Homestead and Rollback	196,271
Gasoline and Excise Tax	651,468
Motor Vehicle License Fees	147,324
Permissive Motor Vehicle License Tax	143,340
Grants	50,000
Other	<u>58,053</u>
Total	<u>\$ 1,479,311</u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014, was as follows:

	<u>Balance</u> <u>12/31/2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>12/31/2014</u>
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 6,148,935	\$ -	\$ -	\$ 6,148,935
Easements	20,071,986	5,088	-	20,077,074
Construction in progress	<u>7,023,233</u>	<u>17,865,297</u>	<u>(2,938,611)</u>	<u>21,949,919</u>
Total capital assets, not being depreciated	<u>33,244,154</u>	<u>17,870,385</u>	<u>(2,938,611)</u>	<u>48,175,928</u>
Capital assets, being depreciated				
Buildings and improvements	13,923,851	101,404	-	14,025,255
Equipment	5,811,576	452,078	(52,027)	6,211,627
Furniture, fixtures and improvements	4,515,313	58,810	-	4,574,123
Vehicles	5,492,218	521,522	(181,895)	5,831,845
Infrastructure				
Bridges and culverts	652,966	-	-	652,966
Streets, sidewalks and curbs	193,315,525	1,898,786	-	195,214,311
Other	<u>5,575,026</u>	<u>772,101</u>	<u>-</u>	<u>6,347,127</u>
Total capital assets, being depreciated	<u>229,286,475</u>	<u>3,804,701</u>	<u>(233,922)</u>	<u>232,857,254</u>
Less: accumulated depreciation				
Buildings and improvements	(4,168,779)	(310,033)	-	(4,478,812)
Equipment	(3,703,233)	(427,485)	52,027	(4,078,691)
Furniture, fixtures and improvements	(1,176,985)	(271,000)	-	(1,447,985)
Vehicles	(3,203,670)	(382,522)	181,895	(3,404,297)
Infrastructure				
Bridges and culverts	(384,958)	(10,849)	-	(395,807)
Streets, sidewalks and curbs	(143,799,697)	(3,165,826)	-	(146,965,523)
Other	<u>(2,358,206)</u>	<u>(274,004)</u>	<u>-</u>	<u>(2,632,210)</u>
Total accumulated depreciation	<u>(158,795,528)</u>	<u>(4,841,719)</u>	<u>233,922</u>	<u>(163,403,325)</u>
Total capital assets, being depreciated, net	<u>70,490,947</u>	<u>(1,037,018)</u>	<u>-</u>	<u>69,453,929</u>
Governmental activities capital assets, net	<u>\$ 103,735,101</u>	<u>\$ 16,833,367</u>	<u>\$ (2,938,611)</u>	<u>\$ 117,629,857</u>

During 2014, \$1,641,672 of construction in progress was transferred to the water, sewer and stormwater enterprise funds in the amounts of \$521,926, \$359,468, and \$760,278 respectively.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Depreciation expense was charged to governmental functions as follows:

General government	\$ 124,786
Security of persons and property	
Police	241,753
Fire	282,176
Other	70,416
Leisure time activities	504,127
Community environment	163,873
Transportation	<u>3,454,588</u>
Total depreciation expense	<u>\$ 4,841,719</u>

	<u>Balance</u> <u>12/31/2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>12/31/2014</u>
Business-type activities				
Capital assets, not being depreciated				
Land	\$ 605,784	\$ -	\$ -	\$ 605,784
Easements	223,785	-	-	223,785
Construction in progress	<u>6,905,316</u>	<u>2,589,217</u>	<u>(292,456)</u>	<u>9,202,077</u>
Total capital assets, not being depreciated	<u>7,734,885</u>	<u>2,589,217</u>	<u>(292,456)</u>	<u>10,031,646</u>
Capital assets, being depreciated				
Buildings and improvements	16,289,499	-	-	16,289,499
Equipment	4,068,206	3,814	(3,814)	4,068,206
Vehicles	70,244	178,907	(10,000)	239,151
Infrastructure				
Water lines	19,806,816	140,057	-	19,946,873
Sewer lines	19,150,764	236,256	(46,456)	19,340,564
Stormwater	<u>14,206,524</u>	<u>5,600</u>	<u>-</u>	<u>14,212,124</u>
Total capital assets, being depreciated	<u>73,592,053</u>	<u>564,634</u>	<u>(60,270)</u>	<u>74,096,417</u>
Less: accumulated depreciation				
Buildings and improvements	(3,817,838)	(397,292)	-	(4,215,130)
Equipment	(1,603,460)	(400,922)	-	(2,004,382)
Vehicles	(41,466)	(13,404)	-	(54,870)
Infrastructure				
Water lines	(4,635,671)	(364,087)	-	(4,999,758)
Sewer lines	(5,478,120)	(524,390)	-	(6,002,510)
Stormwater	<u>(3,952,810)</u>	<u>(271,526)</u>	<u>-</u>	<u>(4,224,336)</u>
Total accumulated depreciation	<u>(19,529,365)</u>	<u>(1,971,621)</u>	<u>-</u>	<u>(21,500,986)</u>
Total capital assets, being depreciated, net	<u>54,062,688</u>	<u>(1,406,987)</u>	<u>(60,270)</u>	<u>52,595,431</u>
Business-type activities capital assets, net	<u>\$ 61,797,573</u>	<u>\$ 1,182,230</u>	<u>\$ (352,726)</u>	<u>\$ 62,627,077</u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

During 2014, certain capital asset acquisitions were subsequently transferred out to governmental activities. The disposals reported for equipment of \$3,814 and for vehicles of \$10,000 were part of these transfers. In addition, the disposal reported within infrastructure was a transfer from the sewer fund to the water fund. These transfers were all made prior to depreciation.

Depreciation expense was charged to business-type activities as follows:

Water	\$ 923,645
Sewer	738,456
Stormwater	<u>309,520</u>
Total depreciation expense	<u>\$ 1,971,621</u>

NOTE 8 - DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System

The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. 1.) The Traditional Pension Plan (TP) - a cost-sharing, multiple-employer defined benefit pension plan. 2.) The Member-Directed Plan (MD) - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Members accumulate retirement assets equal to the value of the member and (vested) employer contributions, plus any investment earnings thereon. 3.) The Combined Plan (CP) - a cost-sharing, multiple-employer defined benefit pension plan. Employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the MD.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or 800-222-7377, or by visiting the OPERS website at <https://www.opers.org/investments/cafr.shtml>.

Member and employer contributions rates were consistent across all three plans (TP, MD and CP). For the year ended December 31, 2014, City employees were required to contribute 10 percent of their annual covered salary. The City's contribution rate for 2014 was 14 percent. The Ohio Revised Code provides statutory authority for member and employer contributions. The City's required contributions for pension obligations to the traditional plan for the years ended December 31, 2014, 2013 and 2012 were \$477,259, \$567,625 and \$336,403 respectively; 95.05 percent has been contributed for 2014 and 100 percent for 2013 and 2012. \$23,646 representing the unpaid contribution for fiscal year 2014 is recorded as an intergovernmental payable.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Ohio Police and Fire Pension Fund

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164 or by visiting the OP&F website at www.op-f.org.

From January 1, 2014 through July 1, 2014, plan members are required to contribute 10.75 percent of their annual covered salary. From July 2, 2014 through December 31, 2014, plan members are required to contribute 11.5 percent of their annual covered salary. Throughout 2014, the City is required to contribute 19.5 percent for police officers and 24 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for the years ended December 31, 2014, 2013 and 2012 were \$1,499,894, \$1,437,763 and \$1,274,678 respectively, equal to the required contributions for each year. The full amount has been contributed for 2013 and 2012. 93.69 percent has been contributed for 2014 with the remainder being reported as a liability. \$94,708 representing the unpaid contribution for fiscal year 2014 is recorded as an intergovernmental payable.

NOTE 9 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage, commonly referred to OPEB (other postemployment benefits). OPERS administers three separate pension plans, the Traditional Pension Plan (TP), the Member-Directed Plan (MD) and the Combined Plan (CP), all of which are described in Note 8.

OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the traditional pension and the combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-retirement health care coverage, age and service retirees under the traditional pension and combined plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and qualified survivor recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained in writing to OPERS, 227 E. Town St., Columbus, OH, 43215-4642, or by calling (614) 222-5601 or (800) 222-7377 or by visiting <https://www.opers.org/investments/cafr.shtml>.

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The Ohio Revised Code provides statutory authority requiring employers to fund post-retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2014, the City contributed at a rate of 14.0 percent of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units. Active members do not make contributions to the OPEB plan.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan and Combined Plan was 2 percent during calendar year 2014. Effective January 1, 2015, the portion of employer contributions allocated to healthcare remained at 2 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree, or their surviving beneficiaries, to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

Actual employer contributions which were used to fund postemployment benefits for the years ended December 31, 2014, 2013 and 2012 were \$79,543, \$43,663 and \$256,005 respectively; 95.05 percent has been contributed for 2014 and 100 percent for 2013 and 2012. \$3,941 representing the unpaid contribution for fiscal year 2014 is recorded as an intergovernmental payable. The actual contribution and the actuarially required contribution amounts are the same.

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

Ohio Police and Firemen's Disability and Pension Fund

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

OP&F provides access postretirement health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits are codified in Chapter 742 of the Ohio Revised Code.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5 percent and 24 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to healthcare was .5 percent of covered payroll from January 1, 2014 through December 31, 2014. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's total contributions to OP&F for police and fire healthcare for the years ending December 31, 2014, 2013 and 2012 were \$35,536, \$259,191 and \$579,949 respectively, 93.74 percent has been contributed, for 2014 with the remainder being reported as a liability. \$2,226 representing the unpaid contribution for fiscal year 2014 is recorded as an intergovernmental payable.

NOTE 10 – OTHER EMPLOYEE BENEFITS

Deferred Compensation Plans

City employees and elected officials may participate in three statewide deferred compensation plans, the Aetna deferred compensation plan, the Ohio Public Employees Deferred Compensation Plan or the ICMA Retirement Corporation. These plans were created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

City of Huber Heights, Ohio
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Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service and union contract, employment contract or personnel policy manual. All employees may carry over a maximum of total hours accrued in the past calendar year. For all employees excess vacation automatically carries over until March 31st. For the firefighters, vacation can carry over into the next calendar year at a maximum of 264 hours. In the event of resignation with two weeks notice, death, or retirement, employees (or their estates) are paid for unused vacation leave. All full-time and part-time employees can convert vacation leave to pay if the employee has at least five years of service with any Ohio political subdivision. If the employee has at least five years of service, up to six days of accrued vacation can be converted each calendar year, except for firefighters, who can convert up to 72 hours.

If the employee has at least ten years of service, up to twelve days of accrued vacation can be converted each calendar year, except for firefighters, who can convert up to 120 hours.

Accumulated Unpaid Personal Leave

City employees are entitled to personal leave at varying rates based upon union contract, employment contract or personnel policy manual. Requests for leave are to be submitted with at least 24 hours notice if possible. If the hours are not used within the calendar year, the City Manager is allowed to grant requests for the carryover of personal leave, but the carry over must be used within 90 days. In addition, the City agrees to either grant one day of personal leave or pay a \$75 bonus, at the employee's option, to any nonunion full-time employee that does not exceed eight hours of sick leave usage during the previous calendar year, to be credited in January of the following year.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of 5.0 hours per eighty hours of service. The maximum balance for all employees except firefighters is 1,285 hours. The maximum balance for firefighters is 1,900 hours. If at the end of each calendar year or contract year an employee has a balance greater than their allowed maximum, the excess hours are paid in a 1:3 ratio at the employee's rate of pay at the calendar or contract year end depending on the department for which they are employed.

Upon retirement, employees are paid for their accumulated leave according to the following schedules. For all employees except firefighters, accumulated hours between 1 and 357 is paid at a 1:4 ratio, accumulated leave from 358 to 714 is paid at a 1:3 ratio, accumulated leave from 715 to 1,071 is paid at a 1:2 ratio, and accumulated leave in excess of 1,071 is paid at a 1:1 ratio. For the firefighters, balances between 1 and 525 hours is paid at a 1:4 ratio, accumulated leave from 501 to 1,050 is paid at a 1:3 ratio, accumulated leave from 1,051 to 1,575 is paid at a 1:2 ratio, and accumulated leave in excess of 1,575 is paid at a 1:1 ratio.

In the case of death, employees (or their estates) are paid out 100 percent of their sick leave balances.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Accumulated Unpaid Compensatory Time

From time to time, employees may need to work overtime with prior approval from their supervisors. These overtime hours will usually be paid at the appropriate overtime rate; however, certain union employees by contract and nonexempt nonunion employees have the choice to take overtime pay or accrue compensatory time at one and one half times the amount of hours worked. For Street Division employees, any overtime hours worked in excess of 8 overtime hours in one day or 24 hours in a two week pay period are compensated at two times the regular hourly rate. Per the agreements, different unions and nonunion employees can accumulate compensatory time to different levels. The maximum hours allowed are as follows: Street Division - 80 hours, Police Clerks – 48 hours, Patrol Officers – 72 hours, Command Officers – 80 hours, Dispatch Officers – 48 hours and Nonunion – 48 hours. In addition, dispatchers can be paid for up to 40 hours of compensatory time once per contract year. In the event of a termination of employment, death, or retirement, employees (or their estates) are paid for unused compensatory time.

Insurance and Other Benefits

The City provides healthcare benefits to full-time employees through a qualified High Deductible Health Plan (HDHP) in conjunction with a Health Savings Account (HSA) offered through United Healthcare. Those ineligible to contribute to the HSA and choose to remain enrolled with the HDHP shall be enrolled in a health reimbursement arrangement (HRA). In addition to healthcare, the City also offers dental and optical insurance benefits. The dental plan insurance is carried through Superior Dental Care, Inc. and the vision insurance is carried by Superior Vision.

The City provides life insurance in the amount of \$30,000 for all full-time employees through MetLife. Employees have the option of taking out additional life insurance themselves through either MetLife or Reliance Standard Life. The City picks up one percent of the employees' share of retirement for all employees except Council members and seasonal employees.

NOTE 11 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters.

The City pays an annual premium to Brower Insurance, a Marsh & McLennan Agency LLC Company, for coverage through U.S. Specialty and Travelers. The types of coverage and the deductibles per occurrence are as follows:

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

<u>Coverage</u>	<u>Limit</u>	<u>Deductible</u>
Property		
Blanket building/contents/boiler and machinery	\$ 31,416,615	\$ 2,500
Water/sewer property/boiler	19,900,000	2,500
Flood - certain areas	5,000,000	50,000
Earthquake	5,000,000	25,000
Communications tower	100,000	-
Inland marine	2,425,862	1,000
Contractors equipment	100,000	1,000
General liability:		
Aggregate	3,000,000	none
Products and completed work total limit	included	none
Personal injury each person limit	included	none
Fire damage - any one fire	100,000	none
Emergency medical technicians	included	none
Excess liability:		
Umbrella liability - each event	10,000,000	10,000
Automobile:		
Automobile liability - any auto	1,000,000	none
Automobile liability - any auto - medical payments	5,000	none
Automobile physical damage - collision	*	2,000
* - actual cash value on all vehicles or cost of repair minus deductible		
Law enforcement liability - each wrongful act limit	1,000,000	10,000
Public entity management liability - each wrongful act	1,000,000	25,000
Employment practice - each wrongful employment practice limit	included	included

Buildings and personal property are written/insured on a replacement cost basis. Flood coverage is valid on certain locations only. Physical damage on other property is insured by the City up to actual cash value of the scheduled property less the deductible listed for the class of property for each accident and location. All property risks, including physical damage coverage on specialized-use vehicles (fire trucks and emergency vehicles), are fully insured through the City's private insurance carrier.

Settled claims have not exceeded this coverage in any of the past three years. There has been no material change in this coverage from the prior year.

The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

NOTE 12 - LONG-TERM OBLIGATIONS

A schedule of changes in bonds and other long-term obligations of the governmental activities of the City during 2014 follows:

	Amount Outstanding <u>12/31/2013</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2014</u>	Amount Due in <u>One Year</u>
Governmental activities					
<u>General obligation bonds</u>					
1993 Fire station renovation, 5.35%	\$ 745,000	\$ -	\$ (135,000)	\$ 610,000	\$ 140,000
2007 Sewer construction, 4%	835,000	-	(45,000)	790,000	45,000
2008 Public easement acquisition, 2.50%	1,710,000	-	(85,000)	1,625,000	90,000
2010 Street improvement, 5.10%	170,000	-	(170,000)	-	-
2010 Court facility, 4.15%	525,000	-	(115,000)	410,000	110,000
2010 Splash pad, 1.50%	210,000	-	(35,000)	175,000	25,000
2010 Carriage Trails infrastructure, 1.50%	40,000	-	(5,000)	35,000	5,000
2010 Carriage Trails infrastructure, 2.90%	635,000	-	-	635,000	-
2010 Carriage Trails infrastructure, 2.90%	1,025,000	-	(5,000)	1,020,000	5,000
2010 Carriage Trails infrastructure, 2.90%	1,878,810	-	-	1,878,810	-
2010 Carriage Trails infrastructure, 2.90%	2,826,190	-	-	2,826,190	-
Premium on bonds	6,481	-	(1,966)	4,515	-
2013 Income tax revenue bonds, 1.5 - 4.75%	8,235,000	-	(200,000)	8,035,000	225,000
Total general obligation bonds	<u>18,841,481</u>	<u>-</u>	<u>(796,966)</u>	<u>18,044,515</u>	<u>645,000</u>
<u>Notes</u>					
2014 Bond anticipation notes, 1.125%	-	4,975,000	-	4,975,000	-
2014 Bond anticipation notes, 1%	-	19,438,300	-	19,438,300	-
Total notes	<u>-</u>	<u>24,413,300</u>	<u>-</u>	<u>24,413,300</u>	<u>-</u>
<u>Special assessments:</u>					
1995 Brandt Pike phase IV, 5.75%	205,000	-	(100,000)	105,000	105,000
1995 Shull Road phase IV, 5.80%	165,000	-	(80,000)	85,000	85,000
1996 Troy III, 5.70%	65,627	-	(20,881)	44,746	20,881
1996 Brandt Pike phase V, 5.70%	44,373	-	(14,119)	30,254	14,119
1997 Brandt Pike phase V, 5.45%	135,000	-	(30,000)	105,000	35,000
1998 Old Troy Pike phase IV, 4.88%	230,000	-	(40,000)	190,000	45,000
1999 Old Troy Pike phase V, 5.30%	118,093	-	(16,574)	101,519	18,646
1999 Executive Blvd phase I, 5.30%	166,907	-	(23,426)	143,481	26,354
2000 Executive Blvd phase I, 5.63%	360,000	-	(45,000)	315,000	45,000
2001 Huber East water main, 3.50%	32,595	-	(4,167)	28,428	4,231
2001 Executive Blvd phase III, 3.50%	225,823	-	(25,000)	200,823	25,385
2001 Troy VI, 3.50%	142,386	-	(14,583)	127,803	16,923
2001 Aaron Lane, 3.50%	44,783	-	(4,167)	40,616	5,077
2001 Stoney Creek, 3.50%	10,984	-	(833)	10,151	1,692
2001 Lexington Place, 3.50%	13,427	-	(1,250)	12,177	1,692
2007 Brandt Pike phase VI, 4.00%	1,000,000	-	(55,000)	945,000	55,000
2008 Carriage Trails Parkway, 2.50%	7,260,000	-	(365,000)	6,895,000	380,000

(Continued)

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

	Amount Outstanding <u>12/31/2013</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2014</u>	Amount Due in <u>One Year</u>
<u>Special assessments (Continued):</u>					
2010 Huber East water main refunding, 3.00%	49,139	-	(6,667)	42,472	6,539
2010 Executive Blvd phase III, 3.00%	338,743	-	(40,000)	298,743	39,231
2010 Troy IV, 3.00%	213,709	-	(23,333)	190,376	26,154
2010 Aaron Lane, 3.00%	66,848	-	(6,667)	60,181	7,846
2010 Stoney Creek, 3.00%	16,440	-	(1,333)	15,107	2,615
2010 Lexington Place, 3.00%	20,123	-	(2,000)	18,123	2,615
Total special assessments	<u>10,925,000</u>	<u>-</u>	<u>(920,000)</u>	<u>10,005,000</u>	<u>970,000</u>
Other long-term obligations:					
Capital leases:					
2006 Pierce ladder truck, 5.24%	<u>263,950</u>	<u>-</u>	<u>(35,331)</u>	<u>228,619</u>	<u>30,883</u>
Loans:					
2004 State infrastructure, 4.60%	1,405,735	-	(53,974)	1,351,761	55,605
2006 State infrastructure, 5.24%	<u>729,166</u>	<u>-</u>	<u>(27,996)</u>	<u>701,170</u>	<u>28,842</u>
Total loans	<u>2,134,901</u>	<u>-</u>	<u>(81,970)</u>	<u>2,052,931</u>	<u>84,447</u>
Compensated absences	<u>1,651,330</u>	<u>1,018,692</u>	<u>(912,944)</u>	<u>1,757,078</u>	<u>886,261</u>
Total governmental activities long-term liabilities	<u>\$ 33,816,662</u>	<u>\$ 25,431,992</u>	<u>\$ (2,747,211)</u>	<u>\$ 56,501,443</u>	<u>\$ 2,616,591</u>

The equipment/vehicle loans are paid from the fire capital equipment fund.

The special assessment bond issues will be paid through the special assessment bond retirement debt service fund. The bond issues will be paid with special assessment revenue. They are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

All voted and unvoted general obligation bond issues will be paid through the general obligation bond retirement debt service fund with property tax revenues and transfers from the general fund and other governmental funds (special revenue funds - local street operating, state highway, and street maintenance and repair; and fire capital equipment capital projects funds). These transfers are funded at least in part by municipal income and property tax revenues.

During 2014, the City issued \$4,975,000 in bond anticipation notes with an interest rate of 1.125 percent for the new Music Center parking lot and is due on June 3, 2015. The notes will be paid in part from a new state infrastructure bank loan that has already been approved. The new loan is expected to carry a 3.0 percent interest rate and will be repaid over twenty years.

City of Huber Heights, Ohio
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For The Year Ended December 31, 2014

In November 2014, the City issued bond anticipation notes in the amount of \$19,438,300 with an interest rate of 1 percent and matures on June 3, 2015. These notes were used to pay off previous notes, for the new Music Center and for infrastructure for a housing development.

The compensated absences payable will be paid from the fund, which the person is paid. Historically this is the general fund, street maintenance and repair, lighting, police, fire, local street operating special revenue funds, the capital improvement capital projects fund and water, sewer and stormwater enterprise funds.

Changes in the long-term obligations reported in business-type activities of the City during 2014 were as follows:

	Amount Outstanding <u>12/31/2013</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2014</u>	Amount Due in <u>One Year</u>
Business-type activities					
<u>Revenue bonds:</u>					
1995 Water acquisition/upgrade, 5.90%	\$ 3,129,759	\$ -	\$ (330,210)	\$ 2,799,549	\$ 316,901
Accretion on bonds	6,399,391	575,132	(714,790)	6,259,733	748,099
2005 Water system improvement, 3.50% (serial)	1,240,000	-	(1,240,000)	-	-
2005 Water system improvement, 3.50% (term)	7,840,000	-	(7,840,000)	-	-
2014 Water sytem refunding bonds, 1.0 - 3.25% (serial)	-	6,620,000	(100,000)	6,520,000	70,000
2014 Water sytem refunding bonds, 3.0% (term)	-	1,505,000	-	1,505,000	-
2013A Water system improvement, 4.625 - 4.75% (term)	4,260,000	-	-	4,260,000	-
2013B Water system improvement, 4.0 - 4.40% (term)	600,000	-	-	600,000	-
2013A Water system improvement, .04 - 3.60% (serial)	1,010,000	-	(120,000)	890,000	120,000
Total general obligation bonds	<u>24,479,150</u>	<u>8,700,132</u>	<u>(10,345,000)</u>	<u>22,834,282</u>	<u>1,255,000</u>
<u>OWDA Loans:</u>					
1995 Sewer loan, 3.85%	958,856	-	(470,274)	488,582	488,582
2010 Sewer lining loan, 3.25%	235,673	-	(10,579)	225,094	10,925
Total OWDA loans	<u>1,194,529</u>	<u>-</u>	<u>(480,853)</u>	<u>713,676</u>	<u>499,507</u>
Other long-term obligations:					
Compensated absences	111,783	94,590	(58,278)	148,095	65,420
Total business-type activities long-term liabilities	<u>\$ 25,785,462</u>	<u>\$ 8,794,722</u>	<u>\$(10,884,131)</u>	<u>\$ 23,696,053</u>	<u>\$ 1,819,927</u>

City of Huber Heights, Ohio
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The water fund's revenue bonds are paid from operating revenues of the water fund. The original issue amount for the 1995 Revenue Bonds was \$12,495,517. Of the original issue amount, \$8,270,000 were serial bonds, and \$4,225,517 were capital appreciation bonds. The capital appreciation bonds mature in the years 2011 through 2025, and the amounts due on these dates will include interest compounded semiannually on June 1 and December 1 of each year beginning in 1996. The remaining maturity amount of the capital appreciation bonds is \$16,875,000. The amount shown as due in one year for the accretion on bonds includes the next semi-annual accreted amount to be taken next June.

During 2013, the City issued \$6,030,000 in revenue bonds for the purpose of constructing a new water tower and the construction and expansion of a water line. Of the issue amount, \$1,170,000 were serial bonds, and \$4,860,000 were term bonds. The serial bonds mature in the years 2013 through 2025. The revenue bonds will be paid from the water fund.

During 2014, the City issued \$8,125,000 in Water System Refunding bonds which includes serial and term bonds with interest rates ranging from 1 percent to 3.25 percent. The Water System Refunding bonds were used to refund the \$9,080,000 of the 2005 Water System Improvement bonds, which were called for December 1, 2015 to be redeemed. The net proceeds of \$7,779,9985 (after payment of underwriting fees, insurance, and other issuance costs) was deposited in an irrevocable trust with an escrow agent to provide for retirement of principal and interest due in December 2014 for \$436,172 and for future debt service payments of the remaining 2005 Water system improvement bonds refunded. In addition to this amount, the City contributed an available amount of \$1,941,369 to the escrow account to be used for the future retirement of the refunded debt. The escrow is reported as part of restricted cash and cash equivalent in the amount of \$9,285,182 with an equal liability payable from restricted assets until the future debt service payments are due in December 2015. As a result, the bonds are considered to be defeased and the liability is not reported by the City. The difference between the reacquisition price and the net carrying amount of the old debt was not significant and expensed. The City refunded the old bonds to reduce their total debt service payments over the next seventeen years and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$2,686,540.

The OWDA loans payables represent amounts borrowed from the Ohio Water Development Authority. The loans will be paid from sewer fund revenue.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Principal and interest requirements to retire the City's long-term obligations outstanding at December 31, 2014, are as follows:

Year ending December 31,	<u>Governmental activities</u>			
	<u>General obligation bonds</u>		<u>Special assessment bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 645,000	\$ 794,081	\$ 970,000	\$ 426,740
2016	1,030,000	774,689	805,000	383,713
2017	1,045,000	743,290	795,000	345,319
2018	1,010,000	704,724	785,000	307,726
2019	810,000	664,201	760,000	271,706
2020-2024	4,305,000	2,822,410	3,230,000	922,002
2025-2029	4,750,000	1,774,505	2,660,000	259,669
2030-2034	2,495,000	782,988	-	-
2035-2038	1,950,000	236,787	-	-
Total	<u>\$ 18,040,000</u>	<u>\$ 9,297,675</u>	<u>\$ 10,005,000</u>	<u>\$ 2,916,875</u>

Year ending December 31,	<u>Governmental activities</u>	
	<u>State infrastructure bank loans</u>	
	<u>Principal</u>	<u>Interest</u>
2015	\$ 84,447	\$ 60,959
2016	87,000	58,407
2017	89,629	55,777
2018	92,338	53,068
2019	95,129	50,277
2020-2024	520,553	206,480
2025-2029	604,123	122,910
2029-2033	479,712	29,211
Total	<u>\$ 2,052,931</u>	<u>\$ 637,089</u>

Year ending December 31,	<u>Business-type Activities</u>			<u>OWDA loans</u>	
	<u>Revenue bonds</u>		<u>Compounded</u>	<u>Principal</u>	<u>Interest</u>
	<u>Principal</u>	<u>Interest</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 506,901	\$ 498,347	\$ 748,099	\$ 499,507	\$ 21,353
2016	475,925	496,627	784,075	11,284	6,870
2017	453,449	494,123	816,551	11,654	6,500
2018	416,412	491,085	848,587	12,035	6,118
2019	399,793	487,797	880,207	12,430	5,724
2020-2024	1,886,630	2,369,027	4,873,370	68,530	22,236
2025-2029	6,515,439	1,972,503	1,064,561	80,516	10,250
2030-2034	3,925,000	904,319	-	17,720	433
2035-2037	1,995,000	192,375	-	-	-
Total	<u>\$ 16,574,549</u>	<u>\$ 7,906,203</u>	<u>\$ 10,015,450</u>	<u>\$ 713,676</u>	<u>\$ 79,484</u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

The City issued an economic development revenue bond (EDRB) on February 1, 2006, in the principal amount of \$2,423,000. The EDRB financed the purchase of land and the construction and equipping of a 15,315 square foot addition to the existing YMCA family social service center on Shull Road in the City, including parking facilities. The building addition was necessary to house a satellite campus for Sinclair Community College, which leases the building addition from the YMCA. Concurrently with the issuance of the EDRB, the City and the YMCA entered into a loan agreement whereby the YMCA unconditionally agreed to make loan payments to the bond trustee in amounts sufficient to pay the principal and interest on the EDRB. The EDRB is a special obligation of the City, payable solely from the loan payments. Concurrently with the issuance of the EDRB and the execution of the loan agreement, the City assigned all of its rights under the loan agreement to the original purchaser of the EDRB. The EDRB is not a general obligation of the City, and does not constitute a debt or pledge of the faith and credit or the taxing power of the city. The EDRB had a principal amount of \$1,269,094 outstanding at December 31, 2014.

The City issued bonds on October 31, 2012, in the principal amount of \$12,810,000. The bonds are financing the 78 unit senior living facility known as Alcore. The bonds are a special obligation of the City and are not a general obligation of the City and does not constitute a debt or pledge of the faith and credit or the taxing power of the City. The bonds have a principal amount of \$12,810,000 outstanding at December 31, 2014. The first principal payment on these bonds will be due November 1, 2016.

NOTE 13 - SHORT-TERM OBLIGATIONS

A summary of the short-term note transactions for the year ended December 31, 2014, follows:

	Amount Outstanding <u>12/31/2013</u>	<u>Increases</u>	<u>Decreases</u>	Amount Outstanding <u>12/31/2014</u>
<u>Notes payable:</u>				
2013 Series 2013B BAN:				
Various Purpose, 1.25%	\$ 9,547,000	\$ -	\$ (9,547,000)	\$ -
Various Purpose, 1.25%	581,000	-	(581,000)	-
Various Purpose, 1.25%	875,000	-	(875,000)	-
Various Purpose, 1.25%	1,417,000	-	(1,417,000)	-
Various Purpose, 1.25%	1,935,000	-	(1,935,000)	-
2013 Series 2013D BAN				
Capital facilities, 0.46%	887,200	-	(887,200)	-
2014 Series 2014 BAN				
Capital facilities, 1.5%	-	3,500,000	(3,500,000)	-
Total notes payable	<u>\$ 15,242,200</u>	<u>\$ 3,500,000</u>	<u>\$ (18,742,200)</u>	<u>\$ -</u>

On June 3, 2014, the City issued bond anticipation notes in the amount of \$3,500,000 for the new Music Center. The notes had an interest rate of 1.5 percent and it matured on November 7, 2014.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

NOTE 14 - CAPITAL LEASES

In 2006, the City entered into lease agreement as lessee for the purchase of a ladder truck for the fire division. The final acquisition cost of the ladder truck was \$695,484. During 2013, the City refinanced the ladder truck for the amount due at the December 31, 2012. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future lease payments as of the inception date.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2014, are as follows:

<u>Year ending December 31,</u>	<u>Capital Leases</u>
2015	\$ 35,869
2016	35,869
2017	35,869
2018	35,869
2019	35,869
2020-201	<u>71,738</u>
Total minimum lease payments	251,083
Less: amount representing interest	<u>(22,464)</u>
Present value of minimum lease payments	<u>\$ 228,619</u>

NOTE 15 - INTERFUND TRANSACTIONS

Transfers

Interfund transfers and due to/from other funds for the year ended December 31, 2014, consisted of the following:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ -	\$ 7,140,000
Police	2,100,000	-
Fire	5,000,000	-
Special assessment bond retirement	705,534	-
Capital improvement	260,050	-
Other governmental	<u>1,507,380</u>	<u>2,228,897</u>
Total governmental funds	<u>9,572,964</u>	<u>9,368,897</u>
Water	46,456	47,693
Sewer	-	174,190
Stormwater	-	<u>28,640</u>
Total business-type funds	<u>46,456</u>	<u>250,523</u>
Total transfers	<u>\$ 9,619,420</u>	<u>\$ 9,619,420</u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

In addition to the traditional transfers described above, capital asset transfers took place during the year as explained in Note 7.

Interfund receivables/payables

Interfund balances at December 31, 2014 consisted of the following:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 536,620	\$ -
Fire	-	25,000
Capital improvement	-	3,430,000
Carriage Trails Infrastructure	-	1,972,000
Other governmental funds	<u>5,281,889</u>	<u>2,702,429</u>
Total governmental funds	<u>5,818,509</u>	<u>8,129,429</u>
Water	529,207	
Sewer	1,317,551	
Stormwater	<u>464,162</u>	-
Total enterprise fund	<u>2,310,920</u>	-
Totals	<u>\$ 8,129,429</u>	<u>\$ 8,129,429</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of December 31, 2014, all interfund loans outstanding are anticipated to be repaid by 2015.

NOTE 16 - JOINT VENTURES

Prior to June of 1996, the Miami Conservancy District provided the Cities of Huber Heights, Vandalia, and Tipp City with wastewater treatment services. The Miami Conservancy District expressed the intent to no longer provide these services to the cities and gave them the option to acquire and operate the facility. In order to do so, the three cities established the Tri-Cities North Regional Wastewater Authority (Tri-Cities). In June of 1996, the Miami Conservancy District deeded the wastewater facility and all of the assets associated with the facility to the joint venture at no cost to the joint venture.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

Tri-Cities is a joint venture among the Cities of Huber Heights, Vandalia, and Tipp City. Tri-Cities is governed by a management board consisting of the city managers of the three cities. The board has complete authority over all aspects of the operation. Tri-Cities supplies all participating residents of the member cities with sewer services. Each City owns the sewage lines located in its City and bills its residents for usage. Continued existence of Tri-Cities is dependent on the City's continued participation. The percentage of equity interest in the joint venture for each City is based on annual usage and is adjusted each year accordingly. The City's equity interest is \$16,229,308 which represents 52.5 percent of the total equity in Tri-Cities. Tri-Cities is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City.

The City of Huber Heights was party to several transactions during 2014 involving Tri-Cities for services provided to the City by Tri-Cities. The amount for services provided to the City was \$1,712,963.

Complete financial statements can be obtained from the fiscal agent by writing to Tri-Cities North Regional Wastewater Authority, c/o The City of Vandalia, 333 J. E. Bohanan Drive, Vandalia, Ohio 45377.

On January 22, 2001, the City entered into a contract for the creation of a Joint Economic Development District (JEDD) with the Township of Bethel and Clark County, Ohio. The contract was entered into under the authority of Ohio Revised Code Section 715.72. The JEDD was established for the purpose of cooperative regional development and job creation, along with growth in commercial and industrial development. The JEDD will permit the three jurisdictions to share tax revenues from the development of property without the need of annexation. The City will provide fire, police, rescue, zoning and building services, and marketing for the site. Clark County will provide water and sewer services. The 41 acres located in Bethel Township, along with a contiguous 17 acre parcel located within the City along State Route 235 are available for use. The contract will terminate on December 31, 2104, and can be renewed for three additional 25-year periods. Upon contract termination, all assets and liabilities of the JEDD will be divided equally between the three parties. The Board of Directors is made up of six individuals: one from each of the three participants; a representative of business existing within the JEDD; a representative of employees of businesses within the JEDD; and a representative appointed by the other five representatives whose term will rotate between a City resident and a township resident. Several international companies have expressed interest in the site. The JEDD results from a contractual arrangement and is governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain an ongoing financial responsibility. The City has an equity interest since the contract stipulates the City will have claim to the net resources of JEDD, as set forth in the contract. Since the JEDD has had no financial activity since its inception in 2003, the City's equity interest at December 31, 2014, is \$0. Additional information can be obtained from the City of Huber Heights, Planning and Development Department, 6131 Taylorsville Road, Huber Heights, Ohio 45424-2951.

NOTE 17 - JOINTLY GOVERNED ORGANIZATIONS

The Miami Valley Regional Planning Commission (the Commission) is a jointly governed organization between Preble, Clark, Clinton, Darke, Greene, Miami, and Montgomery counties, and various cities residing within these counties, including the City of Huber Heights. The Commission prepares plans, including studies, maps, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the region.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

These reports show recommendations for systems of transportation, highways, parks and recreational facilities, water supply, sewage disposal, garbage disposal, civic centers, and other public improvements and land uses which affect the development of the region. The degree of control exercised by any participating government is limited to its representation on the Board. Members of the Board are as follows: the officers of the Commission (elected by member representatives), the immediate past Chair of the Commission, the Commission member representing the City of Dayton, the Commission member representing each of the respective member counties, the representatives selected by each county caucus, a nongovernmental member, and two at-large representatives.

Payments to the Commission are made from the general fund. The City contributed \$17,526 during 2014. Financial information can be obtained from Brian O. Martin, Executive Director, 10 N. Ludlow St, Suite 700, Dayton, Ohio 45402.

The Miami Valley Fire/EMS Alliance (the Alliance) is a jointly governed organization between municipal corporations and townships in Montgomery, Greene and Warren counties. The purpose of the Alliance is to foster cooperation among the political subdivisions by promoting programs and recommending matters which will result in more efficient methods of delivering fire and emergency medical services in the region. The Board of the Alliance is made up of a representative appointed by the City of Dayton, a representative appointed by the members who are provided Fire/EMS Services by volunteers, two representatives appointed by the members who are provided Fire/EMS Services by a combination of full Fire/EMS Services by full time employees. Payments to the Alliance are made from the fire fund. The City contributed \$8,914 for the operation of the Alliance during 2014. Financial information can be obtained from Jacqueline Leland, Executive Director, at 444 West Third Street, Suite 20-231, Dayton, Ohio 45402-1460.

The Economic Development/Government Equity Program (ED/GE) was established pursuant to Ohio Revised Code Chapter 307 for the purpose of developing and promoting plans and programs designed to assure that county resources are efficiently used, economic growth is properly balanced, and that county economic development is coordinated with that of the State of Ohio and other local governments. Members include villages, townships, and cities within Montgomery County, and Montgomery County itself. Cooperation and coordination between the members is intended to promote economic health and improve the economic opportunities of the people in Montgomery County by assisting in the establishment or expansion within the County of industrial, commercial or research facilities and by creating and preserving job and employment opportunities for the people of the county.

The ED/GE Advisory Committee, made up of alternating member entities' representatives, decides which proposed projects will be granted each year. Sales tax revenues, set aside by Montgomery County, are used to fund the projects. Members annually contribute to or receive benefits based on an elaborate zero-based formula designed to distribute growth in contributing communities to those communities experiencing less economic growth. The City has agreed to be a member for ten years, ending December 31, 2019. Any member in default of paying its contributions will be liable for the amount of the contribution, any interest accrued, and penalties. During this time, the member will not be entitled to any allocations from ED/GE. Payments to ED/GE are made from the general fund. The City was not required to make a contribution during 2014. Financial information can be obtained from Matt Dunn, ED/GE Coordinator, at 451 West Third Street, Dayton, Ohio 45422-1110.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

The Regional Emergency Response Team (RERT) is a jointly governed organization between the following cities: Huber Heights, Vandalia, Fairborn, and Beavercreek. The organization was created through an agreement by the Cities to establish a regional council of governments for the RERT. The regional council of governments collects and expends resources to assist the RERT in fighting crime and for other related activities. The purpose of the RERT is to foster cooperation among municipalities through sharing of equipment/facilities/collective team expenses, team consultant expenses and grant sharing costs, for their common benefit. This includes the mutual interchange and sharing of police equipment, as well as police equipment to be jointly acquired and owned, to be utilized by all participating members. The Board of the RERT is made up of one representative from each municipality. Payments to the RERT are made from the police fund. The City contributed \$7,500 for the operation of the RERT for 2014. Financial information can be obtained from the fiscal agent by writing to the RERT, c/o The City of Beavercreek, Bill Kucera, Financial Administrative Services Director, at 1368 Research Park Drive, Beavercreek, Ohio 45432 or by e-mail: Kucera@ci.beavercreek.oh.us.

The First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium) is a jointly governed organization between the following members: Centerville, Clayton, Jefferson Township, Harrison Township, Huber Heights, Kettering, Miamisburg, Moraine, Oakwood, Riverside, Trotwood, Vandalia, and West Carrollton. The organization was created through an agreement by the governments to establish a regional council of governments. The purpose of the First Suburbs Consortium is to provide organizational status through cooperative efforts between member communities in matters of mutual concern, including but not limited to initiation and support of policies and practices which protect, maintain and redevelop mature communities and other matters which affect health, safety, welfare, education, economic conditions and regional development. The mission is to initiate and promote public policies and practices that maintain the vitality of communities, protects and redevelops mature communities, and fosters regional cooperation. The First Suburbs Consortium advocates: public policies that do not create disposable communities; balanced investments in new and existing infrastructure; maintenance and enhancement of the tax base; and creation of redevelopment opportunities. The Board of the First Suburbs Consortium is made up of two representatives from each government. Payments to the First Suburbs Consortium are made from the general fund. The City paid \$250 for the 2014 annual membership fee. Financial information can be obtained from the fiscal agent by writing to the First Suburbs Consortium of Dayton Ohio, c/o Jack Jensen, Executive Director, P.O. Box 49552, Dayton, Ohio 45449-0552.

The Community Improvement Corporation of Huber Heights (CIC), also known as the Economic Development Corporation, is a jointly governed organization created as a not for profit corporation under Chapter 1724 of the Ohio Revised Code. The CIC is governed by a nine-member Board of Trustees, four of which are appointed by City Council among Council members. The other five members are volunteer citizens. The organization is designated by the City as its agency for the purpose of industrial, commercial, distribution and research development. The City entered into an agreement with the CIC to further development, which will create or preserve jobs and improve the economic welfare of citizens. No payments are made to the CIC by the City. Financial information can be obtained by writing to the CIC, c/o Gary Swords, Treasurer, at 7801 North Dixie Drive, Dayton, Ohio 45414.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

NOTE 18 - CONTINGENT LIABILITIES

Litigation

The City is party to legal proceedings. The City is of the opinion that ultimate disposition of claims will not have a material effect, if any, on the financial condition of the City.

Grants

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

Lease Agreement

The City's utility contractor, United Water NACO, LLC, leases office space from Columbia Building Company. As part of the lease agreement, the City guarantees payment of the lease if United Water NACO, LLC defaults. Also, if the City discontinues using United Water NACO, LLC, the City is liable for the lease payments. The lease agreement began January 1, 2005, for a nine-year period through December 31, 2013. Lease payments are due in monthly installments. There was a renewal option of two renewal terms of five years each at the end of 2013. The City is currently in negotiations with Columbia Building Company to renew the office space lease. The space is being leased by making monthly payments until negotiations are complete. The total lease payment is made up of a fixed minimum rent, common area maintenance, taxes, and insurance. For 2014, the City paid \$32,579 for office space from Columbia Building Company.

NOTE 19 – ACCOUNTABILITY

The following funds had a deficit fund balance as of December 31, 2014:

<u>Fund</u>	<u>Deficit fund balance</u>
Carriage Trails Infrastructure	\$ 1,170,530
<u>Other governmental funds:</u>	
Community Development Block Grant	300
Miami County TIF	1,121,519

The fund balance deficits is largely the result of the recognition of liabilities in accordance with general accepted accounting principles. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

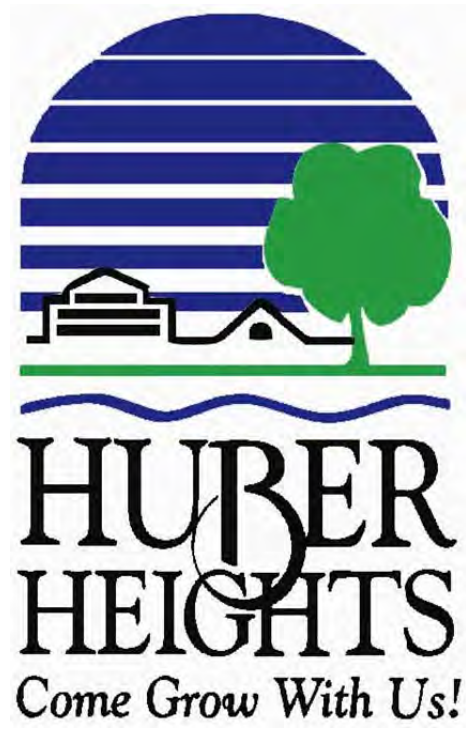
City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2014

NOTE 20 – SUBSEQUENT EVENT

In March 2014, the City entered into a State Infrastructure Bank (SIB) direct loan with the Ohio Department of Transportation (ODOT) in the amount of \$3,802,411 for the purpose of constructing a parking lot for the music center. The loan carries a 0 percent interest rate during the first twelve months thereafter the interest rate is 3 percent. The SIB loan will be payable semiannually with the first payment due March 15, 2017.

In June 2015, the City issued \$3,684,000 capital facilities bond anticipation notes for the new Music Center. The notes have an interest rate of 1.25 percent and are due on September 3, 2015.

In June 2015, the City issued \$20,988,700 bond anticipation notes for the new Music Center and for infrastructure for a housing development. The notes have an interest rate of 1 percent and are due on June 2, 2016.



Combining Statements for Nonmajor Governmental Funds

Combining Statements and Individual Fund Schedules

NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. A description of the City's special revenue funds follows:

Street Maintenance and Repair

To account for the state gasoline tax and motor vehicle license fees designated for routine maintenance and repair of City streets.

Lighting

To account for special assessments used to provide street lighting within the City neighborhoods.

Drug Law Enforcement

To account for fines and costs collected for felonious drug trafficking convictions. This money is restricted for drug law enforcement activity.

Law Enforcement

To account for the fines generated from the prosecution of those in possession of contraband and the proceeds gained from the sale of confiscated contraband. This money may be spent for any law enforcement activity.

State Highway

To account for gasoline tax and motor vehicle license fees received from the County and State for routine maintenance of state highways within the City.

County Motor Vehicle Permissive Tax

To account for permissive license tax levied by Montgomery County. Expenditures include planning, constructing, improving, maintaining, and repairing roads, streets, and bridges.

City Motor Vehicle Permissive Tax

To account for permissive license tax received from the State to finance various street repair projects.

Natureworks Grant

To account for state grants used to renovate the restrooms at Tom Cloud Park.

Community Development Block Grant

To account for monies received from the federal government under the Community Development Block Grant programs.

Local Street Operating

To account for miscellaneous revenue and for a portion of City income tax which, beginning in 1994 is to be used for public works activities.

Byrne Memorial Grant

To account for monies used to purchase bullet-proof vests.

Combining Statements – Nonmajor Governmental Funds (Continued)

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Montgomery County TIF

To account for payments in lieu of taxes collected for commercial tax increment financing district. The monies will be used to repay the State Infrastructure Bank Loan and for future capital projects that benefit the district.

Miami County TIF

To account for payments in lieu of taxes collected for the three residential tax increment financing districts. The monies will be used to repay the State Infrastructure Bank Loan and for future capital projects that benefit the district.

Miami County West TIF

To account for expenditures made on infrastructure improvements constructed by the City, and benefiting the related tax-increment financing (TIF) district. Revenues consist of service payments received in lieu of property taxes, levied on the value of private property improvements made in the TIF district. The Individual Fund Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual is not presented for 2014. This is a new fund and it was not budgeted for 2014.

Law Enforcement Assistance

To account for a grant from the State of Ohio Attorney General’s Office for the continuing of professional training for police officers.

NONMAJOR DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of resources that are restricted, committed or assigned for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the government is obligated in some manner for the payment.

General Obligation Bond Retirement

To account for various revenues collected for the payment of general obligation bonded debt.

NONMAJOR CAPITAL PROJECTS FUNDS

Capital projects funds are established to account for financial resources that are restricted, committed or assigned to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds or trust funds.

Issue II

To account for Ohio Public Works Commission grant funds received from the State of Ohio for each project awarded through this program and local matching funds.

Economic Development Government Equity Improvement

To account for grant revenues received from the County and used to develop and promote economic development through capital expenditures.

Fire Capital Equipment

To account for City income tax revenues specifically dedicated for fire station building renovations and the equipment purchases of the fire division.

Local Street Capital Improvement

To account for income tax revenues collected for reconstruction and maintenance of the City's interior streets.

Federal Equity Sharing

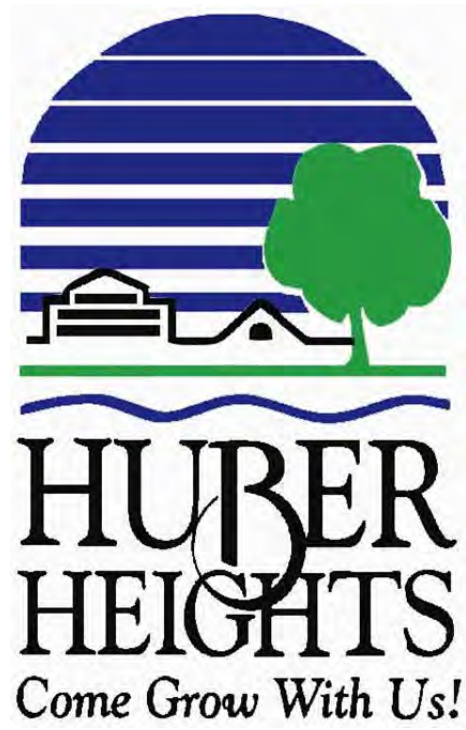
To account for the City's share of federal forfeitures used by the law enforcement department for informant payments, travel and training, communication and computers, firearms, weapons, body armor, electronic surveillance equipment, building and improvements, and other law enforcement expenses.

Assistance to Firefighters Grant

To account for federal monies received to assist with a specific capital project.

Energy Conservation Grant

To account for federal monies received to improve the energy efficiency of lightning and equipment.



City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Fund</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:				
Equity in pooled cash and investments	\$ 6,956,680	\$ 129,324	\$ 5,258,549	\$ 12,344,553
Receivables:				
Income tax	407,370	-	505,139	912,509
Accounts	3,432	-	-	3,432
Revenue in lieu of taxes	1,791,605	-	-	1,791,605
Special assessments	173,062	-	-	173,062
Accrued interest	1,726	-	-	1,726
Due from other governments	946,260	-	58,287	1,004,547
Materials and supplies inventory	192,573	-	1,155	193,728
Interfund loan receivable	5,256,889	-	25,000	5,281,889
Prepaid items	2,347	-	-	2,347
Total assets	<u>\$ 15,731,944</u>	<u>\$ 129,324</u>	<u>\$ 5,848,130</u>	<u>\$ 21,709,398</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 110,085	\$ -	\$ 92,476	\$ 202,561
Contracts payable	-	-	41,576	41,576
Accrued wages and benefits	61,308	-	-	61,308
Retainage payable	-	-	26,480	26,480
Interfund payable	1,750,322	-	952,107	2,702,429
Due to other governments	179,836	-	-	179,836
Income tax refunds payable	42,799	-	53,071	95,870
Total liabilities	<u>2,144,350</u>	<u>-</u>	<u>1,165,710</u>	<u>3,310,060</u>
Deferred inflows of resources:				
Payments in lieu of taxes	1,791,605	-	-	1,791,605
Unavailable revenue - other	1,242,099	-	346,563	1,588,662
Total deferred inflows of resources	<u>3,033,704</u>	<u>-</u>	<u>346,563</u>	<u>3,380,267</u>
Fund balances:				
Nonspendable:				
Inventory	192,573	-	1,155	193,728
Prepays	2,347	-	-	2,347
Restricted	11,480,789	-	4,334,702	15,815,491
Assigned:				
Debt service	-	129,324	-	129,324
Unassigned (deficit)	(1,121,819)	-	-	(1,121,819)
Total fund balances	<u>10,553,890</u>	<u>129,324</u>	<u>4,335,857</u>	<u>15,019,071</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 15,731,944</u>	<u>\$ 129,324</u>	<u>\$ 5,848,130</u>	<u>\$ 21,709,398</u>

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Municipal income tax	\$ 1,798,564	\$ -	\$ 2,016,191	\$ 3,814,755
Charges for services	2,506	-	-	2,506
Fines, licenses and permits	14,019	-	73,072	87,091
Intergovernmental	1,919,982	-	329,006	2,248,988
Special assessments	340,840	-	-	340,840
Interest	2,026	-	1,136	3,162
Payments in lieu of taxes	1,566,809	-	-	1,566,809
Rentals	-	135,936	-	135,936
Other	69,445	-	-	69,445
Total revenue	<u>5,714,191</u>	<u>135,936</u>	<u>2,419,405</u>	<u>8,269,532</u>
Expenditures:				
Current:				
General government	188,467	-	88,130	276,597
Security of persons and property				
Police	5,609	-	-	5,609
Fire	-	-	58,434	58,434
Other	304,793	-	-	304,793
Transportation	2,205,492	-	63,819	2,269,311
Capital outlay	393,062	-	1,819,523	2,212,585
Debt service:				
Principal retirement	-	795,000	35,331	830,331
Interest and fiscal charges	-	837,896	538	838,434
Total expenditures	<u>3,097,423</u>	<u>1,632,896</u>	<u>2,065,775</u>	<u>6,796,094</u>
Excess of revenues over (under) expenditures	<u>2,616,768</u>	<u>(1,496,960)</u>	<u>353,630</u>	<u>1,473,438</u>
Other financing sources (uses):				
Transfers - in	-	1,507,380	-	1,507,380
Transfers - out	<u>(2,053,897)</u>	<u>-</u>	<u>(175,000)</u>	<u>(2,228,897)</u>
Total other financing sources (uses)	<u>(2,053,897)</u>	<u>1,507,380</u>	<u>(175,000)</u>	<u>(721,517)</u>
Net change in fund balance	562,871	10,420	178,630	751,921
Fund balances at beginning of year	<u>9,991,019</u>	<u>118,904</u>	<u>4,157,227</u>	<u>14,267,150</u>
Fund balances at end of year	<u>\$ 10,553,890</u>	<u>\$ 129,324</u>	<u>\$ 4,335,857</u>	<u>\$ 15,019,071</u>

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2014

	Street Maintenance and Repair Fund	Lighting Fund	Drug Law Enforcement Fund	Law Enforcement Fund
Assets:				
Equity in pooled cash and investments	\$ 698,628	\$ 614,703	\$ 6,811	\$ 22,378
Receivables:				
Income tax	-	-	-	-
Accounts	3,252	-	-	-
Revenue in lieu of taxes	-	-	-	-
Special assessments	28,835	-	-	-
Accrued interest	1,523	-	-	-
Due from other governments	739,598	23	75	595
Materials and supplies inventory	79,216	-	-	-
Interfund loan receivable	2,666,889	-	-	-
Prepaid items	127	2	-	-
Total assets	<u>\$ 4,218,068</u>	<u>\$ 614,728</u>	<u>\$ 6,886</u>	<u>\$ 22,973</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 53,871	\$ 22,943	\$ -	\$ -
Accrued wages and benefits	14,803	560	-	-
Interfund payable	-	-	-	-
Due to other governments	7,411	252	-	-
Income tax refunds payable	-	-	-	-
Total liabilities	<u>76,085</u>	<u>23,755</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Payments in lieu of taxes	-	-	-	-
Unavailable revenue - other	649,889	23	-	-
Total deferred inflows of resources	<u>649,889</u>	<u>23</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Inventory	79,216	-	-	-
Prepays	127	2	-	-
Restricted	3,412,751	590,948	6,886	22,973
Unassigned (deficit)	-	-	-	-
Total fund balances	<u>3,492,094</u>	<u>590,950</u>	<u>6,886</u>	<u>22,973</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,218,068</u>	<u>\$ 614,728</u>	<u>\$ 6,886</u>	<u>\$ 22,973</u>

State Highway Fund	County Motor Vehicle Permissive Tax Fund	City Motor Vehicle Permissive Tax Fund	Natureworks Grant Fund	Community Development Block Grant Fund	Local Street Operating Fund	Byrne Memorial Grant Fund
\$ 180,916	\$ 151,994	\$ 208,160	\$ 25,760	\$ 30,000	\$ 2,659,414	\$ 704
-	-	-	-	-	407,370	-
-	-	-	-	-	180	-
-	-	-	-	-	-	-
144,227	-	-	-	-	-	-
203	-	-	-	-	-	-
59,909	44,684	98,656	-	-	2,720	-
39,813	-	-	-	-	73,544	-
-	-	-	-	-	-	-
-	-	-	-	-	2,218	-
<u>\$ 425,068</u>	<u>\$ 196,678</u>	<u>\$ 306,816</u>	<u>\$ 25,760</u>	<u>\$ 30,000</u>	<u>\$ 3,145,446</u>	<u>\$ 704</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,271	\$ -
-	-	-	-	-	45,945	-
-	-	-	19,320	30,300	-	-
-	-	-	-	-	24,250	-
-	-	-	-	-	42,799	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>19,320</u>	<u>30,300</u>	<u>146,265</u>	<u>-</u>
-	-	-	-	-	-	-
194,261	38,046	83,667	-	-	276,213	-
<u>194,261</u>	<u>38,046</u>	<u>83,667</u>	<u>-</u>	<u>-</u>	<u>276,213</u>	<u>-</u>
39,813	-	-	-	-	73,544	-
-	-	-	-	-	2,218	-
190,994	158,632	223,149	6,440	-	2,647,206	704
-	-	-	-	(300)	-	-
<u>230,807</u>	<u>158,632</u>	<u>223,149</u>	<u>6,440</u>	<u>(300)</u>	<u>2,722,968</u>	<u>704</u>
<u>\$ 425,068</u>	<u>\$ 196,678</u>	<u>\$ 306,816</u>	<u>\$ 25,760</u>	<u>\$ 30,000</u>	<u>\$ 3,145,446</u>	<u>\$ 704</u>

(Continued)

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2014

	Montgomery County TIF Fund	Miami County TIF Fund	Miami County West TIF Fund	Law Enforcement Assistance Fund
Assets:				
Equity in pooled cash and investments	\$ 1,774,509	\$ 579,183	\$ -	\$ 3,520
Receivables:				
Income tax	-	-	-	-
Accounts	-	-	-	-
Revenue in lieu of taxes	1,294,349	396,583	100,673	-
Special assessments	-	-	-	-
Accrued interest	-	-	-	-
Due from other governments	-	-	-	-
Materials and supplies inventory	-	-	-	-
Interfund loan receivable	2,590,000	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 5,658,858</u>	<u>\$ 975,766</u>	<u>\$ 100,673</u>	<u>\$ 3,520</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-	-
Interfund payable	-	1,700,702	-	-
Due to other governments	147,923	-	-	-
Income tax refunds payable	-	-	-	-
Total liabilities	<u>147,923</u>	<u>1,700,702</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Payments in lieu of taxes	1,294,349	396,583	100,673	-
Unavailable revenue - other	-	-	-	-
Total deferred inflows of resources	<u>1,294,349</u>	<u>396,583</u>	<u>100,673</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
Prepays	-	-	-	-
Restricted	4,216,586	-	-	3,520
Unassigned (deficit)	-	(1,121,519)	-	-
Total fund balances	<u>4,216,586</u>	<u>(1,121,519)</u>	<u>-</u>	<u>3,520</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,658,858</u>	<u>\$ 975,766</u>	<u>\$ 100,673</u>	<u>\$ 3,520</u>

Total
Nonmajor
Special Revenue
Funds

\$ 6,956,680

407,370

3,432

1,791,605

173,062

1,726

946,260

192,573

5,256,889

2,347

\$ 15,731,944

\$ 110,085

61,308

1,750,322

179,836

42,799

2,144,350

1,791,605

1,242,099

3,033,704

192,573

2,347

11,480,789

(1,121,819)

10,553,890

\$ 15,731,944

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014

	Street Maintenance and Repair Fund	Lighting Fund	Drug Law Enforcement Fund	Law Enforcement Fund
Revenues:				
Municipal income tax	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines, licenses and permits	-	-	1,379	12,640
Intergovernmental	1,473,237	-	-	-
Special assessments	2,621	334,680	-	-
Interest	2,018	-	-	-
Payments in lieu of taxes	-	-	-	-
Other	9,058	11	-	2,106
Total revenue	<u>1,486,934</u>	<u>334,691</u>	<u>1,379</u>	<u>14,746</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property				
Police	-	-	3,720	1,869
Other	-	304,793	-	-
Transportation	669,944	-	-	-
Capital outlay	69,553	-	-	-
Total expenditures	<u>739,497</u>	<u>304,793</u>	<u>3,720</u>	<u>1,869</u>
Excess of revenues over (under) expenditures	<u>747,437</u>	<u>29,898</u>	<u>(2,341)</u>	<u>12,877</u>
Other financing uses:				
Transfers - out	<u>(625,690)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	121,747	29,898	(2,341)	12,877
Fund balances at beginning of year	<u>3,370,347</u>	<u>561,052</u>	<u>9,227</u>	<u>10,096</u>
Fund balances at end of year	<u>\$ 3,492,094</u>	<u>\$ 590,950</u>	<u>\$ 6,886</u>	<u>\$ 22,973</u>

State Highway Fund	County Motor Vehicle Permissive Tax Fund	City Motor Vehicle Permissive Tax Fund	Natureworks Grant Fund	Development Block Grant Fund	Local Street Operating Fund	Byrne Memorial Grant Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,798,564	\$ -
-	-	-	-	-	2,506	-
-	-	-	-	-	-	-
119,453	88,669	195,968	-	-	-	-
3,539	-	-	-	-	-	-
-	-	-	-	-	-	8
-	-	-	-	-	-	-
-	-	-	-	-	58,270	-
<u>122,992</u>	<u>88,669</u>	<u>195,968</u>	<u>-</u>	<u>-</u>	<u>1,859,340</u>	<u>8</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
16,873	-	-	-	-	1,518,675	-
-	-	-	-	-	323,509	-
<u>16,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,842,184</u>	<u>-</u>
<u>106,119</u>	<u>88,669</u>	<u>195,968</u>	<u>-</u>	<u>-</u>	<u>17,156</u>	<u>8</u>
(45,000)	(47,000)	(157,000)	-	-	(140,227)	-
61,119	41,669	38,968	-	-	(123,071)	8
<u>169,688</u>	<u>116,963</u>	<u>184,181</u>	<u>6,440</u>	<u>(300)</u>	<u>2,846,039</u>	<u>696</u>
<u>\$ 230,807</u>	<u>\$ 158,632</u>	<u>\$ 223,149</u>	<u>\$ 6,440</u>	<u>\$ (300)</u>	<u>\$ 2,722,968</u>	<u>\$ 704</u>

(Continued)

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2014

	Montgomery County TIF Fund	Miami County TIF Fund	Miami County West TIF Fund	Law Enforcement Assistance Fund
Revenues:				
Municipal income tax	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines, licenses and permits	-	-	-	-
Intergovernmental	-	39,135	-	3,520
Special assessments	-	-	-	-
Interest	-	-	-	-
Payments in lieu of taxes	1,317,215	249,594	-	-
Other	-	-	-	-
Total revenue	<u>1,317,215</u>	<u>288,729</u>	<u>-</u>	<u>3,520</u>
Expenditures:				
Current:				
General government	184,544	3,923	-	-
Security of persons and property				
Police	-	-	-	20
Other	-	-	-	-
Transportation	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>184,544</u>	<u>3,923</u>	<u>-</u>	<u>20</u>
Excess of revenues over (under) expenditures	<u>1,132,671</u>	<u>284,806</u>	<u>-</u>	<u>3,500</u>
Other financing uses:				
Transfers - out	<u>(549,980)</u>	<u>(489,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	582,691	(204,194)	-	3,500
Fund balances at beginning of year	<u>3,633,895</u>	<u>(917,325)</u>	<u>-</u>	<u>20</u>
Fund balances at end of year	<u>\$ 4,216,586</u>	<u>\$ (1,121,519)</u>	<u>\$ -</u>	<u>\$ 3,520</u>

Total
Nonmajor
Special Revenue
Funds

\$ 1,798,564
2,506
14,019
1,919,982
340,840
2,026
1,566,809
69,445

5,714,191

188,467

5,609
304,793
2,205,492
393,062

3,097,423

2,616,768

(2,053,897)

562,871

9,991,019

\$ 10,553,890

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2014

	Issue II Fund	Economic Development Government Equity Improvement Fund	Fire Capital Equipment Fund	Local Street Capital Improvement Fund	Federal Equity Sharing Fund
Assets:					
Equity in pooled cash and investments	\$ 538,189	\$ 185,000	\$ 2,030,870	\$ 2,125,866	\$ 116,911
Receivables:					
Income tax	-	-	179,243	325,896	-
Due from other governments	-	50,000	-	-	8,287
Materials and supplies inventory	-	-	-	1,155	-
Interfund loan receivable	-	-	25,000	-	-
Total assets	\$ 538,189	\$ 235,000	\$ 2,235,113	\$ 2,452,917	\$ 125,198
Liabilities, deferred inflows of resources and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ 50,000	\$ 34,768	\$ -	\$ -
Contracts payable	14,865	-	-	26,711	-
Retainage payable	-	-	-	26,480	-
Interfund payable	515,107	185,000	-	-	-
Income tax refunds payable	-	-	18,832	34,239	-
Total liabilities	529,972	235,000	53,600	87,430	-
Deferred inflows of resources:					
Unavailable revenue - other	-	-	120,402	218,913	7,248
Fund balances:					
Nonspendable:					
Inventory	-	-	-	1,155	-
Restricted	8,217	-	2,061,111	2,145,419	117,950
Total fund balances	8,217	-	2,061,111	2,146,574	117,950
Total liabilities, deferred inflows of resources and fund balances	\$ 538,189	\$ 235,000	\$ 2,235,113	\$ 2,452,917	\$ 125,198

Assistance to Firefighters Grant Fund	Energy Conservation Grant Fund	Total Nonmajor Capital Projects Funds
\$ 260,040	\$ 1,673	\$ 5,258,549
-	-	505,139
-	-	58,287
-	-	1,155
-	-	25,000
<u>\$ 260,040</u>	<u>\$ 1,673</u>	<u>\$ 5,848,130</u>
\$ 7,708	\$ -	\$ 92,476
-	-	41,576
-	-	26,480
252,000	-	952,107
-	-	53,071
<u>259,708</u>	<u>-</u>	<u>1,165,710</u>
-	-	346,563
-	-	1,155
332	1,673	4,334,702
<u>332</u>	<u>1,673</u>	<u>4,335,857</u>
<u>\$ 260,040</u>	<u>\$ 1,673</u>	<u>\$ 5,848,130</u>

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2014

	Issue II Fund	Economic Development Government Equity Improvement Fund	Fire Capital Equipment Fund	Local Street Capital Improvement Fund	Federal Equity Sharing Fund
Revenues:					
Municipal income tax	\$ -	\$ -	\$ 577,347	\$ 1,438,844	\$ -
Fines, licenses and permits	-	-	-	-	73,072
Intergovernmental	26,650	50,000	-	-	-
Interest	-	-	-	-	1,119
Total revenue	<u>26,650</u>	<u>50,000</u>	<u>577,347</u>	<u>1,438,844</u>	<u>74,191</u>
Expenditures:					
Current:					
General government	-	-	11,000	20,288	56,842
Security of persons and property					
Fire	-	-	58,434	-	-
Transportation	5,649	50,000	-	8,170	-
Capital outlay	14,865	-	100,282	1,418,347	6,005
Debt service:					
Principal retirement	-	-	35,331	-	-
Interest and fiscal charges	-	-	538	-	-
Total expenditures	<u>20,514</u>	<u>50,000</u>	<u>205,585</u>	<u>1,446,805</u>	<u>62,847</u>
Excess of revenues over (under) expenditures	<u>6,136</u>	<u>-</u>	<u>371,762</u>	<u>(7,961)</u>	<u>11,344</u>
Other financing uses:					
Transfers - out	-	-	(175,000)	-	-
Net change in fund balance	6,136	-	196,762	(7,961)	11,344
Fund balances at beginning of year	2,081	-	1,864,349	2,154,535	106,606
Fund balances at end of year	<u>\$ 8,217</u>	<u>\$ -</u>	<u>\$ 2,061,111</u>	<u>\$ 2,146,574</u>	<u>\$ 117,950</u>

Assistance to Firefighters Grant Fund	Energy Conservation Grant Fund	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ 2,016,191
-	-	73,072
252,356	-	329,006
-	17	1,136
<u>252,356</u>	<u>17</u>	<u>2,419,405</u>
-	-	88,130
-	-	58,434
-	-	63,819
280,024	-	1,819,523
-	-	35,331
-	-	538
<u>280,024</u>	<u>-</u>	<u>2,065,775</u>
<u>(27,668)</u>	<u>17</u>	<u>353,630</u>
-	-	(175,000)
(27,668)	17	178,630
<u>28,000</u>	<u>1,656</u>	<u>4,157,227</u>
<u>\$ 332</u>	<u>\$ 1,673</u>	<u>\$ 4,335,857</u>

**Individual Fund Schedules of Revenue, Expenditures/Expenses and Changes in
Fund Balance/Net Position – Budget (Non-GAAP Basis) and Actual
Major and Nonmajor**

MAJOR GENERAL FUND

The general fund is the operating fund of the City and is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and the general laws of Ohio.

Funds being reported as part of the general fund

The following fund is legally budgeted as a separate special revenue fund but is being reported as part of the general fund for GAAP reporting purposes.

Park and Recreation

To account for fees and other charges paid by the participants of recreation programs to cover the cost of the various programs.

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 5,592,900	\$ 5,592,900	\$ 5,779,175	\$ 186,275
Property and other taxes	945,206	972,256	973,441	1,185
Charges for services	1,535,550	1,488,211	1,519,133	30,922
Fines, licenses and permits	636,250	639,675	642,101	2,426
Intergovernmental	810,433	788,424	785,247	(3,177)
Interest	175,000	286,000	286,417	417
Rentals	11,000	4,600	83,720	79,120
Other	659,000	328,364	243,169	(85,195)
Total revenues	<u>10,365,339</u>	<u>10,100,430</u>	<u>10,312,403</u>	<u>211,973</u>
<u>Expenditures:</u>				
Current:				
General government				
Mayor				
Personal services	9,142	9,141	8,858	283
Operations and maintenance	5,787	2,787	1,258	1,529
Materials and supplies	1,445	1,445	918	527
Capital outlay	3,600	6,600	6,600	-
Other	4,404	6,954	6,652	302
Total mayor	<u>24,378</u>	<u>26,927</u>	<u>24,286</u>	<u>2,641</u>
Council				
Personal services	184,264	187,606	183,317	4,289
Operations and maintenance	42,588	37,588	33,680	3,908
Materials and supplies	5,717	4,717	4,060	657
Capital outlay	12,629	18,629	18,602	27
Other	8,886	8,886	7,765	1,121
Total council	<u>254,084</u>	<u>257,426</u>	<u>247,424</u>	<u>10,002</u>
Central services				
Operations and maintenance	370,351	472,882	420,770	52,112
Materials and supplies	20,914	22,314	12,864	9,450
Capital outlay	1,000	1,000	-	1,000
Other	243,201	380,831	360,783	20,048
Total central services	<u>635,466</u>	<u>877,027</u>	<u>794,417</u>	<u>82,610</u>
Management				
Personal services	149,681	151,688	112,027	39,661
Operations and maintenance	70,152	70,372	43,230	27,142
Materials and supplies	1,000	1,000	500	500
Other	624	1,104	979	125
Total management	<u>221,457</u>	<u>224,164</u>	<u>156,736</u>	<u>67,428</u>

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014
(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Finance and accounting				
Personal services	263,523	267,207	240,469	26,738
Operations and maintenance	129,254	131,254	87,395	43,859
Materials and supplies	16,725	18,225	12,328	5,897
Capital outlay	15,850	27,970	14,255	13,715
Other	110,184	205,394	136,007	69,387
Total finance and accounting	<u>535,536</u>	<u>650,050</u>	<u>490,454</u>	<u>159,596</u>
Taxation				
Personal services	370,050	330,148	300,624	29,524
Operations and maintenance	163,986	220,825	153,755	67,070
Materials and supplies	31,490	32,690	23,756	8,934
Capital outlay	4,500	2,600	748	1,852
Other	2,125	1,625	-	1,625
Total taxation	<u>572,151</u>	<u>587,888</u>	<u>478,883</u>	<u>109,005</u>
Legal				
Operations and maintenance	497,213	497,213	381,534	115,679
Information services				
Personal services	114,795	116,103	104,596	11,507
Operations and maintenance	64,635	58,635	45,006	13,629
Materials and supplies	15,366	12,766	8,488	4,278
Capital outlay	19,202	27,802	26,767	1,035
Total information services	<u>213,998</u>	<u>215,306</u>	<u>184,857</u>	<u>30,449</u>
Human resources				
Personal services	128,215	130,627	127,838	2,789
Operations and maintenance	55,170	53,900	46,170	7,730
Materials and supplies	1,197	1,567	962	605
Capital outlay	-	900	895	5
Other	4,350	4,350	2,597	1,753
Total human resources	<u>188,932</u>	<u>191,344</u>	<u>178,462</u>	<u>12,882</u>
Court facility				
Personal services	33,918	34,432	34,049	383
Operations and maintenance	55,141	79,157	65,512	13,645
Materials and supplies	4,400	1,333	933	400
Other	1	1	1	-
Total court facility	<u>93,460</u>	<u>114,923</u>	<u>100,495</u>	<u>14,428</u>
Total general government	<u>3,236,675</u>	<u>3,642,268</u>	<u>3,037,548</u>	<u>604,720</u>

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014
(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Security of persons and property				
Police				
Dispatch				
Personal services	1,095,264	1,112,630	1,039,503	73,127
Operations and maintenance	127,797	124,396	118,881	5,515
Materials and supplies	8,186	13,763	13,476	287
Capital outlay	7,890	5,390	5,390	-
Other	400	724	724	-
Total police	<u>1,239,537</u>	<u>1,256,903</u>	<u>1,177,974</u>	<u>78,929</u>
Other				
General lighting				
Operations and maintenance	54,216	134,904	130,841	4,063
Total security of persons and property	<u>1,293,753</u>	<u>1,391,807</u>	<u>1,308,815</u>	<u>82,992</u>
Community development				
Planning and zoning				
Personal services	327,236	336,768	310,327	26,441
Operations and maintenance	49,388	49,723	36,023	13,700
Materials and supplies	18,212	18,527	16,429	2,098
Capital outlay	1,000	700	500	200
Other	1,791	1,441	350	1,091
Total planning and zoning	<u>397,627</u>	<u>407,159</u>	<u>363,629</u>	<u>43,530</u>
Engineering				
Personal services	98,602	100,216	97,464	2,752
Operations and maintenance	38,084	35,809	29,635	6,174
Materials and supplies	22,291	23,782	19,622	4,160
Capital outlay	3,170	3,954	3,857	97
Other	250	250	180	70
Total engineering	<u>162,397</u>	<u>164,011</u>	<u>150,758</u>	<u>13,253</u>
Community services				
Operations and maintenance	2,550	2,550	-	2,550
Materials and supplies	13,895	16,645	13,022	3,623
Other	50	50	-	50
Total community services	<u>16,495</u>	<u>19,245</u>	<u>13,022</u>	<u>6,223</u>

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2014
(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Economic development				
Personal services	96,396	98,074	94,702	3,372
Operations and maintenance	194,602	183,002	143,369	39,633
Materials and supplies	4,308	4,308	1,546	2,762
Capital outlay	10,300	19,000	19,000	-
Other	650	550	327	223
Total economic development	<u>306,256</u>	<u>304,934</u>	<u>258,944</u>	<u>45,990</u>
Total community development	<u>882,775</u>	<u>895,349</u>	<u>786,353</u>	<u>108,996</u>
Debt service:				
Principal retirement	950	950	950	-
Interest and fiscal charges	281	281	281	-
Total debt service	<u>1,231</u>	<u>1,231</u>	<u>1,231</u>	<u>-</u>
Total expenditures	<u>5,414,434</u>	<u>5,930,655</u>	<u>5,133,947</u>	<u>796,708</u>
Excess of revenues over expenditures	<u>4,950,905</u>	<u>4,169,775</u>	<u>5,178,456</u>	<u>1,008,681</u>
Other financing sources (uses):				
Sale of capital assets	1,500	2,278,609	1,856,822	(421,787)
Advances - in	76,654	211,654	27,034	(184,620)
Advances - out	-	(935,000)	(935,000)	-
Transfers - in	77,000	127,000	-	(127,000)
Transfers - out	(7,951,565)	(8,146,137)	(8,146,137)	-
Total other financing sources (uses)	<u>(7,796,411)</u>	<u>(6,463,874)</u>	<u>(7,197,281)</u>	<u>(733,407)</u>
Net change in fund balance	(2,845,506)	(2,294,099)	(2,018,825)	275,274
Fund balance at beginning of year	3,822,589	3,822,589	3,822,589	-
Prior year encumbrances appropriated	594,808	594,808	594,808	-
Fund balance at end of year	<u>\$ 1,571,891</u>	<u>\$ 2,123,298</u>	<u>\$ 2,398,572</u>	<u>\$ 275,274</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Parks and Recreation Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Rentals	\$ 25,150	\$ 27,550	\$ 16,188	\$ (11,362)
Other	46,200	46,200	48,712	2,512
Total revenues	<u>71,350</u>	<u>73,750</u>	<u>64,900</u>	<u>(8,850)</u>
<u>Expenditures:</u>				
Current:				
Leisure time activities				
Tom Cloud park				
Personal services	115,427	117,337	101,961	15,376
Operations and maintenance	96,256	139,859	114,540	25,319
Materials and supplies	7,107	7,107	5,558	1,549
Capital outlay	23,819	11,819	8,819	3,000
Other	600	600	-	600
Total Tom Cloud park	<u>243,209</u>	<u>276,722</u>	<u>230,878</u>	<u>45,844</u>
Senior citizens center				
Personal services	22,443	22,885	22,359	526
Operations and maintenance	36,993	55,812	48,324	7,488
Materials and supplies	914	1,514	1,019	495
Total senior citizens center	<u>60,350</u>	<u>80,211</u>	<u>71,702</u>	<u>8,509</u>
Parks and recreation				
Operations and maintenance	230,163	256,188	233,321	22,867
Capital outlay	15,000	-	-	-
Total parks and recreation	<u>245,163</u>	<u>256,188</u>	<u>233,321</u>	<u>22,867</u>
Recreation facility				
Operations and maintenance	210,687	218,007	197,840	20,167
Capital outlay	-	9,924	9,924	-
Other	86,564	167,036	167,036	-
Total recreation facility	<u>297,251</u>	<u>394,967</u>	<u>374,800</u>	<u>20,167</u>
Music center				
Operations and maintenance	-	864,400	830,906	33,494
Total expenditures	<u>845,973</u>	<u>1,872,488</u>	<u>1,741,607</u>	<u>130,881</u>
Excess of revenues under expenditures	<u>(774,623)</u>	<u>(1,798,738)</u>	<u>(1,676,707)</u>	<u>122,031</u>

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Parks and Recreation Fund
For the Year Ended December 31, 2014
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Other financing sources:				
Sale of capital assets	6,255	6,255	-	(6,255)
Advances - in	-	750,000	750,000	-
Transfers - in	811,565	1,006,137	1,006,137	-
Total other financing sources	<u>817,820</u>	<u>1,762,392</u>	<u>1,756,137</u>	<u>(6,255)</u>
Net change in fund balance	43,197	(36,346)	79,430	115,776
Fund balance at beginning of year	205,251	205,251	205,251	-
Prior year encumbrances appropriated	94,175	94,175	94,175	-
Fund balance at end of year	<u>\$ 342,623</u>	<u>\$ 263,080</u>	<u>\$ 378,856</u>	<u>\$ 115,776</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Municipal income tax	\$ 3,877,950	\$ 3,877,950	\$ 4,008,694	\$ 130,744
Property and other taxes	992,739	992,739	990,770	(1,969)
Intergovernmental	140,000	142,863	145,726	2,863
Other	141,600	159,050	170,203	11,153
Total revenues	5,152,289	5,172,602	5,315,393	142,791
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services	6,692,175	6,869,811	6,433,214	436,597
Operations and maintenance	446,197	466,431	414,534	51,897
Material and supplies	386,794	421,446	388,885	32,561
Capital outlay	171,578	169,628	168,770	858
Other	17,214	17,664	6,772	10,892
Total security of persons and property	7,713,958	7,944,980	7,412,175	532,805
Debt service:				
Principal retirement	950	950	950	-
Interest and fiscal charges	282	282	280	2
Total debt service	1,232	1,232	1,230	2
Total expenditures	7,715,190	7,946,212	7,413,405	532,807
Excess of revenues under expenditures	(2,562,901)	(2,773,610)	(2,098,012)	675,598
Other financing sources:				
Sale of capital assets	15,000	15,000	-	(15,000)
Transfers - in	2,100,000	2,100,000	2,100,000	-
Total other financing sources	2,115,000	2,115,000	2,100,000	(15,000)
Net change in fund balance	(447,901)	(658,610)	1,988	660,598
Fund balance at beginning of year	501,065	501,065	501,065	-
Prior year encumbrances appropriated	360,516	360,516	360,516	-
Fund balance at end of year	\$ 413,680	\$ 202,971	\$ 863,569	\$ 660,598

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income tax	\$ 493,370	\$ 493,370	\$ 509,384	\$ 16,014
Property and other taxes	843,936	843,936	839,901	(4,035)
Intergovernmental	120,000	122,750	125,451	2,701
Rentals	1,644	1,644	1,644	-
Other	12,000	118,612	115,241	(3,371)
Total revenues	1,470,950	1,580,312	1,591,621	11,309
Expenditures:				
Current:				
Security of persons and property				
Fire				
Personal services	6,259,838	6,370,803	6,161,512	209,291
Operations and maintenance	425,827	464,709	413,456	51,253
Material and supplies	230,494	253,184	223,456	29,728
Capital outlay	38,819	67,219	58,397	8,822
Other	28,617	23,029	18,419	4,610
Total security of persons and property	6,983,595	7,178,944	6,875,240	303,704
Debt service:				
Principal retirement	477	477	475	2
Interest and fiscal charges	141	140	140	-
Total debt service	618	617	615	2
Total expenditures	6,984,213	7,179,561	6,875,855	303,706
Excess of revenues under expenditures	(5,513,263)	(5,599,249)	(5,284,234)	315,015
Other financing sources:				
Sale of capital assets	1,000	1,000	-	(1,000)
Advances - in	-	25,000	25,000	-
Transfers - in	5,213,045	5,213,045	5,213,045	-
Total other financing sources	5,214,045	5,239,045	5,238,045	(1,000)
Net change in fund balance	(299,218)	(360,204)	(46,189)	314,015
Fund balance at beginning of year	574,835	574,835	574,835	-
Prior year encumbrances appropriated	308,550	308,550	308,550	-
Fund balance at end of year	\$ 584,167	\$ 523,181	\$ 837,196	\$ 314,015

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Special assessments	\$ 280,600	\$ 626,340	\$ 631,940	\$ 5,600
Other	340,000	-	-	-
Total revenues	<u>620,600</u>	<u>626,340</u>	<u>631,940</u>	<u>5,600</u>
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	16,000	34,000	30,736	3,264
Debt service:				
Principal retirement	920,000	920,000	920,000	-
Interest and fiscal charges	465,690	467,690	465,686	2,004
Total debt service	<u>1,385,690</u>	<u>1,387,690</u>	<u>1,385,686</u>	<u>2,004</u>
Total expenditures	<u>1,401,690</u>	<u>1,421,690</u>	<u>1,416,422</u>	<u>5,268</u>
Excess of revenues under expenditures	<u>(781,090)</u>	<u>(795,350)</u>	<u>(784,482)</u>	<u>10,868</u>
Other financing sources:				
Transfers - in	703,791	705,791	705,534	(257)
Net change in fund balance	(77,299)	(89,559)	(78,948)	10,611
Fund balance at beginning of year	<u>345,388</u>	<u>345,388</u>	<u>345,388</u>	<u>-</u>
Fund balance at end of year	<u>\$ 268,089</u>	<u>\$ 255,829</u>	<u>\$ 266,440</u>	<u>\$ 10,611</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 2,241,212	\$ 2,624,211	\$ 945,601	\$ (1,678,610)
Special assessments	141,500	141,500	132,931	(8,569)
Interest	100	100	-	(100)
Other	-	155,674	162,527	6,853
Total revenues	<u>2,382,812</u>	<u>2,921,485</u>	<u>1,241,059</u>	<u>(1,680,426)</u>
Expenditures:				
Current:				
General government				
Personal services	28,731	29,243	24,346	4,897
Capital outlay	<u>16,276,736</u>	<u>19,202,824</u>	<u>18,290,406</u>	<u>912,418</u>
Debt service:				
Principal retirement	9,628,970	13,128,970	13,128,970	-
Interest and fiscal charges	158,646	181,147	181,100	47
Bond issuance costs	-	100,000	94,685	5,315
Total debt service	<u>9,787,616</u>	<u>13,410,117</u>	<u>13,404,755</u>	<u>5,362</u>
Total expenditures	<u>26,093,083</u>	<u>32,642,184</u>	<u>31,719,507</u>	<u>922,677</u>
Excess of revenues under expenditures	<u>(23,710,271)</u>	<u>(29,720,699)</u>	<u>(30,478,448)</u>	<u>(757,749)</u>
Other financing sources (uses):				
Bond anticipation notes issued	18,240,615	21,692,604	21,694,700	2,096
Sale of capital assets	-	-	421,801	421,801
Advances - in	-	1,730,000	1,730,000	-
Advances - out	(1,800,000)	(3,330,000)	(1,350,000)	1,980,000
Premium on debt issued	100,000	100,000	97,904	(2,096)
Transfers - in	146,000	260,050	260,050	-
Total other financing sources (uses)	<u>16,686,615</u>	<u>20,452,654</u>	<u>22,854,455</u>	<u>2,401,801</u>
Net change in fund balance	(7,023,656)	(9,268,045)	(7,623,993)	1,644,052
Fund balance at beginning of year	(4,515,833)	(4,515,833)	(4,515,833)	-
Prior year encumbrances appropriated	<u>13,801,028</u>	<u>13,801,028</u>	<u>13,801,028</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,261,539</u>	<u>\$ 17,150</u>	<u>\$ 1,661,202</u>	<u>\$ 1,644,052</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Carriage Trails Infrastructure Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Interest	\$ 90	\$ 90	\$ 21	\$ (69)
<u>Expenditures:</u>				
Capital outlay	80,427	2,633,427	2,633,426	1
Debt service:				
Principal retirement	5,695,200	5,695,200	5,695,200	-
Interest and fiscal charges	52,018	52,018	52,016	2
Bond issuance costs	12,250	37,250	23,564	13,686
Total expenditures	5,839,895	8,417,895	8,404,206	13,689
Excess of revenues under expenditures	(5,839,805)	(8,417,805)	(8,404,185)	13,620
Other financing sources (uses):				
Bond anticipation notes issued	5,757,217	5,757,217	6,218,600	461,383
Advances - in	-	1,972,000	1,972,000	-
Premium on debt issued	40,000	40,000	24,812	(15,188)
Transfers - out	-	(50,000)	-	50,000
Total other financing sources (uses)	5,797,217	7,719,217	8,215,412	496,195
Net change in fund balance	(42,588)	(698,588)	(188,773)	509,815
Fund balance at beginning of year	743,806	743,806	743,806	-
Prior year encumbrances appropriated	92,677	92,677	92,677	-
Fund balance at end of year	<u>\$ 793,895</u>	<u>\$ 137,895</u>	<u>\$ 647,710</u>	<u>\$ 509,815</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Maintenance and Repair Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 1,454,000	\$ 1,454,000	\$ 1,471,927	\$ 17,927
Special assessments	-	2,622	2,621	(1)
Interest	17,300	17,300	9,219	(8,081)
Other	3,550	3,550	9,735	6,185
Total revenues	1,474,850	1,477,472	1,493,502	16,030
Expenditures:				
Current:				
Transportation				
Personal services	403,778	410,186	382,774	27,412
Operations and maintenance	177,969	197,886	173,224	24,662
Materials and supplies	219,662	203,603	169,280	34,323
Capital outlay	2,083	70,023	70,018	5
Other	331	62	62	-
Total expenditures	803,823	881,760	795,358	86,402
Excess of revenues over expenditures	671,027	595,712	698,144	102,432
Other financing sources (uses):				
Advances - in	1,480,392	2,470,000	1,740,000	(730,000)
Advances - out	(144,500)	(2,061,038)	(2,061,038)	-
Transfers - out	(577,641)	(625,691)	(625,690)	1
Total other financing sources (uses)	758,251	(216,729)	(946,728)	(729,999)
Net change in fund balance	1,429,278	378,983	(248,584)	(627,567)
Fund balance at beginning of year	730,375	730,375	730,375	-
Prior year encumbrances appropriated	118,986	118,986	118,986	-
Fund balance at end of year	\$ 2,278,639	\$ 1,228,344	\$ 600,777	\$ (627,567)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Lighting Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Special assessments	\$ 304,410	\$ 334,679	\$ 334,680	\$ 1
Other	-	-	11	11
Total revenues	<u>304,410</u>	<u>334,679</u>	<u>334,691</u>	<u>12</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Other				-
Personal services	14,628	14,836	12,191	2,645
Operations and maintenance	317,351	327,351	317,791	9,560
Total expenditures	<u>331,979</u>	<u>342,187</u>	<u>329,982</u>	<u>12,205</u>
Net change in fund balance	(27,569)	(7,508)	4,709	12,217
Fund balance at beginning of year	561,280	561,280	561,280	-
Prior year encumbrances appropriated	<u>25,579</u>	<u>25,579</u>	<u>25,579</u>	-
Fund balance at end of year	<u>\$ 559,290</u>	<u>\$ 579,351</u>	<u>\$ 591,568</u>	<u>\$ 12,217</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Law Enforcement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 1,000	\$ 1,000	\$ 1,389	\$ 389
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				
Capital outlay	12,722	9,142	3,720	5,422
Net change in fund balance	(11,722)	(8,142)	(2,331)	5,811
Fund balance at beginning of year	5,422	5,422	5,422	-
Prior year encumbrances appropriated	3,720	3,720	3,720	-
Fund balance at end of year	\$ (2,580)	\$ 1,000	\$ 6,811	\$ 5,811

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 11,500	\$ 11,500	\$ 12,283	\$ 783
Other	140	140	140	-
Total revenues	<u>11,640</u>	<u>11,640</u>	<u>12,423</u>	<u>783</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				
Operations and maintenance	1,823	2,823	2,001	822
Capital outlay	6,167	5,167	-	5,167
Total expenditures	<u>7,990</u>	<u>7,990</u>	<u>2,001</u>	<u>5,989</u>
Excess of revenues over expenditures	<u>3,650</u>	<u>3,650</u>	<u>10,422</u>	<u>6,772</u>
Other financing sources:				
Sale of capital assets	<u>3,000</u>	<u>3,000</u>	<u>1,966</u>	<u>(1,034)</u>
Net change in fund balance	6,650	6,650	12,388	5,738
Fund balance at beginning of year	7,811	7,811	7,811	-
Prior year encumbrances appropriated	<u>823</u>	<u>823</u>	<u>823</u>	<u>-</u>
Fund balance at end of year	<u>\$ 15,284</u>	<u>\$ 15,284</u>	<u>\$ 21,022</u>	<u>\$ 5,738</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 116,935	\$ 116,935	\$ 119,346	\$ 2,411
Special assessments	-	3,539	3,539	-
Interest	1,700	1,700	1,297	(403)
Other	100	100	-	(100)
Total revenues	<u>118,735</u>	<u>122,274</u>	<u>124,182</u>	<u>1,908</u>
Expenditures:				
Current:				
Transportation				
Operations and maintenance	13,370	13,370	7,344	6,026
Materials and supplies	27,000	27,000	22,350	4,650
Capital outlay	3,332	3,332	3,332	-
Total expenditures	<u>43,702</u>	<u>43,702</u>	<u>33,026</u>	<u>10,676</u>
Excess of revenues over expenditures	<u>75,033</u>	<u>78,572</u>	<u>91,156</u>	<u>12,584</u>
Other financing sources (uses):				
Advances - in	-	50,000	50,000	-
Transfers - out	(45,000)	(45,000)	(45,000)	-
Total other financing sources (uses)	<u>(45,000)</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Net change in fund balance	30,033	83,572	96,156	12,584
Fund balance at beginning of year	76,366	76,366	76,366	-
Prior year encumbrances appropriated	<u>7,952</u>	<u>7,952</u>	<u>7,952</u>	<u>-</u>
Fund balance at end of year	<u>\$ 114,351</u>	<u>\$ 167,890</u>	<u>\$ 180,474</u>	<u>\$ 12,584</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
County Motor Vehicle Permissive Tax Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 88,311	\$ 88,311	\$ 88,484	\$ 173
<u>Expenditures:</u>				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	88,311	88,311	88,484	173
Other financing uses:				
Advances - out	(50,000)	-	-	-
Transfers - out	(45,000)	(47,000)	(47,000)	-
Total other financing uses	(95,000)	(47,000)	(47,000)	-
Net change in fund balance	(6,689)	41,311	41,484	173
Fund balance at beginning of year	110,510	110,510	110,510	-
Fund balance at end of year	<u>\$ 103,821</u>	<u>\$ 151,821</u>	<u>\$ 151,994</u>	<u>\$ 173</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
City Motor Vehicle Permissive Tax Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 178,000	\$ 194,600	\$ 194,599	\$ (1)
<u>Expenditures:</u>				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	178,000	194,600	194,599	(1)
<u>Other financing uses:</u>				
Transfers - out	(141,000)	(157,000)	(157,000)	-
Net change in fund balance	37,000	37,600	37,599	(1)
Fund balance at beginning of year	170,561	170,561	170,561	-
Fund balance at end of year	<u>\$ 207,561</u>	<u>\$ 208,161</u>	<u>\$ 208,160</u>	<u>\$ (1)</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Natureworks Grant Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ 19,320	\$ 19,320	\$ -	\$ (19,320)
<u>Expenditures:</u>				
<u>Current:</u>				
Recreation				
Capital outlay	25,760	25,760	-	25,760
Excess of revenues under expenditures	(6,440)	(6,440)	-	6,440
Other financing uses:				
Advances - out	(19,320)	(19,320)	-	19,320
Net change in fund balance	(25,760)	(25,760)	-	25,760
Fund balance at beginning of year	25,760	25,760	25,760	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,760</u>	<u>\$ 25,760</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Development Block Grant Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 57,334	\$ 57,334	\$ -	\$ (57,334)
<u>Expenditures:</u>				
<u>Current:</u>				
Community development				
Capital outlay	47,334	47,334	17,100	30,234
Excess of revenues over (under) expenditures	10,000	10,000	(17,100)	(27,100)
Other financing uses:				
Advances - out	(57,334)	(57,034)	(27,034)	30,000
Net change in fund balance	(47,334)	(47,034)	(44,134)	2,900
Fund balance at beginning of year	56,800	56,800	56,800	-
Prior year encumbrances appropriated	17,334	17,334	17,334	-
Fund balance at end of year	<u>\$ 26,800</u>	<u>\$ 27,100</u>	<u>\$ 30,000</u>	<u>\$ 2,900</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Street Operating Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 1,730,400	\$ 1,730,400	\$ 1,785,876	\$ 55,476
Charges for services	3,000	3,000	2,612	(388)
Other	3,050	19,004	19,139	135
Total revenues	<u>1,736,450</u>	<u>1,752,404</u>	<u>1,807,627</u>	<u>55,223</u>
<u>Expenditures:</u>				
Current:				
Transportation				
Personal services	1,357,704	1,386,858	1,225,244	161,614
Operations and maintenance	150,274	162,719	136,247	26,472
Materials and supplies	385,968	372,949	245,244	127,705
Capital outlay	350,599	357,578	345,384	12,194
Other	25,931	25,641	25,350	291
Total transportation	<u>2,270,476</u>	<u>2,305,745</u>	<u>1,977,469</u>	<u>328,276</u>
Debt service:				
Principal retirement	2,376	2,376	2,370	6
Interest and fiscal charges	695	695	690	5
Total debt service	<u>3,071</u>	<u>3,071</u>	<u>3,060</u>	<u>11</u>
Total expenditures	<u>2,273,547</u>	<u>2,308,816</u>	<u>1,980,529</u>	<u>328,287</u>
Excess of revenues under expenditures	<u>(537,097)</u>	<u>(556,412)</u>	<u>(172,902)</u>	<u>383,510</u>
Other financing sources (uses):				
Sale of capital assets	500	38,951	38,951	-
Transfers - out	(140,400)	(140,400)	(140,227)	173
Total other financing sources (uses)	<u>(139,900)</u>	<u>(101,449)</u>	<u>(101,276)</u>	<u>173</u>
Net change in fund balance	(676,997)	(657,861)	(274,178)	383,683
Fund balance at beginning of year	2,557,256	2,557,256	2,557,256	-
Prior year encumbrances appropriated	277,042	277,042	277,042	-
Fund balance at end of year	<u>\$ 2,157,301</u>	<u>\$ 2,176,437</u>	<u>\$ 2,560,120</u>	<u>\$ 383,683</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Byrne Memorial Grant Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Interest	\$ 50	\$ 50	\$ 8	\$ (42)
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				-
Capital outlay	693	693	-	693
Net change in fund balance	(643)	(643)	8	651
Fund balance at beginning of year	694	694	694	-
Fund balance at end of year	\$ 51	\$ 51	\$ 702	\$ 651

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Montgomery County TIF Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 1,143,186	\$ 1,317,214	\$ 1,317,215	\$ 1
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	64,505	64,505	37,871	26,634
Other	145,951	145,951	140,000	5,951
Total expenditures	210,456	210,456	177,871	32,585
Excess of revenues over expenditures	932,730	1,106,758	1,139,344	32,586
Other financing uses:				
Advances - out	-	(890,000)	(890,000)	-
Transfers - out	(549,980)	(549,980)	(549,980)	-
Total other financing uses	(549,980)	(1,439,980)	(1,439,980)	-
Net change in fund balance	382,750	(333,222)	(300,636)	32,586
Fund balance at beginning of year	1,918,439	1,918,439	1,918,439	-
Prior year encumbrances appropriated	15,456	15,456	15,456	-
Fund balance at end of year	<u>\$ 2,316,645</u>	<u>\$ 1,600,673</u>	<u>\$ 1,633,259</u>	<u>\$ 32,586</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miami County TIF Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 27,758	\$ 27,758	\$ 39,135	\$ 11,377
Payments in lieu of taxes	350,000	249,595	249,594	(1)
Total revenues	377,758	277,353	288,729	11,376
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	35,000	35,000	3,923	31,077
Excess of revenues over expenditures	342,758	242,353	284,806	42,453
Other financing sources (uses):				
Advances - in	489,000	489,000	489,000	-
Transfers - out	(489,002)	(489,002)	(489,000)	2
Total other financing sources (uses)	(2)	(2)	-	2
Net change in fund balance	342,756	242,351	284,806	42,455
Fund balance at beginning of year	294,377	294,377	294,377	-
Fund balance at end of year	\$ 637,133	\$ 536,728	\$ 579,183	\$ 42,455

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Assistance Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ 3,520	\$ 3,520
<u>Expenditures:</u>				
<u>Current:</u>				
Security of persons and property				
Police				
Operations and maintenance	515	20	20	-
Net change in fund balance	(515)	(20)	3,500	3,520
Fund balance at beginning of year	20	20	20	-
Fund balance at end of year	<u>\$ (495)</u>	<u>\$ -</u>	<u>\$ 3,520</u>	<u>\$ 3,520</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Rentals	\$ 135,936	\$ 135,936	\$ 135,936	\$ -
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	3,500	3,500	-	3,500
Debt service:				
Principal retirement	795,000	795,000	795,000	-
Interest and fiscal charges	837,900	837,900	837,896	4
Total debt service	1,632,900	1,632,900	1,632,896	4
Total expenditures	1,636,400	1,636,400	1,632,896	3,504
Excess of revenues under expenditures	(1,500,464)	(1,500,464)	(1,496,960)	3,504
Other financing sources:				
Transfers - in	1,682,382	1,682,382	1,507,380	(175,002)
Net change in fund balance	181,918	181,918	10,420	(171,498)
Fund balance at beginning of year	118,904	118,904	118,904	-
Fund balance at end of year	<u>\$ 300,822</u>	<u>\$ 300,822</u>	<u>\$ 129,324</u>	<u>\$ (171,498)</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue II Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$ 440,000	\$ 26,650	\$ 26,650	\$ -
Special assessments	6,350	850	-	(850)
Total revenues	<u>446,350</u>	<u>27,500</u>	<u>26,650</u>	<u>(850)</u>
<u>Expenditures:</u>				
Capital outlay	<u>7,429</u>	<u>267,429</u>	<u>51,479</u>	<u>215,950</u>
Excess of revenues over (under) expenditures	<u>438,921</u>	<u>(239,929)</u>	<u>(24,829)</u>	<u>215,100</u>
Other financing sources (uses):				
Advances - in	-	515,107	515,107	-
Advances - out	<u>(180,392)</u>	<u>(440,000)</u>	<u>(440,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(180,392)</u>	<u>75,107</u>	<u>75,107</u>	<u>-</u>
Net change in fund balance	258,529	(164,822)	50,278	215,100
Fund balance at beginning of year	434,652	434,652	434,652	-
Prior year encumbrances appropriated	<u>7,429</u>	<u>7,429</u>	<u>7,429</u>	<u>-</u>
Fund balance at end of year	<u>\$ 700,610</u>	<u>\$ 277,259</u>	<u>\$ 492,359</u>	<u>\$ 215,100</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Economic Development Government Equity Improvement Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 50,000	\$ 185,000	\$ -	\$ (185,000)
<u>Expenditures:</u>				
Capital outlay	50,000	185,000	185,000	-
Excess of revenues under expenditures	-	-	(185,000)	(185,000)
Other financing sources (uses):				
Advances - in	-	135,000	135,000	-
Advances - out	(50,000)	(185,000)	-	185,000
Total other financing sources (uses)	(50,000)	(50,000)	135,000	185,000
Net change in fund balance	(50,000)	(50,000)	(50,000)	-
Fund balance at beginning of year	-	-	-	-
Prior year encumbrances appropriated	50,000	50,000	50,000	-
Fund balance at end of year	\$ -	\$ -	\$ -	\$ -

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Capital Equipment Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Municipal income tax	\$ 729,110	\$ 729,110	\$ 784,809	\$ 55,699
<u>Expenditures:</u>				
Current:				
General government				
Legislative and executive				
Other	11,000	11,000	11,000	-
Fire				
Operations and maintenance	-	275	275	-
Capital outlay	84,571	260,571	246,679	13,892
Debt service:				
Principal retirement	35,335	35,335	35,331	4
Interest and fiscal charges	540	540	538	2
Total expenditures	131,446	307,721	293,823	13,898
Excess of revenues over expenditures	597,664	421,389	490,986	69,597
Other financing uses:				
Advances - out	-	(25,000)	(25,000)	-
Transfers - out	(388,045)	(388,045)	(388,045)	-
Total other financing uses	(388,045)	(413,045)	(413,045)	-
Net change in fund balance	209,619	8,344	77,941	69,597
Fund balance at beginning of year	1,825,161	1,825,161	1,825,161	-
Prior year encumbrances appropriated	14,571	14,571	14,571	-
Fund balance at end of year	<u>\$ 2,049,351</u>	<u>\$ 1,848,076</u>	<u>\$ 1,917,673</u>	<u>\$ 69,597</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Street Capital Improvement Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Municipal income tax	\$ 1,383,290	\$ 1,383,290	\$ 1,428,692	\$ 45,402
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	-	500	500	-
Other	20,000	20,000	20,000	-
Capital outlay	1,709,570	1,709,570	1,671,163	38,407
Total expenditures	1,729,570	1,730,070	1,691,663	38,407
Net change in fund balance	(346,280)	(346,780)	(262,971)	83,809
Fund balance at beginning of year	1,965,752	1,965,752	1,965,752	-
Prior year encumbrances appropriated	154,570	154,570	154,570	-
Fund balance at end of year	<u>\$ 1,774,042</u>	<u>\$ 1,773,542</u>	<u>\$ 1,857,351</u>	<u>\$ 83,809</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Equity Sharing Fund
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Fines, licenses and permits	\$ 30,000	\$ 72,032	\$ 72,033	1
Interest	800	1,172	1,173	1
Total revenues	<u>30,800</u>	<u>73,204</u>	<u>73,206</u>	<u>2</u>
<u>Expenditures:</u>				
Capital outlay	<u>121,414</u>	<u>121,414</u>	<u>63,291</u>	<u>58,123</u>
Net change in fund balance	(90,614)	(48,210)	9,915	58,125
Fund balance at beginning of year	95,523	95,523	95,523	-
Prior year encumbrances appropriated	<u>10,745</u>	<u>10,745</u>	<u>10,745</u>	<u>-</u>
Fund balance at end of year	<u>\$ 15,654</u>	<u>\$ 58,058</u>	<u>\$ 116,183</u>	<u>\$ 58,125</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Assistance to Firefighters Grant
For the Year Ended December 31, 2014

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 252,000	\$ 252,356	\$ 356
<u>Expenditures:</u>				
Capital outlay	280,000	280,000	280,000	-
Excess of revenues under expenditures	(280,000)	(28,000)	(27,644)	356
Other financing uses:				
Advances - out	(252,000)	(252,000)	-	252,000
Net change in fund balance	(532,000)	(280,000)	(27,644)	252,356
Fund balance at beginning of year	-	-	-	-
Prior year encumbrances appropriated	280,000	280,000	280,000	-
Fund balance at end of year	<u>\$ (252,000)</u>	<u>\$ -</u>	<u>\$ 252,356</u>	<u>\$ 252,356</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Energy Conservation Grant Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Interest	\$ 15	\$ 15	\$ 18	\$ 3
<u>Expenditures:</u>				
Capital outlay	1,634	1,634	-	1,634
Net change in fund balance	(1,619)	(1,619)	18	1,637
Fund balance at beginning of year	1,651	1,651	1,651	-
Fund balance at end of year	<u>\$ 32</u>	<u>\$ 32</u>	<u>\$ 1,669</u>	<u>\$ 1,637</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Net Position - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2014

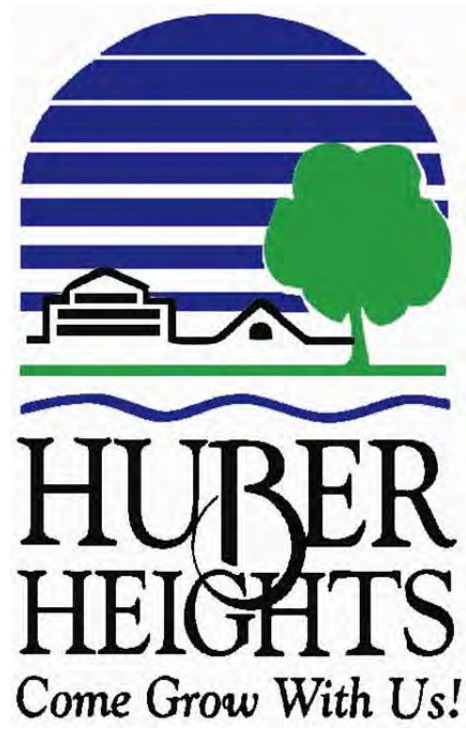
	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 4,682,915	\$ 4,226,100	\$ 4,367,834	\$ 141,734
Tap-in fees	103,850	79,850	80,600	750
Other	8,700	9,040	39,848	30,808
Total revenues	<u>4,795,465</u>	<u>4,314,990</u>	<u>4,488,282</u>	<u>173,292</u>
Expenses:				
Personal services	396,095	404,767	355,440	49,327
Operations and maintenance	2,185,515	2,258,652	2,143,496	115,156
Capital outlay	1,873,398	1,934,990	1,887,085	47,905
Other	175,658	174,192	153,822	20,370
Total expenses	<u>4,630,666</u>	<u>4,772,601</u>	<u>4,539,843</u>	<u>232,758</u>
Operating income (loss)	<u>164,799</u>	<u>(457,611)</u>	<u>(51,561)</u>	<u>406,050</u>
Nonoperating revenues (expenses):				
Interest	41,246	73,670	89,422	15,752
Bonds issued	-	7,729,000	8,125,000	396,000
Advances - out	-	(529,207)	(529,207)	-
Principal retirement	(1,382,371)	(10,811,371)	(1,482,365)	9,329,006
Interest and fiscal charges	(690,385)	(727,085)	(727,019)	66
Bond issuance costs	(20)	(263,320)	(350,515)	(87,195)
Total nonoperating revenues (expenses)	<u>(2,031,530)</u>	<u>(4,528,313)</u>	<u>5,125,316</u>	<u>9,653,629</u>
Income (loss) before transfers	<u>(1,866,731)</u>	<u>(4,985,924)</u>	<u>5,073,755</u>	<u>10,059,679</u>
Other financing sources (uses):				
Transfers - in	2,118,000	4,129,790	3,722,235	(407,555)
Transfers - out	(2,212,700)	(4,230,490)	(3,769,928)	460,562
Total other financing sources (uses)	<u>(94,700)</u>	<u>(100,700)</u>	<u>(47,693)</u>	<u>53,007</u>
Change in net position	(1,961,431)	(5,086,624)	5,026,062	10,112,686
Net position at beginning of year	11,994,569	11,994,569	11,994,569	-
Prior year encumbrances appropriated	1,634,444	1,634,444	1,634,444	-
Net position at end of year	<u>\$ 11,667,582</u>	<u>\$ 8,542,389</u>	<u>\$ 18,655,075</u>	<u>\$ 10,112,686</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Net Position - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 3,876,500	\$ 3,681,500	\$ 3,777,680	\$ 96,180
Tap-in fees	60,000	48,000	47,750	(250)
Other	300,000	1,025	10,774	9,749
Total revenues	<u>4,236,500</u>	<u>3,730,525</u>	<u>3,836,204</u>	<u>105,679</u>
Expenses:				
Personal services	382,095	390,525	342,716	47,809
Operations and maintenance	2,624,122	2,641,122	2,564,647	76,475
Capital outlay	405,987	773,362	609,165	164,197
Other	110,107	111,813	93,123	18,690
Total expenses	<u>3,522,311</u>	<u>3,916,822</u>	<u>3,609,651</u>	<u>307,171</u>
Operating income (loss)	<u>714,189</u>	<u>(186,297)</u>	<u>226,553</u>	<u>412,850</u>
Nonoperating revenues (expenses):				
Interest	43,600	43,600	56,013	12,413
Advances - out	(244,500)	(711,700)	(711,700)	-
Principal retirement	(483,231)	(483,231)	(483,218)	13
Interest and fiscal charges	(40,705)	(40,705)	(40,697)	8
Total nonoperating revenues (expenses)	<u>(724,836)</u>	<u>(1,192,036)</u>	<u>(1,179,602)</u>	<u>12,434</u>
Loss before transfers	<u>(10,647)</u>	<u>(1,378,333)</u>	<u>(953,049)</u>	<u>425,284</u>
Other financing sources (uses):				
Transfers - in	-	500,000	500,000	-
Transfers - out	(157,750)	(657,750)	(627,734)	30,016
Total other financing sources (uses)	<u>(157,750)</u>	<u>(157,750)</u>	<u>(127,734)</u>	<u>30,016</u>
Change in net position	(168,397)	(1,536,083)	(1,080,783)	455,300
Net position at beginning of year	6,853,956	6,853,956	6,853,956	-
Prior year encumbrances appropriated	578,054	578,054	578,054	-
Net position at end of year	<u>\$ 7,263,613</u>	<u>\$ 5,895,927</u>	<u>\$ 6,351,227</u>	<u>\$ 455,300</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Net Position - Budget (Non-GAAP Basis) and Actual
Stormwater Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 576,000	\$ 562,168	\$ 580,427	\$ 18,259
Other	-	6,200	6,223	23
Total revenues	<u>576,000</u>	<u>568,368</u>	<u>586,650</u>	<u>18,282</u>
Expenses:				
Personal services	268,574	272,720	269,538	3,182
Operations and maintenance	78,540	71,290	61,040	10,250
Materials and supplies	32,043	38,171	31,715	6,456
Capital outlay	451,609	457,731	425,052	32,679
Other	1,797	1,797	850	947
Total expenses	<u>832,563</u>	<u>841,709</u>	<u>788,195</u>	<u>53,514</u>
Operating loss	<u>(256,563)</u>	<u>(273,341)</u>	<u>(201,545)</u>	<u>71,796</u>
Nonoperating expenses:				
Advance out	-	(464,162)	(464,162)	-
Loss before transfers	<u>(256,563)</u>	<u>(737,503)</u>	<u>(665,707)</u>	<u>71,796</u>
Other financing uses:				
Transfers - out	<u>(28,700)</u>	<u>(28,700)</u>	<u>(28,640)</u>	<u>60</u>
Change in net position	(285,263)	(766,203)	(694,347)	71,856
Net position at beginning of year	1,363,164	1,363,164	1,363,164	-
Prior year encumbrances appropriated	<u>32,161</u>	<u>32,161</u>	<u>32,161</u>	<u>-</u>
Net position at end of year	<u>\$ 1,110,062</u>	<u>\$ 629,122</u>	<u>\$ 700,978</u>	<u>\$ 71,856</u>



STATISTICAL SECTION

Statistical Section

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial position has changed over time.	S2 - S10
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the City's ability to generate its most significant local revenue source(s), the property tax (and the income tax).	S11 - S16
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	S17 - S23
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S24 - S26
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	S27 - S30

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

CITY OF HUBER HEIGHTS, OHIO
Net Position by Component
Last Ten Years

	<u>2005</u>	<u>2006 (1)</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
<u>Governmental Activities</u>					
Net investment in capital assets	\$ 78,346,206	\$ 74,639,351	\$ 72,199,773	\$ 71,404,045	\$ 70,020,847
Restricted for:					
Debt service	12,673,044	13,209,353	16,445,526	19,749,781	18,740,980
Capital improvements	1,940,327	3,236,059	8,505,820	9,615,839	4,143,157
Transportation	-	3,677,405	4,735,229	5,855,071	7,161,885
Security of persons and property (2)	-	5,045,978	5,817,840	4,540,097	3,668,064
Police services	-	-	-	-	-
Street lighting	-	-	-	-	-
TIF agreements	-	-	-	-	-
Leisure time activities	-	83,811	76,994	95,075	138,140
Other purposes	3,903,073	-	-	-	-
Unrestricted	6,038,189	8,755,584	10,651,869	11,662,088	11,773,536
Total governmental activities net position	<u>\$ 106,377,759</u>	<u>\$ 108,647,541</u>	<u>\$ 118,433,051</u>	<u>\$ 122,921,996</u>	<u>\$ 115,646,609</u>
<u>Business-Type Activities</u>					
Net investment in capital assets	\$ 23,536,526	\$ 25,740,874	\$ 29,669,495	\$ 31,058,024	\$ 34,588,393
Restricted for:					
Revenue bonds improvement and replacement	60,000	60,000	60,000	60,000	60,000
Revenue bonds current debt service	1,140,000	1,140,000	1,140,000	1,140,000	1,140,000
Unrestricted	20,067,560	23,415,841	25,050,436	27,336,416	27,743,085
Total business-type activities net position	<u>\$ 44,804,086</u>	<u>\$ 50,356,715</u>	<u>\$ 55,919,931</u>	<u>\$ 59,594,440</u>	<u>\$ 63,531,478</u>
<u>Total</u>					
Net investment in capital assets	\$ 101,882,732	\$ 100,380,225	\$ 101,869,268	\$ 102,462,069	\$ 104,609,240
Restricted for:					
Debt service	12,673,044	13,209,353	16,445,526	19,749,781	18,740,980
Capital improvements	1,940,327	3,236,059	8,505,820	9,615,839	4,143,157
Transportation	-	3,677,405	4,735,229	5,855,071	7,161,885
Security of persons and property (2)	-	5,045,978	5,817,840	4,540,097	3,668,064
Police services	-	-	-	-	-
Street lighting	-	-	-	-	-
TIF agreements	-	-	-	-	-
Leisure time activities	-	83,811	76,994	95,075	138,140
Other purposes	3,903,073	-	-	-	-
Revenue bonds improvement and replacement	60,000	60,000	60,000	60,000	60,000
Revenue bonds current debt service	1,140,000	1,140,000	1,140,000	1,140,000	1,140,000
Unrestricted	26,105,749	32,171,425	35,702,305	38,998,504	39,516,621
Total primary government net position	<u>\$ 151,181,845</u>	<u>\$ 159,004,256</u>	<u>\$ 174,352,982</u>	<u>\$ 182,516,436</u>	<u>\$ 179,178,087</u>

Source: City records

- (1) Starting in 2006, other purposes has been further defined to better report program expenditures.
(2) Starting in 2012, security of persons and property is now being reported as police services and fire and EMS services.

<u>2010</u>	Restated <u>2011</u>	Restated <u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 68,594,710	\$ 66,173,495	\$ 65,015,575	\$ 63,563,165	\$ 62,923,181
16,871,758	16,096,576	10,103,091	11,316,545	11,960,254
4,198,838	636,146	4,520,793	4,532,691	6,143,751
7,713,636	9,353,181	9,659,920	7,750,491	7,865,282
3,900,741	1,208,203	-	-	-
-	-	689,564	883,934	1,301,830
-	-	559,031	559,854	589,754
-	648,747	2,919,369	3,633,895	4,216,586
151,688	-	-	-	-
-	14,497	31,218	26,479	134,592
12,559,614	15,357,812	7,109,927	8,885,321	4,545,408
<u>\$ 113,990,985</u>	<u>\$ 109,488,657</u>	<u>\$ 100,608,488</u>	<u>\$ 101,152,375</u>	<u>\$ 99,680,638</u>

\$ 39,089,126	\$ 41,805,192	\$ 45,437,148	\$ 39,878,712	\$ 47,247,277
60,000	60,000	-	-	-
1,140,000	1,140,000	-	-	-
28,697,934	28,189,775	28,677,180	35,482,735	29,670,623
<u>\$ 68,987,060</u>	<u>\$ 71,194,967</u>	<u>\$ 74,114,328</u>	<u>\$ 75,361,447</u>	<u>\$ 76,917,900</u>

\$ 107,683,836	\$ 107,978,687	\$ 110,452,723	\$ 103,441,877	\$ 110,170,458
16,871,758	16,096,576	10,103,091	11,316,545	11,960,254
4,198,838	636,146	4,520,793	4,532,691	6,143,751
7,713,636	9,353,181	9,659,920	7,750,491	7,865,282
3,900,741	1,208,203	-	-	-
-	-	689,564	883,934	1,301,830
-	-	559,031	559,854	589,754
-	648,747	2,919,369	3,633,895	4,216,586
151,688	-	-	-	-
-	14,497	31,218	26,479	134,592
60,000	60,000	-	-	-
1,140,000	1,140,000	-	-	-
41,257,548	43,547,587	35,787,107	44,368,056	34,216,031
<u>\$ 182,978,045</u>	<u>\$ 180,683,624</u>	<u>\$ 174,722,816</u>	<u>\$ 176,513,822</u>	<u>\$ 176,598,538</u>

CITY OF HUBER HEIGHTS, OHIO
Changes in Net Position
Last Ten Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Expenses					
Governmental Activities:					
General government	\$ 3,138,228	\$ 3,243,868	\$ 3,224,162	\$ 5,817,955	\$ 3,723,292
Security of persons and property					
Police	6,003,211	6,149,214	6,457,403	6,439,583	6,900,682
Fire	5,315,835	5,471,252	5,972,106	6,030,286	6,157,894
Other	1,548,125	1,248,539	1,328,469	1,325,128	1,344,250
Transportation	6,317,991	6,195,345	6,708,347	5,285,196	7,267,279
Community environment	806,281	773,937	964,372	904,767	915,412
Leisure time activities	360,125	288,143	301,582	281,663	491,037
Interest and fiscal charges	1,008,724	1,165,096	1,210,321	1,225,990	1,076,028
Total governmental activities expenses	<u>24,498,520</u>	<u>24,535,394</u>	<u>26,166,762</u>	<u>27,310,568</u>	<u>27,875,874</u>
Business-Type Activities:					
Water	2,946,993	3,285,584	3,706,749	3,780,651	3,786,767
Sewer	2,724,278	2,788,546	2,998,164	2,847,828	2,894,897
Stormwater	525,792	416,140	446,866	575,345	503,871
Total business-type activities	<u>6,197,063</u>	<u>6,490,270</u>	<u>7,151,779</u>	<u>7,203,824</u>	<u>7,185,535</u>
Total primary government expenses	<u>\$ 30,695,583</u>	<u>\$ 31,025,664</u>	<u>\$ 33,318,541</u>	<u>\$ 34,514,392</u>	<u>\$ 35,061,409</u>
Program Revenues					
Governmental Activities:					
Charges for services:					
General government	\$ 236,476	\$ 206,214	\$ 159,177	\$ 5,373,742	\$ 346,902
Security of persons and property					
Police	130,129	138,383	116,690	119,759	110,387
Fire	11,001	1,005,362	897,903	967,998	1,188,746
Other	1,327,579	377,849	441,911	376,637	442,359
Transportation	480,537	142,212	217,508	155,350	110,433
Community environment	167,297	180,027	230,834	45,627	63,102
Leisure time activities	9,205	298,255	2,516	-	520
Operating grants, contributions and interest	2,007,051	1,856,400	2,436,414	2,248,676	2,024,950
Capital grants and contributions	1,381,583	1,400,487	3,084,457	634,125	2,678,762
Total governmental activities program revenues	<u>5,750,858</u>	<u>5,605,189</u>	<u>7,587,410</u>	<u>9,921,914</u>	<u>6,966,161</u>
Business-Type Activities:					
Charges for services:					
Water	4,247,856	4,579,328	4,679,429	4,491,441	4,440,398
Sewer	4,154,008	4,582,008	3,876,270	3,891,543	3,807,237
Stormwater	544,584	545,561	550,208	557,733	554,521
Capital grants and contributions	2,215,636	1,714,450	2,908,631	858,887	792,692
Total business-type activities program revenues	<u>11,162,084</u>	<u>11,421,347</u>	<u>12,014,538</u>	<u>9,799,604</u>	<u>9,594,848</u>
Total primary government program revenues	<u>\$ 16,912,942</u>	<u>\$ 17,026,536</u>	<u>\$ 19,601,948</u>	<u>\$ 19,721,518</u>	<u>\$ 16,561,009</u>
Net (expense)/revenue					
Governmental activities	\$ (18,747,662)	\$ (18,930,205)	\$ (18,579,352)	\$ (17,388,654)	\$ (20,909,713)
Business-type activities	4,965,021	4,931,077	4,862,759	2,595,780	2,409,313
Total primary government net expense	<u>\$ (13,782,641)</u>	<u>\$ (13,999,128)</u>	<u>\$ (13,716,593)</u>	<u>\$ (14,792,874)</u>	<u>\$ (18,500,400)</u>

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$	3,422,259	\$ 3,333,985	\$ 2,941,232	\$ 2,820,024	\$ 3,153,203
		15,041,541			
	6,726,997	-	8,471,690	8,259,426	8,268,633
	6,362,321	-	7,345,036	6,535,933	6,639,198
	1,421,356	-	484,726	465,057	502,463
	7,355,768	7,339,714	6,651,490	6,037,443	6,062,257
	1,090,885	1,081,722	961,657	810,649	792,847
	703,096	965,499	951,015	1,137,949	1,321,781
	1,229,166	1,200,328	1,262,926	1,470,612	1,510,066
	<u>28,311,848</u>	<u>28,962,789</u>	<u>29,069,772</u>	<u>27,537,093</u>	<u>28,250,448</u>
	3,968,055	4,054,058	4,495,230	4,817,207	5,679,059
	3,123,435	2,872,239	3,454,819	3,429,108	3,346,976
	498,409	524,050	693,140	653,481	682,606
	<u>7,589,899</u>	<u>7,450,347</u>	<u>8,643,189</u>	<u>8,899,796</u>	<u>9,708,641</u>
\$	<u>35,901,747</u>	<u>\$ 36,413,136</u>	<u>\$ 37,712,961</u>	<u>\$ 36,436,889</u>	<u>\$ 37,959,089</u>
\$	392,888	\$ 950,148	\$ 3,664,238	\$ 1,167,973	\$ 960,000
		1,412,157			
	7,751	-	468,185	483,080	493,124
	1,100,635	-	8,037	1,253,057	1,219,907
	466,552	-	300,696	8	34
	107,890	3,587	15,423	71,189	165,608
	55,793	115,292	-	19,934	1,457
	35,365	10,131	188,597	67,732	64,024
	2,180,126	2,731,871	3,170,679	3,839,307	3,318,687
	1,631,697	1,134,284	2,255,697	2,107,516	1,890,718
	<u>5,978,697</u>	<u>6,357,470</u>	<u>10,071,552</u>	<u>9,009,796</u>	<u>8,113,559</u>
	4,640,142	4,460,189	4,570,527	4,566,222	4,451,297
	3,953,453	3,842,813	3,893,214	3,445,303	4,645,030
	573,921	564,293	601,860	604,740	584,405
	505,918	480,183	173,387	563,390	-
	<u>9,673,434</u>	<u>9,347,478</u>	<u>9,238,988</u>	<u>9,179,655</u>	<u>9,680,732</u>
\$	<u>15,652,131</u>	<u>\$ 15,704,948</u>	<u>\$ 19,310,540</u>	<u>\$ 18,189,451</u>	<u>\$ 17,794,291</u>
\$	(22,333,151)	\$ (22,605,319)	\$ (18,998,220)	\$ (18,527,297)	\$ (20,136,889)
	2,083,535	1,897,131	595,799	279,859	(27,909)
\$	<u>(20,249,616)</u>	<u>\$ (20,708,188)</u>	<u>\$ (18,402,421)</u>	<u>\$ (18,247,438)</u>	<u>\$ (20,164,798)</u>

(Continued)

CITY OF HUBER HEIGHTS, OHIO
 Changes in Net Position
 Last Ten Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property taxes levied for:					
General purposes	\$ 1,265,517	\$ 1,393,195	\$ 1,415,264	\$ 1,380,249	\$ 1,403,928
Special revenue purposes	-	-	-	-	-
Police	1,172,794	1,277,889	1,311,813	1,222,133	1,205,346
Fire operating	981,949	1,067,074	1,093,238	1,021,259	1,007,494
Debt service	163,224	158,755	242,845	228,203	222,420
City permissive tax levied for:					
Transportation	161,575	173,545	170,548	171,752	173,457
Income tax levied for:					
General purposes	6,104,671	6,842,970	6,883,155	6,860,166	5,317,935
Police	2,720,037	3,545,945	3,701,293	3,300,433	3,930,334
Fire operating	-	392,186	468,577	462,035	465,416
Local street operating	1,545,793	1,636,399	1,637,475	1,609,466	1,638,240
Local street capital improvement	1,314,396	1,301,952	1,308,244	1,295,021	1,310,556
Fire capital equipment	366,543	672,609	697,512	1,031,539	457,510
Payment in lieu of taxes	-	-	1,436,504	-	551,963
Grants and entitlements not restricted to specific programs					
	1,791,527	1,435,321	1,100,180	1,641,449	1,090,178
Investment earnings	507,575	1,001,068	1,437,877	1,317,748	290,205
Gain on the sale of capital assets	-	-	-	-	-
Other	-	202,671	378,754	148,950	435,484
Transfers	(432,500)	98,410	224,585	187,196	(1,013,329)
Total governmental activities	<u>\$ 17,663,101</u>	<u>\$ 21,199,989</u>	<u>\$ 23,507,864</u>	<u>\$ 21,877,599</u>	<u>\$ 18,487,137</u>
Business-Type Activities:					
Gain on the sale of capital assets	-	873	-	-	790
Investment in joint venture	603,516	-	-	-	340,037
Investment earnings	453,471	702,823	919,217	746,208	153,466
Other	-	16,266	5,825	519,717	20,103
Transfers	432,500	(98,410)	(224,585)	(187,196)	1,013,329
Total business-type activities	<u>\$ 1,489,487</u>	<u>\$ 621,552</u>	<u>\$ 700,457</u>	<u>\$ 1,078,729</u>	<u>\$ 1,527,725</u>
Total primary government	<u>\$ 19,152,588</u>	<u>\$ 21,821,541</u>	<u>\$ 24,208,321</u>	<u>\$ 22,956,328</u>	<u>\$ 20,014,862</u>
Change in net position					
Governmental activities	\$ (1,084,561)	\$ 2,269,784	\$ 4,928,512	\$ 4,488,945	\$ (2,422,576)
Business-type activities	6,454,508	5,552,629	5,563,216	3,674,509	3,937,038
Total primary government	<u>\$ 5,369,947</u>	<u>\$ 7,822,413</u>	<u>\$ 10,491,728</u>	<u>\$ 8,163,454</u>	<u>\$ 1,514,462</u>

Source: City records

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$	1,502,480	\$ 1,204,222	\$ 1,086,775	\$ 868,066	\$ 977,343
	-	2,222,165	-	-	-
	1,228,282	-	1,006,833	986,391	1,001,800
	1,026,031	-	852,987	836,687	848,846
	-	-	-	-	-
	174,184	386,981	-	-	-
	5,075,051	10,574,643	5,304,609	5,557,714	5,796,342
	3,536,027	-	3,681,063	3,858,666	4,020,638
	443,519	-	467,826	487,306	503,950
	1,567,194	-	1,639,848	1,718,800	1,791,194
	1,248,374	-	1,311,807	1,374,739	1,432,947
	699,160	-	720,677	758,604	794,104
	750,491	1,315,715	1,189,612	1,373,452	1,566,809
	1,621,312	1,900,356	749,715	1,676,237	798,328
	254,864	163,750	225,032	149,629	273,384
	-	-	-	73,726	-
	655,120	899,022	190,622	269,965	283,258
	(1,104,562)	(326,782)	(2,100,634)	(918,798)	(1,423,791)
	<u>18,677,527</u>	<u>18,340,072</u>	<u>16,326,772</u>	<u>19,071,184</u>	<u>18,665,152</u>
	-	-	-	-	-
	-	-	-	-	-
	120,324	91,506	92,499	48,462	160,571
	2,144,766	29,335	149,891	-	-
	<u>1,106,957</u>	<u>326,782</u>	<u>2,100,634</u>	<u>918,798</u>	<u>1,423,791</u>
	<u>3,372,047</u>	<u>447,623</u>	<u>2,343,024</u>	<u>967,260</u>	<u>1,584,362</u>
\$	<u>22,049,574</u>	<u>\$ 18,787,695</u>	<u>\$ 18,669,796</u>	<u>\$ 20,038,444</u>	<u>\$ 20,249,514</u>
\$	(3,655,624)	\$ (4,265,247)	\$ (2,671,448)	\$ 543,887	\$ (1,471,737)
	5,455,582	2,344,754	2,938,823	1,247,119	1,556,453
\$	<u>1,799,958</u>	<u>\$ (1,920,493)</u>	<u>\$ 267,375</u>	<u>\$ 1,791,006</u>	<u>\$ 84,716</u>

CITY OF HUBER HEIGHTS, OHIO
Fund Balances, Governmental Funds
Last Ten Years

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Reserved	1,632,674	931,430	808,268	810,347	717,964
Unreserved	<u>3,989,157</u>	<u>5,885,503</u>	<u>7,475,911</u>	<u>9,357,832</u>	<u>8,491,763</u>
Total general fund	<u>\$ 5,621,831</u>	<u>\$ 6,816,933</u>	<u>\$ 8,284,179</u>	<u>\$ 10,168,179</u>	<u>\$ 9,209,727</u>
All Other Governmental Funds					
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Reserved	1,238,332	2,515,159	1,106,514	1,926,607	1,243,109
Unreserved, reported in:					
Special revenue funds	5,892,439	6,719,602	9,599,144	9,879,414	10,203,968
Capital projects funds	79,346	(2,197,385)	2,792,105	3,811,925	2,305,176
Debt service funds	<u>1,342,517</u>	<u>1,432,551</u>	<u>1,440,382</u>	<u>1,548,114</u>	<u>1,176,998</u>
Total all other governmental funds	<u>\$ 8,552,634</u>	<u>\$ 8,469,927</u>	<u>\$ 14,938,145</u>	<u>\$ 17,166,060</u>	<u>\$ 14,929,251</u>
Total governmental funds	<u>\$ 14,174,465</u>	<u>\$ 15,286,860</u>	<u>\$ 23,222,324</u>	<u>\$ 27,334,239</u>	<u>\$ 24,138,978</u>

Source: City records

(1) Prior year amounts have not been restated for the implementation of GASB Statement 54.

	2010	2011 (1)	Restated 2012	2013	2014
\$	-	\$ 37,016	\$ 1,877,489	\$ 1,859,118	\$ 81,774
	-	456,459	2,632,371	2,585,986	1,237,915
	-	5,940,051	3,688,406	2,652,341	3,678,752
	635,004	-	-	-	-
	6,385,113	-	-	-	-
	<u>\$ 7,020,117</u>	<u>\$ 6,433,526</u>	<u>\$ 8,198,266</u>	<u>\$ 7,097,445</u>	<u>\$ 4,998,441</u>

\$	-	\$ 308,771	\$ 341,047	\$ 264,278	\$ 287,947
	-	16,849,409	15,659,076	16,026,497	18,829,298
	-	230,437	194,875	118,904	129,324
	-	(3,004,971)	(11,107,302)	(8,118,124)	(2,292,349)
	2,094,575	-	-	-	-
	12,115,704	-	-	-	-
	6,040,401	-	-	-	-
	1,145,726	-	-	-	-
	<u>\$ 21,396,406</u>	<u>\$ 14,383,646</u>	<u>\$ 5,087,696</u>	<u>\$ 8,291,555</u>	<u>\$ 16,954,220</u>
	<u>\$ 28,416,523</u>	<u>\$ 20,817,172</u>	<u>\$ 13,285,962</u>	<u>\$ 15,389,000</u>	<u>\$ 21,952,661</u>

CITY OF HUBER HEIGHTS, OHIO
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection Years

Collection Year	Real Property (1)		Public Utility (2)		Tangible Personal Property (3)		Total		Weighted Average Tax Rate	Total City Direct Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2014	\$ 624,251,020	\$ 1,783,574,343	\$ 12,587,900	\$ 32,328,016	\$ -	\$ -	\$ 636,838,920	\$ 1,815,902,359	35.94%	\$ 11.29
2013	626,502,460	1,790,007,029	11,410,520	29,304,290	-	-	637,912,980	1,819,311,319	35.85%	\$ 11.29
2012	634,589,440	1,813,112,686	10,711,810	27,509,876	-	-	645,301,250	1,840,622,561	35.79%	\$ 11.29
2011	649,154,480	1,854,727,086	10,408,800	26,731,691	-	-	659,563,280	1,881,458,777	35.75%	\$ 11.29
2010	674,472,730	1,927,064,943	10,046,430	25,801,059	297,900	5,958,000	684,817,060	1,958,824,002	35.74%	\$ 11.29
2009	668,072,700	1,908,779,143	10,160,590	26,094,243	1,930,790	19,307,900	680,164,080	1,954,181,285	35.46%	\$ 11.67
2008	660,084,200	1,885,954,857	9,999,740	25,681,150	18,227,697	29,164,315	688,311,637	1,940,800,323	36.11%	\$ 11.67
2007	661,829,890	1,890,942,543	13,085,090	33,604,890	26,502,893	212,023,144	701,417,873	2,136,570,577	33.60%	\$ 11.67
2006	646,417,910	1,846,908,314	13,699,870	17,829,320	31,695,189	169,041,008	691,812,969	2,033,778,642	34.11%	\$ 11.54
2005	580,002,870	1,657,151,057	14,627,920	16,622,636	41,237,625	171,823,438	635,868,415	1,845,597,131	34.45%	\$ 11.58

Source: County Auditor; Montgomery County and Miami County, Ohio

(1) Real estate value is assessed at 35% of appraised market value.

(2) Public utility personal property is assessed at 88% of true value for 2005, for 2006-2014 half at 88% the other half at 25% of true value.

(3) Tangible personal property is assessed at 24% for 2005, 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and 0% for 2009-2014.

CITY OF HUBER HEIGHTS, OHIO
Property Tax Levies and Collections
Last Ten Calendar Years

<u>Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections (1)</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes to Current Tax Levy</u>	<u>Total Direct Tax Rate</u>
2014	\$ 2,996,984	\$ 2,901,005	\$ 48,625	\$ 2,949,630	98.42%	\$ 103,438	3.45%	\$ 104.86
2013	3,060,262	2,976,799	54,746	3,031,545	99.06%	107,965	3.53%	104.86
2012	2,978,487	2,830,016	109,759	2,939,775	98.70%	95,063	3.19%	103.30
2011	3,111,525	3,012,774	35,729	3,048,503	96.83%	133,528	4.29%	103.23
2010	3,136,661	2,260,524	77,705	2,338,229	72.07%	184,365	5.88%	103.23
2009	3,378,762	2,691,314	99,139	2,790,453	79.65%	189,030	5.59%	102.41
2008	3,637,320	2,973,760	164,283	3,138,043	81.76%	135,785	3.73%	96.18
2007	3,734,698	3,479,307	163,456	3,642,763	93.16%	199,224	5.33%	94.18
2006	3,603,704	3,471,825	135,723	3,607,548	96.34%	174,822	4.85%	94.09
2005	3,563,629	3,488,066	132,379	3,620,445	97.88%	149,548	4.20%	87.67

Source: County Auditor; Montgomery County and Miami County, Ohio

(1) Represents amounts collected by the County for the City during the year indicated.

CITY OF HUBER HEIGHTS, OHIO
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Calendar Years

Collection Year	City Direct Rates					Overlapping Rates					Total Levy
	General Fund	Police Fund	Fire Fund	G.O. Bond Fund	Total City	Montgomery County Levy	Huber Heights School District	Miami Valley Career Technology Center	Montgomery County Public Library		
2014	\$ 1.50	\$ 5.50	\$ 4.29	\$ -	\$ 11.29	\$ 20.94	\$ 66.74	\$ 2.58	\$ 3.31	\$ 104.86	
2013	1.50	5.50	4.29	-	11.29	20.94	66.74	2.58	3.31	104.86	
2012	1.50	5.50	4.29	-	11.29	20.94	66.74	2.58	1.75	103.30	
2011	1.50	5.50	4.29	-	11.29	20.94	66.67	2.58	1.75	103.23	
2010	1.50	5.50	4.29	-	11.29	20.94	66.67	2.58	1.75	103.23	
2009	1.50	5.50	4.29	0.38	11.67	20.24	66.67	2.58	1.25	102.41	
2008	1.50	5.50	4.29	0.38	11.67	20.24	60.44	2.58	1.25	96.18	
2007	1.50	5.50	4.29	0.38	11.67	18.24	60.44	2.58	1.25	94.18	
2006	1.50	5.50	4.29	0.25	11.54	18.24	60.48	2.58	1.25	94.09	
2005	1.50	5.50	4.29	0.29	11.58	18.24	54.02	2.58	1.25	87.67	

Source: County Auditor; Montgomery County and Miami County, Ohio

CITY OF HUBER HEIGHTS, OHIO
Schedules of Principal Taxpayers - Real and Public Utility
2014 and 2005

	2005			2014		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Taxpayer						
HHR Borrower I LLC	\$ -		0.00%	\$ 19,653,770	1	3.09%
Dayton Power & Light Co.	8,125,800	2	1.37%	11,662,220	2	1.83%
Kir Huber Heights LP	9,740,260	1	1.64%	7,370,100	3	1.16%
Huber Investment Corp	-		0.00%	6,621,350	4	1.04%
Huber Properties Inc.	-		0.00%	5,357,410	5	0.84%
Waynetowne Holdings Ltd Et A1	2,866,360	7	0.48%	3,672,310	6	0.58%
DDR Ohio Opportunity II LLC	-		0.00%	3,291,020	7	0.52%
EPT Neneteen Inc.	-		0.00%	2,814,280	8	0.44%
Lowe's Home Center Incorporated	3,108,170	4	0.52%	2,553,630	9	0.40%
Trimble Navigation Limited	-		0.00%	2,120,210	10	0.33%
Ohio Bell Telephone	3,105,550	5	0.52%	-		0.00%
National Amusement Incorporated	2,883,660	6	0.48%	-		0.00%
Target Corporation	2,297,150	8	0.39%	-		0.00%
CH Huber Enterprise Incorporated	2,065,460	9	0.35%	-		0.00%
Walmart Stores Incorporated	3,604,380	3	0.61%	-		0.00%
Spectra - Physics Laserplane Incorporated	1,970,630	10	0.33%	-		0.00%
Total of above	<u>\$ 39,767,420</u>		<u>6.70%</u>	<u>\$ 65,116,300</u>		<u>10.23%</u>
Total City	<u>\$ 594,630,790</u>			<u>\$ 636,838,920</u>		

Source: County Auditor; Montgomery County and Miami County, Ohio

CITY OF HUBER HEIGHTS, OHIO
 Income Tax Rates and Collections
 Last Ten Calendar Years

Tax Year	Tax Rate	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Withholding	Total Tax Collections
2014	2.00%	\$ 10,742,700	74.02%	\$ 1,798,639	12.39%	\$ 1,971,044	13.58%	\$ 14,512,383
2013	2.00	10,634,927	75.99%	1,586,268	11.33%	1,773,701	12.67%	13,994,896
2012	2.00	10,584,718	78.41%	1,116,536	8.27%	1,797,663	13.32%	13,498,917
2011	2.00	9,832,362	79.85%	925,788	7.52%	1,555,765	12.63%	12,313,915
2010 (1)	2.00	9,522,684	76.83%	n/a	n/a	n/a	n/a	12,394,098
2009	2.00	9,094,128	75.38%	998,945	8.28%	1,970,958	16.34%	12,064,031
2008	2.25	11,349,030	73.36%	1,908,748	12.34%	2,212,199	14.30%	15,469,977
2007	2.25	11,208,882	71.77%	2,069,367	13.25%	2,340,611	14.99%	15,618,860
2006	2.25	10,573,877	76.30%	1,398,295	10.09%	1,886,487	13.61%	13,858,659
2005	1.95	9,330,120	74.51%	1,282,037	10.24%	1,910,262	15.25%	12,522,419

Source: City income tax records.

(1) The percentages breaking down the different types of tax were not available due to insufficient information received from RITA when the City resumed collection of income taxes in October 2010.

CITY OF HUBER HEIGHTS, OHIO
Special Assessments Billed and Collected, Bond Coverage
Last Ten Calendar Years

Collection Year	Billed	Amount Collected (1)	Percent Collected	Debt Service		Coverage
				Principal	Interest	
2014	\$ 744,120	\$ 612,767	82.35%	\$ 920,000	\$ 465,686	44.22%
2013	2,097,180	796,191	37.96%	875,000	501,638	57.84%
2012	642,865	608,622	94.67%	855,000	536,070	43.75%
2011	1,570,872	833,650	53.07%	855,000	573,290	58.37%
2010	1,343,889	837,392	62.31%	1,635,000	667,121	36.37%
2009	1,068,483	810,832	75.89%	770,000	660,088	56.70%
2008	764,742	744,602	97.37%	485,000	611,021	67.94%
2007	847,290	816,999	96.42%	435,000	300,787	111.04%
2006	781,636	751,019	96.08%	405,000	321,518	103.37%
2005	777,446	765,031	98.40%	380,000	340,736	106.15%

Source: County Auditor; Miami County and Montgomery County, Ohio

(1) This table reflects only those special assessments collected through the County Auditor's office. It does not reflect lump sum payments received by the City.

CITY OF HUBER HEIGHTS, OHIO

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt per Capita
Last Ten Calendar Years

Collection Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Monies Available (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
2014	38,101	\$ 636,838,920	\$ 18,044,515	\$ 129,324	\$ 17,915,191	2.81%	\$ 470.20
2013	38,101	637,912,980	18,841,481	118,904	18,722,577	2.93%	491.39
2012	38,101	645,301,250	11,184,154	194,875	10,989,279	1.70%	288.42
2011	38,101	659,563,280	11,753,638	230,437	11,523,201	1.75%	302.44
2010	38,101	684,817,060	12,595,000	586,675	12,008,325	1.75%	315.17
2009	38,212	680,164,080	6,585,000	980,968	5,604,032	0.82%	146.66
2008	38,212	688,311,637	7,310,000	1,307,081	6,002,919	0.87%	157.10
2007	38,212	701,417,873	6,150,000	1,061,793	5,088,207	0.73%	133.16
2006	38,212	691,812,969	5,965,000	1,000,355	4,964,645	0.72%	129.92
2005	38,212	635,868,415	6,830,000	893,089	5,936,911	0.93%	155.37

Source: (1) U.S. Census Reports, provided by the Miami Valley Regional Planning Commission.

(2) Miami County, Ohio information added.

(3) Includes only general obligation bonded debt payable from property taxes.

(4) Excludes debt service money available to pay special assessment bonded debt.

CITY OF HUBER HEIGHTS, OHIO
Ratios of Outstanding Debt by Type and Legal Debt Margin
Last Ten Calendar Years

	2005	2006	2007	2008	2009
Total debt outstanding:					
Governmental Activities:					
Short-term general obligation notes	\$ 1,905,000	\$ 3,058,200	\$ 2,052,000	\$ -	\$ 1,850,000
Long-term general obligation notes	1,248,000	-	2,008,300	-	-
Short-term special assessment notes	-	1,225,100	-	-	-
Long-term special assessment notes	8,652,000	7,999,000	8,298,230	-	-
Total notes	11,805,000	12,282,300	12,358,530	-	1,850,000
General obligation bonds - voted	1,040,000	880,000	715,000	545,000	370,000
General obligation bonds - unvoted	5,790,000	5,085,000	5,435,000	6,765,000	6,215,000
Total general obligation bonds	6,830,000	5,965,000	6,150,000	7,310,000	6,585,000
Special assessment bonds - unvoted	6,135,000	5,730,000	6,565,000	15,020,000	14,250,000
Equipment/vehicle loans	336,607	215,916	127,361	65,963	17,320
Capital leases	-	1,042,498	940,845	926,339	760,964
State infrastructure bank loans	-	1,323,916	1,760,034	2,152,649	2,093,585
Total governmental activities	25,106,607	26,559,630	27,901,770	25,474,951	25,556,869
Business-Type Activities:					
Revenue bonds payable - unvoted (1)	23,480,786	22,966,479	22,365,695	21,750,138	21,116,615
OWDA loan - unvoted	4,139,911	3,793,286	3,433,188	3,059,091	2,670,454
Equipment/vehicle loans	44,127	19,902	5,740	3,503	1,187
Total business-type activities	27,664,824	26,779,667	25,804,623	24,812,732	23,788,256
Total	52,771,431	53,339,297	53,706,393	50,287,683	49,345,125
Total debt per capita	1,381.02	1,395.88	1,405.49	1,316.02	1,291.35
Percentage of personal income	6.59%	6.66%	6.71%	6.28%	6.16%
Less: exempt debt					
Governmental Activities:					
Short-term special assessment notes	-	(1,225,100)	-	-	-
Long-term special assessment notes	(8,652,000)	(7,999,000)	(8,298,230)	-	-
Special assessment bonds - unvoted	(6,135,000)	(5,730,000)	(6,565,000)	(15,020,000)	(14,250,000)
State infrastructure bank loans	-	(1,323,916)	(1,760,034)	(2,152,649)	(2,093,585)
Total governmental activities	(14,787,000)	(16,278,016)	(16,623,264)	(17,172,649)	(16,343,585)
Business-Type Activities:					
Short-term general obligation notes	-	-	-	-	-
Revenue bonds payable - unvoted (1)	(23,480,786)	(22,966,479)	(22,365,695)	(21,750,138)	(21,116,615)
OWDA loan - unvoted	(4,139,911)	(3,793,286)	(3,433,188)	(3,059,091)	(2,670,454)
Equipment/vehicle loans	(44,127)	(19,902)	(5,740)	(3,503)	(1,187)
Total business-type activities	(27,664,824)	(26,779,667)	(25,804,623)	(24,812,732)	(23,788,256)
Total	(42,451,824)	(43,057,683)	(42,427,887)	(41,985,381)	(40,131,841)
Debt within 10 1/2 percent limitation	10,319,607	9,239,116	10,337,661	7,375,963	8,452,320
Less: bond retirement fund balance	(893,089)	(1,000,355)	(1,061,793)	(1,307,081)	(980,968)
Net debt subject to 10 1/2 percent limitation	9,426,518	8,238,761	9,275,868	6,068,882	7,471,352
Overall debt limitation					
10 1/2 percent of assessed valuation	66,766,184	72,640,362	73,648,877	72,272,722	71,417,228
Legal debt margin within 10 1/2 percent limitation	\$ 57,339,666	\$ 64,401,601	\$ 64,373,009	\$ 66,203,840	\$ 63,945,876
Net debt subject to 10 1/2 percent limitation					
as a percentage of debt limit	14.12%	11.34%	12.59%	8.40%	10.46%
Legal debt margin as a percentage of the debt limit	85.88%	88.66%	87.41%	91.60%	89.54%
Debt within 5 1/2 percent limitation	\$ 9,279,607	\$ 8,359,116	\$ 9,622,661	\$ 6,830,963	\$ 8,082,320
Less: bond retirement fund balance	(893,089)	(1,000,355)	(1,061,793)	(1,307,081)	(980,968)
Net debt within 5 1/2 percent limitation	8,386,518	7,358,761	8,560,868	5,523,882	7,101,352
Unvoted debt limitation					
5 1/2 percent of assessed valuation	34,972,763	38,049,713	38,577,983	37,857,140	37,409,024
Legal debt margin within 5 1/2 percent limitation	\$ 26,586,245	\$ 30,690,952	\$ 30,017,115	\$ 32,333,258	\$ 30,307,672
Net debt within 5 1/2 percent limitation as a percentage of debt limit	23.98%	19.34%	22.19%	14.59%	18.98%
Unvoted legal debt margin as a percentage of the unvoted debt limitation	76.02%	80.66%	77.81%	85.41%	81.02%
Net general bonded debt	\$ 5,936,911	\$ 4,964,645	\$ 5,088,207	\$ 6,002,919	\$ 5,604,032
Ratio of net bonded debt to assessed valuation	0.93%	0.72%	0.73%	0.87%	0.82%
Net bonded debt per capita	\$ 155.37	\$ 129.92	\$ 133.16	\$ 157.10	\$ 146.66

Source: Department of Finance, City of Huber Heights

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

	2010	2011	2012	2013	2014
\$	-	\$ 8,000,000	\$ 11,581,000	\$ 15,242,200	\$ -
	-	-	-	-	24,413,300
	-	-	-	-	-
	-	-	-	-	-
	-	8,000,000	11,581,000	15,242,200	24,413,300
	190,000	-	-	8,235,000	8,035,000
	12,405,000	11,753,638	11,184,154	18,841,481	10,009,515
	12,595,000	11,753,638	11,184,154	27,076,481	18,044,515
	13,510,000	12,655,000	11,800,000	10,925,000	10,005,000
	-	-	-	-	-
	591,772	472,839	348,052	263,950	228,619
	2,633,089	2,452,407	2,266,264	2,134,901	2,052,931
	29,329,861	35,333,884	37,179,470	55,642,532	54,744,365
	20,476,506	19,879,680	19,259,960	24,479,150	22,834,282
	2,532,149	2,102,731	1,657,450	1,194,529	713,676
	-	-	-	-	-
	23,008,655	21,982,411	20,917,410	25,673,679	23,547,958
	52,338,516	57,316,295	58,096,880	81,316,211	78,292,323
	1,373.68	1,504.33	1,524.81	2,134.23	2,054.86
	5.32%	5.83%	5.90%	8.26%	7.96%
	-	-	-	-	-
	-	-	-	-	-
	(13,510,000)	(12,655,000)	(11,800,000)	(10,925,000)	(10,005,000)
	(2,633,089)	(2,452,407)	(2,266,264)	(2,134,901)	(2,052,931)
	(16,143,089)	(15,107,407)	(14,066,264)	(13,059,901)	(12,057,931)
	-	-	-	-	-
	(20,476,506)	(19,879,680)	(19,259,960)	(24,479,150)	(22,834,282)
	(2,532,149)	(2,102,731)	(1,657,450)	(1,194,529)	(713,676)
	-	-	-	-	-
	(23,008,655)	(21,982,411)	(20,917,410)	(25,673,679)	(23,547,958)
	(39,151,744)	(37,089,818)	(34,983,674)	(38,733,580)	(35,605,889)
	12,595,000	19,730,000	22,765,154	34,083,681	34,422,815
	(586,675)	(230,437)	(194,875)	(118,904)	(129,324)
	12,008,325	19,499,563	22,570,279	33,964,777	34,293,491
	71,905,791	69,254,144	67,756,631	66,980,863	66,868,087
\$	\$ 59,897,466	\$ 49,754,581	\$ 45,186,352	\$ 33,016,086	\$ 32,574,596
	16.70%	28.16%	33.31%	50.71%	51.29%
	83.30%	71.84%	66.69%	49.29%	48.71%
\$	12,405,000	\$ 19,730,000	\$ 22,765,154	\$ 34,083,681	\$ 34,422,815
	(586,675)	(230,437)	(194,875)	(118,904)	(129,324)
	11,818,325	19,499,563	22,570,279	33,964,777	34,293,491
	37,664,938	36,275,980	35,491,569	35,085,214	35,026,141
\$	\$ 25,846,613	\$ 16,776,417	\$ 12,921,290	\$ 1,120,437	\$ 732,650
	31.38%	53.75%	63.59%	96.81%	97.91%
	68.62%	46.25%	36.41%	3.19%	2.09%
\$	12,008,325	\$ 11,523,201	\$ 10,989,279	\$ 26,957,577	\$ 17,915,191
	1.75%	1.75%	1.70%	4.23%	2.81%
\$	\$ 315.17	\$ 302.44	\$ 288.42	\$ 707.53	\$ 470.20

CITY OF HUBER HEIGHTS, OHIO
 Direct and Overlapping Governmental Activities Debt
 December 31, 2014

Governmental Unit	Debt Outstanding (2)	Percentage applicable to City (1)	Amount applicable to City
Miami County	\$ 23,084,000	0.84%	\$ 193,906
Montgomery County	40,798,567	6.50%	2,651,907
Fairborn City School District	14,677,900	0.01%	1,468
Huber Heights City School District	77,719,441	88.14%	68,501,915
Vandalia-Butler City School District	57,123,319	0.01%	5,712
Mad River Local School District	8,825,000	0.03%	2,648
Miami Valley Career Center Joint Vocational School District	<u>6,160,000</u>	8.96%	<u>551,936</u>
Subtotal, overlapping debt			109,079,807
City of Huber Heights governmental activities direct debt			<u>54,744,365</u>
Total direct and overlapping debt			<u><u>\$ 163,824,172</u></u>

(1) Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

(2) All debt reported as of December 31, 2014, except for the School District's which are reported as of June 30, 2014.

CITY OF HUBER HEIGHTS, OHIO
Revenue Bond Coverage - Water Fund
Last Ten Years

Year	Revenues (1)	Operating expenses (2)	Net revenue available debt service	Debt service requirements			Coverage (3)
				Principal	Interest	Total	
2014	\$ 5,118,877	\$ 2,454,226	\$ 2,664,651	\$ 1,480,000	\$ 726,329	\$ 2,206,329	1.21
2013	5,361,880	2,306,650	3,055,230	1,410,000	491,297	1,901,297	1.61
2012	5,432,279	2,510,979	2,921,300	1,240,000	460,744	1,700,744	1.72
2011	4,477,229	2,044,892	2,432,337	1,235,000	470,744	1,705,744	1.43
2010	5,210,090	2,118,316	3,091,774	1,170,000	529,244	1,699,244	1.82
2009	5,260,916	2,077,090	3,183,826	1,115,000	584,994	1,699,994	1.87
2008	5,289,667	1,948,790	3,340,877	1,065,000	638,244	1,703,244	1.96
2007	6,278,971	1,943,224	4,335,747	1,020,000	679,044	1,699,044	2.55
2006	5,715,183	1,742,865	3,972,318	905,000	801,533	1,706,533	2.33
2005	5,579,036	1,765,613	3,813,423	625,000	242,792	867,792	4.39

Source: Department of Finance, City of Huber Heights

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

- (1) - Total revenues including non-operating revenues, capital contributions and transfers.
- (2) - Total operating expenses exclusive of depreciation.
- (3) - The City's bond covenant states that coverage must be at least 1.15 of the aggregate amount of principal and interest requirements on the bonds.

CITY OF HUBER HEIGHTS, OHIO
OWDA Loan Coverage - Sewer Fund
Last Ten Years

Year	Revenues (1)	Operating expenses (2)	Net revenue available debt service	Debt service requirements			Coverage
				Principal	Interest	Total	
2014	\$ 4,388,836	\$ 2,577,738	\$ 1,811,098	\$ 480,853	\$ 40,007	\$ 520,860	3.48
2013	4,280,845	2,647,609	1,633,236	462,921	57,938	520,859	3.14
2012	3,893,214	2,665,978	1,333,700	445,658	75,201	520,859	2.56
2011	3,849,758	2,507,758	1,342,000	429,418	91,443	520,861	2.58
2010	3,953,466	2,477,929	1,475,537	403,743	98,963	502,706	2.94
2009	3,807,243	2,376,320	1,430,923	338,637	114,070	452,707	3.16
2008	3,891,610	2,283,913	1,607,697	374,097	128,609	502,706	3.20
2007	3,876,270	2,189,398	1,686,872	360,098	142,609	502,707	3.36
2006	4,004,640	2,283,770	1,720,870	346,625	156,082	502,707	3.42
2005	4,154,008	2,294,923	1,859,085	333,656	169,051	502,707	3.70

Source: Department of Finance, City of Huber Heights

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) - Revenues includes operating revenues only.

(2) - Total operating expenses exclusive of depreciation.

CITY OF HUBER HEIGHTS, OHIO
 Schedule of Ratio of Annual Debt Service Expenditures for General Bonded Debt
 to Total General Governmental Expenditures
 Last Ten Years

Year	Debt principal and interest (1)	General fund expenditures	Ratio
2014	\$ 1,082,916	\$5,336,764	20.29%
2013	1,080,662	4,744,467	22.78%
2012	1,076,252	5,111,117	21.06%
2011	1,445,508	5,621,229	25.72%
2010	2,755,087	5,278,398	52.20%
2009	1,065,348	5,221,929	20.40%
2008	1,321,092	5,230,037	25.26%
2007	1,172,003	4,881,217	24.01%
2006	1,192,929	4,888,545	24.40%
2005	1,202,661	4,677,447	25.71%

Source: Department of Finance, City of Huber Heights

(1) Includes only general obligation debt payable from property taxes.

CITY OF HUBER HEIGHTS, OHIO
 Schedule of Principal Employers
 2014 and 2005

Employer	Industry	2014			2005		
		Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Huber Heights City Schools ⁽¹⁾	Education	851	1	4.65%	-		0.00%
ABF Freight Systems	Truck Terminal	710	2	3.88%	735	1	3.71%
Trimble Engineering & Const. Div.	Laser Manufacturing	425	3	2.32%	456	2	2.30%
Wal-Mart Store Incorporated	General Merchandise	328	4	1.79%	295	4	1.49%
FedEx Freight	Package Delivery	324	5	1.77%	300	3	1.52%
Lowe's Home Center, Inc.	Home Improvement Sales	224	6	1.22%	200	7	1.01%
City of Huber Heights	City Government	183	7	1.00%	198	8	1.00%
Huber Health Center/Kettering Medical	Health Care	172	8	0.94%	-		0.00%
Montgomery Development Center	Handicapped Home	170	9	0.93%	214	5	1.08%
4Over, Inc.	Digital Printing	165	10	0.90%	-		0.00%
Kroger Limited	Grocery Store	160	11	0.87%	100	23	0.51%
Coca-Cola Enterprises	Warehouser and Distributer	142	12	0.78%	210	6	1.06%
Dayton Freight Lines	Truck Terminal	126	13	0.69%	87	27	0.44%
Kohl's Department Stores, Inc.	General Merchandise	122	14	0.67%	180	9	0.91%
Veolia	Environmental Services	119	15	0.65%	-		0.00%
Meijer	General Merchandise	112	16	0.61%	-		0.00%
Target Corporation	General Merchandise	110	17	0.60%	150	16	0.76%
Enginetics Corporation	Aerospace Parts	110	17	0.60%	-		0.00%
Bon-Ton Elder Beerman	General Merchandise	104	19	0.57%	140	18	0.71%
Bowser Morner	Testing Laboratory	90	20	0.49%	160	11	0.81%
Dayton Children's Medical	Health Care	80	21	0.44%	-		0.00%
Gander Mountain	Outdoor Merchandise	75	22	0.41%	-		0.00%
U.S. Postal Service	Postal Service	74	23	0.00%	74	30	0.37%
Trimble Navigation	Laser Manufacturing	73	24	0.00%	-		0.00%
Dicks Sporting Goods	Sports Equipment & Merchandise	72	25	0.39%	-		0.00%
NDC Technology (formerly LaserMike, Inc.)	Laser Gauging	72	25	0.39%	155	15	0.78%
Steak 'N Shake	Restaurant	71	27	0.39%	71	31	0.36%
Catlow, Inc.	Commercial Pump Manufacturing	68	28	0.37%	-		0.00%
Huber Heights School Bus Garage	Education/Transportation	66	29	0.00%	-		0.00%
YMCA	Recreation	66	29	0.36%	-		0.00%
TGI Friday's	Restaurant	-		0.00%	160	11	0.81%
Metokote Corp.	Powder-coated Metals	-		0.00%	130	20	0.66%
Fukuvi USA, Inc.	Plastic Building Materials Manufacturing	-		0.00%	95	26	0.48%
Spring Creek Nursing Center	Rehabilitation Nursing Center	-		0.00%	180	9	0.91%
Cub Foods	Grocery Store	-		0.00%	160	11	0.81%
Paxar Corporation	Paper Products Manufacturing	-		0.00%	158	14	0.80%
Southdown, Inc.	Cement Company	-		0.00%	150	16	0.76%
Aida America	Press Manufacturing	-		0.00%	132	19	0.67%
Wayne High School	Education	-		0.00%	122	21	0.62%
Onyx Industrial Services, Inc.	Trucking Company	-		0.00%	110	22	0.56%
Pizzeria Uno	Restaurant	-		0.00%	100	23	0.51%
K-Mart Corp.	General Merchandise	-		0.00%	100	23	0.51%
Studebaker Jr. High School	Education	-		0.00%	84	28	0.42%
Weisenborn Jr. High School	Education	-		0.00%	84	28	0.42%
		<u>5,464</u>		<u>28.69%</u>	<u>5,490</u>		<u>27.73%</u>

Source: City of Huber Heights, Planning and Development Department - telephone survey conducted December 2014, and 2005 CAFR.

(1) In 2014, the number of employees for Huber Heights City Schools was reported in total for all schools. In 2005, information was gathered separately for each school and only Wayne High School, Studebaker Jr. High, and Weisenborn Jr. High was listed as a principal employer.

CITY OF HUBER HEIGHTS, OHIO
 Schedule of Principal Income Taxpayers
 2014 and 2005

<u>Employer</u>	<u>Industry</u>	<u>2014 Rank</u>	<u>2005 Rank</u>
Wright Patterson Air Force Base	Military Base	1	1
Huber Heights City Schools	Education	2	2
Trimble Navigation Ltd	Laser Manufacturing	3	3
A B F Freight Systems	Truck Terminal	4	4
Fedex Freight	Package Delivery	5	5
City of Huber Heights	City Government	6	6
State of Ohio - Payroll Services	State Government	7	8
AIDA-Dayton Technologies Corp	Press Manufacturing	8	9
Dayton Freight Lines, Inc.	Truck Terminal	9	13
Enginetics Aerospace	Aerospace Parts	10	10
Wal-Mart Stores Incorporated	General Merchandise	11	7
Coca Cola Enterprises, Inc.	Warehouser and Distributor	12	12
Beta LaserMike Inc	Laser Gauging	13	14
Meijer Stores	General Merchandise	14	-
Kroger Limited	Grocery Store	15	18
Dayton Osteopathic Hospital	Hospital	16	-
Lowe's Home Center Incorporated	Home Improvement Sales	17	19
4Over Inc.	Digital Printing	18	-
Providence Medical Group	Family Medical/Dental Services	19	-
The Laurels of Huber Hgts LLC	Nursing and Rehabilitation Center	20	-
Veeder Root LLC (Catlow)	Petroleum Dispensing Equip. Manufacturing	21	-
Metokote Corp	Powder-coated Metals	22	30
Bowser Morner	Testing Laboratory	23	17
Samaritan Family Care, Inc.	Healthcare	24	-
Estes Express Lines	Freight Terminal	25	-
MJO Industries, Inc.	Light Manufacturing Assembly	26	-
PNC Bank NA (formerly National City Bank)	Banking	27	20
Speedway SuperAmerica LLC	Fuel and Convenience Center	28	-
Millat Industries	Precision Machinery Manufacturing	29	25
Bio Medical Applications of OH (formally Dayton Regional Dialysis)	Healthcare	30	23
Paxar Corporation	Paper Products Manufacturing	-	11
Huber Investment Corporation	Residential Rental	-	15
Apache Technologies	Laser Manufacturing	-	16
Reed Elsevier, Inc.	Data Storage	-	21
Tristate Healthcare	Healthcare	-	22
Yellow Transportation, Inc.	Truck Terminal	-	24
CBS Personnel Services Inc.	Employment Agency	-	26
Spherion of Lima, Inc.	Temporary Employment Agency	-	27
Stoops of Ohio, Inc.	Freightliner Sales	-	28
Fukuvi USA Inc.	Plastic Building Materials Manufacturing	-	29

Source: Regional Income Tax Agency (RITA), City of Huber Heights, Division of Taxation

Due to legal restrictions and confidentiality requirements, the City cannot disclose the amount of withholdings by taxpayer. The City chose not to disclose percentages and number of filers by income level because the City does not require all taxpayers to file a return, therefore, the City does not have, nor can it obtain, this type of information.

CITY OF HUBER HEIGHTS, OHIO
 Demographic and Economic Statistics
 Last Ten Years

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	City of Huber Heights Unemployment Rate (3)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (4)
2014	38,101	\$ 983,882,123	\$ 25,823	\$ 54,897	38.4	22.10%	6,111	6.0%	\$ 98,924	\$ 636,838,920
2013	38,101	983,882,123	25,823	54,897	38.4	21.70%	6,257	7.7%	92,998	637,912,980
2012	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,463	7.6%	81,872	645,301,250
2011	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,684	10.1%	103,540	659,563,280
2010	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,541	10.5%	100,868	684,817,060
2009	38,212	800,579,612	20,951	49,073	36.8	18.90%	6,546	11.0%	99,362	680,164,080
2008	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,532	6.9%	110,390	688,311,637
2007	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,651	5.7%	116,197	701,417,873
2006	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,542	5.5%	121,638	691,812,969
2005	38,212	800,579,612	20,951	49,073	34.4	18.90%	6,861	5.6%	117,122	635,868,415

(1) Source: U. S. Census
 (a) Years 2005 through 2009 - 2000 Federal Census
 (b) Years 2010 through 2014 - 2010 Federal Census
 (2) Source: Ohio Department of Education
 (3) Source: Ohio Department of Job and Family Services
 (4) Source: County Auditor; Montgomery County and Miami County, Ohio
 (5) Computation of per capita personal income multiplied by population

CITY OF HUBER HEIGHTS, OHIO
 Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Years

Function/Program	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Function/Program										
Security of persons and property:										
Fire	57	57	55	55	56	55	56	57	56	56
Police	59	60	60	59	59	59	59	61	61	61
Other	15	14	14	15	12	12	11	11	11	11
Community environment:										
Economic development	2	2	2	2	2	-	-	-	-	-
Planning and zoning	12	12	9	9	10	11	11	11	9	9
Engineering	6	6	6	6	6	6	7	7	7	7
Community services	-	-	1	1	2	2	-	-	-	-
Senior citizens center	1	1	1	1	1	1	1	1	1	1
Transportation	28	28	22	20	20	19	18	18	18	18
General government:										
Mayor	1	1	1	1	1	1	1	1	1	1
Council	10	10	10	10	10	11	11	10	10	10
Management	5	5	3	3	3	3	3	3	2	2
Finance-accounting	6	6	8	8	7	7	7	7	7	7
Finance-income tax	11	11	10	10	11	6	8	9	9	9
Management information systems	4	4	4	4	4	4	3	3	3	3
Human resources	2	2	2	2	2	2	2	3	3	3
Buildings and grounds	-	-	-	-	-	2	2	2	2	2
Volunteers:										
Police	-	-	-	9	12	-	-	-	-	-
Fire	-	-	-	-	3	1	1	1	1	1
Non-security of persons and property	-	-	-	-	1	-	-	-	-	-
Totals	219	219	208	215	222	202	201	205	201	201

Source: Department of Finance, City of Huber Heights. The number of employees represents the number of allowed positions and not necessarily the number of filled positions.

CITY OF HUBER HEIGHTS, OHIO
 Operating Indicators by Function/program
 Last Ten Years

Function/Program	2005	2006	2007	2008	2009 (1)
Security of persons and property:					
Fire					
Number of fire calls	1,105	963	997	1,018	889
Number of EMS calls	3,878	4,021	4,018	4,274	4,278
Number of fire reports	1,105	1,871	1,773	1,840	1,595
Number of EMS reports	3,981	4,064	4,128	4,358	4,348
Police					
Calls for service	56,209	56,121	56,060	65,558	66,087
Total police incident reports taken and other activity	14,481	15,817	14,573	14,680	15,147
Offenses	5,339	5,008	4,607	5,167	4,925
Arrests	2,100	2,109	2,025	1,897	1,859
Field intervention	112	715	527	695	702
Juvenile	530	513	528	564	477
Stolen property	-	-	-	-	-
Citations	5,534	5,188	5,071	4,694	5,737
Warrants	854	715	681	535	557
Accidents	12	1,187	1,131	1,128	888
Intelligence	-	5	3	-	2
Pawn	-	377	-	-	-
Written warning	-	-	-	-	-
Parking ticket	-	-	-	-	-
Community environment:					
Planning and development					
Residential construction permits issued	123	89	107	37	50
Estimated value of residential construction	\$ 19,187,975	\$ 12,866,903	\$ 13,264,683	\$ 5,770,020	\$ 8,255,177
Commercial construction permits issued (2)	9	4	9	10	4
Estimated value of commercial construction	\$ 3,158,000	\$ 450,000	\$ 18,350,000	\$ 8,705,000	\$ 1,130,000
Industrial construction permits issued	9	1	9	3	-
Estimated value of industrial construction	\$ 2,234,500	\$ 1,400,000	\$ 31,614,683	\$ 5,600,000	\$ -
General government:					
Finance-income tax (1)					
Number of income tax returns processed	22,578	22,578	20,879	22,749	-
Number of incoming phone calls processed	7,543	7,543	5,873	6,158	3,181
Number of letters sent out	14,382	14,382	15,633	19,360	2,130
Number of walk-in customers helped	5,967	5,967	5,868	6,929	3,784
Water:					
Water main breaks repaired	29	15	55	67	34
Hydrants flushed	343	1,850	300	1,888	415
Drinking water produced (gallons)	1,402,850,000	1,359,220,000	1,428,343,000	1,426,960,000	1,329,616,000

Sources: Various City Divisions/Departments.

- (1) The Regional Income Tax Agency (RITA) took over income tax collections for the City on January 1, 2009. Operating indicators are not available from them. The numbers presented are for the City's tax department and the customer service that they provided. In October 2010, the City resumed income tax collection and no longer used RITA.
- (2) In addition to the commercial construction in 2010, there was also construction of 7 new schools. The schools have varying completion dates ranging from 2012 through 2014.

2010 (2)	2011	2012	2013	2014
982	1,061	765	2,268	2,338
4,321	4,495	3,371	4,563	4,800
1,923	2,223	2,248	2,268	2,338
4,309	4,541	4,354	4,563	4,800
68,200	78,152	43,734	38,755	36,307
15,520	14,141	13,371	17,789	16,793
4,477	5,018	3,130	3,934	2,685
1,776	1,763	2,684	4,292	4,111
707	467	586	883	2,405
413	422	-	-	-
-	-	-	-	-
6,428	7,689	3,380	3,646	3,059
555	631	117	-	-
1,096	1,022	711	920	891
68	129	96	-	-
-	-	-	-	-
-	-	2,587	3,969	3,584
-	-	80	145	58
88	171	104	145	104
\$ 11,389,936	\$ 13,975,930	\$ 13,386,994	\$ 20,939,307	\$ 13,386,994
6	9	5	5	5
\$ 3,723,744	\$ 825,000	\$ 15,000,000	\$ 15,159,000	\$ 15,000,000
-	1	-	1	-
\$ -	\$ 400,000	\$ -	\$ 12,000,000	\$ -
108	12,976	14,814	14,359	19,406
3,000	4,943	4,876	4,375	4,895
1,078	6,285	10,076	8,209	15,889
3,748	5,261	5,877	5,281	6,522
45	48	41	46	68
1,977	412	2,063	401	2,007
1,364,426,000	1,334,103,000	1,329,987,000	1,257,565,000	1,273,797,000

CITY OF HUBER HEIGHTS, OHIO
 Capital asset statistics by Function/Program
 Last Ten Years

Function/Program	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Security of persons and property:										
Fire										
Stations	2	2	2	2	2	2	2	2	2	2
Staff cars	6	6	7	7	6	7	7	7	8	9
Emergency vehicles	8	8	8	8	8	8	8	8	8	8
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Staff cars	16	14	14	14	15	16	16	18	16	18
Police cruisers	28	33	37	31	26	29	29	31	25	26
Leisure time activities:										
Senior center										
Buildings	2	2	2	2	2	2	2	2	2	2
Parks and recreation										
Number of parks	13	15	15	15	16	16	16	17	17	18
Buildings	0	0	0	0	0	0	0	4	4	5
Pool (1)	1	1	1	1	1	0	0	1	1	1
Community environment:										
Planning and development										
Vehicles	4	5	5	5	5	5	5	5	5	6
Engineering										
City area (square miles)	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06
Streets (miles)	180.0	181.1	181.1	181.1	181.8	181.8	181.8	183.2	183.6	183.9
Streetlights	2,395	2,466	2,475	2,475	2,475	2,475	2,475	2,475	2,476	2,477
Vehicles	5	6	5	6	7	5	5	5	5	5
Transportation										
Buildings	7	7	7	6	8	8	8	8	8	8
Vehicles	22	21	22	25	25	27	27	25	25	27
General government:										
Central services										
Building	1	1	1	1	1	1	1	1	1	1
Automobiles	1	0	0	0	0	1	1	1	1	1
Management										
Automobiles	1	3	2	3	1	2	2	1	1	1
Finance-accounting										
Automobiles	2	1	1	1	1	1	1	1	1	1
Finance-income tax										
Total square footage occupied in leased income tax office	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262
Automobiles	2	1	1	1	1	1	1	1	1	1
Management information systems										
Automobiles	1	3	4	3	3	1	1	1	2	1
Courts										
Building	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	152.90	154.43	159.57	146.31	162.51	165.30	165.30	165.98	167.30	167.30
Sewer:										
Sanitary sewers (miles)	145.24	147.39	145.67	161.31	146.49	147.32	147.32	148.03	150.07	150.07
Stormwater:										
Storm sewers (miles)	138.02	139.59	139.59	139.59	140.74	140.74	140.74	142.70	143.19	143.49

Sources: Various City Divisions/Departments.

(1) - The City pool was demolished in 2010 due to the need of extensive repairs.

CITY OF HUBER HEIGHTS



Single Audit Reports

December 31, 2014

PLATTENBURG
Certified Public Accountants

CITY OF HUBER HEIGHTS, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2014

Federal Grantor/Pass - Through Grantor, Program Title	Pass Through Entity Number	CFDA	Disbursements
United States Department of Justice- Office of Justice Program			
Direct Funding			
Bullet Proof Vests Partnership Program		16.607	\$2,420
Equitable Sharing		16.xxx	62,847
Subtotal - Department of Justice			<u>65,267</u>
United States Department of Transportation			
Passed Through Ohio Department of Transportation			
Trimble Project Grant	90797	20.205	<u>206,601</u>
Subtotal - Department of Transportation			<u>206,601</u>
United States Department of Housing and Urban Development			
<i>Passed through Montgomery County:</i>			
Neighborhood Stabilization Program I	B-08-UN-39-0006	14.218	<u>17,100</u>
Subtotal - Department of Housing and Urban Development			<u>17,100</u>
United States Department of Homeland Security			
Direct Funding			
Assistance to Firefighters	EMW-2012-FO-06792	97.044	<u>245,084</u>
Subtotal - Department of Homeland Security			<u>245,084</u>
TOTAL FEDERAL AWARDS EXPENDITURES			<u><u>\$534,052</u></u>

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

The accompanying schedule of federal awards expenditures is a summary of the activity of the City's federal award programs.

The schedule has been prepared on the cash basis of accounting.

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

Honorable Mayor, City Council and City Manager
City of Huber Heights

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Huber Heights (the City), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 22, 2015.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Dayton, Ohio

June 22, 2015

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Honorable Mayor, City Council and City Manager
City of Huber Heights

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing

procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 22, 2015, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Dayton, Ohio
June 22, 2015

**CITY OF HUBER HEIGHTS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2014**

Section I – Summary of Auditor’s Results

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any material reported non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were the any other significant control deficiencies reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under Section .510?	No
(d)(1)(vii)	Major Programs (list): CFDA# 20.205 Highway Planning and Construction CFDA# 97.044 Assistance to Firefighters Grants	
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

Section II – Findings Related to the Financial Statements Required to be reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

CITY OF HUBER HEIGHTS
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133
December 31, 2014

Summary of Prior Audit Findings and Questioned Costs:

2013-1 Finding Type —Material Weakness—Controls Related to Financial Reporting

During the year ended December 31, 2013 the City identified misstatements in prior year financial statements requiring adjustment in order to present the 2013 financial statements in accordance with accounting principles generally accepted in the United States of America. The misstatements related to interfund loans, assets held for resale, capital assets, special assessments receivable, fund balance and restricted net position.

Status: Corrected



Dave Yost • Auditor of State

CITY OF HUBER HEIGHTS

MONTGOMERY 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
SEPTEMBER 29, 2015**