



**JIM PETRO**  
**AUDITOR OF STATE**  

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**STATE OF OHIO**



CITY OF SHARONVILLE  
HAMILTON COUNTY

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**STATE OF OHIO  
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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE AND ON  
INTERNAL CONTROL REQUIRED BY GOVERNMENT AUDITING STANDARDS**

City of Sharonville  
Hamilton County  
10900 Reading Road  
Sharonville, Ohio 45241

We have audited the financial statements of the City of Sharonville, Hamilton County, Ohio (the City), as of and for the year ended December 31, 2001, and have issued our report thereon dated July 30, 2002, wherein we noted that the City adopted Governmental Accounting Standards Board Statements No. 33 and 36. 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. The financial statements of the Sharonville Community Improvement Corporation (CIC) were audited by other auditors in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards* and accordingly this report does not extend to the CIC.

**Compliance**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated July 30, 2002.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated July 30, 2002.

City of Sharonville  
Hamilton County  
Report of Independent Accountants on Compliance and on  
Internal Control Required by *Government Auditing Standards*  
Page 2

This report is intended for the information and use of the audit committee, management, and the City Council, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, looping initial "J" and a long, sweeping underline.

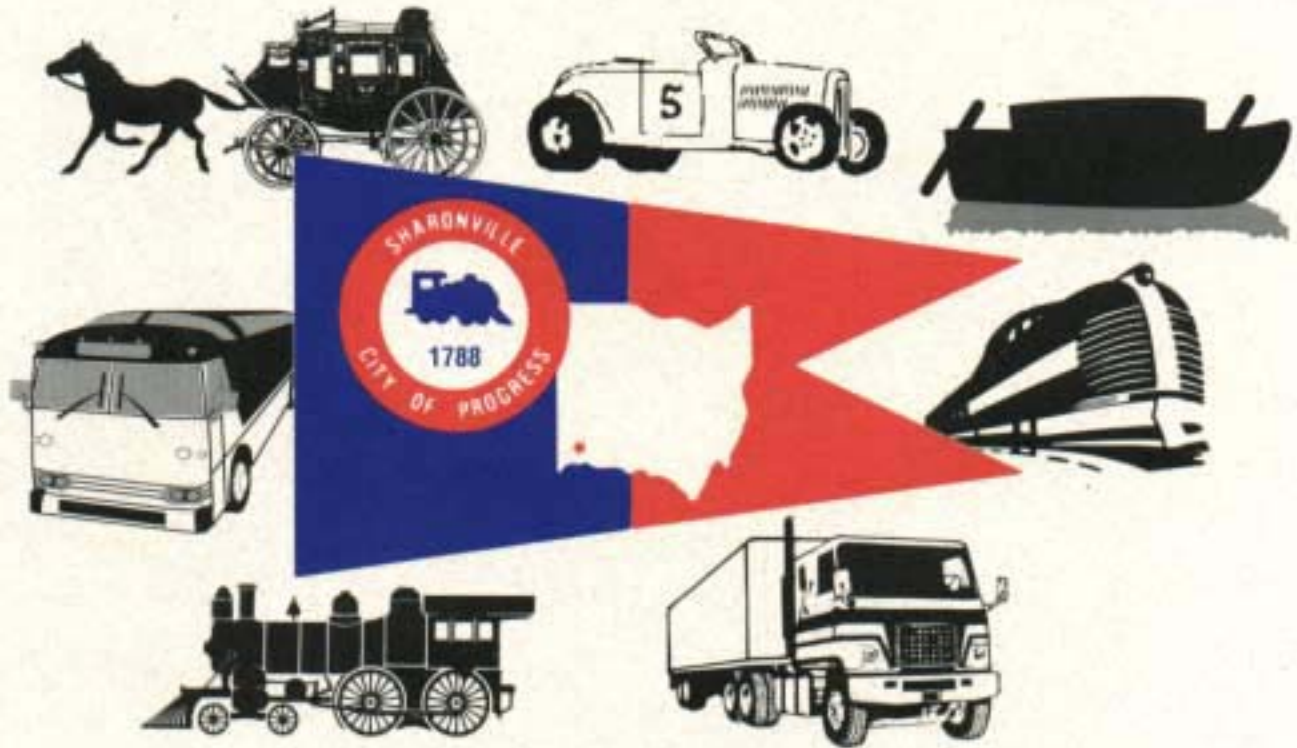
**Jim Petro**  
Auditor of State

July 30, 2002

# CITY OF SHARONVILLE, OHIO

December 31, 2001  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

*City of Progress*



*City On The Move*





**THE CITY OF SHARONVILLE, OHIO**

HAMILTON COUNTY

COMPREHENSIVE  
ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2001

Prepared by:  
Janet L. Barger  
City Auditor

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## *INTRODUCTORY SECTION*

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# City of Sharonville, Ohio

10900 Reading Road  
Sharonville, Ohio 45241

Phone (513) 563-1144  
Fax (513) 563-0617



July 30, 2002

Honorable Mayor, Members of City Council  
and Citizens of Sharonville, Ohio:

We are pleased to submit the first Comprehensive Annual Financial Report for the City of Sharonville for the fiscal year ended December 31, 2001. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

## **Introduction**

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Sharonville (the "City") to conform to nationally recognized standards of excellence in financial reporting and to provide significantly enhanced financial information and accountability to its citizens. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

## **The Report**

This Comprehensive Annual Financial Report (CAFR) is designed to assist and guide the reader in understanding its contents. The report is comprised of the following three major sections:

1. *The Introductory Section* includes this letter of transmittal which presents the City's organization, operational structure and accomplishments; an organizational chart; a list of principal elected officials; and a list of principal administrative personnel.
2. *The Financial Section* contains the City's General Purpose Financial Statements and explanatory notes thereto, the combining and individual fund and account group financial statements and schedules and the Report of Independent Accountants.
3. *The Statistical Section* presents social, economic and historical data in a multi-year format which can be used to identify financial trends and data relative to the fiscal capacity of the City.

## **The Reporting Entity**

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

The City provides the following services to its residents and businesses: police and fire protection, emergency medical response, parks and recreational activities, planning, zoning, street maintenance, solid waste collection, income tax collection and other governmental services. In addition, the City owns and operates a convention center and an apartment complex, which are reported as enterprise funds. The City also has one blended component unit (The Community Improvement Corporation of Sharonville), which was established under Ohio law as a separate legal entity to enhance the industrial, commercial, distribution and research development of the City. This entity's board of directors consists of four City administration officials and two City Council members.

## **The City of Sharonville**

The City of Sharonville is located in Hamilton County in southwestern Ohio. The City is situated east of Interstate 75 and south of Interstate 275, approximately 15 miles north of downtown Cincinnati. Sharonville was originally settled in 1788 and was incorporated as a City in 1961. It is a Statutory City with a Mayor-Council form of government.

The legislative body of Sharonville consists of a seven-member Council whose members are elected to serve two-year terms. The chief executive and administrative officer of the City is the Mayor who is elected to a four-year term. The Law Director is elected to a four-year term and heads the Department of Law. The City Auditor, who is elected to a four-year term, supervises the Department of Finance and performs the powers, duties and functions of the fiscal officer of the City pursuant to the general laws of Ohio. In addition, the City Auditor is responsible for the administration, control, funding and payment of the City's debt. As the City's chief fiscal officer, the City Auditor maintains the City's accounting records. The City Treasurer is responsible for receiving and investing all funds of the City and is elected to a four-year term.

The Police Department consists of 33 full-time officers and 11 non-sworn administrative personnel. It responds to approximately 1,100 service calls per month. It is committed to offering the best in crime prevention while providing a community orientation program for all area businesses and residents. Other programs of the Department include D.A.R.E., Anti-Drug Prevention, Neighborhood Watch, Crime Prevention, Bicycle Patrol and Operation Identification. The Department also teaches safety programs in the City's schools.

The Fire Department is staffed 24 hours a day by 13 full-time, 18 part-time and 32 on-call firefighters. Services offered by the Department include fire suppression, paramedic level emergency medical services, fire prevention and public education for children in kindergarten through eighth grade. The Department operates from three stations, which are located in the City.

The Health Department provides environmental health and public nursing services to the community. The environmental division performs food service and vending location licensing inspections, manufactured home park licensing, retail food establishment inspections, household sewage system monitoring and community education services. In addition, the division issues swimming pool and retail food establishment permits. The nursing division provides continuity of care following hospital discharge, teaches home caregivers, educates the community on immunizations and communicable diseases, conducts health screenings, offers dietary counseling and provides school health services. Annually, the nursing division gives approximately 900 flu shots.

The Parks and Recreation Department offers a variety of facilities and a broad range of activities for all groups. The main community center is a 51,000 square foot facility that houses a fitness center, indoor running/walking track, a double gymnasium, a single gymnasium/multipurpose rental facility, locker rooms, pre-school nursery, aerobics and dance room, craft room, lounge and game area, and a family game area. Additionally, the Crescentville Recreation Center is a satellite center that provides quality programs, as well as leadership and community service opportunities for pre-teens and teens. The Parks Division maintains three active parks and one undeveloped park, which the City plans to develop as a green belt. These parks contain 35 acres of green space and provide facilities for hiking, biking and picnicking as well as athletic facilities for baseball, football, soccer, tennis, basketball, horseshoes and volleyball. The City also maintains two public swimming pools.

Some of the street services provided by the Public Works Department include brush pick-up, landscaping, parking lot maintenance, pot hole repair, roadside and facility mowing, snow removal, street name and directional signage, street painting, street sweeping and tree trimming. The Department also oversees the operation of Golden View Acres, a City-owned and operated 52-unit apartment complex for senior citizens.

The Sharonville Convention Center is a 28,000 square foot multi-level facility. The meeting room level has an 8,245 square foot ballroom that can accommodate groups of up to 1,000 people for meetings or 550 people for banquets. There are three additional meeting rooms that give this level a combined 10,729 square feet of meeting space. The exhibition hall level has 16,554 square feet of column free space. This room can accommodate over 100 exhibit booths, 2,000 people for meetings or 1,100 people for banquets. The exhibition hall is equipped with electrical power, compressed air, water, drainage and 100 telephone lines.

### **Economic Conditions and Outlook**

The Ford Motor Company, General Mills Incorporated and Valley Asphalt are three of many businesses operating in Sharonville. Ford has a large transmission assembly plant in the City and is in the process of competing for a new transmission line that would also be located in Sharonville. Twenty-three percent of the City's operating revenue is derived from earnings taxes collected from Ford. Both Ford and General Mills have completed major expansions within the past several years. Valley Asphalt makes street repairs and completes major road projects locally and throughout the state.

The local economy has a diversified mix of revenue sources. As such, if one industry in the region or state falters (i.e. retail, tourism, construction), the City may have to make major adjustments, but the downturn should not have a large impact on the City's operations. The local economy is experiencing modest growth as a result of increased revenues, rather than through additional businesses locating in Sharonville.

A concern expressed by local businesses is the diminishing number of qualified applicants for technical positions. As well, Sharonville is an older community that struggles to accommodate businesses looking to relocate to modern, campus-style settings. Motels also play a major role in the City's economy. Unfortunately, many motel owners have not reinvested in their property, which has resulted in closures, the demolition of approximately 800 rooms and the downgrading of company-owned names. At the same time the City has experienced growth in limited service motels. Because of the changes in the motel industry within in the City, Sharonville has seen a decline in motel tax revenues and an increase in employment opportunities.

State and Federal policies could impact the City's revenues in the future. The reduction of the inheritance tax collected from the State will reduce the City's income. To reflect this, the City has lowered its estimated income from the inheritance tax and will gradually eliminate it from the City's revenue stream. The City's goal is to have this revenue source completely removed before the source is eliminated.

### **Major Initiatives**

The City achieved a significant goal during 2001 when voters approved a half percent (0.5%) increase in the earnings tax to support a fulltime Fire Department. Previously, the Fire Department had been funded through the General Fund and was mainly staffed by paid-on-call personnel. Now, the Fire Department is reported as a special revenue fund.

The City has begun to reduce its anticipated revenue from the inheritance tax. The Budget Director and City Treasurer began exploring the possibility of consolidating note obligations and bonding for a twenty year period. This would allow the City to take advantage of lower interest rates. Also during 2001, the City established the Termination Benefits Fund as a special revenue fund to help cover the costs of future retirement payments. The fund will be used to make payments to retiring City employees for accumulated sick, vacation and compensatory time accrued during the individuals' employment with the City. In addition, the City invested in major road improvements and storm water remediation in order to retain existing businesses and attract new businesses.

### **Financial Information**

#### **Basis of Accounting**

The accounting system of the City of Sharonville is organized on a "fund basis." Each fund or account group is a distinct, self-balancing accounting entity. For financial reporting purposes, the City uses the modified accrual basis of accounting for the Governmental, Expendable Trust and Agency Funds and the accrual basis of accounting for the Proprietary Funds in accordance with generally accepted accounting principles (GAAP).

The modified accrual basis of accounting recognizes revenue when measurable and available and expenditures when the related fund liability is incurred, except for interest on long-term debt which is recorded when due. The accrual basis of accounting recognizes revenue when earned and expenses when incurred. The basis of accounting for the various funds and account groups is fully described in Note 1 of the General Purpose Financial Statements.

The City's basis of accounting for budgetary purposes differs from generally accepted accounting principles (GAAP) in that revenues are recognized when received rather than when susceptible to accrual, and encumbrances are recorded as expenditures rather than as reservations of fund balances. A reconciliation of the results of these two methods appears in Note 1 of the General Purpose Financial Statements.

### **Internal Control, Budgetary Control and the Accounting System**

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within this framework. It is the belief of the City's administrative and financial management that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The City utilizes a fully-automated accounting system as well as automated systems of control for fixed assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment by the Auditor's Office, ensure that the financial information generated is both accurate and reliable.

In addition, the City maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by City Council.

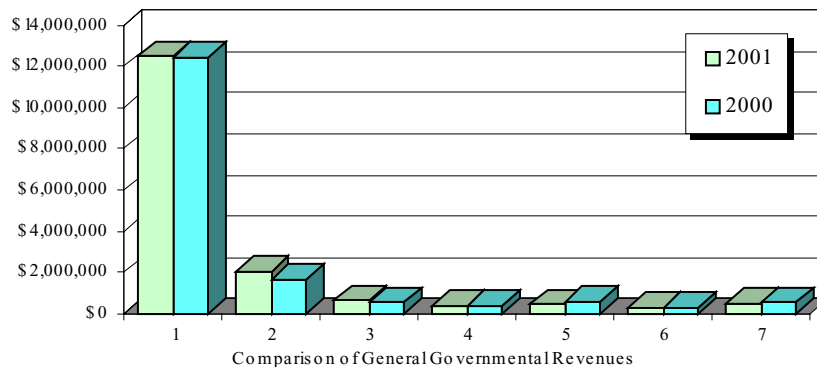
All funds other than the Community Improvement Corporation of Sharonville (CIC) and agency funds are included in the annual appropriated budget. The level of budgetary control (*i.e.*, the level at which expenditures can not legally exceed the appropriated amount) is at the fund level except for the General Fund, Street Construction, Maintenance, and Repair Fund, State Highway Fund, Senior Citizen Housing Fund and the Convention Center Fund, which are budgeted at the fund, department and object level. Budgetary control is maintained by encumbering the estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders that result in overruns of budgeted balances are not released until additional appropriations are made available. Unencumbered amounts lapse at year end; however, encumbrances are generally reappropriated as part of the following year's budget. Appropriations, initial and supplemental, must be authorized by City Council.

As demonstrated by the statements and schedules included in the financial section of this Comprehensive Annual Financial Report, the City continues to meet its responsibility for sound fiscal management.

## General Governmental Revenues

The following schedule presents a comparison of general governmental (general, special revenue and debt service funds) revenues for the years ended December 31, 2000 and 2001:

Revenue Source	2001 Total	Percent of Total	2000 Total	Increase (Decrease) over 2000	Percent of Increase (Decrease)
1. Taxes	\$12,472,396	74.36%	\$12,425,983	\$46,413	0.37%
2. Intergovernmental Revenues	2,039,196	12.16%	1,647,913	391,283	23.74%
3. Charges for Services	637,937	3.80%	572,830	65,107	11.37%
4. Licenses and Permits	403,317	2.40%	388,794	14,523	3.74%
5. Investment Earnings	438,603	2.62%	602,311	(163,708)	(27.18%)
6. Fines and Forfeitures	285,793	1.70%	304,409	(18,616)	(6.12%)
7. All Other Revenues	495,090	2.96%	547,732	(52,642)	(9.61%)
<b>Total</b>	<b>\$16,772,332</b>	<b>100.00%</b>	<b>\$16,489,972</b>	<b>\$282,360</b>	



Total revenues increased by \$282,360 from 2000 to 2001. Intergovernmental Revenues increased by \$391,283 from 2000 to 2001 due to the operation of two new special revenue funds during 2001. The two new funds, the Federal Emergency Management Agency (FEMA) Fund and the Community Oriented Policing Services (COPS) Grant Fund, received grant monies that were reported as intergovernmental revenues during 2001.

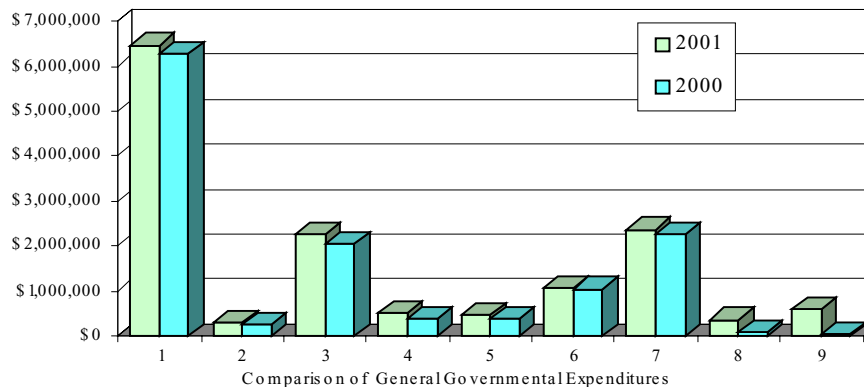
Charges for Services increased by 11.37% from 2000 to 2001 as the City collected more life squad fees. The City's fire and medical personnel were able to respond to more service calls during 2001 due to an additional paramedic being hired during the year. Investment earnings declined by 27.18% from 2000 to 2001, the largest decline of any revenue source. The decrease resulted from declining investment yields in 2001.

The City's income tax continues to be its primary source of revenue. Revenues from the income tax remained stable in 2001 when compared to 2000. The tax applies to all wages, salaries, commissions and other compensation paid by employers and/or the net proceeds from the operation of a business, profession or other enterprise activity. Income tax rates of cities within the State of Ohio are limited to a maximum of 1% unless specifically approved by a majority of the resident voters of the city.

## General Governmental Expenditures

The following schedule presents a comparison of general governmental (general, special revenue and debt service funds) expenditures for the years ended December 31, 2000 and 2001:

Function	2001 Total	Percent of Total	2000 Total	Increase (Decrease) over 2000	Percent of Increase (Decrease)
1. Security of Persons & Property	\$6,470,013	45.12%	\$6,270,707	\$199,306	3.18%
2. Public Health & Welfare Services	285,270	1.99%	267,266	18,004	6.74%
3. Leisure Time Activities	2,249,929	15.69%	2,059,204	190,725	9.26%
4. Community Environment	498,626	3.48%	369,457	129,169	34.96%
5. Basic Utility Services	452,286	3.15%	377,154	75,132	19.92%
6. Transportation	1,049,109	7.32%	1,043,682	5,427	0.52%
7. General Government	2,370,029	16.53%	2,273,330	96,699	4.25%
8. Capital Outlay	359,338	2.51%	0	359,338	100.00%
9. Debt Service	603,832	4.21%	125,325	478,507	381.81%
<b>Total</b>	<b>\$14,338,432</b>	<b>100.00%</b>	<b>\$12,786,125</b>	<b>\$1,552,307</b>	



Total expenditures increased by 12.14%, or \$1,552,307, from 2000 to 2001. Community Environment increased by \$129,169 from 2000 to 2001 due to higher employee salaries and an increase in contracted engineering services in 2001. The increase of 19.92% in Basic Utility Services was the result of higher waste collection fees in 2001.

Capital Outlay increased by \$359,338 from 2000 to 2001 as two special revenue funds reported capital expenditures for the first time in 2001. Those funds were the FEMA Fund and the Fire Department Fund. The \$478,507 increase in Debt Service expenditures was the result of the reclassification of the Note Debt Retirement Fund in 2001. The fund was reclassified as a Debt Service Fund and its expenditures are now included in the general governmental expenditures total.

## General Fund Balance

The fund balance for the General Fund amounted to \$4,761,970 at December 31, 2001. This represents an increase of \$279,626, or 6.24%, over the restated balance at December 31, 2000 of \$4,482,344.

## Proprietary Operations

The City operates the Senior Citizen Housing Fund and the Convention Center Fund as Enterprise Funds. These funds, which are comparable to profit-making businesses, were established to account for the City's self-supporting activities. The following is a summary of 2001 activities in the Enterprise Funds:

	Total Assets	Total Equity	Net (Loss)	Return on Assets	Return on Equity
Senior Citizen Housing	\$841,709	\$795,092	(\$41,288)	(4.905%)	(5.193%)
Convention Center	8,190,669	2,742,357	(70,451)	(0.860%)	(2.569%)

## Fiduciary Operations

Trust and Agency Funds are established to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City maintains one Expendable Trust Fund, the Unclaimed Monies Fund, to account for monies that get refunded to the rightful owners. At December 31, 2001, this fund has assets totaling \$1,271. The City also maintains four Agency Funds with assets and corresponding liabilities of \$404,779.

## Debt Administration

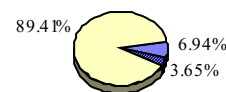
At year end, the City had several debt issues outstanding, which included \$10,465,000 of general obligation bonds, \$570,000 of special assessment debt with government commitment and \$1,700,000 of general obligation bond anticipation notes. The City has maintained a "AA-" rating from Standard and Poor's Corporation on general obligation bond issues.

## Cash Management

Cash that was temporarily idle during the year was invested in interest-bearing demand deposit accounts or in the State Treasurer's investment pool, STAR Ohio. The City's investment policy is to minimize credit and market risks, while obtaining the highest yield possible on its investments. Accordingly, the City purchases investments only through member banks of the Federal Reserve System or broker-dealers registered with the Securities and Exchange Commission. Investments are diversified to avoid incurring unreasonable risks relating to a specific type of security or to a particular individual financial institution. Portfolio investments remain sufficiently liquid to ensure that all operating requirements are satisfied in a timely manner. All investments meet the State of Ohio's requirements on allowable investments and the City's official investment policy. The City earned \$529,823 of investment income during 2001. As of December 31, 2001, the City's cash resources were divided between cash and investments as follows:

Cash Resources	2001	%
Cash	\$846,463	6.94
Repurchase Agreement	444,911	3.65
STAR Ohio	10,900,096	89.41
Total Resources	<u>\$12,191,470</u>	<u>100.00</u>

## 2001





At December 31, 2001, the City had deposits of \$10,900,096 collateralized by pooled collateral. The Ohio Revised Code provides for the establishment of collateral pools by local financial institutions designed to safeguard public deposits. The face value of the pooled collateral must equal at least 105 percent of the public funds on deposit. Since the collateral is held as a pool in the financial institution's name, deposits protected by the pool are classified as uninsured and uncollateralized. (See Note 4 of the General Purpose Financial Statements.)

### **Risk Management**

The City is a member of the Ohio Government Risk Management Plan (OGRMP), a public entity risk plan that operates as a common risk management and insurance program. The types of insurance carried by the City include General Liability, Public Officials Liability, Law Enforcement Liability, Governmental Medical Liability, Employee Benefits Liability, Fleet Liability, Property, Earthquake, Flood, Electronic Data Processing, Crime Coverage, Equipment Breakdown Coverage and State of Ohio Workers Compensation.

### **Other Information**

#### **Independent Audit**

State statutes require an annual audit by independent certified public accountants. The general purpose financial statements of the City of Sharonville were audited by the Auditor of the State of Ohio. Generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the audit. The independent accountants' unqualified opinion has been included in the financial section of this report.

#### **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governments who qualify. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports 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 this, our first Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting and we are submitting it to GFOA.

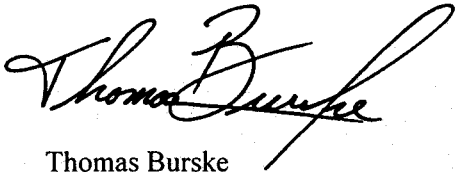
#### **Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the finance and administration department. Sincere appreciation is extended to all members of the department who assisted and contributed to the preparation of this report.

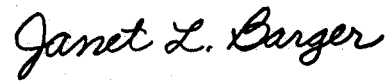
Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their guidance in the preparation of this report.

Finally, a special thanks to the Mayor and City Council for their interest and support in planning and conducting the government in a responsible and progressive manner.

Respectfully submitted,



Thomas Burske  
Deputy Auditor and Finance Director



Janet Barger  
City Auditor

**THE CITY OF SHARONVILLE, OHIO**  
**HAMILTON COUNTY**

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**ELECTED OFFICIALS AS OF DECEMBER 31, 2001**

<b><u>ELECTED OFFICIAL</u></b>	<b><u>TITLE</u></b>	<b><u>SALARY</u></b>	<b><u>TERM OF OFFICE</u></b>	<b><u>SURETY</u></b>
Virgil Lovitt II	Mayor	\$30,450	01/01/00 - 12/31/03	(A)
Eugene Martin	President of Council	11,883	01/01/00 - 12/31/01	(A)
William Breyer	Council Member	9,655	01/01/00 - 12/31/01	(A)
Kevin Hardman	Council Member	9,655	01/01/00 - 12/31/01	(A)
Janey Kattelman	Council Member	9,655	01/01/00 - 12/31/01	(A)
Bill Lewis	Council Member	9,655	01/01/00 - 12/31/01	(A)
Kerry Rabe	Council Member	9,655	01/01/00 - 12/31/01	(A)
Robert Taylor	Council Member	9,655	01/01/00 - 12/31/01	(A)
Steven Tolbert	Council Member	9,655	01/01/00 - 12/31/01	(A)
Mark Piepmeier	Treasurer	9,655	01/01/00 - 12/31/03	(A)
Janet L. Barger	Auditor	17,082	01/01/00 - 12/31/03	(A)
Thomas Keating	Law Director	46,789	01/01/00 - 12/31/03	(A)

City Address:

Sharonville City Hall  
10900 Reading Road  
Sharonville, Ohio 45241

(A) Covered under Ohio Government Risk Management Plan in the amount of \$100,000 from 04/26/01 to 04/26/02.

**ELECTED OFFICIALS AS OF DECEMBER 31, 2001**



Virgil Lovitt II  
Mayor



Eugene Martin  
President of Council



William Breyer  
Council Member



Kevin Hardman  
Council Member



Janey Kattleman  
Council Member



Bill Lewis  
Council Member



Kerry Rabe  
Council Member



Robert Taylor  
Council Member



Steven Tolbert  
Council Member



Mark Piepmeir  
Treasurer



Janet L. Barger  
Auditor



Thomas Keating  
Law Director

*THE CITY OF SHARONVILLE, OHIO*  
*HAMILTON COUNTY*

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*ADMINISTRATIVE PERSONNEL AS OF DECEMBER 31, 2001*

<u><i>ADMINISTRATIVE PERSONNEL</i></u>	<u><i>TITLE</i></u>	<u><i>SALARY</i></u>	<u><i>TERM OF OFFICE OR CONTRACT</i></u>	<u><i>SURETY</i></u>
Al Ledbetter	Safety/Service Director	\$72,161 – 102,604	Indefinite	(A)
Dan Burke	Budget Director	45,226 – 60,803	Indefinite	(A)
Martha Cross Funk	Tax Commissioner	45,226 – 60,803	Indefinite	(A)
Thomas Burske	Deputy Auditor	45,226 – 60,803	Indefinite	(A)

(A) Covered under Ohio Government Risk Management Plan in the amount of \$100,000 from 04/26/01 to 04/26/02.

**ADMINISTRATIVE PERSONNEL AS OF DECEMBER 31, 2001**



Al Ledbetter  
Safety/Service Director



Dan Burke  
Budget Director

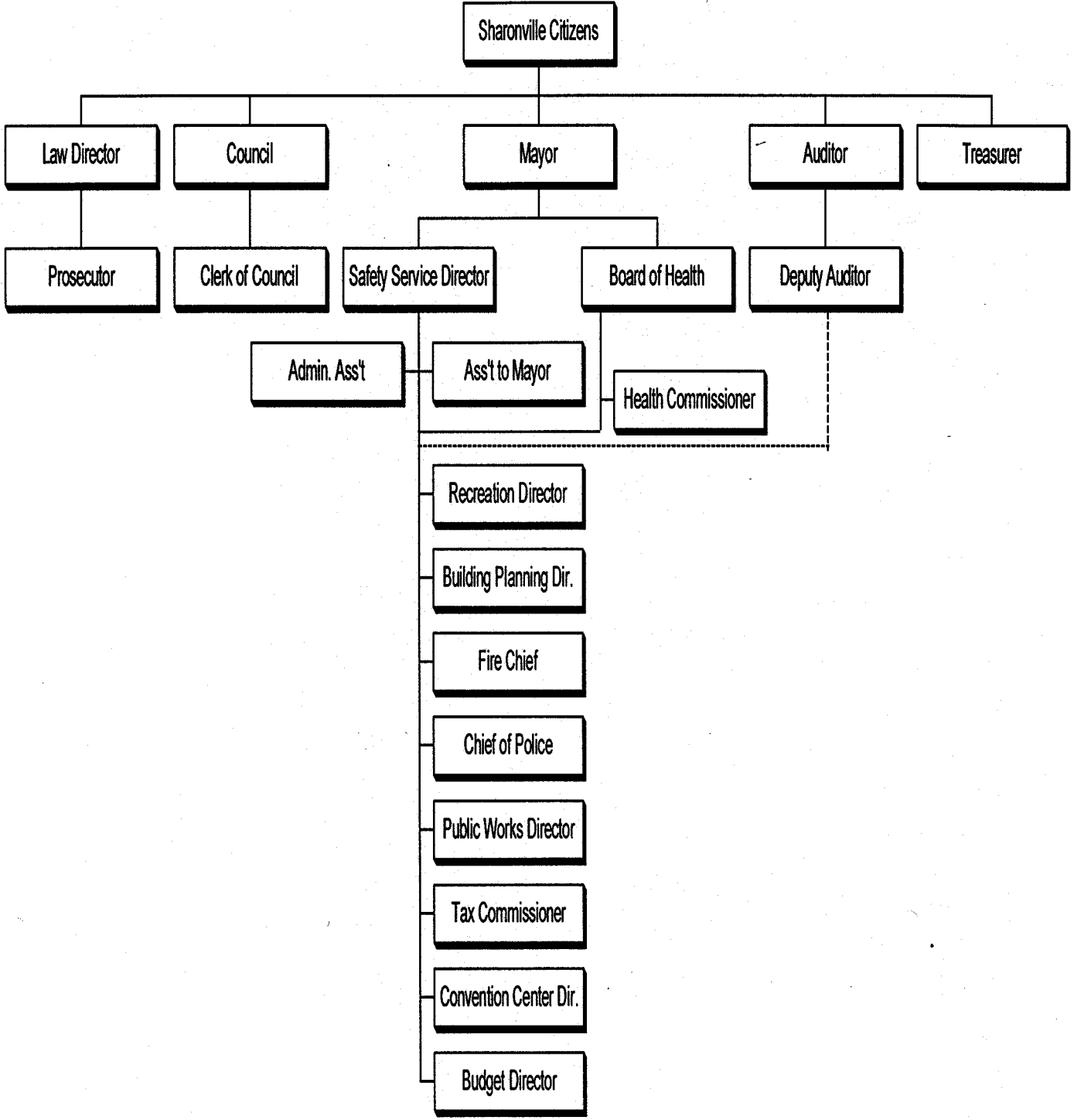


Martha Cross Funk  
Tax Commissioner



Thomas Burske  
Deputy Auditor

# City of Sharonville Organizational Chart







## *FINANCIAL SECTION*

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street  
Suite 150 E  
Cincinnati, Ohio 45202  
Telephone 513-361-8550  
800-368-7419  
Facsimile 513-361-8577  
www.auditor.state.oh.us

**REPORT OF INDEPENDENT ACCOUNTANTS**

City of Sharonville  
Hamilton County  
10900 Reading Road  
Sharonville, Ohio 45241

To the City Council:

We have audited the accompanying general purpose financial statements of the City of Sharonville, Hamilton County, Ohio (the City), as of and for the year ended December 31, 2001. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Sharonville Community Improvement Corporation (CIC) which represent .65% percent and 2.5% percent, respectively, of the assets and revenues of the General Fixed Asset Account Group and the Capital Project Fund. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the CIC, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Sharonville Community Improvement Corporation were audited by the other auditors in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Sharonville, Hamilton County, as of December 31, 2001, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 2 to the general purpose financial statements, during the year ended December 31, 2001, the City adopted Governmental Accounting Standards Board Statements No. 33 and 36.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 30, 2002, 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 grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

We performed our audit to form an opinion on the general purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the general purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects, in relation to the general purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

**Jim Petro**  
Auditor of State

July 30, 2002

## *GENERAL PURPOSE FINANCIAL STATEMENTS*

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*THE FOLLOWING GENERAL PURPOSE FINANCIAL STATEMENTS, ALONG WITH THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS, PRESENT AN OVERVIEW OF THE CITY'S FINANCIAL POSITION AT DECEMBER 31, 2001 AND THE RESULTS OF OPERATIONS AND CASH FLOWS OF ITS PROPRIETARY FUNDS FOR THE YEAR THEN ENDED.*

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED BALANCE SHEET**  
**ALL FUND TYPES AND ACCOUNT GROUPS**  
**DECEMBER 31, 2001**

	<b>Governmental</b>			<b>Proprietary</b>			<b>Fiduciary</b>			<b>Account</b>		
	<b>Special Revenue Funds</b>	<b>Debt Service Funds</b>	<b>Capital Projects Funds</b>	<b>Enterprise Funds</b>	<b>Trust and Agency Funds</b>	<b>General Fixed Assets</b>	<b>Long-Term Obligations</b>	<b>Totals (Memorandum Only)</b>				
General Fund	\$4,120,439	\$1,356,769	\$753,367	\$3,401,344	\$2,055,501	\$1,271	\$0	\$0	\$11,688,691			
Taxes	0	0	0	0	0	0	0	0	2,173,736			
Accounts	143,687	0	0	21,300	46,085	0	0	0	211,072			
Special Assessments	0	660,556	0	0	0	0	0	0	660,556			
Intergovernmental Receivables	337,924	805,979	0	1,365,276	0	0	0	0	2,509,179			
Inventory of Supplies at Cost	0	107,739	0	0	0	0	0	0	107,739			
Prepaid Items	31,455	174	0	0	1,510	0	0	0	33,139			
Restricted Assets:												
Cash and Cash Equivalents	0	0	0	86,074	11,926	404,779	0	0	502,779			
Fixed Assets (net of accumulated depreciation)	0	0	0	0	6,917,356	0	33,932,118	0	40,849,474			
Other Debits:												
Amount Available in Debt Service Fund	0	0	0	0	0	0	0	753,367	753,367			
Amount to be Provided for General Long-Term Obligations	0	0	0	0	0	0	0	6,400,756	6,400,756			
Total Assets and Other Debits	\$6,807,241	\$2,270,661	\$1,413,923	\$4,873,994	\$9,032,378	\$406,050	\$33,932,118	\$7,154,123	\$65,890,488			

(Continued)

	<b>Governmental</b>			<b>Proprietary</b>			<b>Fiduciary</b>			<b>Account</b>		
	<b>Fund Types</b>			<b>Fund Type</b>			<b>Fund Types</b>			<b>Groups</b>		
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Trust and Agency Funds	General Fixed Assets	Long-Term Obligations	General	Memorandum Only)		
<b>Liabilities, Equity and Other Credits:</b>												
Liabilities:												
Accounts Payable	\$204,595	\$58,911	\$0	\$135,125	\$39,464	\$0	\$0	\$0	\$0	\$0	\$0	\$438,095
Accrued Wages and Benefits	91,096	5,297	0	0	2,359	0	0	0	0	0	0	98,752
Intergovernmental Payables	392,718	32,297	0	0	26,219	290	0	0	0	0	0	451,524
Due to Others	0	0	0	0	0	404,489	0	0	0	0	0	404,489
Accrued Interest Payable	0	4,660	0	23,129	20,719	0	0	0	0	0	0	48,508
Customer Deposits	0	0	0	0	11,926	0	0	0	0	0	0	11,926
Deferred Revenue	1,304,800	655,813	660,556	1,365,276	74,080	0	0	0	0	0	0	4,060,525
General Obligation Notes Payable	0	500,000	0	1,200,000	0	0	0	0	0	0	0	1,700,000
Capital Leases Payable	0	0	0	0	0	0	0	0	0	0	277,418	277,418
Compensated Absences Payable	52,062	0	0	0	30,162	0	0	0	0	0	1,097,870	1,180,094
General Obligation Bonds Payable	0	0	0	0	5,290,000	0	0	0	0	0	5,175,000	10,465,000
Special Assessment Bonds Payable												
(with governmental commitment)												
Police/Firemen's Pension Accrued Liability												
Total Liabilities	2,045,271	1,256,978	660,556	2,723,530	5,494,929	404,779	0	7,154,123	0	7,154,123	0	19,740,166
Equity and Other Credits:												
Investment in General Fixed Assets	0	0	0	0	0	0	33,932,118	0	0	0	0	33,932,118
Contributed Capital	0	0	0	0	79,021	0	0	0	0	0	0	79,021
Retained Earnings:												
Unreserved	0	0	0	0	3,458,428	0	0	0	0	0	0	3,458,428
Fund Balances:												
Reserved for Encumbrances	209,613	164,875	0	1,330,471	0	0	0	0	0	0	0	1,704,959
Reserved for Supplies Inventory	0	107,739	0	0	0	0	0	0	0	0	0	107,739
Reserved for Prepaid Items	31,455	174	0	0	0	0	0	0	0	0	0	31,629
Reserved for Debt Service	0	0	753,367	0	0	0	0	0	0	0	0	753,367
Unreserved:												
Undesignated	4,520,902	740,895	0	819,993	0	1,271	0	0	0	0	0	6,083,061
Total Equity and Other Credits	4,761,970	1,013,683	753,367	2,150,464	3,537,449	1,271	33,932,118	0	0	33,932,118	0	46,150,322
Total Liabilities, Equity and Other Credits	\$6,807,241	\$2,270,661	\$1,413,923	\$4,873,994	\$9,032,378	\$406,050	\$33,932,118	\$7,154,123	\$0	\$7,154,123	\$0	\$65,890,488

The notes to the general purpose financial statements are an integral part of this statement.





**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF REVENUES,**  
**EXPENDITURES AND CHANGES IN FUND BALANCES**  
**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<i>Governmental</i>			<i>Fiduciary</i>		Totals (Memorandum Only)
	<i>Fund Types</i>			<i>Fund Type</i>		
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Expendable Trust Fund	
<b>Revenues:</b>						
Taxes	\$12,472,396	\$0	\$0	\$0	\$0	\$12,472,396
Intergovernmental Revenues	658,522	1,205,961	174,713	518,679	0	2,557,875
Charges for Services	634,677	3,260	0	0	0	637,937
Licenses and Permits	342,259	61,058	0	0	0	403,317
Investment Earnings	394,520	28,303	15,780	0	0	438,603
Special Assessments	0	0	125,560	0	0	125,560
Fines and Forfeitures	241,640	44,153	0	0	0	285,793
All Other Revenues	364,056	5,474	0	49,523	0	419,053
Total Revenues	15,108,070	1,348,209	316,053	568,202	0	17,340,534
<b>Expenditures:</b>						
<b>Current:</b>						
Security of Persons and Property	6,321,411	148,602	0	0	0	6,470,013
Public Health and Welfare Services	277,946	7,324	0	0	0	285,270
Leisure Time Activities	2,249,929	0	0	0	0	2,249,929
Community Environment	498,626	0	0	0	0	498,626
Basic Utility Services	452,286	0	0	0	0	452,286
Transportation	0	1,049,109	0	0	0	1,049,109
General Government	2,232,243	133,951	3,835	0	0	2,370,029
Capital Outlay	0	359,338	0	3,832,773	0	4,192,111
<b>Debt Service:</b>						
Principal Retirements	0	0	290,000	95,405	0	385,405
Interest and Fiscal Charges	0	6,077	307,755	70,845	0	384,677
Total Expenditures	12,032,441	1,704,401	601,590	3,999,023	0	18,337,455
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,075,629	(356,192)	(285,537)	(3,430,821)	0	(996,921)
<b>Other Financing Sources (Uses):</b>						
Operating Transfers In	160,798	202,140	712,255	1,860,491	1,175	2,936,859
Operating Transfers Out	(2,956,801)	(47,000)	(86,558)	0	(6,500)	(3,096,859)
Total Other Financing Sources (Uses)	(2,796,003)	155,140	625,697	1,860,491	(5,325)	(160,000)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	279,626	(201,052)	340,160	(1,570,330)	(5,325)	(1,156,921)
Restated Fund Balance Beginning of Year	4,482,344	1,118,154	413,207	3,720,794	6,596	9,741,095
Increase in Inventory Reserve	0	96,581	0	0	0	96,581
Fund Balance End of Year	\$4,761,970	\$1,013,683	\$753,367	\$2,150,464	\$1,271	\$8,680,755

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<i>General Fund</i>			<i>Special Revenue Funds</i>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$14,587,057	\$13,901,204	(\$685,853)	\$0	\$0	\$0
Intergovernmental Revenues	620,000	621,732	1,732	1,154,355	1,158,924	4,569
Charges for Services	650,000	654,970	4,970	3,300	3,260	(40)
Licenses and Permits	345,000	342,134	(2,866)	60,753	61,818	1,065
Investment Earnings	395,000	394,520	(480)	26,500	28,303	1,803
Special Assessments	0	0	0	0	0	0
Fines and Forfeitures	242,000	241,740	(260)	40,950	44,341	3,391
All Other Revenues	360,000	363,241	3,241	5,161	5,474	313
Total Revenues	17,199,057	16,519,541	(679,516)	1,291,019	1,302,120	11,101
<b>Expenditures:</b>						
Current:						
Security of Persons and Property	6,894,838	6,431,879	462,959	200,893	137,280	63,613
Public Health and Welfare Services	313,999	286,903	27,096	8,000	7,324	676
Leisure Time Activities	2,382,026	2,284,548	97,478	0	0	0
Community Environment	535,873	512,548	23,325	0	0	0
Basic Utility Services	457,133	452,437	4,696	0	0	0
Transportation	0	0	0	1,437,362	1,206,010	231,352
General Government	2,530,343	2,350,544	179,799	349,100	133,951	215,149
Capital Outlay	0	0	0	582,400	394,043	188,357
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	3,000	1,417	1,583
Total Expenditures	13,114,212	12,318,859	795,353	2,580,755	1,880,025	700,730
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,084,845	4,200,682	115,837	(1,289,736)	(577,905)	711,831
<b>Other Financing Sources (Uses):</b>						
Proceeds from General Obligation Notes	0	0	0	500,000	500,000	0
Operating Transfers In	27,298	160,798	133,500	202,140	202,140	0
Operating Transfers Out	(3,192,197)	(2,956,801)	235,396	(47,000)	(47,000)	0
Total Other Financing Sources (Uses)	(3,164,899)	(2,796,003)	368,896	655,140	655,140	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	919,946	1,404,679	484,733	(634,596)	77,235	711,831
Restated Fund Balance at Beginning of Year	2,020,855	2,020,855	0	925,093	925,093	0
Prior Year Encumbrances	325,051	325,051	0	136,979	136,979	0
Fund Balance at End of Year	\$3,265,852	\$3,750,585	\$484,733	\$427,476	\$1,139,307	\$711,831

The notes to the general purpose financial statements are an integral part of this statement.

(Continued)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<i>Debt Service Funds</i>			<i>Capital Projects Funds</i>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$0	\$0	\$0	\$0	\$0	\$0
Intergovernmental Revenues	174,713	174,713	0	451,023	518,679	67,656
Charges for Services	0	0	0	0	0	0
Licenses and Permits	0	0	0	0	0	0
Investment Earnings	15,800	15,780	(20)	0	0	0
Special Assessments	125,600	125,560	(40)	0	0	0
Fines and Forfeitures	0	0	0	0	0	0
All Other Revenues	0	0	0	0	13,630	13,630
Total Revenues	316,113	316,053	(60)	451,023	532,309	81,286
<b>Expenditures:</b>						
Current:						
Security of Persons and Property	0	0	0	0	0	0
Public Health and Welfare Services	0	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0	0
Community Environment	0	0	0	0	0	0
Basic Utility Services	0	0	0	0	0	0
Transportation	0	0	0	0	0	0
General Government	0	3,835	(3,835)	0	0	0
Capital Outlay	0	0	0	6,760,877	5,114,108	1,646,769
Debt Service:						
Principal Retirement	781,493	290,000	491,493	1,295,405	1,295,405	0
Interest and Fiscal Charges	335,000	370,581	(35,581)	19,890	19,890	0
Total Expenditures	1,116,493	664,416	452,077	8,076,172	6,429,403	1,646,769
Excess (Deficiency) of Revenues Over (Under) Expenditures	(800,380)	(348,363)	452,017	(7,625,149)	(5,897,094)	1,728,055
<b>Other Financing Sources (Uses):</b>						
Proceeds from General Obligation Notes	0	0	0	1,200,000	1,200,000	0
Operating Transfers In	712,255	712,255	0	1,797,665	1,797,665	0
Operating Transfers Out	(23,732)	(23,732)	0	0	0	0
Total Other Financing Sources (Uses)	688,523	688,523	0	2,997,665	2,997,665	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(111,857)	340,160	452,017	(4,627,484)	(2,899,429)	1,728,055
Restated Fund Balance at Beginning of Year	413,207	413,207	0	2,530,326	2,530,326	0
Prior Year Encumbrances	0	0	0	2,304,851	2,304,851	0
Fund Balance at End of Year	\$301,350	\$753,367	\$452,017	\$207,693	\$1,935,748	\$1,728,055

(Continued)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<i>Expendable Trust Fund</i>			<i>Totals (Memorandum Only)</i>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$0	\$0	\$0	\$14,587,057	\$13,901,204	(\$685,853)
Intergovernmental Revenues	0	0	0	2,400,091	2,474,048	73,957
Charges for Services	0	0	0	653,300	658,230	4,930
Licenses and Permits	0	0	0	405,753	403,952	(1,801)
Investment Earnings	0	0	0	437,300	438,603	1,303
Special Assessments	0	0	0	125,600	125,560	(40)
Fines and Forfeitures	0	0	0	282,950	286,081	3,131
All Other Revenues	0	0	0	365,161	382,345	17,184
Total Revenues	0	0	0	19,257,212	18,670,023	(587,189)
<b>Expenditures:</b>						
Current:						
Security of Persons and Property	0	0	0	7,095,731	6,569,159	526,572
Public Health and Welfare Services	0	0	0	321,999	294,227	27,772
Leisure Time Activities	0	0	0	2,382,026	2,284,548	97,478
Community Environment	0	0	0	535,873	512,548	23,325
Basic Utility Services	0	0	0	457,133	452,437	4,696
Transportation	0	0	0	1,437,362	1,206,010	231,352
General Government	0	0	0	2,879,443	2,488,330	391,113
Capital Outlay	0	0	0	7,343,277	5,508,151	1,835,126
Debt Service:						
Principal Retirement	0	0	0	2,076,898	1,585,405	491,493
Interest and Fiscal Charges	0	0	0	357,890	391,888	(33,998)
Total Expenditures	0	0	0	24,887,632	21,292,703	3,594,929
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	(5,630,420)	(2,622,680)	3,007,740
<b>Other Financing Sources (Uses):</b>						
Proceeds from General Obligation Notes	0	0	0	1,700,000	1,700,000	0
Operating Transfers In	1,176	1,175	(1)	2,740,534	2,874,033	133,499
Operating Transfers Out	(6,500)	(6,500)	0	(3,269,429)	(3,034,033)	235,396
Total Other Financing Sources (Uses)	(5,324)	(5,325)	(1)	1,171,105	1,540,000	368,895
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(5,324)	(5,325)	(1)	(4,459,315)	(1,082,680)	3,376,635
Restated Fund Balance at Beginning of Year	6,596	6,596	0	5,896,077	5,896,077	0
Prior Year Encumbrances	0	0	0	2,766,881	2,766,881	0
Fund Balance at End of Year	\$1,272	\$1,271	(\$1)	\$4,203,643	\$7,580,278	\$3,376,635

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN RETAINED EARNINGS**  
**PROPRIETARY FUND TYPE**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<u><i>Enterprise Funds</i></u>
<u>Operating Revenues:</u>	
Charges for Services	\$977,416
Other Operating Revenues	72,097
Total Operating Revenues	<u>1,049,513</u>
 <u>Operating Expenses:</u>	
Personal Services	704,801
Materials and Supplies	125,770
Contractual Services	453,628
Utilities	151,445
Depreciation	196,140
Total Operating Expenses	<u>1,631,784</u>
Operating Loss	(582,271)
 <u>Non-Operating Revenues (Expenses):</u>	
Intergovernmental Revenues	493,553
Investment Earnings	91,220
Interest and Fiscal Charges	(274,241)
Total Non-Operating Revenues (Expenses)	<u>310,532</u>
Loss Before Operating Transfers	(271,739)
 <u>Operating Transfers:</u>	
Operating Transfers In	240,000
Operating Transfers Out	(80,000)
Total Operating Transfers	<u>160,000</u>
Net Loss	(111,739)
Retained Earnings at Beginning of Year	<u>3,570,167</u>
Retained Earnings at End of Year	<u><u>\$3,458,428</u></u>

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND TYPE**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<u><i>Enterprise Funds</i></u>
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$947,897
Cash Payments for Goods and Services	(707,046)
Cash Payments to Employees	(787,519)
Other Operating Revenues	72,097
Customer Deposits Received	1,100
Customer Deposits Returned	(2,350)
Net Cash Used for Operating Activities	<u>(475,821)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>	
Transfers In from Other Funds	240,000
Transfers Out to Other Funds	(80,000)
Net Cash Provided by Noncapital Financing Activities	<u>160,000</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>	
Acquisition and Construction of Assets	(51,236)
Intergovernmental Revenue Received	493,553
Payment on General Obligation Bonds	(260,000)
Interest Paid on All Debt	(275,260)
Net Cash Used for Capital and Related Financing Activities	<u>(92,943)</u>
<u>Cash Flows from Investing Activities:</u>	
Receipts of Interest	91,220
Net Cash Provided by Investing Activities	<u>91,220</u>
Net Decrease in Cash and Cash Equivalents	(317,544)
Cash and Cash Equivalents at Beginning of Year	<u>2,384,971</u>
Cash and Cash Equivalents at End of Year	<u><u>\$2,067,427</u></u>
 <u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u>	
Cash and Cash Equivalents	\$2,055,501
Restricted Cash and Cash Equivalents	11,926
Cash and Cash Equivalents at End of Year	<u><u>\$2,067,427</u></u>

(Continued)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINED STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND TYPE**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	<i>Enterprise Funds</i>
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Used for Operating Activities:</u>	
Operating Loss	(\$582,271)
Adjustments to Reconcile Operating Loss to	
Net Cash Used for Operating Activities:	
Depreciation Expense	196,140
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(22,289)
Decrease in Prepaid Items	24
Increase in Accounts Payable	24,073
Increase in Accrued Wages and Benefits	1,169
Increase in Intergovernmental Payable	443
Decrease in Customer Deposits Payable	(1,250)
Decrease in Deferred Revenue	(7,230)
Decrease in Compensated Absences	(84,630)
Total Adjustments	106,450
Net Cash Used for Operating Activities	(\$475,821)

The notes to the general purpose financial statements are an integral part of this statement.

**THE CITY OF SHARONVILLE, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2001**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Sharonville, Ohio (the "City") was incorporated in 1961 under the laws of the State of Ohio and operates under a Mayor-Council form of government.

The accompanying general purpose financial statements comply with the provisions of the Governmental Accounting Standards Board (the "GASB") Statement No. 14, *"The Financial Reporting Entity,"* in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity includes all funds, account groups, agencies, boards and commissions that are part of the primary government, which include the following services: public safety (police and fire), highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services. The City also owns and operates senior citizen housing and a convention center which are reported as enterprise funds. In addition, the City has included the Community Improvement Corporation of Sharonville (CIC) as a blended component unit.

The Community Improvement Corporation of Sharonville (CIC), a non-profit organization, is a six member board comprised of four City officials and two council members. Although it is legally separate from the City, the CIC is reported as if it were part of the primary government because the City can impose its' will on the CIC. The primary purpose of the CIC is the planning of the industrial, commercial, distribution and research development of the City, including the assurance that mortgage payments will be made to foster such development, the acquisition, construction, equipment and improvement of buildings, structures and other properties, the acquisition of sites for such development, the lease, sale and subdivision of such sites and incurring of debt in order to carry out such development, and to make loans to any individual or business entity in order to carry out such development purpose for the City. The City provides all subsidies to the CIC to finance its operations and activities. Financial statements related to the CIC can be obtained from the City Auditor.



NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**B. Basis of Presentation**

The accounting policies of the City conform to generally accepted accounting principles applicable to governments as prescribed by the GASB. The following is a summary of the more significant policies:

The accounts of the City are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). The various funds are summarized by type in the combined financial statements. The following fund types and account groups are used by the City:

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

**General Fund** - This fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. Principal sources of revenue are municipal income taxes and shared tax revenues. Primary expenditures are for police and fire protection, community environment and general government.

**Special Revenue Funds** - These funds are used to account for revenues derived from specific taxes, grants or other restricted revenue sources which are legally restricted for specific purposes.

**Debt Service Funds** - These funds are used to account for the accumulation of resources for, and the payment of, general obligation and special assessment long-term debt bond principal, interest and related costs.

**Capital Projects Funds** - These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities or equipment (other than those financed by the proprietary funds).

***Proprietary Funds*** - The proprietary funds are accounted for on an "economic resource" measurement focus. This measurement focus provides that all assets and liabilities associated with the operation of the proprietary funds are included on the balance sheet. Fund equity (i.e., net assets) are segregated into contributed capital and retained earnings components. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**B. Basis of Presentation** (Continued)

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

***Fiduciary Funds***

Trust and Agency Funds - These funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The City maintains an expendable trust fund and agency funds. The expendable trust fund is accounted for and reported similarly to governmental funds. The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

***Account Groups*** - To make a clear distinction between fixed assets related to specific funds and those of general government and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for fixed assets of the City other than those accounted for in the proprietary funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term debt of the City except those accounted for in the proprietary funds.

**C. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds, the expendable trust fund, and the agency funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Accounting (Continued)**

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, and state levied locally shared taxes (including motor vehicle license fees, gasoline tax, and local government assistance). Other revenue, including licenses, permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues are recorded as revenue when received in cash because generally these revenues are not measurable until received.

Special assessments receivable, which are measurable, but not available at December 31, are recorded as deferred revenue.

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

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and expenses recognized when incurred.

**D. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than the CIC fund (a blended capital project component unit) and agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the fund level except for the General Fund, Street Construction, Maintenance, and Repair Fund, State Highway Fund, Senior Citizen Housing Fund, and Convention Center Fund, which are budgeted at the fund, department and object level. Administrative control is maintained through the establishment of more detailed line-item budgets. Budgetary modifications may only be made by ordinance of the City Council.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Budgetary Process** (Continued)

1. Tax Budget

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

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2001.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31.

The appropriation ordinance establishes spending controls at the fund, department and object level for the General Fund, Street Construction, Maintenance, and Repair Fund, State Highway Fund, Senior Citizen Housing Fund, and the Convention Center Fund, with all other funds appropriated at the fund level. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2001, no supplemental appropriations were needed. The budgetary figures which appear in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--All Governmental Fund Types" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Budgetary Process (Continued)**

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Encumbrances outstanding at year end, however, are reported as reservations of fund balances for subsequent year expenditures in the accompanying general purpose financial statements.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**D. Budgetary Process** (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the governmental funds and the expendable trust fund:

	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses				
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Expendable Trust Fund
GAAP Basis (as reported)	\$279,626	(\$201,052)	\$340,160	(\$1,570,330)	(\$5,325)
Increase (Decrease):					
Accrued Revenues at December 31, 2001 received during 2002	(1,350,547)	(150,166)	0	(21,300)	0
Accrued Revenues at December 31, 2000 received during 2001	2,762,018	104,077	0	0	0
Accrued Expenditures at December 31, 2001 paid during 2002	740,471	101,165	0	158,254	0
Accrued Expenditures at December 31, 2000 paid during 2001	(643,113)	(59,427)	0	(60,212)	0
2000 Prepays for 2001	16,208	274	0	33,750	0
2001 Prepays for 2002	(31,455)	(174)	0	0	0
Unbudgeted CIC Fund	0	0	0	26,005	0
General Obligation Note:					
Issuance	0	500,000	0	1,200,000	0
Retirements	0	0	0	(1,200,000)	0
Outstanding Encumbrances	(368,529)	(217,462)	0	(1,465,596)	0
Budget Basis	<u>\$1,404,679</u>	<u>\$77,235</u>	<u>\$340,160</u>	<u>(\$2,899,429)</u>	<u>(\$5,325)</u>

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits and the State Treasurer's Asset Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment with an original maturity date of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. For purposes of the statement of cash flows, the proprietary funds' share of equity in pooled deposits and investments are considered to be cash equivalents. See Note 4 "Cash, Cash Equivalents and Investments."

**F. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*", the City reports its investments at fair value, except for nonparticipating investment contracts (repurchase agreements) which are reported at cost, which approximates fair value. Fair value is determined by quoted market prices. See Note 4, "Cash, Cash Equivalents and Investments."

The City has invested funds in STAR Ohio during 2001. 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, 2001.

**G. Inventory**

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental and expendable trust funds when purchased and as expenses in the proprietary funds when used.

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**H. Fixed Assets and Depreciation**

The accounting and reporting treatment applied to fixed assets is determined by their ultimate use:

1. Property, Plant and Equipment - General Governmental Purposes

Fixed assets acquired or constructed for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received.

Fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City. Therefore, the purpose of stewardship for capital expenditures can be satisfied without recording these assets.

General fixed asset values were initially determined at December 31, 1987 by identifying historical costs when such information was available. During the year ended December 31, 2000, the City completed a physical inventory and revaluation of all fixed assets.

The City has elected not to record depreciation in the General Fixed Assets Account Group.

2. Property, Plant and Equipment - Proprietary Funds

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction, and architectural and engineering fees where applicable. Contributed fixed assets are recorded at fair market value at the date received.

Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Estimated Lives (Years)
Buildings	50
Improvements other than Buildings	30
Machinery, Equipment, Furniture and Fixtures	30



## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**I. Long-Term Obligations**

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

<u>Obligation</u>	<u>Fund</u>
Special Assessment Bonds	Special Assessment Retirement Fund Crystalview Widening Fund Zind Lane Sewer Fund Crowne Point Drive Fund
General Obligation Bonds	Convention Center Fund Note Debt Retirement Fund
Capital Leases	Capital Improvement Fund
Police/Fire Pension Accrued Liability	General Fund
Compensated Absences	General Fund Street Construction, Maintenance and Repair Fund Senior Citizen Housing Fund Convention Center Fund

**J. Compensated Absences**

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

For governmental funds, the portion of unpaid compensated absences that is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." The long-term portion of the liability is reported in the General Long-Term Obligations Account Group.

Compensated absences are expensed in the Senior Citizens Housing and Convention Center enterprise funds when earned. The related liability is reported within the fund.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Pensions**

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

**L. Interfund Transactions**

During the course of normal operations, the City has numerous transactions between funds. Interfund transactions are generally classified as follows:

Operating transfers are reported as "Other Financing Sources and Uses" in the governmental funds, as "Operating Transfers In" by the recipient fund, and "Operating Transfers Out" by the disbursing fund.

Residual Equity Transfers are nonroutine or nonrecurring transfers between funds and are reported as additions to or deductions from the fund equity balance. There were no residual equity transfers during 2001.

Transactions that would be treated as revenues and expenditures if the transactions involved organizations external to the City are similarly treated when involving other funds of the City. The City also advances cash from one fund to another as necessary to meet current obligations.

**M. Reservations of Fund Balance**

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

**N. Total Columns on Combined Financial Statements - Overview**

Total columns on the "Combined Financial Statements - Overview" are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations or cash flow in conformity with generally accepted accounting principles, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**O. Restricted Assets**

Certain cash and cash equivalents are classified as restricted on the balance sheet because these funds are being held by a trustee, an agent or by the City for specified purposes.

**NOTE 2 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCES**

For fiscal year 2001, the City has implemented GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions” and GASB Statement No. 36 “Recipient Reporting for Certain Shared Nonexchange Revenues”. Also, the City reclassified the Note Debt Retirement Fund during the year. The fund was formerly reported as a capital projects fund but was reclassified to a debt service fund. At December 31, 2000, the implementation of GASB Statements No. 33 and 36 and the fund reclassification had the following effect on fund balances:

<u>Fund Name</u>	<u>Fund Balance as Reported 12/31/00</u>	<u>GASB 33 &amp; 36 Implementation</u>	<u>Fund Reclassification</u>	<u>Fund Balance as Restated 12/31/00</u>
General Fund	\$4,402,787	\$79,557	\$0	\$4,482,344
Special Revenue Funds	1,051,051	67,103	0	1,118,154
Debt Service Funds	412,882	0	325	413,207
Capital Projects Funds	3,721,119	0	(325)	3,720,794

In addition to the above noted change to fund balance the restatement of fund balances had the following effect on prior year excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses:

<u>Fund Name</u>	<u>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses as Reported 12/31/00</u>	<u>GASB 33 &amp; 36 Implementation</u>	<u>Fund Reclassification</u>	<u>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses as Restated 12/31/00</u>
General Fund	(\$490,565)	\$79,557	\$0	(\$411,008)
Special Revenue Funds	260,058	67,103	0	327,161
Debt Service Funds	412,882	0	(297,189)	115,693
Capital Projects Funds	(469,751)	0	297,189	(172,562)

The beginning balance of the General Fixed Assets Account Group was also restated to correct an error in accounting for land improvements, infrastructure, machinery and equipment, and vehicles. As a result of the restatement, the General Fixed Assets Account Group was reduced by \$125,658. The balance decreased from \$31,885,384 to \$31,759,726.

**NOTE 3 – COMPLIANCE AND ACCOUNTABILITY**

**Deficit Fund Balances** - At December 31, 2001 the following funds had a deficit in Fund Balance:

	<u>Fund Deficit</u>
Special Revenue Fund:	
Fire Department Fund	\$309,338
Capital Projects Fund:	
Capital Improvement Issue II-B Fund	629,629

The fund deficits in the Fire Department Fund (special revenue fund) and Capital Improvement Issue II-B Fund (capital projects fund) arise from the recognition of general obligation notes payable under the modified accrual basis of accounting. Under the budgetary basis of accounting, proceeds from the sale of notes are recognized as revenue and expenditures are recognized when paid, therefore, a deficit does not exist.

**NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of a majority of 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 sheet as "Cash and Cash Equivalents." Ohio law requires the classification of funds held by the City into three categories:

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

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

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

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

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

- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3 *"Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements,"* collateral held in single financial collateral pools with securities being held by the pledging financial institutions' agent in the pool's name are classified as Category 3.

The Governmental Accounting Standards Board has established risk categories for deposits and investments as follows:

*Deposits:*

- Category 1 Insured or collateralized with securities held by the City or by its agent in the City's name.
- Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
- Category 3 Uncollateralized or collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

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

*Investments:*

- Category 1 Insured or registered, or securities held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

**A. Deposits**

At year end the carrying amount of the City's deposits was \$846,463 and the bank balance was \$1,134,180. Federal depository insurance covered \$100,000 of the bank balance. All remaining deposits were classified as Category 3.

**B. Investments**

The City's investments at December 31, 2001 are:

<u>Categorized Investments</u>	<u>Category 2</u>	<u>Fair Value</u>
Repurchase Agreement	\$444,911	\$444,911
<u>Noncategorized Investments</u>	<u>Category 2</u>	<u>Fair Value</u>
STAR Ohio	N/A	10,900,096
Total Investments	<u>\$444,911</u>	<u>\$11,345,007</u>

The City's investment in STAR Ohio is not categorized because it is not evidenced by securities that exist in physical or in book entry form.

**C. Reconciliation of Cash, Cash Equivalents and Investments**

A reconciliation between classifications of cash and investments on the combined financial statements and the classifications per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Combined Balance Sheet	\$12,191,470	\$0
Investments:		
Repurchase Agreements	(444,911)	444,911
STAR Ohio	(10,900,096)	10,900,096
Per GASB Statement No. 3	<u>\$846,463</u>	<u>\$11,345,007</u>

\* Includes Restricted Cash and Cash Equivalents.

**NOTE 5 - INCOME TAXES**

The City levies a tax of 1% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

**NOTE 6 - RECEIVABLES**

Receivables at December 31, 2001 consisted of income taxes, accounts receivable, interest, special assessments, and intergovernmental receivables arising from shared revenues.

**NOTE 7 - OPERATING TRANSFERS**

Following is a summary of operating transfers in and out for all funds for 2001:

Fund	Transfers In	Transfers Out
General Fund	\$160,798	\$2,956,801
Special Revenue Funds:		
State Health Licenses Fund	0	47,000
Termination Benefits Fund	202,140	0
Total Special Revenue Funds	202,140	47,000
Debt Service Funds:		
Note Debt Retirement Fund	712,255	62,826
Indian Springs Street Light Fund	0	23,732
Total Debt Service Funds	712,255	86,558
Capital Projects Funds:		
Capital Improvement Fund	1,797,665	0
Capital Improvement Issue II-B Fund	62,826	0
Total Capital Projects Funds	1,860,491	0
Expendable Trust Fund:		
Unclaimed Monies Fund	1,175	6,500
Enterprise Funds:		
Senior Citizen Housing Fund	0	80,000
Convention Center Fund	240,000	0
Total Enterprise Funds	240,000	80,000
Totals	<u>\$3,176,859</u>	<u>\$3,176,859</u>

**NOTE 8 - FIXED ASSETS****A. General Fixed Assets**

Summary by category of changes in general fixed assets:

Category	Restated			December 31, 2001
	December 31, 2000	Additions	Deletions	
Land	\$1,369,556	\$0	\$0	\$1,369,556
Land Improvements	1,555,197	780,000	0	2,335,197
Buildings and Improvements	11,214,103	87,275	0	11,301,378
Infrastructure	11,277,709	707,446	0	11,985,155
Machinery and Equipment	3,318,478	513,788	(12,140)	3,820,126
Vehicles	3,024,683	187,472	(91,449)	3,120,706
Totals	<u>\$31,759,726</u>	<u>\$2,275,981</u>	<u>(\$103,589)</u>	<u>\$33,932,118</u>

**B. Proprietary Fixed Assets**

Summary by category at December 31, 2001:

Category	Historic Cost	Accumulated Depreciation	Book Value
Land	\$650,000	\$0	\$650,000
Land Improvements	123,620	(49,448)	74,172
Buildings and Improvements	7,929,188	(1,882,917)	6,046,271
Machinery and Equipment	246,190	(128,434)	117,756
Vehicles	63,135	(33,978)	29,157
Property, Plant and Equipment	<u>\$9,012,133</u>	<u>(\$2,094,777)</u>	<u>\$6,917,356</u>

**NOTE 9 – DEFINED BENEFIT PENSION PLANS**

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

**A. Public Employees Retirement System (the "PERS of Ohio")**

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



**NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)**

**A. Public Employees Retirement System (the “PERS of Ohio”) (Continued)**

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in the PERS of Ohio, a cost-sharing multiple employer defined benefit pension plan. The PERS of Ohio provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Public Employees Retirement System of Ohio issues a stand-alone financial report that includes financial statements and required supplementary information for the PERS of Ohio. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. The employee contribution rate is 8.5%. The 2001 employer contribution rate for local government employer units was 13.55%, of covered payroll, 9.25% to fund the pension and 4.3% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the PERS of Ohio for the years ending December 31, 2001, 2000 and 1999 were \$612,063, \$461,150 and \$510,559, respectively, which were equal to the required contributions for each year.

The PERS of Ohio provides postemployment health care benefits to age and service retirants with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants. Health care coverage for disability recipients is also available. The health care coverage provided by the PERS of Ohio is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the PERS of Ohio is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the PERS of Ohio. The portion of the 2001 employer contribution rate (identified above) that was used to fund health care for the year 2001 was 4.3% of covered payroll which amounted to \$194,234.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the PERS of Ohio's latest actuarial review performed as of December 31, 2000. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2000 was 7.75%. An annual increase of 4.75% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%. Health care costs were assumed to increase 4.75% annually.

**NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)****A. Public Employees Retirement System (the “PERS of Ohio”)** (Continued)

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants was 411,076. The actuarial value of the PERS of Ohio net assets available for OPEB at December 31, 2000 is \$11,735.9 million. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$14,364.6 million and \$2,628.7 million, respectively.

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

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. The City's contributions to the OP&F Fund for the years ending December 31, 2001, 2000 and 1999 were \$449,733, \$426,880 and \$410,498 for police and \$185,183, \$156,482 and \$116,146 for firefighters, respectively, which were equal to the required contributions for each year.

The OP&F Fund provides postemployment health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school, or under the age of 22 if attending school on a full-time or two-thirds basis. The Ohio Revised Code provides that health care costs paid from the funds of the OP&F Fund shall be included in the employer's contribution rate. The Ohio Revised Code also provides statutory authority allowing the Fund's Board of Trustees to provide postemployment health care coverage to all eligible individuals from the employer's contributions to the OP&F Fund.

The portion of the 2001 covered payroll that was used to fund postemployment health care benefits was \$172,974 representing 7.5% of covered payroll for police and \$57,870 representing 7.5% of covered payroll for fire. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. As of December 31, 2000, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 12,853 for police and 10,037 for firefighters. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 2000 were \$106,160,054, which was net of member contributions of \$5,657,431.

**NOTE 10 - OTHER EMPLOYEE BENEFITS****A. Dental Optical Plan**

The City sponsors a Dental/Optical Plan for full-time employees of the City. Amounts not paid as dental or optical claims are remitted to employees upon termination or retirement. At December 31, 2001, the City had \$181,806 payable to employees for the Dental/Optical Plan.

**B. Compensated Absences**

As of December 31, 2001, the liability for unpaid compensated absences was \$1,149,932 for all funds of the City except the proprietary funds. Of that, \$1,097,870 was considered long-term, while \$52,062 was anticipated to require the use of current available financial resources. The long-term liability has been reported in the General Long-Term Obligations Account Group. Compensated absences payable in the proprietary funds was \$30,162, a net decrease of \$84,630 from the amount reported at December 31, 2000.

**NOTE 11 - NOTES PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to, and payable no later than, those principal maturities that would have been required if the bonds had been issued at the expiration of the initial five year period.

Notes payable at December 31, 2001 were as follows:

	Balance December 31, 2000	Issued	(Retired)	Balance December 31, 2001
Special Revenue Fund:				
Fire Department Fund:				
3.15% Fire Equipment Acquisition	\$0	\$500,000	\$0	\$500,000
Capital Projects Fund:				
Capital Improvement Issue II-B Fund:				
5.25% Crescentville Road	1,200,000	0	(1,200,000)	0
3.50% Crescentville Road	0	1,200,000	0	1,200,000
Total Capital Projects Fund	<u>1,200,000</u>	<u>1,200,000</u>	<u>(1,200,000)</u>	<u>1,200,000</u>
Total Notes Payable	<u>\$1,200,000</u>	<u>\$1,700,000</u>	<u>(\$1,200,000)</u>	<u>\$1,700,000</u>

**NOTE 12 - LONG-TERM OBLIGATIONS**

Long-term obligations of the City at December 31, 2001 were as follows:

	Balance December 31, 2000	Issued (Retired)	Balance December 31, 2001
<b>Enterprise Funds:</b>			
General Obligation Bond:			
4.70% - 5.30% Convention Center Bonds	\$5,550,000	(\$260,000)	\$5,290,000
Total Enterprise Long-Term Debt	<u>\$5,550,000</u>	<u>(\$260,000)</u>	<u>\$5,290,000</u>
<b>General Long-Term Obligations:</b>			
General Obligation Bond:			
4.60% - 4.80% Recreation Center Bond	\$5,395,000	(\$220,000)	\$5,175,000
Special Assessment Bonds:			
9.75% Crystalview Widening	30,000	(10,000)	20,000
8.00% Zind Lane Sewer	30,000	(5,000)	25,000
7.00% Miller Valentine Phase I	450,000	(45,000)	405,000
7.10% Miller Valentine Phase II	130,000	(10,000)	120,000
Total Special Assessment Bonds (with Government Commitment)	<u>640,000</u>	<u>(70,000)</u>	<u>570,000</u>
<b>Other Long-Term Obligations:</b>			
Compensated Absences	1,913,387	(815,517)	1,097,870
Capital Leases	372,823	(95,405)	277,418
Police and Firemen's Pension Accrued Liability	34,287	(452)	33,835
Total Other Long-Term Obligations	<u>2,320,497</u>	<u>(911,374)</u>	<u>1,409,123</u>
Total General Long-Term Debt and Other Long-Term Obligations	<u>\$8,355,497</u>	<u>(\$1,201,374)</u>	<u>\$7,154,123</u>

The principal amount of the City's special assessment debt outstanding at December 31, 2001, \$570,000, is general obligation debt (backed by the full faith and credit of the City) that is being retired with the proceeds from special assessments levied against benefited property owners. The City is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$753,367 in the debt service funds at December 31, 2001 is reserved for the retirement of outstanding special assessment bonds. Delinquent special assessments at year end were \$1,632.

**A. Police and Firemen's Pension Fund**

The City's liability for past service costs related to the Police and Firemen's Pension Fund at December 31, 2001 is \$33,835 in principal payments through the year 2035. Only the principal amount is included in the General Long-Term Obligations Account Group.

## NOTE 12 - LONG-TERM OBLIGATIONS (Continued)

**B. Principal and Interest Requirements**

A summary of the City's future long-term debt funding requirements, including principal and interest payments as of December 31, 2001 follows:

Years	General Obligation Bonds		Special Assessment Bonds		Police/Fire Pension Accrued Liability	
	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$500,000	\$510,385	\$75,000	\$40,820	\$471	\$1,433
2003	520,000	486,773	70,000	35,230	491	1,413
2004	545,000	462,215	65,000	29,995	513	1,391
2005	570,000	436,478	60,000	25,380	535	1,369
2006	600,000	409,560	65,000	21,120	558	1,346
2007-2011	3,430,000	1,593,100	235,000	41,795	3,169	6,351
2012-2016	3,845,000	655,535	0	0	3,910	5,610
2017-2035	455,000	21,840	0	0	24,188	11,988
Totals	<u>\$10,465,000</u>	<u>\$4,575,886</u>	<u>\$570,000</u>	<u>\$194,340</u>	<u>\$33,835</u>	<u>\$30,901</u>

## NOTE 13 - CAPITAL LEASE COMMITMENTS

Under capital leases the City leases a ladder truck and a pumper truck for the fire department. The cost of the leased assets is accounted for in the General Fixed Assets Account Group and the related liability in the General Long-Term Obligations Account Group. The original cost of the assets under capital lease is \$822,277.

The following is a schedule of the future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of December 31, 2001:

Year Ending December 31,	Capital Leases
2002	\$115,295
2003	65,031
2004	65,030
2005	65,032
Minimum Lease Payments	310,388
Less: Amount representing interest at the City's incremental borrowing rate of interest	(32,970)
Present value of minimum lease payments	<u>\$277,418</u>

**NOTE 14 - CONTRIBUTED CAPITAL**

There were no changes in contributed capital during 2001:

	Senior Citizen Housing	Convention Center	Total
Balance at End of Year	\$0	\$79,021	\$79,021

**NOTE 15 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

Key financial information for the year ended December 31, 2001 for the City's enterprise activity is as follows:

	Senior Citizen Housing	Convention Center	Total
Operating Revenues	\$189,989	\$859,524	\$1,049,513
Depreciation	27,695	168,445	196,140
Operating Income (Loss)	34,730	(617,001)	(582,271)
Operating Transfers In	0	240,000	240,000
Operating Transfers Out	(80,000)	0	(80,000)
Net Loss	(41,288)	(70,451)	(111,739)
Property, Plant and Equipment:			
Additions	37,613	13,623	51,236
Assets	841,709	8,190,669	9,032,378
Net Working Capital	67,190	1,959,071	2,026,261
Bonds Payable	0	5,290,000	5,290,000
Total Equity	795,092	2,742,357	3,537,449

**NOTE 16 - 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. In 1990, the City joined the Ohio Government Risk Management Plan (OGRMP), a public entity risk plan formed under Section 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 585 member political subdivisions. The City pays an annual premium to OGRMP for its general insurance coverage. The agreement for formation of OGRMP provides that the organization will be self-sustaining through member premiums and will reinsure through commercial insurance and reinsurance companies.

Workers' Compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

**NOTE 16 - RISK MANAGEMENT (Continued)**

The City also pays unemployment claims to the State of Ohio as incurred.

The City continues to carry commercial insurance for other risks of loss, including employee health and life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

**NOTE 17 - CONTINGENCIES**

The City is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The City's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.





*COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE THE  
GENERAL FUND, SPECIAL REVENUE FUNDS, DEBT SERVICE FUNDS,  
CAPITAL PROJECTS FUNDS, ENTERPRISE FUNDS, FIDUCIARY FUNDS AND  
THE GENERAL FIXED ASSETS ACCOUNT GROUP.*

***GENERAL FUND***

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The General Fund is used to account for government resources not accounted for in any other 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.

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$14,587,057	\$13,901,204	(\$685,853)
Intergovernmental Revenues	620,000	621,732	1,732
Charges for Services	650,000	654,970	4,970
Licenses and Permits	345,000	342,134	(2,866)
Investment Earnings	395,000	394,520	(480)
Fines and Forfeitures	242,000	241,740	(260)
All Other Revenues	360,000	363,241	3,241
Total Revenues	<u>17,199,057</u>	<u>16,519,541</u>	<u>(679,516)</u>
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Personal Services	3,748,768	3,591,957	156,811
Materials and Supplies	252,329	176,848	75,481
Contractual Services	418,159	407,430	10,729
Total Police Department	<u>4,419,256</u>	<u>4,176,235</u>	<u>243,021</u>
Fire Department:			
Personal Services	2,077,817	1,870,929	206,888
Materials and Supplies	131,252	131,065	187
Contractual Services	266,513	253,650	12,863
Total Fire Department	<u>2,475,582</u>	<u>2,255,644</u>	<u>219,938</u>
Total Security of Persons and Property	<u>6,894,838</u>	<u>6,431,879</u>	<u>462,959</u>
Public Health and Welfare Services:			
Health Department:			
Personal Services	261,470	248,858	12,612
Materials and Supplies	14,608	10,291	4,317
Contractual Services	37,921	27,754	10,167
Total Health Department	<u>313,999</u>	<u>286,903</u>	<u>27,096</u>
Total Public Health and Welfare Services	<u>313,999</u>	<u>286,903</u>	<u>27,096</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Leisure Time Activities:			
Recreation Centers:			
Personal Services	480,370	456,991	23,379
Materials and Supplies	73,443	69,232	4,211
Contractual Services	71,931	61,791	10,140
Total Recreation Centers	<u>625,744</u>	<u>588,014</u>	<u>37,730</u>
Recreation Parks and Programs:			
Personal Services	1,038,110	1,012,730	25,380
Materials and Supplies	76,372	66,801	9,571
Contractual Services	476,889	457,013	19,876
Total Recreation Parks and Programs	<u>1,591,371</u>	<u>1,536,544</u>	<u>54,827</u>
Recreation Pools:			
Personal Services	125,730	124,727	1,003
Materials and Supplies	19,850	17,041	2,809
Contractual Services	19,331	18,222	1,109
Total Recreation Pools	<u>164,911</u>	<u>159,990</u>	<u>4,921</u>
Total Leisure Time Activities	<u>2,382,026</u>	<u>2,284,548</u>	<u>97,478</u>
Community Environment:			
Building and Planning:			
Personal Services	362,535	356,333	6,202
Materials and Supplies	16,218	12,614	3,604
Contractual Services	157,120	143,601	13,519
Total Building and Planning	<u>535,873</u>	<u>512,548</u>	<u>23,325</u>
Total Community Environment	<u>535,873</u>	<u>512,548</u>	<u>23,325</u>
Basic Utility Services:			
Waste Collection:			
Contractual Services	457,133	452,437	4,696
Total Waste Collection	<u>457,133</u>	<u>452,437</u>	<u>4,696</u>
Total Basic Utility Services	<u>457,133</u>	<u>452,437</u>	<u>4,696</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
General Government:			
Mayor:			
Personal Services	35,260	35,075	185
Materials and Supplies	1,200	1,046	154
Contractual Services	20,821	20,427	394
Total Mayor	<u>57,281</u>	<u>56,548</u>	<u>733</u>
Council:			
Personal Services	101,770	101,177	593
Materials and Supplies	955	1,208	(253)
Contractual Services	18,596	4,743	13,853
Total Council	<u>121,321</u>	<u>107,128</u>	<u>14,193</u>
Auditor and Treasurer:			
Personal Services	107,390	101,027	6,363
Materials and Supplies	3,925	3,504	421
Contractual Services	39,707	37,727	1,980
Total Auditor and Treasurer	<u>151,022</u>	<u>142,258</u>	<u>8,764</u>
Law Director:			
Personal Services	70,560	70,291	269
Materials and Supplies	200	0	200
Contractual Services	89,910	87,564	2,346
Total Law Director	<u>160,670</u>	<u>157,855</u>	<u>2,815</u>
Civil Service:			
Personal Services	11,710	5,088	6,622
Materials and Supplies	3,000	1,213	1,787
Contractual Services	18,174	19,286	(1,112)
Total Civil Service	<u>32,884</u>	<u>25,587</u>	<u>7,297</u>

(Continued)

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
General Government: (continued)			
Safety/Service Director:			
Personal Services	516,670	496,945	19,725
Materials and Supplies	7,350	9,339	(1,989)
Contractual Services	305,416	279,952	25,464
Total Safety/Service Director	829,436	786,236	43,200
Tax Department:			
Personal Services	170,340	167,961	2,379
Materials and Supplies	15,745	15,681	64
Contractual Services	15,350	10,897	4,453
Total Tax Department	201,435	194,539	6,896
Building and Lands:			
Personal Services	262,522	257,269	5,253
Materials and Supplies	39,367	38,361	1,006
Contractual Services	229,678	220,340	9,338
Total Building and Lands	531,567	515,970	15,597
Miscellaneous Government:			
Materials and Supplies	21,559	16,838	4,721
Contractual Services	373,168	347,585	25,583
Total Miscellaneous Government	394,727	364,423	30,304
Maintenance:			
Contractual Services	50,000	0	50,000
Total Maintenance	50,000	0	50,000
Total General Government	2,530,343	2,350,544	179,799
Total Expenditures	13,114,212	12,318,859	795,353
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,084,845	4,200,682	115,837

(Continued)

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**GENERAL FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	27,298	160,798	133,500
Operating Transfers Out	<u>(3,192,197)</u>	<u>(2,956,801)</u>	<u>235,396</u>
Total Other Financing Sources (Uses)	<u>(3,164,899)</u>	<u>(2,796,003)</u>	<u>368,896</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	919,946	1,404,679	484,733
Fund Balance at Beginning of Year	2,020,855	2,020,855	0
Prior Year Encumbrances	<u>325,051</u>	<u>325,051</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,265,852</u></u>	<u><u>\$3,750,585</u></u>	<u><u>\$484,733</u></u>

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## ***SPECIAL REVENUE FUNDS***

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

**Street Construction, Maintenance and Repair Fund**

To account for state-levied and controlled gasoline tax and motor vehicle registration fees designated for street maintenance and repair.

**State Highway Fund**

To account for the portion of the state gasoline tax and motor vehicle registration fees designated for street maintenance and repair of state highways within the City.

**Federal Emergency Management Agency (FEMA) Fund**

To account for grant monies received from the Federal Emergency Management Agency for assistance with public or individual restoration of disaster-damaged projects.

**State Health Licenses Fund**

To account for the revenues and expenditures of the State-mandated Health Licensing programs such as Food Service, Temporary Food Service, Swimming Pools and Mobile Home Parks.

**Law Enforcement Trust Fund**

To account for revenues received from local law enforcement grants from the US Department of Justice for Law Enforcement. Expenditures are restricted to law enforcement including restricted personnel costs and equipment as defined in the grants.

**Drug Law Enforcement Fund**

To account for mandatory fines collected for drug offenses.

**DUI Education and Enforcement Fund**

To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

(Continued)



***SPECIAL REVENUE FUNDS***

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**Mayor's Court Computer Fund**

To account for revenues from fines to be used for computers and updating Mayor's Court computer functions.

**Clerk of Courts Computer Fund**

To account for revenues from fines to be used for computers and updating Clerk of Courts computer functions.

**Law Enforcement Block Grant Fund**

To account for grant monies for special overtime for the Police Department.

**Community Oriented Policing Services (COPS) Grant Fund**

To account for proceeds from federal and state grant monies. The grant funds must be used toward the salary and benefits of police officers.

**Termination Benefits Fund**

To account for the large sum payout of retirees for sick, vacation and compensatory time accrued through their employment with the City.

**Fire Department Fund**

To account for income tax revenues collected to fund Fire Department operations.

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2001**

	Street Construction, Maintenance and Repair	State Highway	Federal Emergency Management Agency	State Health Licenses
<u>Assets:</u>				
Cash and Cash Equivalents	\$318,404	\$277,971	\$60,343	\$18,815
Intergovernmental Receivables	430,483	34,902	32,457	0
Inventory of Supplies at Cost	72,185	35,554	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$821,072</u>	<u>\$348,427</u>	<u>\$92,800</u>	<u>\$18,815</u>
<u>Liabilities:</u>				
Accounts Payable	\$7,361	\$5,805	\$14,500	\$0
Accrued Wages and Benefits	5,297	0	0	0
Intergovernmental Payables	27,528	0	0	0
Accrued Interest Payable	0	0	0	0
Deferred Revenue	303,025	24,568	32,457	0
General Obligation Notes Payable	0	0	0	0
Total Liabilities	<u>343,211</u>	<u>30,373</u>	<u>46,957</u>	<u>0</u>
<u>Fund Equity:</u>				
Fund Balances:				
Reserved for Encumbrances	89,446	42,507	6,485	0
Reserved for Supplies Inventory	72,185	35,554	0	0
Reserved for Prepaid Items	0	0	0	0
Unreserved - Undesignated	316,230	239,993	39,358	18,815
Total Fund Equity	<u>477,861</u>	<u>318,054</u>	<u>45,843</u>	<u>18,815</u>
Total Liabilities and Fund Equity	<u>\$821,072</u>	<u>\$348,427</u>	<u>\$92,800</u>	<u>\$18,815</u>

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2001**

Law Enforcement Trust	Drug Law Enforcement	DUI Education and Enforcement	Mayor's Court Computer	Clerk of Courts Computer	Law Enforcement Block Grant	COPS Grant
\$9,084	\$18,254	\$3,684	\$9,236	\$21,606	\$18,628	\$3,282
0	0	0	0	0	4,187	303,950
0	0	0	0	0	0	0
0	174	0	0	0	0	0
<u>\$9,084</u>	<u>\$18,428</u>	<u>\$3,684</u>	<u>\$9,236</u>	<u>\$21,606</u>	<u>\$22,815</u>	<u>\$307,232</u>
\$0	\$5,000	\$0	\$0	\$0	\$8,022	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	4,187	291,576
0	0	0	0	0	0	0
<u>0</u>	<u>5,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>12,209</u>	<u>291,576</u>
200	1,000	80	0	0	0	0
0	0	0	0	0	0	0
0	174	0	0	0	0	0
<u>8,884</u>	<u>12,254</u>	<u>3,604</u>	<u>9,236</u>	<u>21,606</u>	<u>10,606</u>	<u>15,656</u>
<u>9,084</u>	<u>13,428</u>	<u>3,684</u>	<u>9,236</u>	<u>21,606</u>	<u>10,606</u>	<u>15,656</u>
<u>\$9,084</u>	<u>\$18,428</u>	<u>\$3,684</u>	<u>\$9,236</u>	<u>\$21,606</u>	<u>\$22,815</u>	<u>\$307,232</u>

(Continued)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2001**

	Termination Benefits	Fire Department	Totals
<u>Assets:</u>			
Cash and Cash Equivalents	\$379,148	\$218,314	\$1,356,769
Intergovernmental Receivables	0	0	805,979
Inventory of Supplies at Cost	0	0	107,739
Prepaid Items	0	0	174
Total Assets	<u>\$379,148</u>	<u>\$218,314</u>	<u>\$2,270,661</u>
<u>Liabilities:</u>			
Accounts Payable	\$0	\$18,223	\$58,911
Accrued Wages and Benefits	0	0	5,297
Intergovernmental Payables	0	4,769	32,297
Accrued Interest Payable	0	4,660	4,660
Deferred Revenue	0	0	655,813
General Obligation Notes Payable	0	500,000	500,000
Total Liabilities	<u>0</u>	<u>527,652</u>	<u>1,256,978</u>
<u>Fund Equity:</u>			
Fund Balances:			
Reserved for Encumbrances	0	25,157	164,875
Reserved for Supplies Inventory	0	0	107,739
Reserved for Prepaid Items	0	0	174
Unreserved - Undesignated	379,148	(334,495)	740,895
Total Fund Equity	<u>379,148</u>	<u>(309,338)</u>	<u>1,013,683</u>
Total Liabilities and Fund Equity	<u>\$379,148</u>	<u>\$218,314</u>	<u>\$2,270,661</u>



**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Street Construction, Maintenance and Repair	State Highway	Federal Emergency Management Agency	State Health Licenses
<u>Revenues:</u>				
Intergovernmental Revenues	\$949,855	\$77,014	\$100,970	\$0
Charges for Services	3,260	0	0	0
Licenses and Permits	0	0	0	61,058
Investment Earnings	14,112	10,254	0	0
Fines and Forfeitures	0	0	0	0
All Other Revenues	4,830	0	0	0
Total Revenues	<u>972,057</u>	<u>87,268</u>	<u>100,970</u>	<u>61,058</u>
<u>Expenditures:</u>				
Current:				
Security of Persons and Property	0	0	0	0
Public Health and Welfare Services	0	0	0	7,324
Transportation	1,005,387	43,722	0	0
General Government	0	0	2,013	0
Capital Outlay	0	0	53,114	0
Debt Service:				
Interest and Fiscal Charges	0	0	0	0
Total Expenditures	<u>1,005,387</u>	<u>43,722</u>	<u>55,127</u>	<u>7,324</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(33,330)	43,546	45,843	53,734
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	0	0	0	0
Operating Transfers Out	0	0	0	(47,000)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>(47,000)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(33,330)	43,546	45,843	6,734
Restated Fund Balance at Beginning of Year	446,482	242,636	0	12,081
Increase in Inventory Reserve	64,709	31,872	0	0
Fund Balance (Deficit) at End of Year	<u><u>\$477,861</u></u>	<u><u>\$318,054</u></u>	<u><u>\$45,843</u></u>	<u><u>\$18,815</u></u>

(Continued)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

Law Enforcement Trust	Drug Law Enforcement	DUI Education and Enforcement	Mayor's Court Computer	Clerk of Courts Computer	Law Enforcement Block Grant	COPS Grant
\$0	\$0	\$0	\$0	\$0	\$19,698	\$58,424
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	434	0
3,538	6,652	573	10,017	23,373	0	0
462	7	175	0	0	0	0
<u>4,000</u>	<u>6,659</u>	<u>748</u>	<u>10,017</u>	<u>23,373</u>	<u>20,132</u>	<u>58,424</u>
5,493	7,351	75	13,007	23,895	37,652	42,768
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>5,493</u>	<u>7,351</u>	<u>75</u>	<u>13,007</u>	<u>23,895</u>	<u>37,652</u>	<u>42,768</u>
(1,493)	(692)	673	(2,990)	(522)	(17,520)	15,656
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(1,493)	(692)	673	(2,990)	(522)	(17,520)	15,656
10,577	14,120	3,011	12,226	22,128	28,126	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$9,084</u>	<u>\$13,428</u>	<u>\$3,684</u>	<u>\$9,236</u>	<u>\$21,606</u>	<u>\$10,606</u>	<u>\$15,656</u>

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Termination Benefits	Fire Department	Totals
<u>Revenues:</u>			
Intergovernmental Revenues	\$0	\$0	\$1,205,961
Charges for Services	0	0	3,260
Licenses and Permits	0	0	61,058
Investment Earnings	0	3,503	28,303
Fines and Forfeitures	0	0	44,153
All Other Revenues	0	0	5,474
Total Revenues	<u>0</u>	<u>3,503</u>	<u>1,348,209</u>
<u>Expenditures:</u>			
Current:			
Security of Persons and Property	0	18,361	148,602
Public Health and Welfare Services	0	0	7,324
Transportation	0	0	1,049,109
General Government	131,938	0	133,951
Capital Outlay	0	306,224	359,338
Debt Service:			
Interest and Fiscal Charges	0	6,077	6,077
Total Expenditures	<u>131,938</u>	<u>330,662</u>	<u>1,704,401</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(131,938)	(327,159)	(356,192)
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	202,140	0	202,140
Operating Transfers Out	0	0	(47,000)
Total Other Financing Sources (Uses)	<u>202,140</u>	<u>0</u>	<u>155,140</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	70,202	(327,159)	(201,052)
Restated Fund Balance at Beginning of Year	308,946	17,821	1,118,154
Increase in Inventory Reserve	0	0	96,581
Fund Balance (Deficit) at End of Year	<u><u>\$379,148</u></u>	<u><u>(\$309,338)</u></u>	<u><u>\$1,013,683</u></u>



**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$913,570	\$917,791	\$4,221
Charges for Services	3,300	3,260	(40)
Investment Earnings	14,000	14,112	112
All Other Revenues	4,830	4,830	0
Total Revenues	935,700	939,993	4,293
<u>Expenditures:</u>			
Transportation:			
Street Maintenance and Repair Department:			
Personal Services	831,713	827,417	4,296
Materials and Supplies	104,223	82,136	22,087
Contractual Services	168,856	59,460	109,396
Snow and Ice Removal Department:			
Personal Services	40,000	20,665	19,335
Materials and Supplies	135,401	105,802	29,599
Contractual Services	1,000	722	278
Traffic Signs and Signals Department:			
Materials and Supplies	1,040	347	693
Contractual Services	19,615	19,712	(97)
Total Expenditures	1,301,848	1,116,261	185,587
Excess (Deficiency) of Revenues Over (Under) Expenditures	(366,148)	(176,268)	189,880
Fund Balance at Beginning of Year	306,102	306,102	0
Prior Year Encumbrances	92,228	92,228	0
Fund Balance at End of Year	\$32,182	\$222,062	\$189,880

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**STATE HIGHWAY FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$75,000	\$74,415	(\$585)
Investment Earnings	8,600	10,254	1,654
Total Revenues	83,600	84,669	1,069
<u>Expenditures:</u>			
Transportation:			
Street Maintenance and Repair Department:			
Materials and Supplies	21,000	189	20,811
Contractual Services	68,177	43,677	24,500
Snow and Ice Removal Department:			
Materials and Supplies	28,455	28,454	1
Traffic Signs and Signals Department:			
Materials and Supplies	820	126	694
Contractual Services	17,062	17,303	(241)
Total Expenditures	135,514	89,749	45,765
Excess (Deficiency) of Revenues Over (Under) Expenditures	(51,914)	(5,080)	46,834
Fund Balance at Beginning of Year	213,708	213,708	0
Prior Year Encumbrances	21,495	21,495	0
Fund Balance at End of Year	\$183,289	\$230,123	\$46,834

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**FEDERAL EMERGENCY MANAGEMENT AGENCY (FEMA) FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$100,970	\$100,970	\$0
Total Revenues	100,970	100,970	0
<u>Expenditures:</u>			
General Government:			
Miscellaneous Government Department:			
Personal Services	15,600	2,013	13,587
Total General Government	15,600	2,013	13,587
Capital Outlay	85,400	59,599	25,801
Total Expenditures	101,000	61,612	39,388
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30)	39,358	39,388
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	(\$30)	\$39,358	\$39,388

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**STATE HEALTH LICENSES FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Licenses and Permits	\$60,753	\$61,818	\$1,065
Total Revenues	60,753	61,818	1,065
<u>Expenditures:</u>			
Public Health and Welfare Services:			
Health Department:			
Contractual Services	8,000	7,324	676
Total Expenditures	8,000	7,324	676
Excess (Deficiency) of Revenues Over (Under) Expenditures	52,753	54,494	1,741
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(47,000)	(47,000)	0
Total Other Financing Sources (Uses)	(47,000)	(47,000)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	5,753	7,494	1,741
Fund Balance at Beginning of Year	11,321	11,321	0
Fund Balance at End of Year	\$17,074	\$18,815	\$1,741

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**LAW ENFORCEMENT TRUST FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$3,538	\$3,538
All Other Revenues	117	462	345
Total Revenues	117	4,000	3,883
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Personal Services	1,000	105	895
Materials and Supplies	8,300	4,749	3,551
Contractual Services	1,240	689	551
Total Expenditures	10,540	5,543	4,997
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,423)	(1,543)	8,880
Fund Balance at Beginning of Year	10,187	10,187	0
Prior Year Encumbrances	240	240	0
Fund Balance at End of Year	\$4	\$8,884	\$8,880

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**DRUG LAW ENFORCEMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$6,700	\$6,815	\$115
All Other Revenues	66	7	(59)
Total Revenues	6,766	6,822	56
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Personal Services	96	96	0
Materials and Supplies	18,600	7,189	11,411
Contractual Services	2,000	1,240	760
Total Expenditures	20,696	8,525	12,171
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,930)	(1,703)	12,227
Fund Balance at Beginning of Year	13,857	13,857	0
Prior Year Encumbrances	100	100	0
Fund Balance at End of Year	\$27	\$12,254	\$12,227

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**DUI EDUCATION AND ENFORCEMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$500	\$598	\$98
All Other Revenues	148	175	27
Total Revenues	648	773	125
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	1,633	0	1,633
Contractual Services	2,000	155	1,845
Total Expenditures	3,633	155	3,478
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,985)	618	3,603
Fund Balance at Beginning of Year	2,986	2,986	0
Fund Balance at End of Year	\$1	\$3,604	\$3,603

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**MAYOR'S COURT COMPUTER FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$10,000	\$10,017	\$17
Total Revenues	10,000	10,017	17
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	22,392	12,008	10,384
Contractual Services	0	1,600	(1,600)
Total Expenditures	22,392	13,608	8,784
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,392)	(3,591)	8,801
Fund Balance at Beginning of Year	6,635	6,635	0
Prior Year Encumbrances	6,192	6,192	0
Fund Balance at End of Year	\$435	\$9,236	\$8,801



**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**CLERK OF COURTS COMPUTER FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$23,750	\$23,373	(\$377)
Total Revenues	23,750	23,373	(377)
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	40,324	23,895	16,429
Contractual Services	4,500	0	4,500
Total Expenditures	44,824	23,895	20,929
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,074)	(522)	20,552
Fund Balance at Beginning of Year	12,304	12,304	0
Prior Year Encumbrances	9,824	9,824	0
Fund Balance at End of Year	\$1,054	\$21,606	\$20,552

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**LAW ENFORCEMENT BLOCK GRANT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$22,000	\$19,698	(\$2,302)
Investment Earnings	300	434	134
Total Revenues	22,300	20,132	(2,168)
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Materials and Supplies	38,993	37,652	1,341
Total Expenditures	38,993	37,652	1,341
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,693)	(17,520)	(827)
Fund Balance at Beginning of Year	21,226	21,226	0
Prior Year Encumbrances	6,900	6,900	0
Fund Balance at End of Year	\$11,433	\$10,606	(\$827)

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**COPS GRANT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$42,815	\$46,050	\$3,235
Total Revenues	42,815	46,050	3,235
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Personal Services	42,815	42,768	47
Total Expenditures	42,815	42,768	47
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	3,282	3,282
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$3,282	\$3,282

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**TERMINATION BENEFITS FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
General Government:			
Miscellaneous Financing Department:			
Personal Services	333,500	131,938	201,562
Total Expenditures	333,500	131,938	201,562
Excess (Deficiency) of Revenues Over (Under) Expenditures	(333,500)	(131,938)	201,562
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	202,140	202,140	0
Total Other Financing Sources (Uses)	202,140	202,140	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(131,360)	70,202	201,562
Fund Balance at Beginning of Year	308,946	308,946	0
Fund Balance at End of Year	\$177,586	\$379,148	\$201,562

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**FIRE DEPARTMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Investment Earnings	\$3,600	\$3,503	(\$97)
Total Revenues	3,600	3,503	(97)
<u>Expenditures:</u>			
Security of Persons and Property:			
Fire Department:			
Contractual Services	17,000	5,134	11,866
Total Security of Persons and Property	17,000	5,134	11,866
Capital Outlay	497,000	334,444	162,556
Debt Service:			
Interest and Fiscal Charges	3,000	1,417	1,583
Total Debt Service	3,000	1,417	1,583
Total Expenditures	517,000	340,995	176,005
Excess (Deficiency) of Revenues Over (Under) Expenditures	(513,400)	(337,492)	175,908
<u>Other Financing Sources (Uses):</u>			
Proceeds from General Obligation Notes	500,000	500,000	0
Total Other Financing Sources (Uses)	500,000	500,000	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(13,400)	162,508	175,908
Fund Balance at Beginning of Year	17,821	17,821	0
Fund Balance at End of Year	\$4,421	\$180,329	\$175,908

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## ***DEBT SERVICE FUNDS***

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Debt Service Funds are used to account for retirement of the City's general obligation and special assessment bonds.

**Note Debt Retirement Fund**

To account for the accumulation of resources for the payments of general obligation debt of the City including self-supporting obligations not otherwise paid from proprietary funds.

**Special Assessment Retirement Fund**

To accumulate special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of special assessment bonds.

**Crystalview Widening Fund**

To account for payments of principal and interest on the City's Crystalview Widening special assessment bond. Revenues for this purpose include special assessment collections.

**Zind Lane Sewer Fund**

To account for payments of principal and interest on the City's Zind Lane Sewer special assessment bond. Revenues for this purpose include special assessment collections.

**Crowne Point Drive Fund**

To account for payments of principal and interest on the City's Miller Valentine special assessment bonds. Revenues for this purpose include special assessment collections and investment income.

**Indian Springs Street Light Fund**

To accumulate special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of special assessment bonds.



**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**DEBT SERVICE FUNDS**  
**DECEMBER 31, 2001**

	Note Debt Retirement	Special Assessment Retirement	Crystalview Widening	Zind Lane Sewer	Crowne Point Drive
<b><u>Assets:</u></b>					
Cash and Cash Equivalents	\$342,838	\$30,361	\$19,971	\$1,682	\$358,515
Receivables:					
Special Assessments	0	9,534	22,985	37,508	583,642
Total Assets	<u>\$342,838</u>	<u>\$39,895</u>	<u>\$42,956</u>	<u>\$39,190</u>	<u>\$942,157</u>
<b><u>Liabilities:</u></b>					
Deferred Revenue	\$0	\$9,534	\$22,985	\$37,508	\$583,642
Total Liabilities	<u>0</u>	<u>9,534</u>	<u>22,985</u>	<u>37,508</u>	<u>583,642</u>
<b><u>Fund Equity:</u></b>					
Fund Balances:					
Reserved for Debt Service	342,838	30,361	19,971	1,682	358,515
Total Fund Equity	<u>342,838</u>	<u>30,361</u>	<u>19,971</u>	<u>1,682</u>	<u>358,515</u>
Total Liabilities and Fund Equity	<u>\$342,838</u>	<u>\$39,895</u>	<u>\$42,956</u>	<u>\$39,190</u>	<u>\$942,157</u>



**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**DEBT SERVICE FUNDS**  
**DECEMBER 31, 2001**

Indian Springs Street Light	Totals
\$0	\$753,367
<u>6,887</u>	<u>660,556</u>
<u>\$6,887</u>	<u>\$1,413,923</u>
<u>\$6,887</u>	<u>\$660,556</u>
<u>6,887</u>	<u>660,556</u>
<u>0</u>	<u>753,367</u>
<u>0</u>	<u>753,367</u>
<u>\$6,887</u>	<u>\$1,413,923</u>

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Note Debt Retirement	Special Assessment Retirement	Crystalview Widening	Zind Lane Sewer
<u>Revenues:</u>				
Intergovernmental Revenues	\$174,713	\$0	\$0	\$0
Investment Earnings	0	0	0	0
Special Assessments	0	0	18,544	8,414
Total Revenues	<u>174,713</u>	<u>0</u>	<u>18,544</u>	<u>8,414</u>
<u>Expenditures:</u>				
General Government	3,835	0	0	0
Debt Service:				
Principal Retirement	220,000	0	10,000	5,000
Interest and Fiscal Charges	257,794	0	3,714	2,645
Total Expenditures	<u>481,629</u>	<u>0</u>	<u>13,714</u>	<u>7,645</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(306,916)	0	4,830	769
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	712,255	0	0	0
Operating Transfers Out	(62,826)	0	0	0
Total Other Financing Sources (Uses)	<u>649,429</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	342,513	0	4,830	769
Restated Fund Balance at Beginning of Year	325	30,361	15,141	913
Fund Balance at End of Year	<u>\$342,838</u>	<u>\$30,361</u>	<u>\$19,971</u>	<u>\$1,682</u>

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

Crowne Point Drive	Indian Springs Street Light	Totals
\$0	\$0	\$174,713
15,780	0	15,780
98,602	0	125,560
114,382	0	316,053
0	0	3,835
55,000	0	290,000
43,602	0	307,755
98,602	0	601,590
15,780	0	(285,537)
0	0	712,255
0	(23,732)	(86,558)
0	(23,732)	625,697
15,780	(23,732)	340,160
342,735	23,732	413,207
\$358,515	\$0	\$753,367

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**NOTE DEBT RETIREMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$174,713	\$174,713	\$0
Total Revenues	174,713	174,713	0
<u>Expenditures:</u>			
General Government:			
Miscellaneous Financing Department:			
Contractual Services	0	3,835	(3,835)
Debt Service:			
Principal Retirement	587,293	220,000	367,293
Interest and Fiscal Charges	300,000	320,620	(20,620)
Expenditures	887,293	544,455	342,838
Excess (Deficiency) of Revenues Over (Under) Expenditures	(712,580)	(369,742)	342,838
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	712,255	712,255	0
Total Other Financing Sources (Uses)	712,255	712,255	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(325)	342,513	342,838
Fund Balance at Beginning of Year	325	325	0
Fund Balance at End of Year	\$0	\$342,838	\$342,838

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**SPECIAL ASSESSMENT RETIREMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	30,361	30,361	0
Fund Balance at End of Year	\$30,361	\$30,361	\$0

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**CRYSTALVIEW WIDENING FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Special Assessments	\$18,544	\$18,544	\$0
Total Revenues	18,544	18,544	0
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	15,200	10,000	5,200
Interest and Fiscal Charges	4,800	3,714	1,086
Total Expenditures	20,000	13,714	6,286
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,456)	4,830	6,286
Fund Balance at Beginning of Year	15,141	15,141	0
Fund Balance at End of Year	\$13,685	\$19,971	\$6,286

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**ZIND LANE SEWER FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Special Assessments	\$8,414	\$8,414	\$0
Total Revenues	8,414	8,414	0
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	9,000	5,000	4,000
Interest and Fiscal Charges	200	2,645	(2,445)
Total Expenditures	9,200	7,645	1,555
Excess (Deficiency) of Revenues Over (Under) Expenditures	(786)	769	1,555
Fund Balance at Beginning of Year	913	913	0
Fund Balance at End of Year	\$127	\$1,682	\$1,555

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**CROWNE POINT DRIVE FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Investment Earnings	\$15,800	\$15,780	(\$20)
Special Assessments	98,642	98,602	(40)
Total Revenues	114,442	114,382	(60)
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	170,000	55,000	115,000
Interest and Fiscal Charges	30,000	43,602	(13,602)
Total Expenditures	200,000	98,602	101,398
Excess (Deficiency) of Revenues Over (Under) Expenditures	(85,558)	15,780	101,338
Fund Balance at Beginning of Year	342,735	342,735	0
Fund Balance at End of Year	\$257,177	\$358,515	\$101,338



**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**INDIAN SPRINGS STREET LIGHT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(23,732)	(23,732)	0
Total Other Financing Sources (Uses)	(23,732)	(23,732)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(23,732)	(23,732)	0
Fund Balance at Beginning of Year	23,732	23,732	0
Fund Balance at End of Year	\$0	\$0	\$0



## ***CAPITAL PROJECTS FUNDS***

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

### **Capital Improvement Fund**

To account for the accumulation of funds for the acquisition of capital assets and/or the construction of major capital facilities.

### **Capital Improvement Issue II Fund**

To account for government and local portions of Issue II funds that will be expended as they are approved.

### **Capital Improvement Issue II-B Fund**

To account for government and local portions of Issue II-B funds that will be expended as they are approved.

### **Community Improvement Corporation (CIC) Fund**

To account for the activity of the CIC, a not-for-profit Ohio corporation. The CIC is an agency and instrumentality of the City for industrial, commercial, distribution and research development, to create or preserve jobs and employment opportunities in the City and improve the economic welfare. (This fund only exists on a GAAP basis and is not part of the City's appropriated budget, therefore no budgetary schedule is presented.)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**CAPITAL PROJECTS FUNDS**  
**DECEMBER 31, 2001**

	Capital Improvement	Capital Improvement Issue II	Capital Improvement Issue II-B	Community Improvement Corporation	Totals
<b><u>Assets:</u></b>					
Cash and Cash Equivalents	\$1,856,321	\$951,523	\$593,500	\$0	\$3,401,344
Receivables (net of allowance for doubtful accounts):					
Accounts	21,300	0	0	0	21,300
Intergovernmental Receivables	0	0	1,365,276	0	1,365,276
Restricted Assets:					
Cash and Cash Equivalents	0	0	0	86,074	86,074
Total Assets	<u>\$1,877,621</u>	<u>\$951,523</u>	<u>\$1,958,776</u>	<u>\$86,074</u>	<u>\$4,873,994</u>
<b><u>Liabilities:</u></b>					
Accounts Payable	\$97,991	\$37,134	\$0	\$0	\$135,125
Accrued Interest Payable	0	0	23,129	0	23,129
Deferred Revenue	0	0	1,365,276	0	1,365,276
General Obligation Notes Payable	0	0	1,200,000	0	1,200,000
Total Liabilities	<u>97,991</u>	<u>37,134</u>	<u>2,588,405</u>	<u>0</u>	<u>2,723,530</u>
<b><u>Fund Equity:</u></b>					
Fund Balances:					
Reserved for Encumbrances	809,718	220,302	300,451	0	1,330,471
Unreserved - Undesignated	969,912	694,087	(930,080)	86,074	819,993
Total Fund Equity	<u>1,779,630</u>	<u>914,389</u>	<u>(629,629)</u>	<u>86,074</u>	<u>2,150,464</u>
Total Liabilities and Fund Equity	<u>\$1,877,621</u>	<u>\$951,523</u>	<u>\$1,958,776</u>	<u>\$86,074</u>	<u>\$4,873,994</u>

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Capital Improvement	Capital Improvement Issue II	Capital Improvement Issue II-B	Community Improvement Corporation	Totals
<u>Revenues:</u>					
Intergovernmental Revenues	\$89,103	\$215,354	\$214,222	\$0	\$518,679
All Other Revenues	34,930	0	0	14,593	49,523
Total Revenues	124,033	215,354	214,222	14,593	568,202
<u>Expenditures:</u>					
Capital Outlay	2,695,978	277,802	818,395	40,598	3,832,773
Debt Service:					
Principal Retirement	95,405	0	0	0	95,405
Interest and Fiscal Charges	19,890	0	50,955	0	70,845
Total Expenditures	2,811,273	277,802	869,350	40,598	3,999,023
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,687,240)	(62,448)	(655,128)	(26,005)	(3,430,821)
<u>Other Financing Sources (Uses):</u>					
Operating Transfers In	1,797,665	0	62,826	0	1,860,491
Total Other Financing Sources (Uses)	1,797,665	0	62,826	0	1,860,491
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(889,575)	(62,448)	(592,302)	(26,005)	(1,570,330)
Restated Fund Balance (Deficit) at Beginning of Year	2,669,205	976,837	(37,327)	112,079	3,720,794
Fund Balance (Deficit) at End of Year	<u>\$1,779,630</u>	<u>\$914,389</u>	<u>(\$629,629)</u>	<u>\$86,074</u>	<u>\$2,150,464</u>

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**CAPITAL IMPROVEMENT FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$50,598	\$89,103	\$38,505
All Other Revenues	0	13,630	13,630
Total Revenues	50,598	102,733	52,135
<u>Expenditures:</u>			
Capital Outlay	4,372,063	3,497,158	874,905
Debt Service:			
Principal Retirement	95,405	95,405	0
Interest and Fiscal Charges	19,890	19,890	0
Total Expenditures	4,487,358	3,612,453	874,905
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,436,760)	(3,509,720)	927,040
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	1,797,665	1,797,665	0
Total Other Financing Sources (Uses)	1,797,665	1,797,665	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,639,095)	(1,712,055)	927,040
Fund Balance at Beginning of Year	1,489,564	1,489,564	0
Prior Year Encumbrances	1,171,103	1,171,103	0
Fund Balance at End of Year	\$21,572	\$948,612	\$927,040

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**CAPITAL IMPROVEMENT ISSUE II FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$215,354	\$215,354	\$0
Total Revenues	215,354	215,354	0
<u>Expenditures:</u>			
Capital Outlay	1,192,190	498,104	694,086
Total Expenditures	1,192,190	498,104	694,086
Excess (Deficiency) of Revenues Over (Under) Expenditures	(976,836)	(282,750)	694,086
Fund Balance at Beginning of Year	747,777	747,777	0
Prior Year Encumbrances	229,060	229,060	0
Fund Balance at End of Year	\$1	\$694,087	\$694,086

**CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

**CAPITAL IMPROVEMENT ISSUE II-B FUND**

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$185,071	\$214,222	\$29,151
Total Revenues	185,071	214,222	29,151
<u>Expenditures:</u>			
Capital Outlay	1,196,624	1,118,846	77,778
Debt Service:			
Principal Retirement	1,200,000	1,200,000	0
Total Expenditures	2,396,624	2,318,846	77,778
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,211,553)	(2,104,624)	106,929
<u>Other Financing Sources (Uses):</u>			
Proceeds from General Obligation Notes	1,200,000	1,200,000	0
Total Other Financing Sources (Uses)	1,200,000	1,200,000	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,011,553)	(904,624)	106,929
Fund Balance at Beginning of Year	292,985	292,985	0
Prior Year Encumbrances	904,688	904,688	0
Fund Balance at End of Year	\$186,120	\$293,049	\$106,929



## ***ENTERPRISE FUNDS***

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Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprise, whereby the intent of the City is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the City has decided that periodic determination of net income is appropriate for accountability purposes.

### **Senior Citizen Housing Fund**

To account for revenues and expenses associated with the operation of the city-owned Senior Housing Apartment Complex, as well as revenues from lease deposits and waiting list deposits.

### **Convention Center Fund**

To account for revenues and expenses associated with the operation of a city-owned convention center.

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**ENTERPRISE FUNDS**  
**DECEMBER 31, 2001**

	Senior Citizen Housing	Convention Center	Totals
<u>Assets:</u>			
Cash and Cash Equivalents	\$59,793	\$1,995,708	\$2,055,501
Receivables (net of allowances for doubtful accounts):			
Accounts	0	46,085	46,085
Prepaid Items	0	1,510	1,510
Restricted Assets:			
Cash and Cash Equivalents	11,926	0	11,926
Property, Plant and Equipment	1,341,119	7,671,014	9,012,133
Less: Accumulated Depreciation	(571,129)	(1,523,648)	(2,094,777)
Net Fixed Assets	<u>769,990</u>	<u>6,147,366</u>	<u>6,917,356</u>
Total Assets	<u><u>\$841,709</u></u>	<u><u>\$8,190,669</u></u>	<u><u>\$9,032,378</u></u>
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$2,038	\$37,426	\$39,464
Accrued Wages and Benefits	255	2,104	2,359
Intergovernmental Payables	2,236	23,983	26,219
Accrued Interest Payable	0	20,719	20,719
Customer Deposits	11,926	0	11,926
Deferred Revenue	0	74,080	74,080
Compensated Absences Payable	30,162	0	30,162
General Obligation Bonds Payable	0	5,290,000	5,290,000
Total Liabilities	<u>46,617</u>	<u>5,448,312</u>	<u>5,494,929</u>
Fund Equity:			
Contributed Capital	0	79,021	79,021
Retained Earnings:			
Unreserved	795,092	2,663,336	3,458,428
Total Fund Equity	<u>795,092</u>	<u>2,742,357</u>	<u>3,537,449</u>
Total Liabilities and Fund Equity	<u><u>\$841,709</u></u>	<u><u>\$8,190,669</u></u>	<u><u>\$9,032,378</u></u>

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Senior Citizen Housing	Convention Center	Totals
<u>Operating Revenues:</u>			
Charges for Services	\$189,989	\$787,427	\$977,416
Other Operating Revenues	0	72,097	72,097
Total Operating Revenues	189,989	859,524	1,049,513
<u>Operating Expenses:</u>			
Personal Services	61,040	643,761	704,801
Materials and Supplies	19,735	106,035	125,770
Contractual Services	31,424	422,204	453,628
Utilities	15,365	136,080	151,445
Depreciation	27,695	168,445	196,140
Total Operating Expenses	155,259	1,476,525	1,631,784
Operating Income (Loss)	34,730	(617,001)	(582,271)
<u>Non-Operating Revenues (Expenses):</u>			
Intergovernmental Revenues	0	493,553	493,553
Investment Earnings	3,982	87,238	91,220
Interest and Fiscal Charges	0	(274,241)	(274,241)
Total Non-Operating Revenues (Expenses)	3,982	306,550	310,532
Income (Loss) Before Operating Transfers	38,712	(310,451)	(271,739)
<u>Operating Transfers:</u>			
Operating Transfers In	0	240,000	240,000
Operating Transfers Out	(80,000)	0	(80,000)
Total Operating Transfers	(80,000)	240,000	160,000
Net Loss	(41,288)	(70,451)	(111,739)
Retained Earnings at Beginning of Year	836,380	2,733,787	3,570,167
Retained Earnings at End of Year	\$795,092	\$2,663,336	\$3,458,428

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Senior Citizen Housing	Convention Center	Totals
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$190,010	\$757,887	\$947,897
Cash Payments for Goods and Services	(65,582)	(641,464)	(707,046)
Cash Payments to Employees	(60,078)	(727,441)	(787,519)
Other Operating Revenues	0	72,097	72,097
Customer Deposits Received	1,100	0	1,100
Customer Deposits Returned	(2,350)	0	(2,350)
Net Cash Provided (Used) by Operating Activities	<u>63,100</u>	<u>(538,921)</u>	<u>(475,821)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers In from Other Funds	0	240,000	240,000
Transfers Out to Other Funds	(80,000)	0	(80,000)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(80,000)</u>	<u>240,000</u>	<u>160,000</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(37,613)	(13,623)	(51,236)
Intergovernmental Revenue Received	0	493,553	493,553
Payment on General Obligation Bonds	0	(260,000)	(260,000)
Interest Paid on All Debt	0	(275,260)	(275,260)
Net Cash Used for Capital and Related Financing Activities	<u>(37,613)</u>	<u>(55,330)</u>	<u>(92,943)</u>
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	3,982	87,238	91,220
Net Cash Provided by Investing Activities	<u>3,982</u>	<u>87,238</u>	<u>91,220</u>
Net Decrease in Cash and Cash Equivalents	(50,531)	(267,013)	(317,544)
Cash and Cash Equivalents at Beginning of Year	122,250	2,262,721	2,384,971
Cash and Cash Equivalents at End of Year	<u>\$71,719</u>	<u>\$1,995,708</u>	<u>\$2,067,427</u>
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$59,793	\$1,995,708	\$2,055,501
Restricted Cash and Cash Equivalents	11,926	0	11,926
Cash and Cash Equivalents at End of Year	<u>\$71,719</u>	<u>\$1,995,708</u>	<u>\$2,067,427</u>

(Continued)

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Senior Citizen Housing	Convention Center	Totals
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	\$34,730	(\$617,001)	(\$582,271)
Adjustments to Reconcile Operating Income (Loss) to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	27,695	168,445	196,140
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	21	(22,310)	(22,289)
Decrease in Prepaid Items	0	24	24
Increase in Accounts Payable	959	23,114	24,073
Increase (Decrease) in Accrued Wages and Benefits	(250)	1,419	1,169
Increase in Intergovernmental Payable	234	209	443
Decrease in Customer Deposits Payable	(1,250)	0	(1,250)
Decrease in Deferred Revenue	0	(7,230)	(7,230)
Increase (Decrease) in Compensated Absences	961	(85,591)	(84,630)
Total Adjustments	<u>28,370</u>	<u>78,080</u>	<u>106,450</u>
Net Cash Provided (Used) by Operating Activities	<u>\$63,100</u>	<u>(\$538,921)</u>	<u>(\$475,821)</u>



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***FIDUCIARY FUND TYPES***

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Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

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***EXPENDABLE TRUST FUND***

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**Unclaimed Monies Fund**

To account for funds which rightfully belong to the payor and are refunded when the payor provides proof of claim for the funds within the period specified by law.

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***AGENCY FUNDS***

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**Mayor's Court Fund**

To account for funds that flow through the Mayor's Court.

**Employee Benefits Fund**

To account for funds related to the IRS 125 Employee Benefits Plan.

**Tax Rebate Fund**

To account for funds being claimed by taxpayers for over-payment of taxes.

**Ohio Board of Building Standards Fund**

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING BALANCE SHEET**  
**FIDUCIARY FUND TYPES**  
**DECEMBER 31, 2001**

	Expendable	Agency Funds				Totals
	Trust Fund	Unclaimed Monies	Mayor's Court	Employee Benefits	Tax Rebate	
<u>Assets:</u>						
Cash and Cash Equivalents	\$1,271	\$0	\$0	\$0	\$0	\$1,271
Restricted Assets:						
Cash and Cash Equivalents	0	4,685	181,806	217,998	290	404,779
Total Assets	<u>\$1,271</u>	<u>\$4,685</u>	<u>\$181,806</u>	<u>\$217,998</u>	<u>\$290</u>	<u>\$406,050</u>
<u>Liabilities:</u>						
Intergovernmental Payables	\$0	\$0	\$0	\$0	\$290	290
Due to Others	0	4,685	181,806	217,998	0	404,489
Total Liabilities	<u>0</u>	<u>4,685</u>	<u>181,806</u>	<u>217,998</u>	<u>290</u>	<u>404,779</u>
<u>Fund Equity:</u>						
Unreserved	1,271	0	0	0	0	1,271
Total Fund Equity	<u>1,271</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,271</u>
Total Liabilities and Fund Equity	<u>\$1,271</u>	<u>\$4,685</u>	<u>\$181,806</u>	<u>\$217,998</u>	<u>\$290</u>	<u>\$406,050</u>



**THE CITY OF SHARONVILLE, OHIO**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

	Balance December 31, 2000	Additions	Deductions	Balance December 31, 2001
<b><u>Mayor's Court Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$3,267	\$665,127	(\$663,709)	\$4,685
Total Assets	<u>\$3,267</u>	<u>\$665,127</u>	<u>(\$663,709)</u>	<u>\$4,685</u>
Liabilities:				
Due to Others	\$3,267	\$665,127	(\$663,709)	\$4,685
Total Liabilities	<u>\$3,267</u>	<u>\$665,127</u>	<u>(\$663,709)</u>	<u>\$4,685</u>
<b><u>Employee Benefits Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$162,167	\$120,516	(\$100,877)	\$181,806
Total Assets	<u>\$162,167</u>	<u>\$120,516</u>	<u>(\$100,877)</u>	<u>\$181,806</u>
Liabilities:				
Due to Others	\$162,167	\$120,516	(\$100,877)	\$181,806
Total Liabilities	<u>\$162,167</u>	<u>\$120,516</u>	<u>(\$100,877)</u>	<u>\$181,806</u>
<b><u>Tax Rebate Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$30,422	\$600,361	(\$412,785)	\$217,998
Total Assets	<u>\$30,422</u>	<u>\$600,361</u>	<u>(\$412,785)</u>	<u>\$217,998</u>
Liabilities:				
Due to Others	\$30,422	\$600,361	(\$412,785)	\$217,998
Total Liabilities	<u>\$30,422</u>	<u>\$600,361</u>	<u>(\$412,785)</u>	<u>\$217,998</u>
<b><u>Ohio Board of Building Standards Fund</u></b>				
Assets:				
Cash and Cash Equivalents	\$186	\$3,989	(\$3,885)	\$290
Total Assets	<u>\$186</u>	<u>\$3,989</u>	<u>(\$3,885)</u>	<u>\$290</u>
Liabilities:				
Intergovernmental Payables	\$186	\$3,989	(\$3,885)	\$290
Total Liabilities	<u>\$186</u>	<u>\$3,989</u>	<u>(\$3,885)</u>	<u>\$290</u>
<b><u>Totals - All Agency Funds</u></b>				
Assets:				
Cash and Cash Equivalents	\$196,042	\$1,389,993	(\$1,181,256)	\$404,779
Total Assets	<u>\$196,042</u>	<u>\$1,389,993</u>	<u>(\$1,181,256)</u>	<u>\$404,779</u>
Liabilities:				
Intergovernmental Payables	\$186	\$3,989	(\$3,885)	\$290
Due to Others	195,856	1,386,004	(1,177,371)	404,489
Total Liabilities	<u>\$196,042</u>	<u>\$1,389,993</u>	<u>(\$1,181,256)</u>	<u>\$404,779</u>

***GENERAL FIXED ASSETS ACCOUNT GROUP***

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General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the Proprietary Funds.

**THE CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF GENERAL FIXED ASSETS**  
**BY SOURCE**  
**DECEMBER 31, 2001**

General Fixed Assets:

Land	\$1,369,556
Land Improvements	2,335,197
Buildings and Improvements	11,301,378
Infrastructure	11,985,155
Machinery and Equipment	3,820,126
Vehicles	3,120,706
	<hr/>
Total General Fixed Assets	<u><u>\$33,932,118</u></u>

Investment in General Fixed Assets from:

General Fund	\$5,906,044
Special Revenue Funds	205,864
Capital Project Funds	27,820,210
	<hr/>
Total Investment in General Fixed Assets	<u><u>\$33,932,118</u></u>

**THE CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF GENERAL FIXED ASSETS**  
**BY CATEGORY**  
**DECEMBER 31, 2001**

Function and Activity	Land	Land Improvements	Buildings and Improvements	Infrastructure
<u>Security of Persons and Property:</u>				
Police Department	\$0	\$0	\$0	\$0
Fire Department	0	35,221	0	111,679
Total	0	35,221	0	111,679
<u>Public Health and Welfare Services:</u>				
Health Department	0	0	0	0
<u>Leisure Time Activities:</u>				
Recreation Centers	0	177,301	0	0
Recreation Parks and Programs	0	1,676,168	0	0
Recreation Pools	0	271,497	0	0
Total	0	2,124,966	0	0
<u>Community Environment:</u>				
Building and Planning	0	0	0	0
<u>Transportation:</u>				
Street Construction and Reconstruction	0	2,359	87,275	9,367,117
Street Maintenance and Repairs	0	0	0	462,399
Traffic Signs and Signals	0	0	0	1,407,067
Total	0	2,359	87,275	11,236,583
<u>General Government:</u>				
Mayor	0	0	0	0
Council	0	72,648	0	0
Auditor and Treasurer	0	0	0	0
Civil Service	0	0	0	0
Safety/Service Director	0	0	0	0
Tax Department	0	0	0	0
Buildings and Lands	1,369,556	100,003	11,214,103	636,893
Total	1,369,556	172,651	11,214,103	636,893
Total General Fixed Assets	<u>\$1,369,556</u>	<u>\$2,335,197</u>	<u>\$11,301,378</u>	<u>\$11,985,155</u>

**THE CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF GENERAL FIXED ASSETS**  
**BY CATEGORY**  
**DECEMBER 31, 2001**

Machinery and Equipment	Vehicles	Total
\$570,023	\$481,815	\$1,051,838
2,027,233	2,072,635	4,246,768
<u>2,597,256</u>	<u>2,554,450</u>	<u>5,298,606</u>
15,474	0	15,474
348,947	0	526,248
235,175	16,169	1,927,512
65,296	0	336,793
<u>649,418</u>	<u>16,169</u>	<u>2,790,553</u>
21,612	59,630	81,242
1,214	0	9,457,965
319,039	490,457	1,271,895
0	0	1,407,067
<u>320,253</u>	<u>490,457</u>	<u>12,136,927</u>
39,729	0	39,729
2,106	0	74,754
15,885	0	15,885
3,403	0	3,403
83,761	0	83,761
29,925	0	29,925
41,304	0	13,361,859
<u>216,113</u>	<u>0</u>	<u>13,609,316</u>
<u>\$3,820,126</u>	<u>\$3,120,706</u>	<u>\$33,932,118</u>

**THE CITY OF SHARONVILLE, OHIO**  
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS**  
**BY FUNCTION AND ACTIVITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2001**

Function and Activity	Restated December 31, 2000	Additions	Deletions	December 31, 2001
<u>Security of Persons and Property:</u>				
Police Department	\$727,213	\$384,233	(\$59,608)	\$1,051,838
Fire Department	4,082,627	164,141	0	4,246,768
Total	<u>4,809,840</u>	<u>548,374</u>	<u>(59,608)</u>	<u>5,298,606</u>
<u>Public Health and Welfare Services:</u>				
Health Department	15,474	0	0	15,474
<u>Leisure Time Activities:</u>				
Recreation Centers	526,248	0	0	526,248
Recreation Parks and Programs	1,079,818	858,146	(10,452)	1,927,512
Recreation Pools	336,793	0	0	336,793
Total	<u>1,942,859</u>	<u>858,146</u>	<u>(10,452)</u>	<u>2,790,553</u>
<u>Community Environment:</u>				
Building and Planning	76,742	4,500	0	81,242
<u>Transportation:</u>				
Street Construction and Reconstruction	8,663,244	794,721	0	9,457,965
Street Maintenance and Repairs	1,271,360	34,064	(33,529)	1,271,895
Traffic Signs and Signals	1,407,067	0	0	1,407,067
Total	<u>11,341,671</u>	<u>828,785</u>	<u>(33,529)</u>	<u>12,136,927</u>
<u>General Government:</u>				
Mayor	39,729	0	0	39,729
Council	74,754	0	0	74,754
Auditor and Treasurer	12,685	3,200	0	15,885
Civil Service	3,403	0	0	3,403
Safety/Service Director	81,836	1,925	0	83,761
Tax Department	22,286	7,639	0	29,925
Buildings and Lands	13,338,447	23,412	0	13,361,859
Total	<u>13,573,140</u>	<u>36,176</u>	<u>0</u>	<u>13,609,316</u>
Total General Fixed Assets	<u>\$31,759,726</u>	<u>\$2,275,981</u>	<u>(\$103,589)</u>	<u>\$33,932,118</u>

*STATISTICAL SECTION*

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**THE CITY OF SHARONVILLE, OHIO**  
**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)**  
**LAST TEN YEARS**

Year	Security of Persons and Property	Public Health and Welfare Services	Leisure Time Activities	Community Environment	Basic		Trans- portation	General Government	Capital Outlay	Debt Service	Total
					Utility Services	Services					
1992	\$3,353,709	\$206,686	\$765,293	\$181,819	\$342,006	\$648,182	\$1,880,594	\$654	\$35,336	\$7,414,279	
1993	3,623,617	209,429	840,459	208,484	360,832	750,132	1,863,767	0	38,389	7,895,109	
1994	3,860,264	223,625	897,642	227,115	371,122	819,031	1,477,424	0	34,539	7,910,762	
1995	4,051,415	231,742	952,818	234,773	373,779	853,366	1,579,531	0	154,538	8,431,962	
1996	4,417,217	229,020	1,014,932	257,879	388,789	943,395	1,573,877	1,317	150,061	8,976,487	
1997	4,474,983	275,781	1,202,054	264,100	450,404	853,156	1,653,086	0	142,032	9,315,596	
1998	5,093,379	262,059	1,674,967	300,773	480,728	843,890	1,761,829	0	141,231	10,558,856	
1999	5,559,558	301,332	1,877,362	363,099	440,941	948,442	1,988,902	0	131,725	11,611,361	
2000	6,270,707	267,266	2,059,204	369,457	377,154	1,043,682	2,273,330	0	125,325	12,786,125	
2001	6,470,013	285,270	2,249,929	498,626	452,286	1,049,109	2,370,029	359,338	603,832	14,338,432	

(1) Includes General Fund, Special Revenue Funds and Debt Service Funds.



**THE CITY OF SHARONVILLE, OHIO**  
**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)**  
**LAST TEN YEARS**

<b>Year</b>	<b>Taxes</b>	<b>Inter-Governmental Revenues</b>	<b>Charges for Services</b>	<b>Licenses and Permits</b>	<b>Investment Earnings</b>	<b>Fines and Forfeitures</b>	<b>(2) All Other</b>	<b>Total</b>
1992	\$9,342,781	\$324,464	\$163,092	\$218,034	\$203,823	\$237,575	\$63,355	\$10,553,124
1993	8,158,208	1,623,664	190,848	268,275	264,742	298,190	92,274	10,896,201
1994	8,926,632	979,772	265,297	268,654	155,435	332,063	99,026	11,026,879
1995	9,277,226	1,072,444	222,616	312,967	217,164	312,735	208,387	11,623,539
1996	9,840,779	1,290,898	263,544	312,974	433,439	244,414	230,419	12,616,467
1997	10,898,331	1,455,331	467,074	462,675	331,454	282,467	244,400	14,141,732
1998	11,835,106	1,606,545	520,103	416,184	371,316	323,564	387,812	15,460,630
1999	12,536,287	1,589,480	611,785	460,931	306,889	337,461	452,284	16,295,117
2000	12,425,983	1,647,913	572,830	388,794	602,311	304,409	547,732	16,489,972
2001	12,472,396	2,039,196	637,937	403,317	438,603	285,793	495,090	16,772,332

(1) Includes General Fund, Special Revenue Funds and Debt Service Funds

(2) Special Assessments are included in All Other.

**CITY OF SHARONVILLE, OHIO**  
**ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES**  
**OF TAXABLE PROPERTY**  
**LAST TEN YEARS**

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1992	\$261,439,800	\$746,970,857	\$17,701,320	\$17,701,320	\$113,365,934	\$453,463,736	\$392,507,054	\$1,218,135,913	32.22%
1993	292,922,420	836,921,200	18,482,340	18,482,340	112,648,670	450,594,680	424,053,430	1,305,998,220	32.47%
1994	297,383,590	849,667,400	28,189,980	28,189,980	116,433,860	465,735,440	442,007,430	1,343,592,820	32.90%
1995	296,001,440	845,718,400	21,671,870	21,671,870	123,215,600	492,862,400	440,888,910	1,360,252,670	32.41%
1996	302,546,200	864,417,714	20,973,910	20,973,910	123,215,600	492,862,400	446,735,710	1,378,254,024	32.41%
1997	308,283,160	880,809,029	21,363,860	21,363,860	150,362,620	601,450,480	480,009,640	1,503,623,369	31.92%
1998	314,394,230	898,269,229	21,560,980	21,560,980	150,362,620	601,450,480	486,317,830	1,521,280,689	31.97%
1999	357,587,450	1,021,678,429	20,527,420	20,527,420	164,804,000	659,216,000	542,918,870	1,701,421,849	31.91%
2000	362,810,770	1,036,602,200	19,325,480	19,325,480	173,640,490	694,561,960	555,776,740	1,750,489,640	31.75%
2001	363,664,250	1,039,040,714	15,281,190	15,281,190	172,458,180	689,832,720	551,403,620	1,744,154,624	31.61%

Source: Hamilton County, Ohio: County Auditor

**CITY OF SHARONVILLE, OHIO**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
**(PER \$1,000 OF ASSESSED VALUATIONS)**  
**LAST TEN YEARS**

Collection Year	City of Sharonville		Total	Princeton * Sycamore ** School District	Hamilton County	Special Taxing Districts	Total
	General Fund	Debt Service Fund					
1992	0.00	0.00	0	42.24 * 54.14 **	18.56	2.70	63.50 * 75.40 **
1993	0.00	0.00	0	42.24 * 54.14 **	18.33	2.70	63.27 * 75.17 **
1994	0.00	0.00	0	42.24 * 54.14 **	18.30	2.70	63.24 * 75.14 **
1995	0.00	0.00	0	42.24 * 54.14 **	18.30	2.70	63.24 * 75.14 **
1996	0.00	0.00	0	42.24 * 54.14 **	19.44	2.70	64.38 * 76.28 **
1997	0.00	0.00	0	42.24 * 54.14 **	19.44	2.70	64.38 * 76.28 **
1998	0.00	0.00	0	42.24 * 54.14 **	19.01	2.70	63.95 * 75.85 **
1999	0.00	0.00	0	42.24 * 61.53 **	19.54	2.70	64.48 * 83.77 **
2000	0.00	0.00	0	46.19 * 60.84 **	20.83	2.70	69.72 * 84.37 **
2001	0.00	0.00	0	46.19 * 60.84 **	19.92	2.70	68.81 * 83.46 **

Source: Hamilton County, Ohio: County Auditor

**CITY OF SHARONVILLE, OHIO**  
**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS**  
**LAST TEN YEARS**

<b>Collection Year</b>	<b>Amount Billed</b>	<b>Amount Collected</b>	<b>Percent Collected</b>
1992	\$163,631	\$159,895	97.72%
1993	158,092	153,678	97.21%
1994	158,344	157,652	99.56%
1995	154,424	155,200	100.50%
1996	151,935	150,725	99.20%
1997	148,227	146,601	98.90%
1998	145,227	128,314	88.35%
1999	173,986	143,607	82.54%
2000	163,165	162,027	99.30%
2001	127,193	125,560	98.72%

These figures represent amounts certified to and collected by the Hamilton County Auditor.

Source: Hamilton County, Ohio: County Auditor

**CITY OF SHARONVILLE, OHIO**  
**COMPUTATION OF 5-1/2 % LEGAL DEBT MARGIN**  
**DECEMBER 31, 2001**

Assessed Value	<u>\$551,403,620</u>
Unvoted Debt Limit	
5-1/2% Assessed Value	\$30,327,199
Total Unvoted Debt Outstanding at December 31, 2001	5,745,000
Less: Exempt Debt	
Special Assessment Bonds	
Issued in Anticipation of the Collection of Special Assessments	<u>(570,000)</u>
Subtotal	5,175,000
Less: Note Debt Retirement Fund Balance	<u>(342,838)</u>
Net Subject to 5-1/2% Limitation	<u>0</u>
Legal Debt Margin within 5-1/2% Limitation	<u>\$30,327,199</u>

**CITY OF SHARONVILLE, OHIO**  
**COMPUTATION OF 10-1/2 % LEGAL DEBT MARGIN**  
**DECEMBER 31, 2001**

Assessed Value	<u>\$551,403,620</u>
Voted and Unvoted Debt Limit 10-1/2% Assessed Value	\$57,897,380
Total Voted and Unvoted Debt Outstanding at December 31, 2001	5,745,000
Less: Exempt Debt Special Assessment Bonds Issued in Anticipation of the Collection of Special Assessments	<u>(570,000)</u>
Subtotal	5,175,000
Less: Bond Retirement Fund Balance	<u>(342,838)</u>
Net Subject to 10-1/2% Limitation	<u>0</u>
Legal Debt Margin within 10-1/2% Limitation	<u>\$57,897,380</u>

**CITY OF SHARONVILLE, OHIO**  
**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED**  
**VALUE AND GENERAL OBLIGATION BONDED DEBT PER CAPITA**  
**LAST TEN YEARS**

Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Funds Available	Net Bonded Debt	Ratio of	
						Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1992	11,312 (a)	\$392,507,054	\$0	\$208,146	\$0	0.00%	\$0.00
1993	11,312 (a)	424,053,430	0	221,618	0	0.00%	0.00
1994	11,312 (a)	442,007,430	0	240,664	0	0.00%	0.00
1995	11,312 (a)	440,888,910	0	266,754	0	0.00%	0.00
1996	11,312 (a)	446,735,710	0	290,098	0	0.00%	0.00
1997	11,312 (a)	480,009,640	6,000,000	320,153	5,679,847	1.18%	502.11
1998	11,312 (a)	486,317,830	5,805,000	335,242	5,469,758	1.12%	483.54
1999	11,312 (a)	542,918,870	5,605,000	381,677	5,223,323	0.96%	461.75
2000	13,926 (b)	555,776,740	5,395,000	412,882	4,982,118	0.90%	357.76
2001	13,926 (b)	551,403,620	5,175,000	342,838	4,832,162	0.88%	346.99

(1) Source: U.S. Bureau of Census of Population - (a) U.S. Bureau of Census Revision, March 18, 1992  
(b) U.S. Bureau of Census - Federal 2000 Census

(2) Source: Hamilton County, Ohio: County Auditor

(3) Annual debt charges are covenanted to be appropriated annually from lawfully available municipal income taxes.

**CITY OF SHARONVILLE, OHIO**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES**  
**FOR GENERAL BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**  
**LAST TEN YEARS**

<b>Year</b>	<b>Debt Principal</b>	<b>Interest and Fiscal Charges</b>	<b>Total Bonded Debt Service (1)</b>	<b>General Governmental Expenditures (2)</b>	<b>Debt Service to General Governmental Expenditures</b>
1992	\$0	\$0	\$0	\$7,414,279	0.00%
1993	0	0	0	7,895,109	0.00%
1994	0	0	0	7,910,762	0.00%
1995	0	0	0	8,431,962	0.00%
1996	0	0	0	8,976,487	0.00%
1997	0	0	0	9,315,596	0.00%
1998	195,000	214,526	409,526	10,558,856	3.88%
1999	200,000	277,065	477,065	11,611,361	4.11%
2000	210,000	266,764	476,764	12,786,125	3.73%
2001	220,000	257,794	477,794	14,338,432	3.33%

(1) Includes Debt Principal, Interest and Fiscal Charges.

(2) Excludes Operating Transfers-Out.



**CITY OF SHARONVILLE, OHIO**  
**COMPUTATION OF ALL DIRECT AND OVERLAPPING**  
**GENERAL OBLIGATION DEBT**  
**DECEMBER 31, 2001**

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of Sharonville (2)	Amount Applicable to City of Sharonville
<b>Direct</b>			
City of Sharonville (1)	\$12,315,000	100.00%	\$12,315,000
<b>Overlapping Subdivisions</b>			
Princeton City School District	1,671,842	100.00%	1,671,842
Great Oaks Joint Vocational School District	7,975,000	25.00%	1,993,750
Hamilton County	1,430,102,512	12.59%	180,049,906
		Subtotal	183,715,498
		Total	\$196,030,498

The percentage of gross indebtedness of the city's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed value within the City by its total assessed value.

- (1) Annual debt charges are covenanted to be appropriated annually from lawfully available municipal income taxes.
- (2) Decimal places have been rounded to the nearest hundredth for presentation.

Source: Ohio Municipal Advisory Council.

**CITY OF SHARONVILLE, OHIO**  
**DEMOGRAPHIC STATISTICS**  
**LAST TEN YEARS**

<b>Year</b>	<b>Population (1)</b>	<b>School Enrollment (2)</b>	<b>Unemployment Rate Cincinnati Metropolitan Area (3)</b>
1992	11,312 (a)	6,716	5.5%
1993	11,312 (a)	6,683	5.4%
1994	11,312 (a)	6,821	4.4%
1995	11,312 (a)	6,903	4.2%
1996	11,312 (a)	6,734	4.5%
1997	11,312 (a)	6,718	3.6%
1998	11,312 (a)	6,717	3.4%
1999	11,312 (a)	6,577	3.4%
2000	13,926 (b)	6,406	3.8%
2001	13,926 (b)	6,139	3.9%

(1) Source: U.S. Bureau of Census of Population - (a) U.S. Bureau of Census Revision, March 18, 1992  
(b) U.S. Bureau of Census - Federal 2000 Census

(2) Source: Princeton City School District, Board of Education

(3) Source: Greater Cincinnati Chamber of Commerce.

**CITY OF SHARONVILLE, OHIO**  
**PROPERTY VALUE AND CONSTRUCTION PERMITS**  
**LAST TEN YEARS**

Year	Residential (1)		Commercial (1)	
	Number of Permits	Property Value	Number of Permits	Property Value
1992	50	\$4,866,515	230	\$16,952,694
1993	25	2,342,900	670	13,128,427
1994	274	2,859,008	265	14,146,585
1995	336	4,327,256	212	12,892,717
1996	276	2,047,341	294	26,477,846
1997	283	1,528,169	293	33,629,716
1998	248	1,501,566	284	34,766,818
1999	243	1,208,481	293	31,823,962
2000	218	2,703,125	264	28,808,876
2001	235	4,391,484	252	18,447,490

(1) Source: City of Sharonville Building and Planning Department.

**CITY OF SHARONVILLE, OHIO  
 PRINCIPAL TAXPAYERS (INCOME TAX)  
 DECEMBER 31, 2001**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Amount of Tax Paid in 2001</b>
1. Ford Motor Company	Auto Parts Manufacturing	\$2,734,414
2. United States Postal Service	Bulk Mail Processing	513,701
3. Princeton School District	Public Education	254,796
4. United Parcel Service	Bulk Mail Processing	225,693
5. X-tek Inc.	Steel Fabrication	173,795
6. General Mills Inc.	Cereal Manufacturing	172,763
7. Diversey Lever	Health and Beauty Products	140,665
8. General Motors	Auto Parts Distribution	115,493
9. Great Oaks Joint Vocational School	Vocational Education	107,443
10. City of Sharonville	Municipal Government	77,086
	Total	\$184,529

Source: City of Sharonville Auditor and Treasurer Department.

**CITY OF SHARONVILLE, OHIO  
PRINCIPAL EMPLOYERS  
DECEMBER 31, 2001**

<b>Employer</b>	<b>Type of Business</b>	<b>Number of Employees *</b>
1. Ford Motor Company	Auto Parts Manufacturing	3,065
2. United States Postal Service	Bulk Mail Processing	1,596
3. United Parcel Service	Bulk Mail Processing	1,396
4. Princeton School District	Public Education	873
5. Diversey Lever	Health and Beauty Products	428
6. City of Sharonville	Municipal Government	402
7. X-tek Inc.	Steel Fabrication	353
8. General Mills Inc.	Cereal Manufacturing	304
9. General Motors	Auto Parts Distribution	298
10. Great Oaks Joint Vocational School	Vocational Education	263

\* Full-time Equivalents.

Source: City of Sharonville Building and Planning Department.

**CITY OF SHARONVILLE, OHIO  
MISCELLANEOUS STATISTICS  
DECEMBER 31, 2001**

	1961		
	Year of Incorporation	Mayor-Council	
	Form of Government		
<b>Recreation and Culture:</b>		Area - square miles	10
Number of Parks	5	Miles of Streets	134
Park Acreage	35	Number of Street Lights	935
Number of Ball Fields	17		
Number of Tennis Courts	4	Fire Protection:	
		Number of Stations	3
<b>Cemeteries:</b>		Number of Full-time Fire Personnel and Officers	13
Number of Cemeteries	3	Number of Part-time Fire Personnel and Officers	18
Cemetery Acreage	2	Number of Calls Answered	2,729
		Number of Inspections Conducted	1,230
Building Permits Issued in 2001	591		
		Police Protection:	
Number of Libraries	1	Number of Stations	4
		Number of Police Personnel and Officers	62
<b>Education:</b>		Number of Patrol Units	12
Number of Elementary Schools	3	Number of Law Violations:	
Number of Elementary School Students	1,288	Criminal/Juvenile Citations and Charges	1,367
Number of Secondary Schools	2	Traffic Citations Issued	3,860
Number of Secondary School Students	2,888		

SOURCE: Finance Office, City of Sharonville

*Shortly after Sharonville was settled in 1788 the village became a stopover for stage coaches running from Cincinnati to Lebanon. Since then, transportation has continued to be a major theme in the city's development. Canal boats passing through would stop to let their passengers walk to the Twelve Mile House for meals. One of the nation's major race tracks, located on the site of the Scarlet Oaks School, contributed to the development of the modern day automobile. Today, one of our most important industries is the Ford Transmission Plant. For many years Sharonville was known primarily as a railroad town with its large yards, round house, and repair facilities. Bus lines continue to serve Sharonville. With two Interstate Highways running through the city, and a third nearby, it has now become the hub for the trucking industry. Sharonville is definitely a city of progress, keeping America on the move.*

**CITY OF SHARONVILLE**  
10900 READING ROAD  
SHARONVILLE, OHIO 45241  
(513) 563-1144







STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
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Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490

**CITY OF SHARONVILLE**

**HAMILTON COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 20, 2002**