

CITY OF FOREST PARK

Independent Auditors' Report on
Compliance and Internal Controls

December 31, 2003



**Auditor of State
Betty Montgomery**

Members of Council
City of Forest Park
1201 West Kemper Road
Forest Park, Ohio 45240

We have reviewed the Independent Auditor's Report of the City of Forest Park, Hamilton County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2003 to December 31, 2003. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

October 26, 2004

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Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Members of Council
City of Forest Park, Ohio:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Forest Park, Ohio, as of and for the year ended December 31, 2003, which collectively comprise the City of Forest Park's basic financial statements and have issued our report thereon dated August 23, 2004 wherein we noted the City implemented Governmental Accounting Standards Board Statements Nos. 34, 37, 38 as well as Governmental Accounting Standards Board Interpretation No. 6. . 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.

Compliance

As part of obtaining reasonable assurance about whether the City of Forest Park'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*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Forest Park's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions 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 operations that we consider to be material weaknesses.

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

Clark, Schaefer, Hachitt & Co.

Cincinnati, Ohio
August 23, 2004

CITY OF FOREST PARK, OHIO

Comprehensive Annual Financial Report



**FOR THE YEAR ENDED
DECEMBER 31, 2003**

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CITY OF FOREST PARK, OHIO

**Comprehensive
Annual Financial Report**

**For The Year Ended
December 31, 2003**

Prepared by:
Department of Finance

INTRODUCTORY SECTION

**CITY OF FOREST PARK, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 YEAR ENDED DECEMBER 31, 2003**

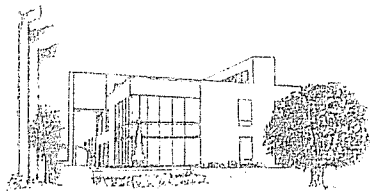
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August 31, 2004

Forest Park Citizens
Forest Park Council Members
Lenders and Other Interested Parties
Forest Park, Ohio 45240

State law requires that the City of Forest Park annually publish a complete set of financial statements for the results of its fiscal operations, presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards. This report meets the state requirements for the auditor's opinion and the minimum basic financial statements, and it goes a step further by providing this Comprehensive Annual Financial Report (CAFR). This CAFR provides the reader additional information regarding the City's finances. The report information is presented in three major sections:

1. The Introductory Section includes the table of contents, this letter of transmittal which presents the City's organization, operational structure and accomplishments, a list of elected officials and key administrative personnel, an organizational chart, and the Certificate of Achievement for Excellence in Financial Reporting.
2. The Financial Section contains the Report of Independent Auditors, Management's Discussion and Analysis, and the City's basic financial statements, which include explanatory notes thereto. This section also includes additional supplementary information including the combining financial schedules and the individual fund budget versus actual schedules.
3. The Statistical Section presents social, economic, and historical data in a multi-year format which may be used to identify financial trends and data relative to the fiscal capacity of the City.

A complete CAFR is not required to be prepared, but by doing so it represents a commitment by the City of Forest Park (the City) to achieve the highest nationally recognized standards of excellence in financial reporting as established by the Governmental Accounting Standards Board (GASB) and the Government Finance Officers Association (GFOA).

Additionally, these financial statements have been prepared for the first time using the GASB's new reporting model under *GASB 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, and related GASB statements. GASB 34 was developed to provide better, more understandable information about the government's finances. Except for the requirement to retroactively report general infrastructure assets, this report meets all requirements of Statement 34. The City's deadline for retroactively reporting general infrastructure assets is fiscal year 2007, and it is our plan to meet this requirement in our 2006 CAFR. As presented in accordance with GASB 34, this CAFR includes the following information for the reader:

- A Statement of Net Assets and a Statement of Activities represent the entire City as a whole on one page for each statement (pages 12 and 13). The Statement of Net Assets provides all assets, liabilities, and net assets of the City, on a full accrual basis.
- The Statement of Activities provides the cost of providing services to citizens and the sources of revenue that the City uses to pay those costs.
- Expanded disclosure in the Notes to Financial Statements and improved schedules regarding the actual expenditures in comparison with the original and final appropriations are also included.
- A narrative analysis specifically regarding the City's financial statements and financial condition provides greater insight into the City's finances. Readers are encouraged to refer to this report, entitled Management's Discussion and Analysis, beginning on page 3.

This CAFR consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a basis for making these representations, management has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Clark, Schaefer, Hackett, and Co., Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2003, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and

evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended December 31, 2003, are fairly presented in conformity with GAAP. The independent auditor's opinion is presented as the first component of the financial section of this report.

GAAP require management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (M D & A). This letter of transmittal is designed to complement the M D & A and should be read in conjunction with it. The City's M D & A is found immediately following the report of the independent auditors.

CITY OVERVIEW

The City of located in the southwestern portion of the State of Ohio between the cities of Cincinnati and Dayton, and is entirely within the County of Hamilton. The City traces its roots to the mid-1950's when the Federal Government encouraged the development of a second greenbelt community in the Cincinnati area. Greenhills was the first greenbelt community, a concept patterned after the famed garden cities of England. In contrast to Greenhills, however, development of Forest Park was handled through private enterprise, specifically the Warner-Kanter Corporation. That was in 1954. Within two years, the first homes were ready for occupancy. Forest Park progressed rapidly with the formation of a civic association in 1958, a volunteer fire department and incorporation as a village in 1961, and city status (population in excess of 5,000) in 1968 with the adoption of a Home Rule Charter that same year.

As of the 2000 U. S. Census Report, Forest Park was the third largest city in Hamilton County, with a population of 19,463. Its 62 miles of streets and 3,800-plus acres are bounded by Hamilton Avenue to the west, Springfield Pike (Route 4) to the east, Sharon Road to the south and the Hamilton County line north of I-275 to the north. Forest Park is 14 miles north of downtown Cincinnati, 35 miles south of Dayton, and within 125 miles of Columbus, Indianapolis, Lexington, and Louisville. Via I-275, the City is only 35 minutes from the Greater Cincinnati International Airport. Because of this ideal location, the City enjoys a reputation as a premier site for both residential and commercial development.

The City operates under the City Manager-Council plan pursuant to its Charter, but is also subject to the general statutes of the State of Ohio governing municipalities. In addition, the City may exercise all powers of local self-government under Article XVIII, Section 3, of the Ohio Constitution. The legislative authority of the City is vested in a seven member Council whose members are elected to four-year overlapping terms with an election of three (or four in alternate council election years) council seats every two years. The Council enacts ordinances and resolutions to provide for city services, to levy taxes, to make appropriations,

to borrow money, to fix salaries of all employees of the City, whether elected or appointed, to adopt a budget and to perform such other duties and exercise such other rights, not inconsistent with the City Charter, as may be granted to the legislative authority of any municipality of Ohio. The presiding officer of the Council is the Mayor, who is chosen by the council every two years under the Charter. All Council members are from the City at large.

The City Manager is the chief executive, administrative, and law enforcement officer of the City. The Manager is charged with responsibility for enforcing the laws and ordinances of the City. The Manager appoints and removes all heads of departments and all subordinate officers and employees of the City, except the City Law Director and Clerk of Council. He exercises control over all departments created by the City Council. The Law Director serves as legal advisor and attorney for the City and performs duties as provided under the Charter and general laws of Ohio pertaining to municipal legal advisors. The Director of Finance is appointed by the City Manager with the concurrence of the City Council to supervise the Department of Finance and performs the powers, duties and functions of the fiscal officer of the City pursuant to the Charter and general laws of Ohio. The City provides numerous services including police, fire and emergency services protection, the construction and maintenance of highways and streets; parks and recreational program services, and stormwater management.

ECONOMIC CONDITIONS AND OUTLOOK

New housing construction continued to be one important area of evidence to our continued success in 2003. Although it is unlikely that we will ever see another housing boom like the community experienced in the early 1990's, our housing starts were stronger in 2003 than the previous three years. The median construction cost has been approximately \$170,000 with a few constructed in the \$250,000 to \$300,000 range (sale prices typically run about 20% above construction cost). Clearly, individuals who have a lot of discretion as to where they want to live see the City as a clear choice to build a home and raise a family. Though our current official population is 19,463 we still project that within the next ten years we will reach our build-out with a population of approximately 23,000.

Over the last 18 years we have gone from a city where street improvements and repair of potholes was clearly our number one problem to a position where we are well recognized as having some of the finest streets in the region. We maintain our streets as a matter of priority. During 2003 we continued to invest in major road improvements. The Mill Road project was representative of this investment. The project, which was nearly complete at year-end, represented the leveraging of City funds with outside grants and local economic development participation. The project included street widening, resurfacing, and a streetscape.

During 2003 successful developments occurred in each of our three business corridors: Hamilton/Waycross, Winton, and Northland. To date the City has utilized the Enterprise Zone Program for 27 agreements for companies that have invested over \$76 million and created or retained 1,550 jobs. Three well-respected and fast growing companies were successfully recruited which resulted in more than \$11.5 million of business investment and the creation or retention of more than 300 jobs during 2003 under the Enterprise Zone Program. The three projects were:

- (1) Faxon Machining was able to double the size of its facility in the Northland Industrial Park. With support from the Hamilton County Commissioners, we assisted Faxon in obtaining an 8-year, 75% abatement of the property taxes involved in the project. The company invested \$5 million to build a 71,000 square foot addition and purchase new machinery and equipment. The project retains 129 full-time employees and the company agreed to create another 27 full-time positions over the next three years. Consistent with our policy, the company made a generous contribution to the Winton Woods City School District. The district used these dollars to purchase computer assisted design equipment and software.
- (2) Valley, Belt and Hose Company, Inc. (VBH), a distribution company currently located in Woodlawn, had outgrown its existing building and needed a new home. After an extensive search, VBH officials focused their attention on the City. The company plans to invest \$1.32 million to build a 25,700 square foot office/warehouse on 3.6 acres in Carillon Park. They will spend another \$108,000 on new machinery and equipment. Approximately \$100,000 of new inventory will be purchased, bringing the total new investment to \$1.528 million. More than \$435,000 of machinery, equipment, furniture, and fixtures will be transferred from the existing facility to the City. VBH currently employs 13 people. Over the next three years, the company will create another 7 positions. In November, City Council passed a resolution consenting to the execution of an enterprise zone agreement for this project, providing a 6-year, 50% exemption of the property taxes involved.
- (3) Early in 2003, National Bedding began a search for a new home for its local manufacturing facility. A manufacturer and distributor of mattresses for Serta, the company had concluded that an existing facility located in a neighboring community was no longer suitable due to changing market conditions and advanced production methods. Consequently, they decided that a new state-of-the-art facility was required. After an extensive review of their options, they chose a 12-acre site in the Carillon Business Park at Union Central. The company will invest more than \$5.5 million to purchase the site and construct a 149,000 square foot facility. Approximately \$2.5 million in machinery and equipment will be relocated to the City and the company will bring 132 jobs with an annual payroll of approximately \$6 million. A 7-year, 50% exemption of the real property and tangible personal property improvements was approved for this project.

During 2002, the Mills Corporation through its related entity – Cincinnati Mills, LLC (formerly known as Mills Forest Fair, LLC) invested more than \$70 million to purchase Forest Fair Mall with the intention of redeveloping the facility into a vibrant retail center known as Cincinnati Mills. The company has reported that it will invest another \$70 million to renovate the facility. To complete the project, Mills officials requested the support of a number of jurisdictions (including the City) in the establishment of a Tax Increment Financing (TIF) district. The TIF district will provide \$18 million to resurface the parking lot and garage, enhance security, and improve traffic flow. The Port Authority of Greater Cincinnati participated in this complex agreement which includes two counties, two cities, and three school districts. The agreement which was not completed until early 2004 was designed to protect the interest of the City’s taxpayers while providing Mills with the resources necessary to complete this ambitious project. The result was a mutually beneficial agreement that will guarantee the mall’s future success. This complex agreement will not only lead to the redevelopment of the mall, but ultimately to a revitalization of the entire Winton Road corridor. The Mills Corporation is one of the top retail developers in the world as the company owns, develops, leases, and manages retail/entertainment destinations in the U. S., Canada, and Spain. Today, Mills oversees 23 retail and entertainment destination (\$4.2 billion in annual sales). Their portfolio includes 28 million square feet of retail space. The occupancy rate of their facilities typically exceeds 94 percent (2002).

Overall our outlook for the future is very good. We will aggressively pursue outside funding to improve Hamilton Avenue as it serves as a major entrance to the west side of the City. The stormwater utility will continue the effort to construct the Wright Farm East regional detention basin. We will complete an aggressive road/sidewalk/drainage improvement program (exceeding \$1 million) during 2004. Council’s priorities for 2004 include, but are not limited to, emphasis on redevelopment of our older shopping centers and commercial districts; initiating an aggressive volunteer recruitment program, and implementing a “Buy It in Forest Park” program. City Council is also in the process of initiating a visioning process with residents and businesses to help shape and plan our future.

CITY INCOME TAX

The 1% locally levied tax applies to gross salaries, wages and other personal service compensation earned by residents, both in and out of the City and upon earnings of non-residents earned in the City. It also applies to net income of business organizations derived from business activities conducted in the City.

The income tax receipts help fund operating expenses in the General Fund as well as provide debt service for Police, Public Works Building General Obligation Bonds, and Municipal Building Improvements.

Receipts from this tax are directly related to employment levels and the general economic conditions in the Cincinnati area. Collections for the past three years are as follows:

	<u>Revenues</u>
2003	\$ 5,847,075
2002	5,898,127
2001	5,822,226

CASH MANAGEMENT

The City's cash management program addresses the issues of safety, liquidity and yield while maximizing return on idle cash. The City utilizes the StarOhio program investment pool operated by the Treasurer of the State of Ohio for ready cash; however, City ordinances limit investment in this program to \$100,000. Certificates of deposit, treasury notes, and government agency securities are also utilized for investment purposes.

During 2003, the City made investments pursuant to the investment policy that was enacted during 1996. It is City policy to conform to the regulations established in the Ohio Revised Code so as to ensure the safety of its deposits and investments.

RISK MANAGEMENT

The City is exposed to a variety of accidental losses and has established a risk management strategy that attempts to minimize losses and carrying costs of insurance.

Risk control techniques have been established to reasonably assure that the City's employees are aware of their responsibilities regarding loss exposures related to their duties. Similarly, risk control techniques have been established to reduce possible losses to property owned or under the control of the City. Furthermore, supervisory personnel are held responsible for monitoring risk control techniques on an operational basis.

The primary techniques used for risk financing are the purchase of insurance policies from commercial insurers that include a large deductible amount. The use of a large deductible clause reduces the cost of insurance. However, if losses occur, the portion of the uninsured losses is not expected to be significant with respect to the financial position of the City.

**CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL
REPORTING - 2002**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Forest Park for its comprehensive annual financial report for the fiscal year ended December 31, 2002. This was the thirteenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

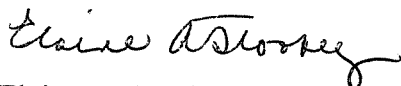
ACKNOWLEDGMENTS

Preparation of this report could not have been accomplished without the professional, efficient, and dedicated services of the entire staff of the Finance and Tax Department. Additional thanks is also due to the staff of the independent accounting firm of Clark, Schaefer, Hackett, and Co., Certified Public Accountants, and in particular, Kerry Roe, who worked with City staff toward the preparation and independent examination of these statements.

Finally, a special word of thanks is necessary to recognize the efforts of members of City Council and the City Administration – past and present – whose conservative fiscal management and solid decision-making are reflected in the sound financial position of the City. As a result of their hard work, under the GASB 34 new reporting model format, this report presents information in an organized manner to provide greater insight regarding the City's finances.

We hope readers of this financial report will find the report beneficial in understanding the City's financial organization, financial position and condition, net assets, and results of operations.

Respectfully submitted,



Elaine A. Stookey
Director of Finance

**CITY OF FOREST PARK, OHIO
PUBLIC OFFICIALS**

LEGISLATIVE

MAYOR

Stephanie Summerow Dumas

COUNCIL MEMBERS

Charles Johnson
Jim Lawler
David Lives

Barrie Owen
Clara Pugh
Tara Walton

APPOINTED OFFICIALS

City Manager
Building Department Director
Community Development Director
Economic Development Director
Finance Director
Fire Chief
Human Resources Director
Police Chief
Public Works/Stormwater Management Utility Director
Litter Awareness Program Manager
Clerk of Council
Law Director
Prosecutor

Ray H. Hodges
Stanley Beeler
Christopher Anderson
Paul Brehm
Elaine A. Stookey
Patricia Brooks
Tye Smith
Ken Hughes
David L. Buesking
Wright H. Gwyn
Kathryn Lives
John Wykoff
Ray Groneman

DEPARTMENT OF FINANCE

Elaine A. Stookey
Joy H. Vetere
Katherine English

Director
Assistant to the Finance Director
Business Auditor/Tax Administrator

DIVISION OF ACCOUNTING

Eleanor Church

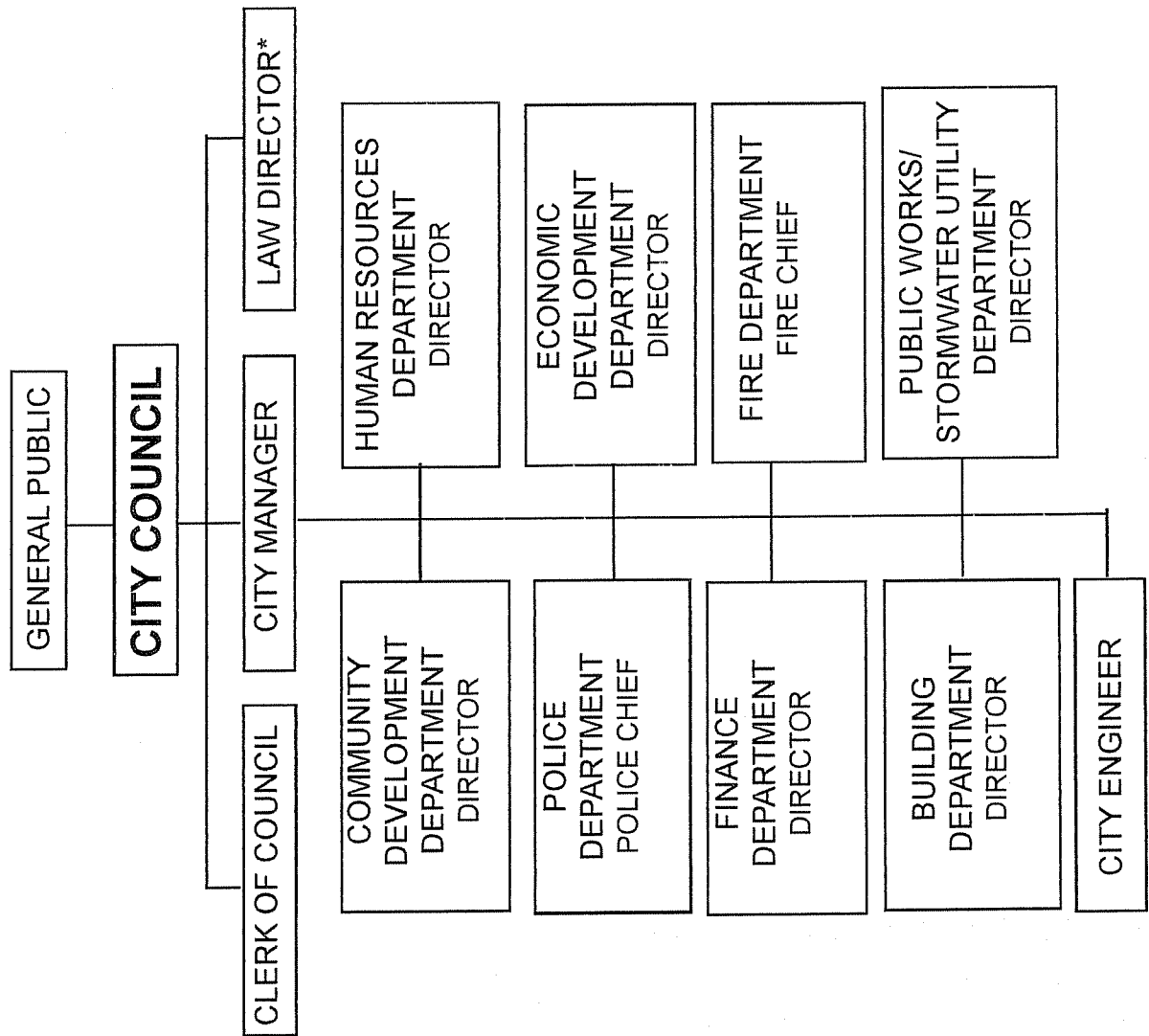
Mary Ellen Klenk

DIVISION OF INCOME TAX

Tricia Dunn
Diane Mathews

Maria Scott
Rhonda Smith

CITY OF FOREST PARK, OHIO ORGANIZATIONAL CHART



* Contractual Employee

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Forest Park,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2002

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



President

Executive Director

FINANCIAL SECTION



Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Members of Council
City of Forest Park, Ohio:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Forest Park, Ohio as of and for the year ended December 31, 2003, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Forest Park, as of December 31, 2003, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the City has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* and adopted Statement No. 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus*; Statement No. 38, *Certain Financial Statement Note Disclosures*; and GASB Interpretation No. 6, *Recognition and Measurements of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, as of January 1, 2003.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 23, 2004, on our consideration of the City of Forest Park's internal control over financial reporting and on 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.

Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

The management's discussion and analysis and budgetary comparison information on pages 3 through 11 and 41 through 49, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Clark, Schaefer, Hackett & Co.

Cincinnati, Ohio
August 23, 2004

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

DECEMBER 31, 2003

The discussion and analysis of the City of Forest Park's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2003. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2003 are as follows:

- In total, net assets increased \$2,804,778.
- General revenues accounted for \$13,455,198 in revenue or 83% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2,679,673 or 17% of total revenues of \$16,134,871.
- The City had \$13,330,093 in expenses related to governmental activities; only \$2,679,673 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes) of \$13,455,198 were adequate to provide for these programs.
- Among major funds, the general fund had \$8,654,124 in revenues and \$8,789,225 in expenditures. The general fund's fund balance declined \$431,969 to \$6,864,239.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – *management's discussion and analysis*, the *basic financial statements*, *required supplementary information*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

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

- Over time, increases or decreases in the City's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as the City's tax base and the condition of the City's capital assets.

Fund Financial Statements

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

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

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in a separate Statement of Fiduciary Net Assets.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

This is the first year for government-wide financial statements using the full accrual basis of accounting, therefore, a comparison with prior year's information is not available. A comparative analysis will be provided in future years when prior year's information is available.

	Governmental Activities
	2003
Current and other assets	\$18,637,343
Capital assets, Net	14,806,483
Total assets	33,443,826
Long-term debt outstanding	7,065,309
Other liabilities	3,790,330
Total liabilities	10,855,639
Net assets	
Invested in capital assets, net of related debt	8,426,483
Restricted	6,533,869
Unrestricted	7,627,835
Total net assets	\$22,588,187

CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2003:

	Governmental Activities
	2003
Revenues	
Program revenues:	
Charges for Services	\$1,608,514
Operating Grants and Contributions	260,512
Capital Grants and Contributions	810,647
General revenues:	
Municipal Income Taxes	6,102,615
Property Taxes	4,548,071
Other Taxes	1,411,275
Grants and Entitlements not Restricted to Specific Programs	578,132
Investment Earnings	155,617
Miscellaneous	492,466
Gain on sale of Capital Assets	167,022
Total revenues	16,134,871
Program Expenses	
Security of Persons and Property	
Police	3,915,762
Fire	2,881,063
Building	310,016
Public Health and Welfare	19,804
Community Environment	800,752
Public Works and Streets	2,822,551
Leisure Time Activities	499,290
General Government	1,778,376
Interest and Fiscal Charges	302,479
Total expenses	13,330,093
Total Change in Net Assets	2,804,778
Beginning Net Assets	19,783,409
Ending Net Assets	\$22,588,187

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

Governmental Activities

Net assets of the City's governmental activities increased by \$2,804,778. This was due in large part to the investment of the City into Capital Assets along with a large decrease in debt payments due to the short-term debt related to the Urban Renewal projects – mostly attributable to the Wright Farm East project.

The City receives an income tax, which is based on 1% of all salaries, wages, commissions, and other compensation and on net profits earned from businesses and residents living within the City.

Property taxes and income taxes made up 28.2% and 37.8% respectively of revenues for governmental activities for the City during 2003. The City's reliance upon tax revenues is demonstrated by the chart below indicating 64.1% of total revenues from general revenues:

	2003	Percent of Total
Charges for Services	\$1,608,514	10.0%
Operating Grants and Contributions	260,512	1.6%
Capital Grants and Contributions	810,647	5.0%
Municipal Income Taxes	6,102,615	37.8%
Property Taxes	4,548,071	28.2%
Other Taxes	1,411,275	8.7%
Grants and Entitlements not Restricted	578,132	3.6%
Investment Earnings	155,617	1.0%
Miscellaneous	492,466	3.1%
Gain on sale of Capital Assets	167,022	1.0%
Total Revenues	\$16,134,871	100.0%

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$13,136,375, which is a decrease from last year's balance of \$13,984,030. The decrease in available funds reflects an emphasis which was placed in investment in capital assets during the year of 2003. Several large projects were near completion at the end of the year including the completion of Carillon Boulevard and Mill Road, Phase II improvements. Contracts were completed and given to several companies for the construction of a Senior Center. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2003 and 2002:

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

	Fund Balance December 31, 2003	Fund Balance December 31, 2002	Increase/ Decrease)
General Fund	\$6,864,239	\$7,296,208	(\$431,969)
Fire Fund	1,838,453	1,204,976	633,477
Special Revenue Funds - Nonmajor	3,847,055	4,507,846	(660,791)
Capital Projects Funds – Nonmajor	586,628	975,000	(388,372)
Total	\$13,136,375	\$13,984,030	(\$847,655)

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

	2003 Revenues	2002 Revenues	Increase/ (Decrease)
Municipal Income Taxes	\$5,847,075	\$5,898,127	(\$51,052)
Property Taxes	1,154,232	859,691	294,541
Other Taxes	651,738	752,009	(100,271)
Intergovernmental Revenues	309,983	246,948	63,035
Special Assessments	4,867	25,668	(20,801)
Charges for Service	15,403	17,284	(1,881)
Fees, Licenses, and Permits	202,114	136,354	65,760
Investment Earnings	77,365	126,872	(49,507)
Fines and Forfeitures	132,100	109,729	22,371
All Other Revenues	259,247	310,967	(51,720)
Total	\$8,654,124	\$8,483,649	\$170,475

General fund revenues in 2003 increased approximately 2% compared to revenues in 2003. Lagging income tax and investment earnings due to the declining economy were offset primarily by an increase in Property Taxes. This increase was artificial as it was caused by increased collection of delinquent property taxes during the year.

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

	2003 <u>Expenditures</u>	2002 <u>Expenditures</u>	Increase/ <u>(Decrease)</u>
Security of Persons and Property	\$3,612,060	\$3,136,524	\$475,536
Public Health and Welfare	19,804	18,900	904
Community Environment	629,886	394,996	234,890
Public Works and Streets	1,622,420	1,331,915	290,505
Leisure Time Activities	440,998	79,654	361,344
General Government	1,712,903	2,354,938	(642,035)
Capital Outlay	<u>751,154</u>	<u>236,930</u>	<u>514,224</u>
 Total	 <u><u>\$8,789,225</u></u>	 <u><u>\$7,553,857</u></u>	 <u><u>\$1,235,368</u></u>

General Fund expenditures increased by \$1,235,368 over the prior year mostly due to increased emphasis on capital outlay purchases as well as increases in the Police Department.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

During the course of 2003 the City amended its General Fund budget twice, none significant.

For the General Fund, final budget basis revenue of \$8,480,190 did not significantly change over the original budget estimates of \$9,005,146. The General Fund had an adequate fund balance to cover expenditures.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2003 the City had \$14,806,483 net of accumulated depreciation invested in land, buildings, vehicles, machinery, and equipment. Infrastructure has not yet been included with the exception of amounts constructed in 2003 which are included in construction in progress. The following table shows 2003 and 2002 balances:

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

	2003	2002	Increase/ (Decrease)
Land	\$3,387,611	\$3,387,611	\$0
Buildings and Improvements	5,642,022	5,642,022	0
Vehicles, Machinery, and Equipment	4,439,061	4,037,656	401,405
Construction in Progress	5,257,400	3,120,910	2,136,490
Less; Accumulated Depreciation	(3,919,611)	(4,096,171)	176,560
 Total	 <u>\$14,806,483</u>	 <u>\$12,092,028</u>	 <u>\$2,714,455</u>

The primary increase occurred in construction in progress. The increase resulted from work on Carillon Boulevard and related improvements to Mill Road. Also included was the beginning of work on the Wright Farm East Detention Basin which is funded through the Urban Renewal Fund.

Additional information on the City's capital assets may be found in Note 7.

Debt

At December 31, 2003, the City had \$6,380,000 in general obligation bonds outstanding, \$1,075,000 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2003, and 2002:

	2003	2002	Increase/ (Decrease)
General Obligation Bonds	\$6,380,000	\$7,370,000	(\$990,000)
Public Works Issue 2 Loans	230,084	268,618	(38,534)
 Total	 <u>\$6,610,084</u>	 <u>\$7,638,618</u>	 <u>(\$1,028,534)</u>

Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. At December 31, 2003, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt may be found in Note 10.

**CITY OF FOREST PARK, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)**

ECONOMIC FACTORS

The City's budget for 2004 is very conservative. In an effort to control spending, City Council adopted a budget that held expenditure appropriations to a conservative level. The staffing level has remained the same and no increases in services or programs have been anticipated.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the dollars it receives. If you have questions about this report or need additional financial information contact the Director of Finance, City of Forest Park, 1201 West Kemper Road, Forest Park, OH 45240.

City of Forest Park
Statement of Net Assets
December 31, 2003

	<u>Governmental Activities</u>
ASSETS	
Pooled Cash and Investments	\$11,896,408
Receivables (net of allowance for uncollectibles):	
Municipal Income Tax	1,863,343
Property Tax	3,597,267
Other Taxes	15,950
Interest	32,411
Other Revenue	183,238
Due From Other Governments	981,795
Prepaid Items	63,787
Deferred Charges-Issuance Costs	3,144
Nondepreciable Capital Assets	8,645,011
Depreciable Capital Assets, Net	<u>6,161,472</u>
TOTAL ASSETS	<u><u>33,443,826</u></u>
LIABILITIES	
Accounts Payable	194,911
Accrued Wages and Benefits Payable	669,952
Accrued Interest Payable	23,200
Deferred Revenue	2,902,267
Noncurrent liabilities:	
Due within one year	1,136,392
Due in more than one year	<u>5,928,917</u>
TOTAL LIABILITIES	<u><u>10,855,639</u></u>
NET ASSETS	
Invested in capital assets, net of related debt	8,426,483
Restricted for:	
Capital Projects	965,078
Other Purposes	5,568,791
Unrestricted	<u>7,627,835</u>
TOTAL NET ASSETS	<u><u>\$22,588,187</u></u>

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

City of Forest Park
Statement of Activities
For the Year Ended December 31, 2003

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Security of Persons and Property					
Police	\$3,915,762	\$144,642	\$99,176	\$0	(\$3,671,944)
Fire	2,881,063	474,226	23,686	34,715	(2,348,436)
Building	310,016	181,602	0	0	(128,414)
Public Health and Welfare	19,804	0	0	0	(19,804)
Community Environment	800,752	5,240	100,350	0	(695,162)
Public Works and Streets	2,822,551	705,027	0	775,932	(1,341,592)
Leisure Time Activities	499,290	80,329	0	0	(418,961)
General Government	1,778,376	17,448	37,300	0	(1,723,628)
Interest and Fiscal Charges	302,479	0	0	0	(302,479)
Total Functions/Programs	\$13,330,093	\$1,608,514	\$260,512	\$810,647	(\$10,650,420)

General revenues:

Municipal Income Taxes	6,102,615
Property Taxes	4,548,071
Other Taxes	1,411,275
Grants and Entitlements not Restricted to Specific Programs	578,132
Investment Earnings	155,617
Miscellaneous	492,466
Gain on sale of Capital Assets	167,022
Total General Revenues	13,455,198
Change in Net Assets	2,804,778
Net Assets - beginning	19,783,409
Net Assets - ending	<u><u>\$22,588,187</u></u>

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

**City of Forest Park
Balance Sheet
Governmental Funds
December 31, 2003**

	General Fund	Fire Fund	Other Governmental Funds	Total Governmental Funds
Assets:				
Pooled Cash and Investments	\$5,680,293	\$1,442,450	\$4,773,665	\$11,896,408
Receivables (net of allowance for uncollectibles):				
Municipal Income Tax	1,863,343	0	0	1,863,343
Property Tax	926,990	2,670,277	0	3,597,267
Other Taxes	15,950	0	0	15,950
Interest	16,286	4,141	11,984	32,411
Other Revenue	53,878	88,880	40,480	183,238
Due From Other Governments	414,656	217,108	350,031	981,795
Due From Other Funds	382,766	0	0	382,766
Prepaid Items	59,707	2,838	1,242	63,787
Total Assets	<u>9,413,869</u>	<u>4,425,694</u>	<u>5,177,402</u>	<u>19,016,965</u>
Liabilities:				
Accounts Payable	126,621	23,518	44,772	194,911
Accrued Wages and Benefits Payable	429,537	204,200	36,215	669,952
Due to Other Funds	0	0	382,766	382,766
Deferred Revenue	1,993,472	2,359,523	279,966	4,632,961
Total Liabilities	<u>2,549,630</u>	<u>2,587,241</u>	<u>743,719</u>	<u>5,880,590</u>
Fund Balances:				
Reserved for Encumbrances	1,328,177	129,863	705,118	2,163,158
Reserved for Prepaid Items	59,707	2,838	1,242	63,787
Unreserved, reported in:				
General fund	5,476,355	0	0	5,476,355
Special revenue funds	0	1,705,752	3,513,276	5,219,028
Capital projects funds	0	0	214,047	214,047
Total Fund Balances	<u>6,864,239</u>	<u>1,838,453</u>	<u>4,433,683</u>	<u>13,136,375</u>
Total Liabilities and Fund Balances	<u>\$9,413,869</u>	<u>\$4,425,694</u>	<u>\$5,177,402</u>	<u>\$19,016,965</u>

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

City of Forest Park
Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities

December 31, 2003

*Amounts reported for governmental activities in the governmental funds balance sheet (page 14)
are different because:*

Total governmental fund balances	\$13,136,375
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	14,806,483
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:	
Municipal income taxes receivable	918,963
Intergovernmental and other receivables	811,731
Bond Issuance Costs	3,144
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
General obligation bonds	(6,380,000)
Public Works Issue 2 Loans	(230,084)
Compensated absences	(455,225)
Accrued interest on long-term debt	<u>(23,200)</u>
Net assets of governmental activities	<u><u>\$22,588,187</u></u>

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

City of Forest Park
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2003

	General Fund	Fire Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Municipal Income Taxes	\$5,847,075	\$0	\$0	\$5,847,075
Property Taxes	1,154,232	3,393,839	0	4,548,071
Other Taxes	651,738	0	656,276	1,308,014
Intergovernmental Revenues	309,983	361,022	977,572	1,648,577
Special Assessments	4,867	0	413,726	418,593
Charges for Service	15,403	419,256	546,535	981,194
Fees, Licenses, and Permits	202,114	6,665	14,252	223,031
Investment Earnings	77,365	21,105	55,802	154,272
Fines and Forfeitures	132,100	0	2,765	134,865
All Other Revenues	259,247	297	58,113	317,657
Total Revenue	<u>8,654,124</u>	<u>4,202,184</u>	<u>2,725,041</u>	<u>15,581,349</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Police Department	3,334,906	0	67,495	3,402,401
Fire Department	0	2,712,272	0	2,712,272
Building Department	277,154	0	0	277,154
Public Health and Welfare	19,804	0	0	19,804
Community Environment	629,886	0	135,646	765,532
Public Works and Streets	1,622,420	0	1,082,219	2,704,639
Leisure Time Activities	440,998	0	0	440,998
General Government	1,712,903	0	4,820	1,717,723
Capital Outlay	751,154	1,079,509	1,496,364	3,327,027
Debt Service:				
Principal	0	7,692	1,120,842	1,128,534
Interest	0	1,159	277,786	278,945
Total Expenditures	<u>8,789,225</u>	<u>3,800,632</u>	<u>4,185,172</u>	<u>16,775,029</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(135,101)	401,552	(1,460,131)	(1,193,680)
Other Financing Sources (Uses)				
Proceeds from Sale of Fixed Assets	13,875	231,925	225	246,025
Bond Proceeds	100,000	0	0	100,000
Transfers In	0	0	452,131	452,131
Transfers Out	(410,743)	0	(41,388)	(452,131)
Total Other Financing Sources (Uses)	<u>(296,868)</u>	<u>231,925</u>	<u>410,968</u>	<u>346,025</u>
Net Change in Fund Balances	(431,969)	633,477	(1,049,163)	(847,655)
Fund Balances -- Beginning, restated	7,296,208	1,204,976	5,482,846	13,984,030
Fund Balances -- Ending	<u>\$6,864,239</u>	<u>\$1,838,453</u>	<u>\$4,433,683</u>	<u>\$13,136,375</u>

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

City of Forest Park
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities

December 31, 2003

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances -- total governmental funds	(\$847,655)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:</p>	
Capital Outlay	3,205,764
Depreciation expense	(414,081)
<p>Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. The amount of the proceeds must be removed and the deduction for the loss on the disposal of capital assets must also be recognized.</p>	
	(77,228)
<p>Revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:</p>	
Municipal income taxes	255,540
Intergovernmental and other revenue	121,824
Interest	7,361
<p>Repayment of bond principal is an expenditure in the governmental funds, but the payment reduces long-term liabilities in the statement of net assets.</p>	
	1,128,534
<p>In the statement of activities, interest is accrued on outstanding bonds, whereas in the governmental funds, an interest expenditure is reported when paid.</p>	
	(20,056)
<p>Proceeds from the sale of bonds are reported as an Other Financing Source in the governmental funds</p>	
	(100,000)
<p>Some expenses reported in the statement of activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>	
	<u>(455,225)</u>
Change in net assets of governmental activities	<u><u>\$2,804,778</u></u>

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

CITY OF FOREST PARK, OHIO
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
DECEMBER 31, 2003

	<u>TOTAL AGENCY FUNDS</u>
ASSETS	
Pooled Cash and Investments	\$626,592
Franchise Fees Receivable	<u>186,386</u>
Total Assets	<u><u>812,978</u></u>
LIABILITIES	
Due to Others	<u>812,978</u>
Total Liabilities	<u><u>\$812,978</u></u>

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

**CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2003

NOTE 1 – DESCRIPTION OF THE REPORTING ENTITY

The City traces its roots to the mid-1950's when the Federal Government encouraged development of a second greenbelt community in the Cincinnati area.

The City operates as a Home Rule City in accordance with Article XVIII of the Ohio Constitution under a City Manager-Council form of government. The City provides the following services as authorized by its charter.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organizations. Component units may also include organizations for which the City authorizes the issuance of debt or the levying of taxes, or determines the budget. The City has no component units that meet the above criteria. However, the City is associated with a jointly governed organization. The Waycross Community Programming Board is discussed in Note 15 to the financial statements.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements. The most significant of the City's accounting policies are described below.

Basis of Presentation

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

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

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

Fund Financial Statements

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

Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are two categories of funds included in the City's CAFR – governmental and fiduciary.

Governmental Funds

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

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

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

Fire Fund – This special revenue fund accounts for expenditures of property tax revenues and other resources in the operation of the City's Fire Department.

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

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary funds used by the city are known as agency funds. The agency funds account for building permit fees collected on behalf of the State and performance bonds pledged by contractors as well as Mayor's court collections that are distributed to the state as well as bonds held for individuals. The Waycross Community Programming Board is also reported as an agency fund. The City's agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the Statement of Net Assets.

Fund Financial Statements

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

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 5). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2003, but which were levied to finance year 2004 operations, have been recorded as deferred revenue. Special assessments not received within the available period and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures

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

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

Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "cash and cash equivalents" on the balance sheet.

Investments are reported at fair value which is based on quoted market prices.

During the year, the City invested in STAROhio, an investment pool managed by the State Treasurer's Office. STAROhio allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2003.

Following the Charter and Codified Ordinances of the City as well as Ohio statutes, the City has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during 2003 amounted to \$161,633.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2003, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which it was consumed.

Capital Assets

Capital assets, which include property, plant, and equipment are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

CITY OF FOREST PARK, OHIO
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All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000. The City has not yet included infrastructure with the exception of items constructed on or after January 1, 2003, which are included in construction in progress at year-end. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives
Buildings and Improvements	20 to 50 years
Vehicles, Machinery, and Equipment	5 to 20 years

Compensated Absences

The City reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year end taking into consideration any limits specified in the City's termination policy. The City records a liability for all accumulated unused vacation time when earned for all employees. The City records a liability for accumulated unused sick leave for all employees after twenty years of accumulated service or when otherwise eligible for retirement through a pension system.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, a liability is recorded for compensated absences only if they have matured, for example, as a result of employee resignations and/or retirements.

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, capital leases and long-term loans are recognized as a liability on the fund financial statements when due.

Fund Balance Reserves

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. As a result, encumbrances and prepaid items are recorded as a reservation of fund balance.

Net Assets

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

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

Interfund Activity

Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in the governmental fund statements. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Deferred Charges

Bond issuance costs for the 2003 bond issue have been deferred and will be amortized over the life of the bonds using the straight-line method.

**CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS**

Estimates

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

NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR FUND EQUITY

Changes in Accounting Principles

For 2003, the City has implemented GASB Statement No. 34, “*Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*”, GASB Statement No. 37 “*Basic Financial Statements and Management’s Discussion and Analysis-Omnibus*”, GASB Statement No. 38 “*Certain Financial Statement Note Disclosures*”, and GASB Interpretation 6. At December 31, 2002, there was no effect on fund balance as a result of implementing GASB Statements 37 and 38.

GASB 34 creates new basic financial statements for reporting on the City’s financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column.

The beginning net asset amount for governmental programs reflects the change in fund balance for governmental funds at December 31, 2002, caused by the conversion to the accrual basis of accounting.

Restatement of Fund Balance

Due to the transition to GASB 34 three funds were reclassified. The table which follows reflects the change in the December 31, 2002, fund balance:

	Governmental Funds
Fund Balance December 31, 2002	\$13,850,544
Expendable Trust Funds:	
Health Care Reserve Trust Fund	110,887
Home Improvement Loan Fund	14,936
Law Enforcement Block Grant Fund, included in the Law Enforcement Grant Fund	7,663
Restated Fund Balance, December 31, 2002	\$13,984,030

**CITY OF FOREST PARK, OHIO
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The transition from governmental fund balance to net assets of the governmental activities as of December 31, 2002, is reflected as follows:

	Governmental Activities
Fund Balance December 31, 2002	\$13,984,030
GASB 34 Adjustments:	
Capital Assets	12,092,028
Long-Term Liabilities	(8,010,572)
Deferred Revenues	1,345,969
Compensated Absences	371,954
Net Assets, December 31, 2002	\$19,783,409

NOTE 4 – DEPOSITS AND INVESTMENTS

The City follows the practice of pooling cash and investments with the exception of the cash of the Mayor’s Court Agency Fund. Each fund’s portion of total cash and investments is summarized by each fund type in the financial statements as equity in pooled cash and investments.

State statutes classify monies held by the City into three categories.

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

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

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

Protection of the City’s deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public money deposited with the institution.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. 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;
4. Bond and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio).

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

- A. DEPOSITS – At year-end, the carrying amount of the City's deposits was \$5,639,944 and the depository balance was \$5,794,326. Federal depository insurance covered \$300,000 of the depository balance and \$5,494,326 was covered by the 105% public depository pool which was collateralized with securities held by the pledging financial institution's trust department but not in the City's name.
- B. INVESTMENTS – The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name. Investments in STAROhio and Fifth Third U. S. Treasury Money Market Fund are not categorized since they are not evidenced by securities that exist in physical or book entry form. The City's investments at December 31, 2003, are summarized below:

	Category 2	Carrying Amount
Categorized Investments		
Federal National Mortgage Assoc.	\$1,913,255	\$1,913,255
Federal Home Loan Bank	1,512,185	1,512,185
Federal Home Loan Mortgage Corp	1,410,761	1,410,761
Freddie Mac	853,100	853,100
Federal Farm Credit Banks	430,022	430,022
U. S. Treasury Notes	637,382	637,382
Non-Categorized Investments		
Fifth Third U. S. Treasury Money Market Fund	N/A	27,897
Star Ohio	N/A	98,454
Total Investments	\$6,756,705	\$6,883,056

NOTE 5 - RECEIVABLES

Receivables at December 31, 2003, consisted primarily of municipal income taxes, property and other taxes, intergovernmental receivables arising from entitlements, shared revenues, special assessments, accrued interest on investments, and accounts (billings for various services).

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

Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2003 for real and public utility property taxes represents collections of the 2002 taxes.

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

Property tax payments received during 2003 for tangible personal property (other than public utility property) is for 2003 taxes.

2003 real property taxes are levied after October 1, 2003, on the assessed value as of January 1, 2003, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2003 real property taxes are collected in and intended to finance 2004 operations.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2003 public utility property taxes became a lien December 31, 2002, are levied after October 1, 2003, and are collected in 2004 with real property taxes.

2003 tangible personal property taxes are levied after October 1, 2002, on the value as of December 31, 2002. Collections are made in 2003. Tangible personal property assessments are 25 percent of true value.

The assessed values of real and tangible personal property upon which current year property tax receipts were based is as follows:

Real Property	\$331,058,100
Public Utility	\$12,859,910
Tangible Personal Property	<u>\$33,371,070</u>
Total Valuation	<u>\$377,289,080</u>

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

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30; with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Forest Park. The County Auditor periodically remits to the City its portion of the taxes collected. Accrued property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2003 and for which there is an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor were they levied to finance 2003 operations. The receivable is therefore offset by deferred revenue.

**CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS**

Income Taxes

Income taxes are imposed at the rate of one percent (1%) per annum on salaries, wages, commissions, other compensation, and net profits. When a resident of the City is subject to a municipal income tax in another municipality, township, or county; the resident receives a credit not to exceed one-half of one percent (½%) against the tax imposed on the earnings taxed by such a municipality, township, or county.

Each taxpayer is required to file a return on or before April 30th of each year (April 15th beginning in 2005 due to state legislative changes) for the prior year. When the return is filed for a fiscal year or other period different from a calendar year, the return shall be filed within four months from the end of such fiscal year or period.

Intergovernmental Receivables

A summary of intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amounts</u>
Local Government/Revenue Assistance	\$322,937
Homestead and Rollback	240,281
Gasoline Tax	226,636
Motor Vehicle Registrations	75,095
Federal Grants	34,715
10K Personal Property Tax	24,014
Electric Dereg Kilowatt Hour Tax	18,186
State of Ohio Grants	17,956
Permissive Fees	14,956
Special Assessments	7,019
 Total	 <u>\$981,795</u>

NOTE 6 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial general liability insurance against these risks and all other risks of loss, including workers' compensation and employee health and accident insurance.

There have been no significant reductions in insurance coverage from that of prior years and settlements have not exceeded insurance coverage for any of the past three fiscal years.

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the current year end was as follows:

Governmental Activities	Restated Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets, not being depreciated				
Land	\$3,387,611	\$0	\$0	\$3,387,611
Construction in Progress	<u>3,120,910</u>	<u>2,136,490</u>	<u>0</u>	<u>5,257,400</u>
Total Capital Assets, not being depreciated	<u>6,508,521</u>	<u>2,136,490</u>	<u>0</u>	<u>8,645,011</u>
Capital Assets, being depreciated:				
Buildings and Improvements	5,642,022	0	0	5,642,022
Vehicles, Machinery, and Equipment	<u>4,037,656</u>	<u>1,069,274</u>	<u>(667,869)</u>	<u>4,439,061</u>
Total Capital Assets, being depreciated	<u>9,679,678</u>	<u>1,069,274</u>	<u>(667,869)</u>	<u>10,081,083</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(1,823,163)	(114,203)	0	(1,937,366)
Vehicles, Machinery, and Equipment	<u>(2,273,008)</u>	<u>(299,878)</u>	<u>590,641</u>	<u>(1,982,245)</u>
Total Accumulated Depreciation	<u>(4,096,171)</u>	<u>(414,081)</u>	<u>590,641</u>	<u>(3,919,611)</u>
Total Capital Assets, being depreciated, net	<u>5,583,507</u>	<u>655,193</u>	<u>(77,228)</u>	<u>6,161,472</u>
Governmental Activities Capital Assets, net	<u>\$12,092,028</u>	<u>\$2,791,683</u>	<u>(\$77,228)</u>	<u>\$14,806,483</u>

Depreciation expense was charged to governmental functions as follows:

Security of Persons and Property	
Police	\$119,888
Fire	92,387
Building	2,180
Community Environment	6,123
Public Works and Streets	152,557
Leisure Time Activities	36,117
General Government	<u>4,829</u>
Total	<u>\$414,081</u>

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

NOTE 8 – COMPENSATED ABSENCES

Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service. All employees may accrue a maximum of 25 days. Vacation days may not be carried over from year to the next without the approval of the City Manager. In the event of a termination of employment, death, or retirement, employees (or their estates) are paid for unused vacation leave.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of 10 hours per complete month of service (12 hours for Fire union employees). A maximum of 1,800 hours may be carried from one year to the next. Any hours over 1,800 accrued and not taken may be paid or used on a one for three basis by the end of the year. In the case of death or retirement, employees (or the employees' estates) are paid for one half of their accumulated leave with 900 hours being the maximum amount paid.

Accumulated Unpaid Compensatory Time

From time to time, employees may need, with prior approval from their supervisors, to work overtime. These overtime hours will usually be paid at the appropriate overtime rate; however, with permission of the supervisor, an employee may have the option of taking the overtime in compensatory time at one and one half times the amount of hours worked.

NOTE 9 - TEMPORARY BORROWINGS

Under State law and by order of the City Council, the City is authorized to borrow funds on a temporary basis for the following purposes:

- (1) to fund current operating costs prior to the collection of tax revenues by issuance of revenue anticipation notes
- (2) to fund capital project costs incurred prior to selling permanent debt by issuance of bond anticipation notes, and
- (3) in anticipation of the issuance of special assessment bonds for periods not longer than five (5) years.

The City has no temporary borrowing as of December 31, 2003.

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

NOTE 10 - LONG TERM DEBT

A schedule of changes in bonds and other long-term obligations of the City during the current year, follows:

<u>Governmental Activities</u>	<u>Amount Outstanding 12/31/02</u>	<u>Additions</u>	<u>Deletions</u>	<u>Amount Outstanding 12/31/03</u>	<u>Amounts Due in One Year</u>
<u>Unvoted General Obligation Bonds</u>					
10.75% Police Building	\$50,000	\$0	\$(50,000)	\$0	\$0
9.00% Public Works Building	20,000	0	(20,000)	0	0
3.25%-4.60% Various Purpose	7,300,000	0	(1,020,000)	6,280,000	1,045,000
3.15%-3.20% Salt Storage Building	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>100,000</u>	<u>30,000</u>
Total Unvoted General Obligation Bonds	<u>7,370,000</u>	<u>100,000</u>	<u>(1,090,000)</u>	<u>6,380,000</u>	<u>1,075,000</u>
<u>Public Works Issue 2 Loans</u>					
0.00% Northland Detention Basin	74,224	0	(7,813)	66,411	7,813
3.00% Dewdrop Circle Project	67,318	0	(11,434)	55,884	11,780
3.00% Reliance Road Culvert Project	45,963	0	(7,807)	38,156	8,043
3.00% West Kemper Road Project	<u>81,113</u>	<u>0</u>	<u>(11,480)</u>	<u>69,633</u>	<u>11,827</u>
Total Public Works Issue 2 Loans	<u>268,618</u>	<u>0</u>	<u>(38,534)</u>	<u>230,084</u>	<u>39,463</u>
Compensated Absences	<u>371,954</u>	<u>83,271</u>	<u>0</u>	<u>455,225</u>	<u>21,929</u>
Total Governmental Activities	<u>\$8,010,572</u>	<u>\$183,271</u>	<u>\$(1,128,534)</u>	<u>\$7,065,309</u>	<u>\$1,136,392</u>

There were no deletions in Compensated absences during 2003. The funds which will be used to pay the Compensated absences are as follows: General Fund - \$418,653, Fire Fund - \$34,246, Environmental Grants Fund - \$2,257, and Street Fund - \$69.

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

Principal and interest requirements to retire the City's long-term obligations outstanding at year-end are as follows:

Year Ending December 31	General Obligation Bonds		Public Works Issue 2 Loans		Total
	Principal	Interest	Principal	Interest	
2004	\$1,075,000	\$237,264	\$39,463	\$4,674	\$1,356,401
2005	980,000	201,295	40,420	3,718	1,225,433
2006	695,000	169,463	41,405	2,732	908,600
2007	345,000	147,882	42,420	1,717	537,019
2008	355,000	136,153	32,218	671	524,042
2009-2013	1,395,000	491,158	34,158	102	1,920,418
2014-2018	1,250,000	237,735	0	0	1,487,735
2019	285,000	13,110	0	0	298,110
Total	<u>\$6,380,000</u>	<u>\$1,634,060</u>	<u>\$230,084</u>	<u>\$13,614</u>	<u>\$8,257,758</u>

The City is subject to certain constitutional and statutory general obligation debt limitations. As of December 31, 2003, the City has not exceeded the debt limitations.

NOTE 11 - INDUSTRIAL AND ECONOMIC DEVELOPMENT REVENUE BONDS

The City issues industrial and economic development revenue bonds. These bonds are not a liability, nor are the proceeds of the issues assets of the City and, accordingly, they are not reflected on the City's financial records. The City does not guarantee this debt nor is it backed by the full faith and credit of the City. Debt service on these issues is payable solely from the revenues of the Company and/or individual for whom the debt was issued.

As of December 31, 2003, there were three series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the three series issued prior to December 31, 1996, could not be determined; however, their original issue amounts totaled \$6,870,000.

NOTE 12 - EMPLOYEE BENEFITS

Public Employees Retirement System

All full-time employees, other than non-administrative full-time police officers and firefighters, participate in the Public Employees Retirement System of Ohio (OPERS), a cost-sharing multiple-employer public employee retirement system

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

administered by the Public Employees Retirement Board. OPERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. OPERS issues a stand alone financial report which may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215.

Members have a choice of three separate pension plans, a Traditional Pension Plan (TP), a Member-Directed Plan (MD) and a Combined Plan (CO). The TP Plan is a cost-sharing multiple-employer defined benefit pension plan. The MD Plan is a defined contribution plan in which members invest both member and employer contributions (employer contributions vest over five years at twenty percent per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustment to members of the TP and CO Plans. Members of the MD Plan do not qualify for the ancillary benefits.

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations. The current year employer contribution rate was 13.55% of covered payroll; 8.55% was the portion paid for pension. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to OPERS for the years ended December 31, 2003, 2002, and 2001 were \$405,255, \$371,879, and \$332,155, respectively. The full amount has been contributed for 2002 and 2001. Approximately 92% has been contributed for 2003 with the remainder being reported as liabilities within the paying fund.

Ohio Police and Fire Pension Fund

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

Plan members are required to contribute 10% of their annual covered salary and the City is required to contribute 19.5% and 24% respectively for police officers and

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

firefighters. The Ohio Revised Code provides statutory authority for employee and employer contributions. The City's required contributions to the Fund for the years ended December 31, 2003, 2002, and 2001 were \$665,907, \$636,046, and \$562,542, respectively. The full amount has been contributed for 2002 and 2001. Approximately 75% has been contributed for 2003 with the remainder being reported as a liability within the paying fund.

NOTE 13 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of postretirement health care based on authority granted by State statute. The current year employer contribution rate was 13.55% of covered payroll; 5% was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on OPER's latest actuarial review performed as of December 31, 2002, include a rate of return on investments of 8%, an annual increase in active employee total payroll of 4% compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 0.5% and 6.4% based on additional annual pay increases. Health care premiums were assumed to increase 4% annually.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets.

At year end 2003, the number of active contributing participants in the Traditional and Combined Plans totaled 364,881. The City's actual contributions for the current year, which were used to fund postemployment benefits were \$149,539. The actual contribution and the actuarially required contribution amounts are the same. OPER's net assets available for payment of benefits at December 31, 2002, (the latest information available) were \$10.0 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$18.7 billion and \$8.7 billion, respectively.

Ohio Police and Fire Pension Fund

The Ohio and Police Fire Pension Fund (OP&F) provides post-retirement 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

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

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 full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pensions Fund's board of trustees to provide health care coverage and states that health care costs paid from the Ohio Police and Fire Pension Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay as-you-go basis. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll, of which 7.75% of covered payroll was applied to the postemployment health care program during the current year. 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.

The City's actual contributions for the current year that were used to fund postemployment benefits were \$145,279 for police and \$96,889 for fire. The OP&F's total health care expenses for the year ended December 31, 2002, (the latest information available) were \$141,028,006, which was net of member contributions of \$12,623,875. The number of OP&F participants eligible to receive health care benefits as of December 31, 2002, was 13,527 for police and 10,396 for firefighters.

NOTE 14 – CONTINGENT LIABILITIES

Litigation

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

Federal and State Grants

The City participates in several federally assisted programs. These programs are subject to financial and compliance audits by the grantor or their representative. As of December 31, 2003, the audits of certain of these programs have not been completed. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

NOTE 15 – JOINTLY GOVERNED ORGANIZATION

The Waycross Community Programming Board is a jointly governed organization among the City of Forest Park, Village of Greenhills and Springfield Township that

CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS

was formed during 1982. The jointly governed organization was formed for the purpose of providing community programming and cable regulatory services for their citizens. The Board of Directors is comprised of a chairman and fifteen individuals drawn from local residents of the three communities. Each community has five members on the Board (the chairman is not a resident of any of the communities). The degree of control exercised by any participating city or township is limited to its representation by their citizens. Elected officials of the three communities appoint individuals to serve on the Community Programming Board of Directors. The Board of Directors responsibilities include establishment and review of programming policies, resolution of policy disputes and questions of equal treatment for access users, fiscal controls and the creation and promotion of the media center and Community Access channels. In addition the Community Programming Board coordinates regulatory efforts for member communities and provides expertise on other matters regarding the local cable system(s) and other forms of electronic communications.

The Community Programming Board is not locked into services for these three entities alone. Communities may leave the joint effort or other communities could join.

The Communities involved have directed Time Warner Cable to pay the Community Programming Board for the use of the streets and other facilities in the operation of the Cable Television System during the life of the franchise a sum equal to five percent of the Gross Revenues for each and every quarter year of the franchise term. It should be noted that the franchise costs are paid directly by those who subscribe to the cable service. The fees are collected by Time Warner Cable and they have been directed by the participating communities to pay the franchise fees (which would otherwise go to the participating communities) to the Community Programming Board.

The City serves as the fiscal agent for the Community Programming Board. Their financial statements are presented within the City's Agency Funds.

NOTE 16- SIGNIFICANT CONTRACTUAL COMMITMENTS

In December, 2003, the City entered into several contracts for the purpose of constructing a Senior Center. \$895,630 was the remaining unperformed commitment at December 31, 2003.

**CITY OF FOREST PARK, OHIO
NOTES TO THE FINANCIAL STATEMENTS**

NOTE 17 – INTERFUND BALANCES AND TRANSFERS

Interfund transfers for the year ended December 31, 2003, consisted of the following:

<u>Transfer To</u>	<u>Transfer From</u>		<u>Total</u>
	<u>Major Governmental Fund</u>	<u>Non-major Governmental Funds</u>	
Non-major Governmental Funds	\$410,743	\$41,388	\$452,131

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

The City had no transfers that either do not occur on a regular basis or were inconsistent with the purpose of the fund making the transfer.

Interfund balances at December 31, 2003, consisted of the following amounts and represented funds paid prior to receipt of grant funds due from other governments. \$382,766 was temporarily advanced from the General Fund to Non-major Governmental Funds. The grants are expected to be received shortly after the beginning of 2004.

NOTE 18 – FUND DEFICIT

The Law Enforcement Grant Fund and the OPWC Q Lube Acquisition Funds had deficit balances on the modified accrual basis. This was due to grant funds which will not be received until 2004.

**REQUIRED
SUPPLEMENTARY
INFORMATION**

City of Forest Park
Required Supplementary Information
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

General Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	\$6,100,000	\$5,900,000	\$5,802,149	(\$97,851)
Property Taxes	884,540	983,500	983,610	110
Other Taxes	720,200	660,965	661,657	692
Intergovernmental Revenues	677,356	302,300	324,048	21,748
Special Assessments	10,000	12,900	12,922	22
Charges for Service	13,000	15,000	15,403	403
Fees, Licenses, and Permits	146,200	183,900	190,240	6,340
Investment Earnings	200,000	99,400	99,467	67
Fines and Forfeitures	105,000	132,600	133,598	998
All Other Revenues	148,850	243,800	257,096	13,296
Total Revenues	<u>9,005,146</u>	<u>8,534,365</u>	<u>8,480,190</u>	<u>(54,175)</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	3,104,071	3,024,071	3,007,384	16,687
Contractual Services	367,262	327,262	322,091	5,171
Supplies and Materials	83,590	90,090	88,478	1,612
Capital Outlay	232,772	255,772	254,030	1,742
Total Police Department	<u>3,787,695</u>	<u>3,697,195</u>	<u>3,671,983</u>	<u>25,212</u>
Building Department:				
Personal Services	250,815	247,815	247,489	326
Contractual Services	49,454	41,454	40,364	1,090
Supplies and Materials	4,645	5,145	4,467	678
Capital Outlay	3,374	374	316	58
Total Building Department	<u>308,288</u>	<u>294,788</u>	<u>292,636</u>	<u>2,152</u>
Total Security of Persons and Property	<u>4,095,983</u>	<u>3,991,983</u>	<u>3,964,619</u>	<u>27,364</u>
Public Health and Welfare:				
Health Services:				
Contractual Services	19,805	19,805	19,804	1
Total Health Services	<u>19,805</u>	<u>19,805</u>	<u>19,804</u>	<u>1</u>
Total Public Health and Welfare	<u>19,805</u>	<u>19,805</u>	<u>19,804</u>	<u>1</u>
Community Environment:				
Economic Development Department:				
Personal Services	153,146	149,346	149,323	23
Contractual Services	11,540	10,540	9,954	586
Supplies and Materials	475	475	467	8
Capital Outlay	576	576	529	47
Total Economic Development Department	<u>165,737</u>	<u>160,937</u>	<u>160,273</u>	<u>664</u>

Schedule of Revenues, Expenditures and Changes in Fund Balance
Required Supplementary Information
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

General Fund (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Economic Development Commission:				
Contractual Services	22,787	21,788	21,102	686
Supplies and Materials	300	300	277	23
Total Economic Development Commission	<u>23,087</u>	<u>22,088</u>	<u>21,379</u>	<u>709</u>
Community Development Department:				
Personal Services	223,776	228,026	225,003	3,023
Contractual Services	26,389	29,889	28,345	1,544
Supplies and Materials	4,072	3,772	2,658	1,114
Capital Outlay	3,135	3,435	3,349	86
Total Community Development Department	<u>257,372</u>	<u>265,122</u>	<u>259,355</u>	<u>5,767</u>
Beautification:				
Personal Services	5,900	5,900	5,900	0
Contractual Services	111,950	127,950	127,768	182
Supplies and Materials	1,450	1,450	517	933
Total Beautification	<u>119,300</u>	<u>135,300</u>	<u>134,185</u>	<u>1,115</u>
Community Services:				
Contractual Services	70,653	74,153	73,070	1,083
Supplies and Materials	6,350	3,350	3,124	226
Capital Outlay	0	980,000	980,000	0
Total Community Services	<u>77,003</u>	<u>1,057,503</u>	<u>1,056,194</u>	<u>1,309</u>
Total Community Environment	<u>642,499</u>	<u>1,640,950</u>	<u>1,631,386</u>	<u>9,564</u>
Public Works and Streets:				
Equipment Maintenance:				
Personal Services	189,904	180,904	178,430	2,474
Contractual Services	21,675	19,675	18,012	1,663
Supplies and Materials	104,627	134,627	130,767	3,860
Capital Outlay	9,700	14,350	14,347	3
Total Equipment Maintenance	<u>325,906</u>	<u>349,556</u>	<u>341,556</u>	<u>8,000</u>
Public Works:				
Personal Services	377,130	353,230	345,139	8,091
Contractual Services	701,032	641,032	639,057	1,975
Supplies and Materials	9,046	3,046	1,651	1,395
Capital Outlay	109,500	154,500	153,402	1,098
Total Public Works	<u>1,196,708</u>	<u>1,151,808</u>	<u>1,139,249</u>	<u>12,559</u>

City of Forest Park
Required Supplementary Information
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

General Fund (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public Works:				
Personal Services	377,130	353,230	345,139	8,091
Contractual Services	701,032	641,032	639,057	1,975
Supplies and Materials	9,046	3,046	1,651	1,395
Capital Outlay	109,500	154,500	153,402	1,098
Total Public Works	<u>1,196,708</u>	<u>1,151,808</u>	<u>1,139,249</u>	<u>12,559</u>
Engineering:				
Personal Services	36,673	36,673	36,446	227
Contractual Services	130,496	115,496	109,654	5,842
Supplies and Materials	650	650	509	141
Total Engineering	<u>167,819</u>	<u>152,819</u>	<u>146,609</u>	<u>6,210</u>
Street Lighting				
Contractual Services	75,047	73,647	73,583	64
Capital Outlay	19,289	4,289	4,270	19
Total Street Lighting	<u>94,336</u>	<u>77,936</u>	<u>77,853</u>	<u>83</u>
Municipal Building and Grounds:				
Contractual Services	227,238	182,238	173,327	8,911
Supplies and Materials	12,313	13,813	13,309	504
Capital Outlay	699,266	282,066	274,815	7,251
Total Municipal Building and Grounds	<u>938,817</u>	<u>478,117</u>	<u>461,451</u>	<u>16,666</u>
Total Public Works and Streets	<u>2,723,586</u>	<u>2,210,236</u>	<u>2,166,718</u>	<u>43,518</u>
Leisure Time Activities:				
Activity Center/Swimming Pool				
Contractual Services	111,727	103,727	102,382	1,345
Supplies and Materials	7,650	5,650	4,912	738
Capital Outlay	15,940	2,540	1,995	545
Total Community Center/Swim Pool	<u>135,317</u>	<u>111,917</u>	<u>109,289</u>	<u>2,628</u>
Recreation:				
Personal Services	99,159	76,659	75,049	1,610
Contractual Services	48,935	42,935	39,739	3,196
Supplies and Materials	5,880	5,880	5,452	428
Capital Outlay	2,490	2,490	1,719	771
Total Recreation	<u>156,464</u>	<u>127,964</u>	<u>121,959</u>	<u>6,005</u>

City of Forest Park
Required Supplementary Information
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

General Fund (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Park Maintenance:				
Personal Services	130,939	128,939	128,550	389
Contractual Services	80,727	81,227	79,802	1,425
Supplies and Materials	15,311	13,311	12,699	612
Capital Outlay	17,410	11,610	11,525	85
Total Park Maintenance	<u>244,387</u>	<u>235,087</u>	<u>232,576</u>	<u>2,511</u>
Total Leisure Time Activities	<u>536,168</u>	<u>474,968</u>	<u>463,824</u>	<u>11,144</u>
General Government:				
City Council:				
Personal Services	104,939	103,339	103,243	96
Contractual Services	72,365	61,165	60,467	698
Supplies and Materials	1,850	850	576	274
Capital Outlay	5,000	7,450	7,243	207
Total City Council	<u>184,154</u>	<u>172,804</u>	<u>171,529</u>	<u>1,275</u>
Mayor's Court:				
Personal Services	69,196	61,196	59,819	1,377
Contractual Services	52,635	52,635	51,710	925
Supplies and Materials	2,140	2,140	1,613	527
Capital Outlay	500	550	547	3
Total Mayor's Court	<u>124,471</u>	<u>116,521</u>	<u>113,689</u>	<u>2,832</u>
City Manager:				
Personal Services	316,340	312,840	312,808	32
Contractual Services	48,439	34,939	30,782	4,157
Supplies and Materials	5,885	3,885	2,899	986
Capital Outlay	2,000	500	149	351
Total City Manager	<u>372,664</u>	<u>352,164</u>	<u>346,638</u>	<u>5,526</u>
Finance/Tax:				
Personal Services	642,818	575,818	575,064	754
Contractual Services	90,541	66,541	65,536	1,005
Supplies and Materials	9,219	9,219	8,317	902
Capital Outlay	14,000	9,000	8,975	25
Total City Manager	<u>756,578</u>	<u>660,578</u>	<u>657,892</u>	<u>2,686</u>
Human Resources				
Personal Services	99,164	98,264	98,187	77
Contractual Services	28,718	28,718	28,132	586
Supplies and Materials	592	322	215	107
Capital Outlay	0	270	269	1
Total Human Resources	<u>128,474</u>	<u>127,574</u>	<u>126,803</u>	<u>771</u>

City of Forest Park
Required Supplementary Information
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

General Fund (continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Elections:				
Contractual Services	12,500	3,435	3,431	4
Total Elections	<u>12,500</u>	<u>3,435</u>	<u>3,431</u>	<u>4</u>
Information Services:				
Personal Services	70,379	71,179	71,177	2
Contractual Services	64,250	47,250	46,567	683
Supplies and Materials	2,500	1,500	935	565
Capital Outlay	132,005	71,820	70,989	831
Total Information Services	<u>269,134</u>	<u>191,749</u>	<u>189,668</u>	<u>2,081</u>
Other - Unclassified				
Personal Services	50,000	49,000	48,842	158
Contractual Services	157,755	192,755	192,417	338
Contingencies	100,000	100,000	0	100,000
Total Other - Unclassified	<u>307,755</u>	<u>341,755</u>	<u>241,259</u>	<u>100,496</u>
Total General Government	<u>2,155,730</u>	<u>1,966,580</u>	<u>1,850,909</u>	<u>115,671</u>
Total Expenditures	<u>10,173,771</u>	<u>10,304,522</u>	<u>10,097,260</u>	<u>207,262</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(1,168,625)	(1,770,157)	(1,617,070)	153,087
Other Financing Sources (Uses):				
Proceeds from the Sale of Fixed Assets	15,000	15,000	13,875	(1,125)
Bond Proceeds	0	100,000	100,000	0
Operating Transfers Out	(501,541)	(410,891)	(410,743)	148
Advances Out	0	(383,550)	(382,766)	784
Total Other Financing Sources (Uses)	<u>(486,541)</u>	<u>(679,441)</u>	<u>(679,634)</u>	<u>(193)</u>
Net Change in Fund Balance	<u>(1,655,166)</u>	<u>(2,449,598)</u>	<u>(2,296,704)</u>	<u>152,894</u>
Fund Balance at Beginning of Year	5,760,327	5,760,327	5,760,327	0
Prior Year Encumbrances	628,458	628,458	628,458	0
Fund Balance at End of Year	<u>\$4,733,619</u>	<u>\$3,939,187</u>	<u>\$4,092,081</u>	<u>\$152,894</u>

City of Forest Park
Required Supplementary Information
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

	Fire Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Property Taxes	\$2,680,650	\$2,853,700	\$2,845,446	(\$8,254)
Intergovernmental Revenues	334,640	336,735	336,911	176
Charges for Service	368,550	412,350	412,397	47
Fees, Licenses, and Permits	2,100	6,050	6,105	55
Investment Earnings	16,000	25,300	25,308	8
All Other Revenues	200	250	297	47
Total Revenues	<u>3,402,140</u>	<u>3,634,385</u>	<u>3,626,464</u>	<u>(7,921)</u>
Expenditures:				
Security of Persons and Property:				
Fire Department:				
Personal Services	2,284,851	2,284,851	2,253,202	31,649
Contractual Services	373,236	373,236	320,412	52,824
Supplies and Materials	148,086	148,086	139,446	8,640
Capital Outlay	1,245,381	1,145,381	1,117,395	27,986
Other - Unclassified	4,437	47,047	47,044	3
Debt Service:				
Principal Retirement	7,695	7,695	7,692	3
Interest and Fiscal Charges	1,160	1,160	1,159	1
Total Expenditures	<u>4,064,846</u>	<u>4,007,456</u>	<u>3,886,350</u>	<u>121,106</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(662,706)	(373,071)	(259,886)	113,185
Other Financing Sources (Uses):				
Proceeds from the Sale of Fixed Assets	250,500	231,900	231,925	25
Total Other Financing Sources (Uses)	<u>250,500</u>	<u>231,900</u>	<u>231,925</u>	<u>25</u>
Net Change in Fund Balance	<u>(412,206)</u>	<u>(141,171)</u>	<u>(27,961)</u>	<u>113,210</u>
Fund Balance at Beginning of Year	880,150	880,150	880,150	0
Prior Year Encumbrances	361,824	361,824	361,824	0
Fund Balance at End of Year	<u>\$829,768</u>	<u>\$1,100,803</u>	<u>\$1,214,013</u>	<u>\$113,210</u>

CITY OF FOREST PARK, OHIO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2003

Budgetary Process

The City follows these procedures in establishing and legally adopting the budgetary information for all funds that are legally required to be budgeted and appropriated, however, only governmental funds are required to be reported.

(1) The Administration prepares the annual budget and submits it to the City Council for adoption. This budget is based upon estimated receipts and expenditures.

(2) Prior to holding a public hearing on the proposed budget, it is made available for review by the public at the offices of the Clerk of Council.

(3) City Council holds a public hearing on the proposed budget.

(4) City Council adopts the budget, by fund, for the following year by ordinance on or before July 15th of each year.

(5) After adoption, the budget and the ordinance that is approved are certified to the County Budget Commission by July 20th. The Commission conducts another public hearing and determines if the budget fairly represents the needs of the City.

(6) The City accepts by legislation the County Budget Commission's estimated necessary property tax rate. Their acceptance must be certified to the County Auditor on or before October 1st.

(7) The Finance Director files a certificate of estimated resources and expenditures for the ensuing year on or about January 1st.

(8) On or before January 1st, an appropriation measure, by fund, is passed by City Council for the ensuing year. The budgeted amounts by department or expenditure category reflected in the financial statements and supplemental data include this initial appropriation measure and all revisions thereto for the year, as described below.

(9) The Finance Director prepares ordinances to amend the original appropriations in order to reflect any changes of appropriation in expenditure categories within any fund and these changes must be approved by City Council. In accordance with the City's Administrative Policy, expenditures may not exceed appropriations at the expenditure legal level of control for each fund (activity within a program within a fund).

During 2003, two ordinances were passed to amend or to supplement the budgetary appropriation, resulting in additional appropriations from

CITY OF FOREST PARK, OHIO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2003

unappropriated revenue sources and internal fund transfers from one appropriated expenditure category to another.

(10) At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the fund from which it was appropriated, and is subject to future appropriation. The encumbrances outstanding at year-end represent the estimated amount of the expenditures ultimately to result if unperformed contracts in process at year-end are completed. The encumbrances appropriated balance is carried forward to the succeeding fiscal year and, according to statute need not be reappropriated.

Budgetary Basis of Accounting

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Advances-in and advances-out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

**CITY OF FOREST PARK, OHIO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2003**

	Net Change in Fund Balance	
	General Fund	Fire Fund
GAAP Basis	(\$431,969)	\$633,477
Net Adjustment for Revenue Accruals	(173,933)	(575,720)
Net Adjustment for Expenditure Accruals	107,536	55,447
Advances	(382,766)	0
Encumbrances	(1,415,572)	(141,165)
Budget Basis	(\$2,296,704)	(\$27,961)

Encumbrances

Encumbrances for purchase orders, contracts and other commitments are recorded in the governmental funds to reserve that portion of the applicable appropriation. Encumbrances outstanding at year-end are reported as reserves of the fund balances since they do not constitute expenditures or liabilities.

**SUPPLEMENTAL
SECTION**

GENERAL FUND

The General Fund is used to account for all financial resources traditionally associated with governments, except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specific sources which are legally restricted to be expended for specific purposes. The City maintained the following Special Revenue funds for 2003:

Major Special Revenue Fund:

Fire Levy Fund - This fund is used to account for revenues received from property taxes specifically earmarked for fire protection by a levy passed by the City's electorate.

Non-major Special Revenue Funds:

Street Construction - Maintenance and Repair Fund (Street Fund) - This fund is used to account for 92.5% of the City's share of state gasoline tax revenue and motor vehicle license fees. State law requires that such monies be spent on street construction and maintenance.

State Highway Improvement Fund - This fund is used to account for the remaining 7.5% of the City's share of state gasoline tax revenue and motor vehicle license fees. State law requires that such monies be spent on maintenance and improvement of state highways within the City.

Stormwater Management Utility Fund - This fund is used to account for the operations of the City's Stormwater Management Utility.

Environmental Grants Fund - This fund is used to account for grant proceeds received from the State of Ohio for Litter Prevention activities.

Urban Renewal Fund - This fund is used to account for the proceeds of the bonds issued for the Urban Renewal District with related revenue and expenditures.

Carillon Business Park TIF Fund - This fund is used to account for the proceeds of the bonds issued for the Tax Increment Financing District with related revenue and expenditures.

Law Enforcement Trust Fund - This fund contains monies derived from the sale of property/automobiles seized by the police in relation to drug investigations.

DARE Special Revenue Fund - This fund reflects the activities of the DARE program along with costs associated with the west-side substation.

Law Enforcement Grant Fund - This fund was used to account for various grants that have been received for law enforcement purposes. During 2003, we had the Cops in Schools Grant and the Terrorism Awareness Grant reflected in this fund.

Health Care Reserve Fund - This fund is established to self-fund a portion of the employee health care costs.

Home Improvement Loan Fund - This fund is established to help eligible Forest Park residents with the home improvement expenditures. The City will be reimbursed by the Hamilton County for advances to residents for such home improvements.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bonds and principal and interest on bond anticipation notes of General Fund.

CAPITAL PROJECTS FUNDS

Capital Project Funds are established to account for revenues and expenditures related to the acquisition or construction of capital facilities which are not financed by proprietary funds. Capital facilities are defined as major and permanent in nature. Capital Project Funds maintained during 2003 are as follows:

Capital Improvement Project Fund - This was established pursuant to Section 12.07 of the City Charter. It is to provide for public improvements and/or equipment needed for the use of the Municipality. Such improvements or equipment shall have a minimum useful life expectancy of three years.

Economic Development Fund - This fund has been used to account for the acquisition, construction and debt service for the Kemper Meadow Business Center. It may also be used for the purchase, rehabilitation, and resale of properties.

OPWC – Mill Road, Phase II Fund - This fund was established to provide for the accounting required for the grant and matching funds for the Mill Road, Phase II project.

OPWC – Riparian Corridor Restoration Fund - This fund was established to provide for the accounting required for the grant and matching funds for the Riparian Corridor Restoration project.

OPWC – Q-Lube Green Space Acquisition Fund - This fund was established to provide for the accounting required for the grant and matching funds for the Q-Lube Green Space Acquisition project.

AGENCY FUNDS

Agency funds are used to account for assets held in a custodial capacity.

Community Programming Board - This fund is used to account for the activities of the Community Programming Board (CPB), a cable television operation funded in portion by cable franchise fees. The City of Forest Park performs accounting services for CPB, and the employees of CPB are considered employees of the City for purposes of employee benefits.

Mayor's Court Fund - This fund accounts for dollars collected by the Court which must be sent to the state or returned to the individual who has posted a bond.

Refundable Fees - This fund contains deposits for special hearings, performance bonds, recreation deposits, and 7-year returnable fees.

**City of Forest Park
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2003**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Assets:				
Pooled Cash and Investments	\$3,809,804	\$0	\$963,861	\$4,773,665
Receivables (net of allowance for uncollectibles):				
Interest	10,409	0	1,575	11,984
Other Revenue	40,480	0	0	40,480
Due From Other Governments	350,031	0	0	350,031
Prepaid Items	1,242	0	0	1,242
Total Assets	<u>4,211,966</u>	<u>0</u>	<u>965,436</u>	<u>5,177,402</u>
Liabilities:				
Accounts Payable	44,772	0	0	44,772
Accrued Wages and Benefits Payable	36,215	0	0	36,215
Due to Other Funds	4,316	0	378,450	382,766
Deferred Revenue	279,608	0	358	279,966
Total Liabilities	<u>364,911</u>	<u>0</u>	<u>378,808</u>	<u>743,719</u>
Fund Balances:				
Reserved for Encumbrances	332,537	0	372,581	705,118
Reserved for Prepaid Items	1,242	0	0	1,242
Unreserved/Undesignated	3,513,276	0	214,047	3,727,323
Total Fund Balances	<u>3,847,055</u>	<u>0</u>	<u>586,628</u>	<u>4,433,683</u>
Total Liabilities and Fund Balances	<u>\$4,211,966</u>	<u>\$0</u>	<u>\$965,436</u>	<u>\$5,177,402</u>

City of Forest Park
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2003

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
Revenues:				
Other Local Taxes	\$656,276	\$0	\$0	\$656,276
Intergovernmental Revenues	302,642	0	674,930	977,572
Special Assessments	413,726	0	0	413,726
Charges for Service	546,535	0	0	546,535
Fees, Licenses, and Permits	14,252	0	0	14,252
Investment Earnings	48,574	0	7,228	55,802
Fines and Forfeitures	2,765	0	0	2,765
All Other Revenues	58,113	0	0	58,113
Total Revenue	<u>2,042,883</u>	<u>0</u>	<u>682,158</u>	<u>2,725,041</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Police Department	67,495	0	0	67,495
Community Environment	135,646	0	0	135,646
Public Works and Streets:	1,082,219	0	0	1,082,219
General Government	4,820	0	0	4,820
Capital Outlay	465,372	0	1,030,992	1,496,364
Debt Service				
Principal	723,908	277,308	119,626	1,120,842
Interest	210,287	51,299	16,200	277,786
Total Expenditures	<u>2,689,747</u>	<u>328,607</u>	<u>1,166,818</u>	<u>4,185,172</u>
Excess (Deficiency) of Revenues Over Expenditures	(646,864)	(328,607)	(484,660)	(1,460,131)
Other Financing Sources (Uses)				
Proceeds from Sale of Fixed Assets	225	0	0	225
Operating Transfers In	27,236	328,607	96,288	452,131
Operating Transfers Out	(41,388)	0	0	(41,388)
Total Other Financing Sources (Uses)	<u>(13,927)</u>	<u>328,607</u>	<u>96,288</u>	<u>410,968</u>
Net Change in Fund Balances	(660,791)	0	(388,372)	(1,049,163)
Fund Balances -- Beginning	4,507,846	0	975,000	5,482,846
Fund Balances -- Ending	<u>\$3,847,055</u>	<u>\$0</u>	<u>\$586,628</u>	<u>\$4,433,683</u>

City of Forest Park
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2003

	Street Fund	State Highway Fund	Stormwater Management Utility Fund	Environmental Grants Fund	Urban Renewal Fund
Assets:					
Pooled Cash and Investments	\$529,020	\$123,974	\$734,996	\$301,063	\$1,810,712
Receivables (net of allowance for uncollectibles):					
Interest	1,519	356	2,110	864	5,198
Other Revenue	0	0	38,320	0	0
Due From Other Governments	292,936	23,752	0	0	21,456
Prepaid Items	1,242	0	0	0	0
Total Assets	<u>824,717</u>	<u>148,082</u>	<u>775,426</u>	<u>301,927</u>	<u>1,837,366</u>
Liabilities:					
Accounts Payable	5,325	1,433	11,377	3,745	21,686
Accrued Wages and Benefits Payable	16,646	166	7,478	6,504	0
Due to Other Funds	0	0	0	0	0
Deferred Revenue	193,056	15,706	36,044	196	22,637
Total Liabilities	<u>215,027</u>	<u>17,305</u>	<u>54,899</u>	<u>10,445</u>	<u>44,323</u>
Fund Balances:					
Reserved for Encumbrances	173,967	369	155,677	2,524	0
Reserved for Prepaid Items	1,242	0	0	0	0
Unreserved/Undesignated	434,481	130,408	564,850	288,958	1,793,043
Total Fund Balances	<u>609,690</u>	<u>130,777</u>	<u>720,527</u>	<u>291,482</u>	<u>1,793,043</u>
Total Liabilities and Fund Balances	<u>\$824,717</u>	<u>\$148,082</u>	<u>\$775,426</u>	<u>\$301,927</u>	<u>\$1,837,366</u>

Carillon Business Park TIF Fund	Law Enforcement Trust Fund	DARE Special Revenue Fund	Law Enforcement Grant Fund	Health Care Reserve Fund	Home Improvement Loan Fund	Total Non-Major Special Revenue Funds
\$158,958	\$10,183	\$12,629	\$2,696	\$111,929	\$13,644	\$3,809,804
0	0	0	0	322	40	10,409
0	2,160	0	0	0	0	40,480
11,887	0	0	0	0	0	350,031
0	0	0	0	0	0	1,242
<u>170,845</u>	<u>12,343</u>	<u>12,629</u>	<u>2,696</u>	<u>112,251</u>	<u>13,684</u>	<u>4,211,966</u>
0	0	32	1,174	0	0	44,772
0	0	0	601	4,820	0	36,215
0	0	0	4,316	0	0	4,316
11,887	0	0	0	73	9	279,608
<u>11,887</u>	<u>0</u>	<u>32</u>	<u>6,091</u>	<u>4,893</u>	<u>9</u>	<u>364,911</u>
0	0	0	0	0	0	332,537
0	0	0	0	0	0	1,242
158,958	12,343	12,597	(3,395)	107,358	13,675	3,513,276
<u>158,958</u>	<u>12,343</u>	<u>12,597</u>	<u>(3,395)</u>	<u>107,358</u>	<u>13,675</u>	<u>3,847,055</u>
<u>\$170,845</u>	<u>\$12,343</u>	<u>\$12,629</u>	<u>\$2,696</u>	<u>\$112,251</u>	<u>\$13,684</u>	<u>\$4,211,966</u>

City of Forest Park
Combining Balance Sheet
Nonmajor Capital Project Funds
December 31, 2003

	Capital Improvement Projects Fund	Economic Development Fund	OPWC Mill Road Phase II Fund	OPWC Riparian Corridor Fund
Assets:				
Pooled Cash and Investments	\$272,294	\$276,391	\$1,207	\$41,388
Receivables (net of allowance for uncollectibles):				
Interest	782	793	0	0
Total Assets	<u>273,076</u>	<u>277,184</u>	<u>1,207</u>	<u>41,388</u>
Liabilities:				
Due to Other Funds	0	0	0	0
Deferred Revenue	178	180	0	0
Total Liabilities	<u>178</u>	<u>180</u>	<u>0</u>	<u>0</u>
Fund Balances:				
Reserved for Encumbrances	0	0	0	0
Unreserved/Undesignated	272,898	277,004	1,207	41,388
Total Fund Balances	<u>272,898</u>	<u>277,004</u>	<u>1,207</u>	<u>41,388</u>
Total Liabilities and Fund Balances	<u>\$273,076</u>	<u>\$277,184</u>	<u>\$1,207</u>	<u>\$41,388</u>

OPWC Q Lube Acquisition Fund	Total Non-Major Capital Project Funds
\$372,581	\$963,861
0	1,575
<u>372,581</u>	<u>965,436</u>
378,450	378,450
0	358
<u>378,450</u>	<u>378,808</u>
372,581	372,581
(378,450)	214,047
<u>(5,869)</u>	<u>586,628</u>
<u>\$372,581</u>	<u>\$965,436</u>

City of Forest Park
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2003

	Street Fund	State Highway Fund	Stormwater Management Utility Fund	Environmental Grants Fund	Urban Renewal Fund
Revenues:					
Other Local Taxes	\$607,055	\$49,221	\$0	\$0	\$0
Intergovernmental Revenues	139,875	11,341	0	34,709	43,042
Special Assessments	0	0	0	0	349,318
Charges for Service	0	0	546,535	0	0
Fees, Licenses, and Permits	0	0	13,952	300	0
Investment Earnings	6,372	1,752	9,075	3,561	21,842
Fines and Forfeitures	0	0	0	0	0
All Other Revenues	0	0	385	56,762	0
Total Revenue	<u>753,302</u>	<u>62,314</u>	<u>569,947</u>	<u>95,332</u>	<u>414,202</u>
Expenditures:					
Current:					
Security of Persons and Property:					
Police Department	0	0	0	0	0
Community Environment					
Environmental Grants	0	0	0	125,318	0
Public Works and Streets:					
Streets	656,867	90,927	0	0	0
Stormwater Management	0	0	260,712	0	73,713
General Government	0	0	0	0	0
Capital Outlay	5,097	0	102,584	467	2,500
Debt Service					
Principal	51,808	0	95,620	0	421,480
Interest	7,402	0	21,422	0	39,236
Total Expenditures	<u>721,174</u>	<u>90,927</u>	<u>480,338</u>	<u>125,785</u>	<u>536,929</u>
Excess (Deficiency) of Revenues Over Expenditures	32,128	(28,613)	89,609	(30,453)	(122,727)
Other Financing Sources (Uses)					
Proceeds from Sale of Fixed Assets	225	0	0	0	0
Operating Transfers In	0	0	0	22,926	0
Operating Transfers Out	0	0	(41,388)	0	0
Total Other Financing Sources (Uses)	<u>225</u>	<u>0</u>	<u>(41,388)</u>	<u>22,926</u>	<u>0</u>
Net Change in Fund Balances	32,353	(28,613)	48,221	(7,527)	(122,727)
Fund Balances -- Beginning	577,337	159,390	672,306	299,009	1,915,770
Fund Balances -- Ending	<u>\$609,690</u>	<u>\$130,777</u>	<u>\$720,527</u>	<u>\$291,482</u>	<u>\$1,793,043</u>

Carillon Business Park TIF Fund	Law Enforcement Trust Fund	DARE Special Revenue Fund	Law Enforcement Grant Fund	Health Care Reserve Fund	Home Improvement Loan Fund	Total Non-Major Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$656,276
10,077	0	1,793	53,025	0	8,780	302,642
64,408	0	0	0	0	0	413,726
0	0	0	0	0	0	546,535
0	0	0	0	0	0	14,252
4,493	0	0	0	1,291	188	48,574
0	2,765	0	0	0	0	2,765
0	0	867	0	0	99	58,113
<u>78,978</u>	<u>2,765</u>	<u>2,660</u>	<u>53,025</u>	<u>1,291</u>	<u>9,067</u>	<u>2,042,883</u>
0	1,475	4,288	61,732	0	0	67,495
0	0	0	0	0	10,328	135,646
0	0	0	0	0	0	747,794
0	0	0	0	0	0	334,425
0	0	0	0	4,820	0	4,820
339,849	1,431	0	13,444	0	0	465,372
155,000	0	0	0	0	0	723,908
142,227	0	0	0	0	0	210,287
<u>637,076</u>	<u>2,906</u>	<u>4,288</u>	<u>75,176</u>	<u>4,820</u>	<u>10,328</u>	<u>2,689,747</u>
(558,098)	(141)	(1,628)	(22,151)	(3,529)	(1,261)	(646,864)
0	0	0	0	0	0	225
0	0	0	4,310	0	0	27,236
0	0	0	0	0	0	(41,388)
<u>0</u>	<u>0</u>	<u>0</u>	<u>4,310</u>	<u>0</u>	<u>0</u>	<u>(13,927)</u>
(558,098)	(141)	(1,628)	(17,841)	(3,529)	(1,261)	(660,791)
717,056	12,484	14,225	14,446	110,887	14,936	4,507,846
<u>\$158,958</u>	<u>\$12,343</u>	<u>\$12,597</u>	<u>(\$3,395)</u>	<u>\$107,358</u>	<u>\$13,675</u>	<u>\$3,847,055</u>

City of Forest Park
Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Debt Service Fund
For the Year Ended December 31, 2003

	Debt Service Fund
Revenues:	
Investment Earnings	\$0
Total Revenue	0
Expenditures:	
Current:	
Debt Service	
Principal	277,308
Interest	51,299
Total Expenditures	328,607
Excess (Deficiency) of Revenues Over Expenditures	(328,607)
Other Financing Sources (Uses)	
Operating Transfers In	328,607
Total Other Financing Sources (Uses)	328,607
Net Change in Fund Balances	0
Fund Balances -- Beginning	0
Fund Balances -- Ending	\$0

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City of Forest Park
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Capital Project Funds
For the Year Ended December 31, 2003

	Capital Improvement Projects Fund	Economic Development Fund	OPWC Mill Road Phase II Fund	OPWC Riparian Corridor Fund
Revenues:				
Intergovernmental Revenues	0	0	674,930	0
Investment Earnings	3,040	4,188	0	0
All Other Revenues	0	0	0	0
Total Revenue	<u>3,040</u>	<u>4,188</u>	<u>674,930</u>	<u>0</u>
Expenditures:				
Capital Outlay	0	0	1,020,223	0
Debt Service				
Principal	0	119,626	0	0
Interest	0	16,200	0	0
Total Expenditures	<u>0</u>	<u>135,826</u>	<u>1,020,223</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	3,040	(131,638)	(345,293)	0
Other Financing Sources (Uses)				
Operating Transfers In	25,000	25,000	0	41,388
Total Other Financing Sources (Uses)	<u>25,000</u>	<u>25,000</u>	<u>0</u>	<u>41,388</u>
Net Change in Fund Balances	28,040	(106,638)	(345,293)	41,388
Fund Balances -- Beginning	244,858	383,642	346,500	0
Fund Balances -- Ending	<u>272,898</u>	<u>277,004</u>	<u>1,207</u>	<u>41,388</u>

OPWC Q Lube Acquisition Fund	Total Non-Major Capital Project Funds
0	674,930
0	7,228
0	0
<u>0</u>	<u>682,158</u>
10,769	1,030,992
0	119,626
0	16,200
<u>10,769</u>	<u>1,166,818</u>
(10,769)	(484,660)
4,900	96,288
<u>4,900</u>	<u>96,288</u>
(5,869)	(388,372)
0	975,000
<u>(5,869)</u>	<u>586,628</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

	Street Fund			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Other Local Taxes	\$557,000	\$587,775	\$595,436	\$7,661
Intergovernmental Revenues	132,000	141,000	141,100	100
Investment Earnings	18,000	7,900	7,918	18
Total Revenues	<u>707,000</u>	<u>736,675</u>	<u>744,454</u>	<u>7,779</u>
Expenditures:				
Public Works and Streets:				
Streets:				
Personal Services	270,489	272,489	271,089	1,400
Contractual Services	348,125	340,125	331,437	8,688
Supplies and Materials	59,322	107,322	104,810	2,512
Capital Outlay	170,000	166,000	165,173	827
Debt Service:				
Principal Retirement	51,810	51,810	51,808	2
Interest and Fiscal Charges	7,405	7,405	7,402	3
Total Expenditures	<u>907,151</u>	<u>945,151</u>	<u>931,719</u>	<u>13,432</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures				
	(200,151)	(208,476)	(187,265)	21,211
Other Financing Sources (Uses):				
Proceeds from the Sale of Fixed Assets	0	225	225	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>225</u>	<u>225</u>	<u>0</u>
Net Change in Fund Balance	<u>(200,151)</u>	<u>(208,251)</u>	<u>(187,040)</u>	<u>21,211</u>
Fund Balance at Beginning of Year	383,447	383,447	383,447	0
Prior Year Encumbrances	152,063	152,063	152,063	0
Fund Balance at End of Year	<u>\$335,359</u>	<u>\$327,259</u>	<u>\$348,470</u>	<u>\$21,211</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

State Highway Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Other Local Taxes	\$45,750	\$48,050	\$48,279	\$229
Intergovernmental Revenues	11,200	11,400	11,441	41
Investment Earnings	2,050	2,200	2,203	3
Total Revenues	<u>59,000</u>	<u>61,650</u>	<u>61,923</u>	<u>273</u>
Expenditures:				
Public Works and Streets:				
State Highway:				
Personal Services	6,050	6,050	6,050	0
Contractual Services	67,670	41,670	36,523	5,147
Supplies and Materials	13,758	52,758	50,914	1,844
Capital Outlay	1,000	0	0	0
Total State Highway	<u>88,478</u>	<u>100,478</u>	<u>93,487</u>	<u>6,991</u>
Total Expenditures	<u>88,478</u>	<u>100,478</u>	<u>93,487</u>	<u>6,991</u>
Net Change in Fund Balance	<u>(29,478)</u>	<u>(38,828)</u>	<u>(31,564)</u>	<u>7,264</u>
Fund Balance at Beginning of Year	131,593	131,593	131,593	0
Prior Year Encumbrances	22,078	22,078	22,078	0
Fund Balance at End of Year	<u>\$124,193</u>	<u>\$114,843</u>	<u>\$122,107</u>	<u>\$7,264</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Stormwater Management Utility Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Service	\$555,000	\$554,700	\$546,002	(\$8,698)
Fees, Licenses, and Permits	14,200	13,900	13,952	52
Investment Earnings	10,000	11,400	11,448	48
All Other Revenues	0	350	385	35
Total Revenues	<u>579,200</u>	<u>580,350</u>	<u>571,787</u>	<u>(8,563)</u>
Expenditures:				
Public Works and Streets:				
Stormwater Management:				
Personal Services	118,976	118,976	116,493	2,483
Contractual Services	144,550	184,550	179,994	4,556
Supplies and Materials	2,050	2,050	1,052	998
Capital Outlay	332,284	248,896	230,438	18,458
Other - Unclassified	5,000	7,000	6,688	312
Debt Service:				
Principal Retirement	95,624	95,624	95,620	4
Interest and Fiscal Charges	21,435	21,435	21,422	13
Total Expenditures	<u>719,919</u>	<u>678,531</u>	<u>651,707</u>	<u>26,824</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(140,719)	(98,181)	(79,920)	18,261
Other Financing Sources (Uses):				
Operating Transfers Out	0	(41,388)	(41,388)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(41,388)</u>	<u>(41,388)</u>	<u>0</u>
Net Change in Fund Balance	<u>(140,719)</u>	<u>(139,569)</u>	<u>(121,308)</u>	<u>18,261</u>
Fund Balance at Beginning of Year	661,081	661,081	661,081	0
Prior Year Encumbrances	26,954	26,954	26,954	0
Fund Balance at End of Year	<u>\$547,316</u>	<u>\$548,466</u>	<u>\$566,727</u>	<u>\$18,261</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Environmental Grants Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$35,000	\$34,700	\$34,709	\$9
Fees, Licenses, and Permits	400	300	300	0
Investment Earnings	5,000	4,400	4,398	(2)
All Other Revenues	45,750	56,700	56,762	62
Total Revenues	<u>86,150</u>	<u>96,100</u>	<u>96,169</u>	<u>69</u>
Expenditures:				
Community Environment:				
Environmental Grants:				
Personal Services	97,933	97,933	93,264	4,669
Contractual Services	40,878	40,878	25,801	15,077
Supplies and Materials	1,650	4,350	4,325	25
Capital Outlay	2,000	2,000	467	1,533
Total Expenditures	<u>142,461</u>	<u>145,161</u>	<u>123,857</u>	<u>21,304</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(56,311)	(49,061)	(27,688)	21,373
Other Financing Sources (Uses):				
Operating Transfers In	22,926	22,926	22,926	0
Total Other Financing Sources (Uses)	<u>22,926</u>	<u>22,926</u>	<u>22,926</u>	<u>0</u>
Net Change in Fund Balance	<u>(33,385)</u>	<u>(26,135)</u>	<u>(4,762)</u>	<u>21,373</u>
Fund Balance at Beginning of Year	299,294	299,294	299,294	0
Prior Year Encumbrances	2,308	2,308	2,308	0
Fund Balance at End of Year	<u>\$268,217</u>	<u>\$275,467</u>	<u>\$296,840</u>	<u>\$21,373</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Urban Renewal Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$43,000	\$43,042	\$43,042	\$0
Special Assessments	336,000	349,318	349,318	0
Investment Earnings	15,000	29,330	29,333	3
Total Revenues	<u>394,000</u>	<u>421,690</u>	<u>421,693</u>	<u>3</u>
Expenditures:				
Public Works and Streets:				
Urban Renewal:				
Contractual Services	166,115	104,215	104,215	0
Capital Outlay	830,000	3,300	3,290	10
Debt Service:				
Principal Retirement	421,945	421,495	421,480	15
Interest and Fiscal Charges	38,810	39,260	39,236	24
Total Expenditures	<u>1,456,870</u>	<u>568,270</u>	<u>568,221</u>	<u>49</u>
Net Change in Fund Balance	<u>(1,062,870)</u>	<u>(146,580)</u>	<u>(146,528)</u>	<u>52</u>
Fund Balance at Beginning of Year	1,883,498	1,883,498	1,883,498	0
Prior Year Encumbrances	32,053	32,053	32,053	0
Fund Balance at End of Year	<u>\$852,681</u>	<u>\$1,768,971</u>	<u>\$1,769,023</u>	<u>\$52</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Carillon Business Park TIF Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$10,077	\$10,077	\$10,077	\$0
Special Assessments	88,872	64,408	64,408	0
Investment Earnings	500	7,990	7,991	1
Total Revenues	<u>99,449</u>	<u>82,475</u>	<u>82,476</u>	<u>1</u>
Expenditures:				
Public Works and Streets:				
Carillon Business Park:				
Capital Outlay	467,170	467,170	339,849	127,321
Debt Service:				
Principal Retirement	155,000	155,000	155,000	0
Interest and Fiscal Charges	142,230	142,230	142,227	3
Total Expenditures	<u>764,400</u>	<u>764,400</u>	<u>637,076</u>	<u>127,324</u>
Net Change in Fund Balance	<u>(664,951)</u>	<u>(681,925)</u>	<u>(554,600)</u>	<u>127,325</u>
Fund Balance at Beginning of Year	245,970	245,970	245,970	0
Prior Year Encumbrances	467,170	467,170	467,170	0
Fund Balance at End of Year	<u>\$48,189</u>	<u>\$31,215</u>	<u>\$158,540</u>	<u>\$127,325</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Law Enforcement Trust Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$600	\$675	\$604	(\$71)
All Other Revenues	1,000	0	0	0
Total Revenues	<u>1,600</u>	<u>675</u>	<u>604</u>	<u>(71)</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Contractual Services	2,600	2,300	1,888	412
Supplies and Materials	1,100	1,200	1,116	84
Capital Outlay	1,300	1,500	1,431	69
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>4,435</u>	<u>565</u>
Net Change in Fund Balance	<u>(3,400)</u>	<u>(4,325)</u>	<u>(3,831)</u>	<u>494</u>
Fund Balance at Beginning of Year	12,484	12,484	12,484	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u>\$9,084</u>	<u>\$8,159</u>	<u>\$8,653</u>	<u>\$494</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

DARE Special Revenue Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$5,500	\$1,790	\$1,793	\$3
All Other Revenues	2,700	785	867	82
Total Revenues	<u>8,200</u>	<u>2,575</u>	<u>2,660</u>	<u>85</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Contractual Services	3,266	3,266	2,624	642
Supplies and Materials	5,000	2,000	1,664	336
Capital Outlay	3,000	0	0	0
Total Expenditures	<u>11,266</u>	<u>5,266</u>	<u>4,288</u>	<u>978</u>
Net Change in Fund Balance	<u>(3,066)</u>	<u>(2,691)</u>	<u>(1,628)</u>	<u>1,063</u>
Fund Balance at Beginning of Year	13,892	13,892	13,892	0
Prior Year Encumbrances	366	366	366	0
Fund Balance at End of Year	<u>\$11,192</u>	<u>\$11,567</u>	<u>\$12,630</u>	<u>\$1,063</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Law Enforcement Grants Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$47,390	\$53,024	\$53,025	\$1
Total Revenues	<u>47,390</u>	<u>53,024</u>	<u>53,025</u>	<u>1</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	52,128	53,938	53,528	410
Contractual Services	6,157	7,336	6,283	1,053
Supplies and Materials	1,046	2,127	2,127	0
Capital Outlay	2,711	13,635	13,444	191
Total Expenditures	<u>62,042</u>	<u>77,036</u>	<u>75,382</u>	<u>1,654</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(14,652)	(24,012)	(22,357)	1,655
Other Financing Sources (Uses):				
Operating Transfers In	0	4,310	4,310	0
Operating Advance In	0	5,050	4,316	(734)
Total Other Financing Sources (Uses)	<u>0</u>	<u>9,360</u>	<u>8,626</u>	<u>(734)</u>
Net Change in Fund Balance	<u>(14,652)</u>	<u>(14,652)</u>	<u>(13,731)</u>	<u>921</u>
Fund Balance at Beginning of Year	14,652	14,652	14,652	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$921</u>	<u>\$921</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Health Care Reserve Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	2,000	1,600	1,598	(2)
Total Revenues	<u>2,000</u>	<u>1,600</u>	<u>1,598</u>	<u>(2)</u>
Expenditures:				
General Government				
Personal Services	9,792	9,792	9,612	180
Total Expenditures	<u>9,792</u>	<u>9,792</u>	<u>9,612</u>	<u>180</u>
Net Change in Fund Balance	<u>(7,792)</u>	<u>(8,192)</u>	<u>(8,014)</u>	<u>178</u>
Fund Balance at Beginning of Year	110,279	110,279	110,279	0
Prior Year Encumbrances	4,792	4,792	4,792	0
Fund Balance at End of Year	<u><u>\$107,279</u></u>	<u><u>\$106,879</u></u>	<u><u>\$107,057</u></u>	<u><u>\$178</u></u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Home Improvement Loan Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$13,000	\$13,000	\$8,780	(\$4,220)
Investment Earnings	400	230	231	1
All Other Revenues	100	100	99	(1)
Total Revenues	<u>13,500</u>	<u>13,330</u>	<u>9,110</u>	<u>(4,220)</u>
Expenditures:				
Community Environment:				
Environmental Grants:				
Contractual Services	<u>12,000</u>	<u>12,000</u>	<u>10,328</u>	<u>1,672</u>
Total Expenditures	<u>12,000</u>	<u>12,000</u>	<u>10,328</u>	<u>1,672</u>
Net Change in Fund Balance	<u>1,500</u>	<u>1,330</u>	<u>(1,218)</u>	<u>(2,548)</u>
Fund Balance at Beginning of Year	14,857	14,857	14,857	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u>\$16,357</u>	<u>\$16,187</u>	<u>\$13,639</u>	<u>(\$2,548)</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Debt Service Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$0	\$0	\$0	\$0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:				
Debt Service:				
Principal Retirement	277,310	277,310	277,308	2
Interest and Fiscal Charges	51,305	51,305	51,299	6
Total Expenditures	<u>328,615</u>	<u>328,615</u>	<u>328,607</u>	<u>8</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(328,615)	(328,615)	(328,607)	(8)
Other Financing Sources (Uses):				
Operating Transfers In	328,615	328,615	328,607	8
Total Other Financing Sources (Uses)	<u>328,615</u>	<u>328,615</u>	<u>328,607</u>	<u>8</u>
Net Change in Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Capital Improvement Projects Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$5,000	\$3,475	\$3,476	\$1
Total Revenues	<u>5,000</u>	<u>3,475</u>	<u>3,476</u>	<u>1</u>
Expenditures:				
Public Works and Streets:				
Municipal Building and Grounds:				
Capital Outlay	5,000	0	0	0
Total Expenditures	<u>5,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	0	3,475	3,476	1
Other Financing Sources (Uses):				
Operating Transfers In	25,000	25,000	25,000	0
Total Other Financing Sources (Uses)	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Net Change in Fund Balance	<u>25,000</u>	<u>28,475</u>	<u>28,476</u>	<u>1</u>
Fund Balance at Beginning of Year	243,702	243,702	243,702	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u>\$268,702</u>	<u>\$272,177</u>	<u>\$272,178</u>	<u>\$1</u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

Economic Development Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$15,000	\$5,400	\$5,458	\$58
Total Revenues	<u>15,000</u>	<u>5,400</u>	<u>5,458</u>	<u>58</u>
Expenditures:				
Public Works and Streets:				
Municipal Building and Grounds:				
Capital Outlay	235,000	0	0	0
Debt Service:				
Principal Retirement	119,630	119,630	119,626	4
Interest and Fiscal Charges	16,200	16,200	16,200	0
Total Expenditures	<u>370,830</u>	<u>135,830</u>	<u>135,826</u>	<u>4</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	(355,830)	(130,430)	(130,368)	62
Other Financing Sources (Uses):				
Operating Transfers In	125,000	25,000	25,000	0
Total Other Financing Sources (Uses)	<u>125,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>
Net Change in Fund Balance	<u>(230,830)</u>	<u>(105,430)</u>	<u>(105,368)</u>	<u>62</u>
Fund Balance at Beginning of Year	381,581	381,581	381,581	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u><u>\$150,751</u></u>	<u><u>\$276,151</u></u>	<u><u>\$276,213</u></u>	<u><u>\$62</u></u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

OPWC - Mill Road, Phase II Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$673,723	\$674,930	\$674,930	\$0
Total Revenues	<u>673,723</u>	<u>674,930</u>	<u>674,930</u>	<u>0</u>
Expenditures:				
Public Works and Streets:				
Streets:				
Capital Outlay	1,020,223	1,020,223	1,020,223	0
Total Expenditures	<u>1,020,223</u>	<u>1,020,223</u>	<u>1,020,223</u>	<u>0</u>
Net Change in Fund Balance	<u>(346,500)</u>	<u>(345,293)</u>	<u>(345,293)</u>	<u>0</u>
Fund Balance at Beginning of Year	346,500	346,500	346,500	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$1,207</u></u>	<u><u>\$1,207</u></u>	<u><u>\$0</u></u>

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

OPWC - Riparian Corridor Restoration Fund

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$0	\$0	\$0	\$0
Total Revenues	0	0	0	0
Expenditures:				
Public Works and Streets:				
Municipal Building and Grounds:				
Capital Outlay	0	0	0	0
Total Expenditures	0	0	0	0
Excess (Deficiency of Revenues) Over (Under) Expenditures	0	0	0	0
Other Financing Sources (Uses):				
Operating Transfers In	0	41,388	41,388	0
Total Other Financing Sources (Uses)	0	41,388	41,388	0
Net Change in Fund Balance	0	41,388	41,388	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	0	41,388	41,388	0

City of Forest Park
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Year Ended December 31, 2003

OPWC - Q Lube Green Space Acquisition

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$0	\$0	\$0	\$0
All Other Revenues	0	217,000	0	(217,000)
Total Revenues	<u>0</u>	<u>217,000</u>	<u>0</u>	<u>(217,000)</u>
Expenditures:				
Leisure Time Activities:				
Park Maintenance:				
Capital Outlay	0	600,350	383,350	217,000
Total Expenditures	<u>0</u>	<u>600,350</u>	<u>383,350</u>	<u>217,000</u>
Excess (Deficiency of Revenues) Over (Under) Expenditures	0	(383,350)	(383,350)	(217,000)
Other Financing Sources (Uses):				
Operating Transfers In	0	4,900	4,900	0
Operating Advance In	0	378,450	378,450	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>383,350</u>	<u>383,350</u>	<u>0</u>
Net Change in Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>	<u>(217,000)</u>
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	0	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$217,000)</u>

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CITY OF FOREST PARK, OHIO
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
DECEMBER 31, 2003

	<u>COMMUNITY PROGRAMMING BOARD</u>
ASSETS	
Pooled Cash and investments	\$473,652
Franchise Fees Receivable	<u>186,386</u>
Total Assets	<u><u>660,038</u></u>
LIABILITIES	
Due to Others	<u>660,038</u>
Total Liabilities	<u><u>\$660,038</u></u>

<u>MAYOR'S COURT</u>	<u>REFUNDABLE FEES</u>	<u>TOTAL AGENCY FUNDS</u>
\$26,509	\$126,431	\$626,592
0	0	186,386
<u>26,509</u>	<u>126,431</u>	<u>812,978</u>
<u>26,509</u>	<u>126,431</u>	<u>812,978</u>
<u>\$26,509</u>	<u>\$126,431</u>	<u>\$812,978</u>

CITY OF FOREST PARK, OHIO
COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	<u>BALANCE</u> 01/01/03	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> 12/31/03
<u>COMMUNITY PROGRAMMING BOARD</u>				
ASSETS				
Cash	\$431,694	\$215,292	\$173,334	\$473,652
Franchise Fees Receivable	169,519	703,776	686,909	186,386
Total Assets	<u>601,213</u>	<u>919,068</u>	<u>860,243</u>	<u>660,038</u>
LIABILITIES				
Due to Other Entities	<u>601,213</u>	<u>919,068</u>	<u>860,243</u>	<u>660,038</u>
<u>MAYOR'S COURT FUND</u>				
ASSETS				
Cash	<u>24,129</u>	<u>62,011</u>	<u>59,631</u>	<u>26,509</u>
LIABILITIES				
Due to Other Governments	1,865	34,430	33,478	2,817
Deposits Payable	<u>22,264</u>	<u>27,581</u>	<u>26,153</u>	<u>23,692</u>
Total Liabilities	<u>24,129</u>	<u>62,011</u>	<u>59,631</u>	<u>26,509</u>
<u>REFUNDABLE FEES FUND</u>				
ASSETS				
Cash	<u>133,810</u>	<u>19,404</u>	<u>26,783</u>	<u>126,431</u>
LIABILITIES				
Deposits Payable	<u>133,810</u>	<u>19,404</u>	<u>26,783</u>	<u>126,431</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
ASSETS				
Cash	589,633	296,707	259,748	626,592
Franchise Fees Receivable	169,519	703,776	686,909	186,386
Total Assets	<u>759,152</u>	<u>1,000,483</u>	<u>946,657</u>	<u>812,978</u>
LIABILITIES				
Due to Other Entities	601,213	919,068	860,243	660,038
Due to Other Governments	1,865	34,430	33,478	2,817
Deposits Payable	<u>156,074</u>	<u>46,985</u>	<u>52,936</u>	<u>150,123</u>
Total Liabilities	<u>\$759,152</u>	<u>\$1,000,483</u>	<u>\$946,657</u>	<u>\$812,978</u>

STATISTICAL SECTION

Table 1

CITY OF FOREST PARK, OHIO
 GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
 LAST TEN FISCAL YEARS (1994-2003)

<u>Year</u>	<u>General Government</u>	<u>Security of Persons and Property</u>	<u>Public Works and Streets</u>	<u>Public Health and Welfare</u>	<u>Community Environment</u>
1994	\$1,896,936	\$3,076,041	\$715,699	\$70,108	\$745,052
1995	2,143,388	3,423,540	719,937	82,709	657,040
1996	2,002,164	3,749,296	1,012,807	87,741	1,542,636
1997	1,756,355	3,873,448	1,143,593	95,270	1,400,926
1998	1,757,640	3,969,681	886,969	101,337	1,347,262
1999	1,748,990	4,319,177	916,864	113,651	1,266,272
2000	2,021,704	4,741,973	905,888	117,145	1,357,089
2001	2,202,795	4,924,905	789,302	125,253	1,300,006
2002	2,424,442	5,743,913	772,318	132,065	1,331,915
2003	1,717,723	6,391,827	2,704,639	19,804	765,532

SOURCE: City of Forest Park Finance Department

NOTE: Includes all Governmental Funds

<u>Leisure Time Activities</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
\$246,602	\$1,455,666	\$786,884	\$8,992,988
266,251	1,011,295	915,517	9,219,677
280,849	1,545,809	941,367	11,162,669
272,456	1,279,238	957,630	10,778,916
285,911	891,992	965,667	10,206,459
419,100	1,188,006	1,030,572	11,002,632
345,063	1,739,692	944,383	12,172,937
347,401	2,906,366	3,095,253	15,691,281
394,996	1,281,128	2,996,739	15,077,516
440,998	3,327,027	1,407,479	16,775,029

Table 2

CITY OF FOREST PARK, OHIO
GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS (1994-2003)

Year	Income Taxes	Property & Other Taxes	Fees, Licenses and Permits	Intergovernmental Revenues	Charges for Services
1994	\$4,005,402	\$2,709,637	\$305,818	\$1,195,268	\$712,620
1995	4,419,282	2,749,151	282,694	676,674	771,231
1996	4,720,872	2,717,184	283,591	1,134,927	861,262
1997	4,835,740	2,904,074	273,653	800,491	851,118
1998	5,150,144	3,598,207	222,366	798,759	898,974
1999	5,668,142	3,459,631	261,853	925,065	925,696
2000	5,660,056	3,436,221	176,089	894,962	928,100
2001	5,822,226	3,681,826	222,152	1,179,019	939,334
2002	5,898,127	4,934,793	175,314	1,210,748	955,756
2003	5,847,075	5,856,085	223,031	1,648,577	981,194

SOURCE: City of Forest Park Finance Department

NOTE: Includes all Governmental Funds

<u>Fines and Forfeitures</u>	<u>Investment Earnings</u>	<u>Special Assessments & Miscellaneous</u>	<u>Total</u>
\$161,644	\$124,824	\$315,096	\$9,530,309
181,751	258,446	279,858	9,619,087
158,350	281,370	424,865	10,582,421
151,952	283,205	499,954	10,600,187
159,113	304,384	813,780	11,945,727
147,910	358,997	587,344	12,334,638
132,027	598,704	629,707	12,455,866
102,260	559,236	752,347	13,258,400
109,729	268,752	783,276	14,336,495
134,865	154,272	736,250	15,581,349

Table 3

CITY OF FOREST PARK, OHIO
BILLING AND COLLECTION OF SPECIAL ASSESSMENTS
LAST TEN FISCAL YEARS (1994-2003)

<u>Year of Collection</u>	<u>Assessments Billed</u>	<u>Assessments Collected</u>	<u>Uncollected Amount</u>	<u>Percentage Collected</u>
1994	\$20,863	\$18,705	\$2,158	89.66%
1995	17,934	15,995	1,939	89.19%
1996	20,018	16,672	3,346	83.28%
1997	18,948	14,471	4,477	76.37%
1998	33,196	27,266	5,930	82.14%
1999	30,958	21,867	9,091	70.63%
2000	30,580	22,525	8,055	73.66%
2001	29,125	23,461	5,664	80.55%
2002	65,584	36,785	28,799	56.09%
2003	72,235	33,406	38,714	46.25%

SOURCE: County Auditor's Office, Hamilton County.

Table 4

CITY OF FOREST PARK, OHIO
 BILLING AND COLLECTION OF PROPERTY TAXES
 REAL AND PUBLIC UTILITY PROPERTY TAXES ONLY
 LAST TEN FISCAL YEARS (1994-2003)

Year of Collection	Current Taxes Due	Current Taxes Collected	Percentage of Collections To Amt Due	Delinquent Taxes Collected	Total Taxes Collected	Percentage Collected
1994	\$1,573,456	\$1,536,829	97.7%	\$38,284	\$1,575,113	100.1%
1995	1,584,933	1,542,443	97.3%	39,848	1,582,291	99.8%
1996	1,604,627	1,498,120	93.4%	35,478	1,533,598	95.6%
1997	1,648,707	1,581,352	95.9%	40,870	1,622,222	98.4%
1998	1,998,202	1,911,945	95.7%	71,187	1,983,132	99.2%
1999	2,009,258	1,947,215	96.9%	65,283	2,012,498	100.2%
2000	2,151,771	2,057,476	95.6%	71,245	2,128,721	98.9%
2001	2,176,698	2,073,094	95.2%	91,623	2,164,717	99.4%
2002	3,636,467	3,430,409	94.3%	168,722	3,599,131	99.0%
2003	3,784,932	3,571,425	94.4%	178,863	3,750,288	99.1%

SOURCE: County Auditor's Office, Hamilton County.

Table 5

CITY OF FOREST PARK, OHIO
 BILLING AND COLLECTION OF PROPERTY TAXES
 TANGIBLE PERSONAL PROPERTY ONLY
 LAST TEN FISCAL YEARS (1994-2003)

<u>Year of Collection</u>	<u>Current Taxes Due</u>	<u>Current Taxes Collected</u>	<u>Percentage of Collections To Amt Due</u>	<u>Delinquent Taxes Collected</u>	<u>Total Taxes Collected</u>	<u>Percentage Collected</u>
1994	\$194,544	\$186,846	96.0%	\$32,853	\$219,699	112.9%
1995	214,680	208,438	97.1%	17,947	226,385	105.5%
1996	226,776	214,836	94.7%	12,798	227,634	100.4%
1997	254,523	232,333	91.3%	29,390	261,723	102.8%
1998	261,529	256,116	97.9%	32,899	289,015	110.5%
1999	270,185	258,944	95.8%	33,100	292,044	108.1%
2000	210,818	202,541	96.1%	24,142	226,683	107.5%
2001	268,960	257,718	95.8%	33,130	290,848	108.1%
2002	403,202	385,045	95.5%	14,906	399,951	99.2%
2003	435,726	396,483	91.0%	57,628	454,111	104.2%

SOURCE: County Auditor's Office, Hamilton County.

Table 6

CITY OF FOREST PARK, OHIO
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS (1994-2003)

Year of Collection	Real Property		Public Utility		Personal Property		Total	
	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual
1994	\$225,619,310	\$644,626,600	\$16,990,210	\$48,543,457	\$27,434,960	\$109,739,840	\$270,044,480	\$802,909,897
1995	229,304,720	655,156,343	17,329,150	49,511,857	28,221,660	112,886,640	274,855,530	817,554,840
1996	232,188,610	663,396,029	15,743,300	44,980,857	29,583,200	118,332,800	277,515,110	826,709,686
1997	236,823,950	676,639,857	16,934,550	48,384,429	33,297,410	133,189,640	287,055,910	858,213,926
1998	239,803,920	685,154,057	15,948,050	45,565,857	34,438,240	137,752,960	290,190,210	868,472,874
1999	241,316,780	689,476,514	15,950,020	45,571,486	35,756,110	143,024,440	293,022,910	878,072,440
2000	286,005,520	817,158,629	15,888,470	45,395,629	27,597,910	110,391,640	329,491,900	972,945,897
2001	286,827,510	819,507,171	14,599,450	41,712,714	32,150,790	128,603,160	333,577,750	989,823,046
2002	292,037,950	834,394,143	12,119,770	34,627,914	32,673,910	130,695,640	336,831,630	999,717,697
2003	331,058,100	945,880,286	12,859,910	36,742,600	33,371,070	133,484,280	377,289,080	1,116,107,166

SOURCE: County Auditor's Office, Hamilton County

NOTES: Real property taxes collected in a calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year

Public utility property taxes collected in a calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year.

Tangible personal property collected in a calendar year are levied in the same calendar year, on assessed values during and at the close of the most recent fiscal year of the taxpayer (ending on or before March 31 of said calendar year) at tax rates determined in the preceding year.

Table 7

CITY OF FOREST PARK, OHIO
 PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS
 LAST TEN FISCAL YEARS (1994-2003)

<u>Year of Collection</u>	<u>County Levy</u>	<u>School Levy</u>	<u>Vocational School Levy</u>	<u>City Levy</u>	<u>Total</u>
<u>Tax Rates Per \$1,000 of Assessed Valuation</u>					
1994	18.33	62.12	2.70	8.01	91.16
1995	18.30	62.12	2.70	8.01	91.13
1996	18.30	62.12	2.70	8.01	91.13
1997	19.44	62.12	2.70	8.01	92.27
1998	19.01	62.13	2.70	8.01	91.85
1999	19.54	70.08	2.70	8.01	100.33
2000	20.83	70.08	2.70	8.01	101.62
2001	19.92	70.08	2.70	8.01	100.71
2002	21.47	70.08	2.70	12.76	107.01
2003	21.87	70.08	2.70	12.76	107.41

SOURCE: County Auditor's Office, Hamilton County.

Table 8

CITY OF FOREST PARK, OHIO
 RATIO OF NET GENERAL OBLIGATION DEBT
 TO ASSESSED VALUE AND NET GENERAL OBLIGATION DEBT PER CAPITA
 LAST TEN FISCAL YEARS (1994-2003)

Year of Debt	Population (c)	Assessed Value (b)	Net G.O. Debt (a)	Ratio of G.O. Debt to Assessed Value	G.O. Debt Per Capita
1994	18,609	\$270,044,480	\$3,587,718	1.33%	\$192.79
1995	18,609	274,855,530	3,355,690	1.22%	180.33
1996	18,609	277,515,110	3,113,662	1.12%	167.32
1997	18,609	287,055,910	2,860,018	1.00%	153.69
1998	18,609	290,190,210	2,586,755	0.89%	139.01
1999	18,609	293,022,910	2,303,493	0.79%	123.78
2000	19,463	329,491,900	2,003,613	0.61%	102.94
2001	19,463	333,577,750	1,719,825	0.52%	88.36
2002	19,463	336,831,630	1,419,000	0.42%	72.91
2003	19,463	377,289,080	1,234,000	0.33%	63.40

NOTE: (a) General Obligation Debt, Bonds and Notes which are being repaid through general property taxes.

(b) Assessed Value from County Auditor's Office, Hamilton County.

(c) Population figures obtained from the U. S. Census

Table 9

CITY OF FOREST PARK, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT
 DECEMBER 31, 2003

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to City of Forest Park</u>	<u>Amount Applicable to City of Forest Park</u>
City of Forest Park	\$1,234,000 (a)	100.00%	\$1,234,000 (c)
Hamilton County	157,469,987	1.91% (b)	<u>3,007,677</u>
		TOTAL	<u><u>\$4,241,677</u></u>

SOURCE: County Auditor's Office, Hamilton County.

NOTES: (a) The Winton Woods School District is not included as it has no debt applicable to the City of Forest Park.

(b) The percentage of indebtedness of the City's overlapping political subdivisions was determined by dividing the City's assessed valuation by the total assessed valuation of the overlapping subdivision.

(c) Only general obligation debts which are being repaid through general property taxes are included.

Table 10

CITY OF FOREST PARK, OHIO
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL
 OBLIGATION DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
 LAST TEN FISCAL YEARS (1994-2003)

Fiscal Year Ended	General Obligation Debt (a)			Total Expenditures	Ratio of Debt Service to Total General Expenditures
	Principal	Interest	Total		
1994	\$157,102	\$197,287	\$354,389	\$8,992,988	4%
1995	174,334	220,319	394,653	9,219,677	4%
1996	174,334	228,976	403,310	11,162,669	4%
1997	253,645	211,832	465,477	10,778,916	4%
1998	273,262	193,616	466,878	10,206,459	5%
1999	283,262	173,969	457,231	11,002,632	4%
2000	299,880	153,457	453,337	12,172,937	4%
2001	1,269,497	133,814	1,403,311	15,691,281	9%
2002	870,825	94,665	965,490	15,077,516	6%
2003	285,000	52,458	337,458	16,969,218	2%

SOURCE: City of Forest Park Finance Department

NOTES: (a) For General Obligation Debt, Unvoted Bonds and Notes payable from general property taxes.

Table 11

CITY OF FOREST PARK, OHIO
 COMPUTATION OF LEGAL DEBT MARGIN
 DECEMBER 31, 2003

Total of all City Debt Outstanding	<u><u>\$6,610,084</u></u>
Assessed Valuation of the City-December 31, 2002 (b)	<u><u>\$377,289,080</u></u>
10.5% of Assessed Valuation (Maximum Voted Debt Allowed)	\$39,615,353
Total Debt Outstanding subject to 10.5% Debt Limitation	<u>1,234,000</u>
Legal 10.5% Margin	<u><u>\$38,381,353</u></u>
5.5% of Assessed Valuation (Maximum Unvoted Debt Allowed)	\$20,750,899
Total Debt Outstanding Subject to 5.5% Debt Limitation	<u>1,234,000</u>
Legal 5.5% Margin	<u><u>\$19,516,899</u></u>

NOTE: (a) Direct Debt Limitation Based on Section 133, the Uniform Bond Act of the Ohio Revised Code.

(b) Assessed Value from the County Auditor's Office, Hamilton County.

Table 12

CITY OF FOREST PARK, OHIO
PROPERTY VALUES, FINANCIAL INSTITUTION DEPOSITS
AND BUILDING PERMIT VALUES
LAST TEN FISCAL YEARS (1994-2003)

Fiscal Year End	IN MILLIONS		
	Property Values (a)	Financial Institution Deposits(b)	Building Permit Value(c)
1994	\$270.0	\$14,242	\$21.20
1995	274.9	15,351	17.00
1996	277.5	15,777	13.30
1997	287.1	16,732	18.40
1998	290.2	17,485	17.20
1999	293.0	18,350	18.40
2000	329.5	21,393	19.80
2001	333.6	133,025	18.90
2002	336.8	145,359	10.70
2003	337.3	147,869	26.30

SOURCE: (a) County Auditor's Office, Hamilton County

(b) Total deposits of all banks headquartered in Hamilton County, Ohio. Data was not available for the City only.

(c) City of Forest Park Building Inspection Division.

Table 13

CITY OF FOREST PARK, OHIO
TEN LARGEST TAXPAYERS
DECEMBER 31, 2003

	<u>Taxpayer</u>	<u>Type of Property</u>	<u>Assessed Valuation</u>	<u>%</u>
1	CINERGY	Electric & Gas Utility	\$7,318,100	1.94%
2	Mills Forest Fair LLC	Regional Mall	7,262,510	1.92%
3	Union Central Life	Insurance	7,180,130	1.90%
4	Cobblewood Plaza	Retail Center	6,738,110	1.79%
5	Home Depot USA Incorporated	Hardware Store	5,900,210	1.56%
6	West Kemper Properties	Apartments	5,245,140	1.39%
7	Forest Park Apartment Associates	Apartments	4,730,520	1.25%
8	Aerc Remington Place Incorporated	Apartments	4,417,740	1.17%
9	Cincinnati Bell Telephone	Telephone Utility	4,093,430	1.08%
10	Troy CMBS Property LLC	Retail Store	<u>3,509,980</u>	<u>0.93%</u>
	Total		<u>\$56,395,870</u>	<u>14.95%</u>
	Total Assessed Value		<u>\$377,289,080</u>	<u>100.00%</u>
	Ten Largest Taxpayers as a % of Total Assessed Value		<u>14.95%</u>	

SOURCE: County Auditor's Office, Hamilton County

Table 14

CITY OF FOREST PARK, OHIO
DEMOGRAPHIC STATISTICS
DECEMBER 31, 2003

Year	Forest Park Population	% Change During the Period	Hamilton County Population	% Change During the Period
1994	18,609 (a)	N/A	866,228 (a)	N/A
1995	18,609 (a)	N/A	866,228 (a)	N/A
1996	18,609 (a)	N/A	866,228 (a)	N/A
1997	18,609 (a)	N/A	866,228 (a)	N/A
1998	18,609 (a)	N/A	866,228 (a)	N/A
1999	18,609 (a)	N/A	866,228 (a)	N/A
2000	19,463 (b)	N/A	845,303 (b)	-2.4%
2001	19,463 (b)	0.0%	845,303 (b)	N/A
2002	19,463 (b)	N/A	845,303 (b)	N/A
2003	19,463 (b)	N/A	845,303 (b)	N/A

SOURCE: (a) 1990 population figure taken from the Federal Census Data.

(b) 2000 population figure is taken from the 2000 Federal Census Data.

Table 15

CITY OF FOREST PARK, OHIO
MISCELLANEOUS STATISTICS

Date of Incorporation	-----	1961
Form of Government	-----	Council/City Manager
Area	-----	6 square miles
Lane Miles of Streets	-----	151.25 lane miles
Number of Street Lights	-----	740
Number of Traffic Lights	-----	23
Fire Protection:		
Number of Stations	-----	2
Number of Firemen and Officers	-----	26
Number of Part-Time Firemen	-----	31
Police Protection:		
Number of Stations	-----	2
Number of Police Officers	-----	32
Education:		
Attendance Centers	-----	8
Number of Classrooms	-----	246
Number of Employees	-----	580
Number of Teachers	-----	295
Number of Students	-----	3,968
Recreation and Cultural:		
Number of Parks	-----	11
Number of Libraries	-----	1
Number of Volumes	-----	59,500
Employees:		
Classified Service	-----	93
Non-Classified Service	-----	64



**Auditor of State
Betty Montgomery**

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CITY OF FOREST PARK

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
NOVEMBER 4, 2004**