

**CITY OF FOREST PARK
HAMILTON COUNTY, OHIO**

**REPORT OF INDEPENDENT ACCOUNTANTS ON
INTERNAL CONTROLS AND COMPLIANCE**

December 31, 2011



Dave Yost • Auditor of State

Forest Park City Council
City of Forest Park
1201 West Kemper Road
Forest Park, OH 45240-1617

We have reviewed the *Report of Independent Accountants* of the City of Forest Park, Hamilton County, prepared by Joseph Decosimo and Company, LLC, for the audit period January 1, 2011 through December 31, 2011. 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.

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

Dave Yost
Auditor of State

September 24, 2012

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CITY OF FOREST PARK

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

To City Council
City of Forest Park
Hamilton County, 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, Hamilton County, Ohio, as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 25, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

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

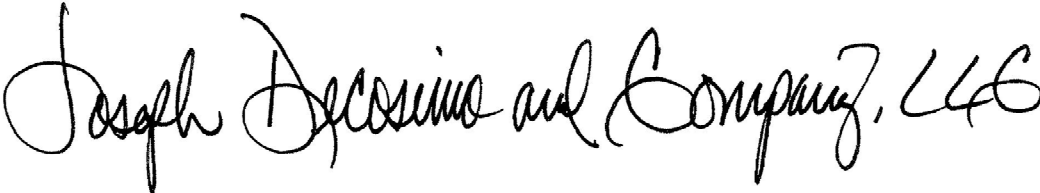
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined previously. However, we identified a deficiency in internal control over financial reporting, described in the accompanying schedule of findings and responses as item 2011-001 that we consider to be a significant deficiency in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, as described in the accompanying schedule of findings and responses as item 2011-001.

The City's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. We did not audit the City's response and, accordingly, we express no opinion on it.

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

A handwritten signature in black ink that reads "Joseph Decosimo and Company, LLC". The signature is written in a cursive, flowing style.

Cincinnati, Ohio

June 25, 2012

**CITY OF FOREST PARK
HAMILTON COUNTY, OHIO
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended December 31, 2011**

FINDING NUMBER 2011-001

Compliance Violation - Ohio Revised Code (ORC) Section 735.05, Municipal Contracts

Significant Deficiency - Lack of proper review of purchases that may be required to be competitively bid.

Criteria

ORC Section 735.05 requires, generally, that all contracts made by the legislative authority of a municipal government for material and labor which exceed \$25,000 are subject to competitive bidding procedures.

Condition

The police department purchased equipment for \$28,637 without going through the competitive bidding process, as outlined and required by the ORC. A control breakdown occurred resulting in a violation of the ORC competitive bidding requirements.

Cause

Lack of proper review of disbursements to determine if ORC Section 735.05 was applicable.

Effect

Without a proper review of disbursements to determine if ORC Section 735.05 applies, the risk of fraud, error and omissions material or immaterial to the financial statements taken as a whole may occur and may not be detected by employees in the normal course of their duties.

Recommendation

Management should continue to develop and review all policies and procedures to ensure all aspects of competitive bidding are in compliance with the requirements of the ORC.

Views of Responsible Officials and Planned Corrective Actions:

Management acknowledges and agrees with the finding and believes it is an isolated instance and purchasing controls will be reviewed to ensure the violation does not occur again.

**CITY OF FOREST PARK
HAMILTON COUNTY, OHIO
SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2011**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected; Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid
None Reported			

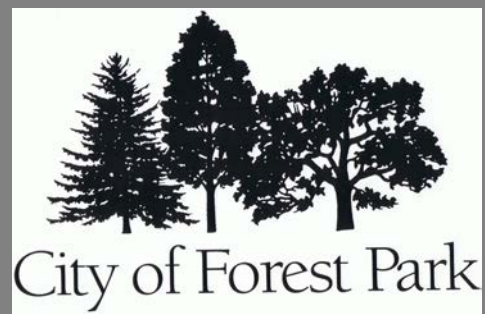
CITY OF FOREST PARK, OHIO

2011 COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF FOREST PARK O H I O



POSITIONED FOR PROGRESS



Charles H. Johnson, *Mayor*

Wynndel T. Burns, 1st Vice-Mayor

Sheila J. Cottle, 2nd Vice-Mayor

Council Members

Diana J. Herbe

J. Denise Jarnigan-Holt

David R. Lives

Charles Southall Jr.

Ray H. Hodges, *City Manager*



For Year Ending December 31, 2011

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CITY OF FOREST PARK, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2011

PREPARED BY:
DEPARTMENT OF FINANCE
HARLITA H. ROBINSON
DIRECTOR OF FINANCE

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INTRODUCTORY SECTION



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City of Forest Park

FINANCE DEPARTMENT - Income Tax Office

June 26, 2012

The Citizens of Forest Park, Ohio,
Honorable Mayor and Members of City Council,
Lenders and Other Interested Parties,

THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

We are pleased to present our 2011 Comprehensive Annual Financial Report (CAFR) for the City of Forest Park for your review. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and is audited in accordance with generally accepted auditing standards. State law requires that every general purpose local government publish a complete set of financial statements. This report is published to fulfill that requirement for the year ended December 31, 2011. This report contains the basic financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the City of Forest Park. 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 Independent Auditors Report, Management's Discussion and Analysis, and the City's General Purpose 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 can 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 Government Accounting Standards Board (GASB) and the Government Finance Officers Association (GFOA).

This report 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



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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 Joseph Decosimo and Company, 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, 2011 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, 2011, 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 (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

CITY OVERVIEW

The City is 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. The Village of Greenhills (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. The City of Forest Park was also the site of Homearama in 1963 and 1971.

As of the 2010 U. S. Census Report, Forest Park was the third largest city in Hamilton County, with a population of 18,720. 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 the cities 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 set 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

The economic conditions of Forest Park generally reflect those of Hamilton County, the State of Ohio, and the United States. Our local economy continued in a slow recovery during 2011 from the recession of 2008-2009. Unemployment statistics are available only at the national, state and county level, and they reflect a local economy that is ahead of the state and nation in terms of recovery. Specifically, the unemployment rate for Ohio began to out-perform the nation in mid-2010 and that trend has continued to this date.



Likewise, the current unemployment rate for Hamilton County is 6.7%, which is below the state unemployment rate of 6.9% and the national unemployment rate of 7.9%. (For accurate comparison, these rates are *not* seasonally adjusted.) Additionally, Hamilton County has the third-lowest unemployment rate among the state's 10 largest counties. Overall, the economic outlook with regard to employment is positive.

During 2011, the number of businesses and employees remained relatively unchanged, with a below-average number of new business permits but a correspondingly low number of business closings or departures. There were no changes among employers with more than 100 employees. During 2011, the City issued business permits to 27 new businesses, of which nine were industrial/manufacturing/distribution, 14 were retail/restaurant/service, and four were office/medical/FIRE. The majority of new business permits were for businesses employing 20 or fewer people.

Vacancy rates remain high and this has had a depressing effect on new construction. Most new business construction activity was renovation or expansion, including expansions at three industrial/manufacturing plants and major renovations at three restaurant/retail locations. In addition, the City's oldest apartment complex began a renovation and market repositioning that will result in higher rents and corresponding incomes for 92 units of housing. Construction, however, is expected to be the last of the business sectors to fully recover within our local area.

The City continues to invest and upgrade infrastructure in four major business districts: the Cincinnati Mall/I-275 retail area, Winton Road retail/office area, Northland Blvd. retail/office/industrial area, and the Waycross Road office/industrial area. Major projects included a bridge expansion on Winton Road over I-275, widening of Hamilton Avenue at Waycross Road (completed in 2011) and a streetscape project on Waycross Road.

Overall, provided that the economic recovery continues, Forest Park is positioned for business growth and relocation to the community. Infrastructure improvements (both underway and planned), economic development support, and judicious use of incentives will all continue to be necessary to promote growth and business investment.

RELEVANT FINANCIAL POLICIES

The State legislature passed House Bill 66 in June of 2006. House Bill 66 phases out the tax on tangible personal property of general business, telephone and telecommunications companies, and railroads. The tax on general business and railroad tangible personal property began being phased out in 2007 and will be eliminated by 2013. The State legislators did not gravely impact the City in 2011, but the evident State budget shortfall will impact the funding of the City for 2012 and beyond. The proposed 2011-12 budget by the State of Ohio contains reductions in local government funding and the elimination of the estate tax. The financial plans and forecasts of revenue for the City plan for the elimination of reliance upon estate tax to support the appropriations of the City.

LONG-TERM FINANCIAL PLANNING

The general fund year-end balance remains in excess of 20 percent of total general fund revenues, which is the goal of the City. Forest Park undertook a redevelopment program in 2007 that will span several years that includes general fund support. The City will strive to maintain the ideal percentage of carryover despite the additional demands on the general fund. .

CITY INCOME TAX

The 1.5% 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. In February 2007, Forest Park voters approved a tax modification plan that increased the income tax rate to 1.5% effective July 1, 2007. In addition, the 0.5% credit for tax paid to another jurisdiction was increased to 1.5%. The income tax revenues help fund operating expenses in the General Fund as well as provide debt service for the General Obligation Bonds.

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

<u>Revenues</u>	
2011.....	\$7,367,500
2010.....	\$7,411,840
2009.....	\$7,853,731

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 Star Ohio 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 2011, the City made investments pursuant to the investment policy that was enacted during 2009. 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. The City decided to add a second investment managing firm to improve investment earnings and to bring a fresh perspective to the City's overall investment strategies.

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. See Note 5 for further information on risk management.

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

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, 2010. This was the nineteenth 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.

DISTINGUISHED BUDGET PRESENTATION AWARD

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the City of Forest Park, Ohio for the Annual Budget beginning January 1, 2011. This was the fifth consecutive year that the government has achieved this award. The City of Forest Park has joined an elite group of about 1,100 jurisdictions in the US and Canada that receive the Distinguished Budget Presentation Award out of over 80,000 eligible jurisdictions. In Ohio, only 29 budgets received this award in 2009.

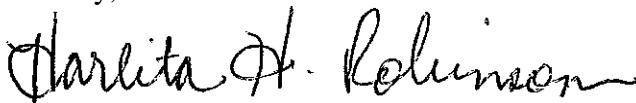
In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device. This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

ACKNOWLEDGEMENTS

This report is the culmination of months of hard work by many individuals. I want to thank the Office Associate II for accounts payable, Rebekah Brown, Office Associate for accounts receivable, Sherry Powell, Office Associate II for payroll, Renetta Lucas, and my Assistant to the Finance Director, Joy Vetere. I also wish to thank Katherine English, Business Auditor for income tax collections, and my two Office Associates for income tax collection, Diane Mathews, and Maria Scott, for their assistance with this Comprehensive Annual Financial Report and their continued high-quality work in diligently carrying out their responsibilities within the finance department. Additionally, we wish to thank the independent accounting firm of Plattenburg and Associates, Certified Public Accountants for their assistance with the GAAP conversion and Joseph Decosimo and Company for their independent audit. Members of the staff of the each firm contributed greatly while working with City finance department staff toward the preparation and audit of these financial 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 of Forest Park. As a result of their hard work 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.

Sincerely,

A handwritten signature in black ink that reads "Harlita H. Robinson". The signature is written in a cursive, flowing style.

Harlita H. Robinson, CPA, ACPFA, CPFIM
Director of Finance & Tax Commissioner

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

LEGISLATIVE

MAYOR

Charles Johnson

COUNCIL MEMBERS

Wynndel T. Burns, 1st Vice Mayor
Sheila J. Cottle, 2nd Vice Mayor
Diana J. Herbe

I. Denise Jarnigan-Holt
David R. Lives
Charles Southall Jr.

APPOINTED OFFICIALS

City Manager
Building Department Director
Community Development Director
Economic Development Director
Director of Finance
Fire Chief
Human Resources Director
Police Chief
Public Works & Stormwater Utility Director
Law Director
Clerk of Council
Information Systems Administrator
Recreation Coordinator
Environmental Awareness Program Manager

Ray H. Hodges
Rafic M. Nakouzi
Christopher A. Anderson
Christopher A. Anderson
Harlita H. Robinson
Alfonza Jones II
Tye R. Smith
Phillip L. Cannon
David L. Buesking
John R. Wykoff
Sally D. Huffman
Robert G. Silber
Taffy A. Jackson-Fambro
Wright H. Gwyn

DEPARTMENT OF FINANCE

Harlita H. Robinson, CPA, CPFA
Joy H. Vetere

Director
Assistant to the Finance Director

DIVISION OF ACCOUNTING

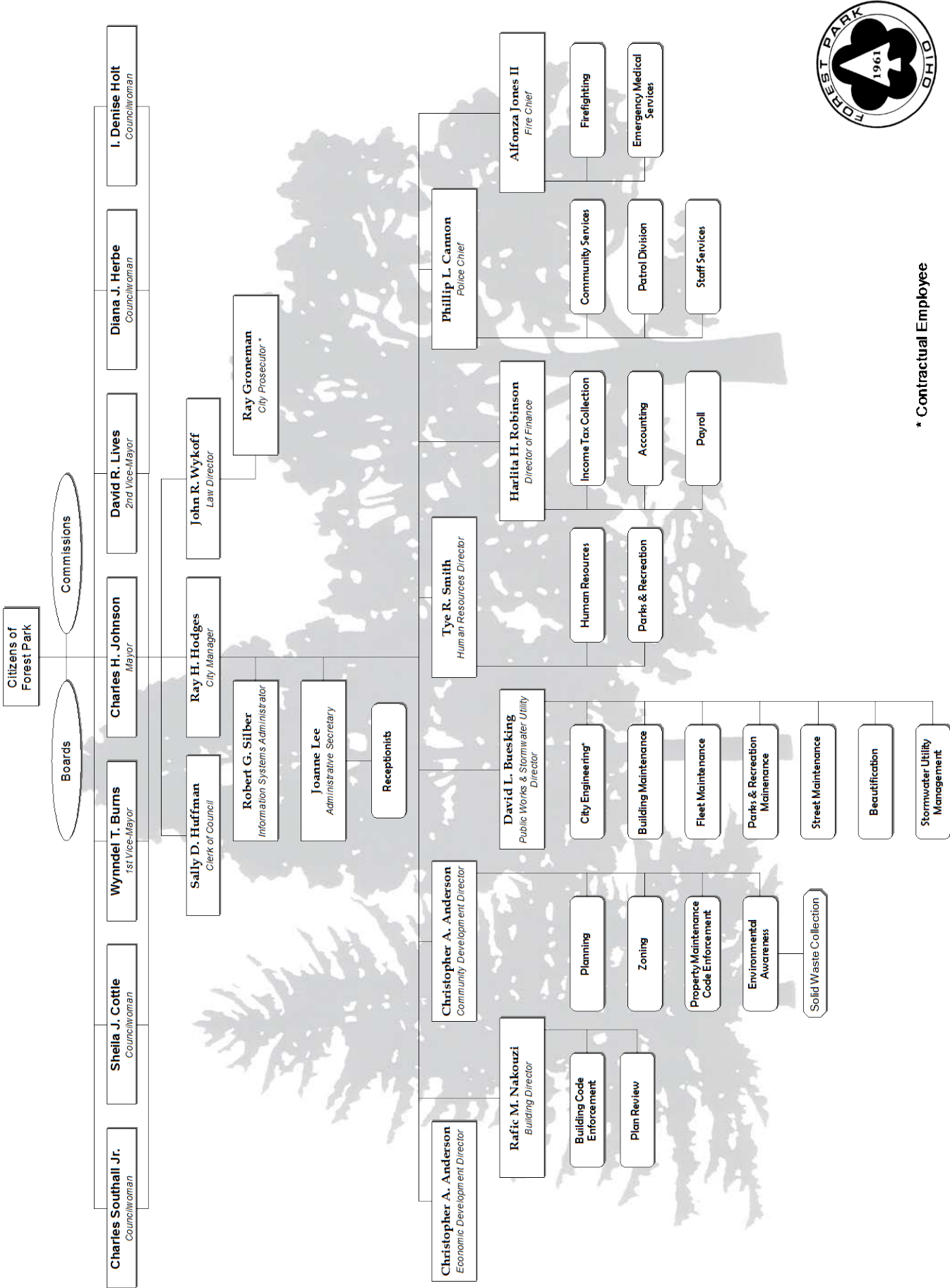
Sherry A. Powell
Rebekah L. Brown
Renetta C. Lucas

Finance Associate - Receivables
Finance Associate - Payables
Finance Associate – Payroll

DIVISION OF TAXATION

Katherine J. English
Diane M. Mathews
Maria L. Scott

Business Auditor
Tax Associate
Tax Associate



* 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, 2010

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.



Linda C. Davison

President

Jeffrey R. Emery

Executive Director

FINANCIAL SECTION



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REPORT OF INDEPENDENT ACCOUNTANTS

To the City Council
City of Forest Park
Hamilton County, 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, Hamilton County, Ohio, as of and for the year ended December 31, 2011, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we express no such opinion. 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 previously 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, Hamilton County, Ohio, as of December 31, 2011, and the respective changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

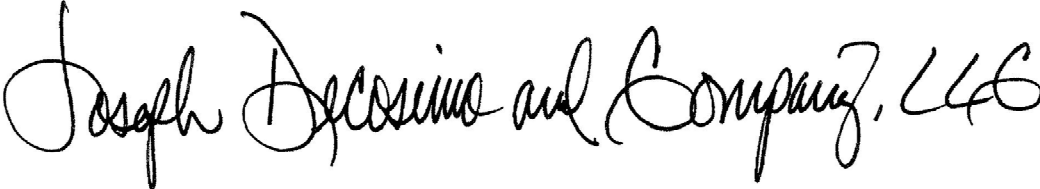
As described in Notes 2 and 20, during the year ended December 31, 2011, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2012, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 10 and 52 through 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Forest Park, Hamilton County, Ohio's, financial statements as a whole. The combining and individual nonmajor fund financial statements and the budgetary comparison schedules of nonmajor governmental funds are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and the budgetary comparison schedules of nonmajor governmental funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the budgetary comparison schedules of nonmajor governmental funds is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Forest Park, Hamilton County, Ohio's, basic financial statements. The introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

A handwritten signature in black ink that reads "Joseph Decasimo and Company, LLC". The signature is written in a cursive, flowing style.

Cincinnati, Ohio
June 25, 2012

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

The City of Forest Park's discussion and analysis of the annual financial reports provides a review of the financial performance for the fiscal year ended December 31, 2011. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- In total, net assets increased \$1,325,629.
- General revenues accounted for \$15,084,062 in revenue or 78% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$4,232,531 or 22% of total revenues of \$19,316,593.
- The City had \$17,990,964 in expenses related to governmental activities; only \$4,232,531 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues of \$15,084,062 provided for 84% of these programs.
- Among major funds, the general fund had \$9,417,434 in revenues and \$8,989,111 in expenditures. The general fund's fund balance increased from \$3,531,921 to \$3,555,412 .

Overview of the Financial Statements

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

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

Government-Wide Financial Statements

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

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

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

In the Government-Wide Financial Statements, the overall financial position of the City is presented in the following manner:

- **Governmental Activities** - Most of the City's services are reported here including police, fire, rescue, street maintenance, parks and recreation, and general administration. Income taxes, property taxes, intergovernmental revenue, charges for services, and interest finance most of these activities.

Fund Financial Statements

Information about the City's major funds is presented in the Fund Financial Statements (see table of contents). Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the City, with approval of the Council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for use of grants. The City's major funds are General Fund, Cobblewood TIF Fund, Fire Fund and Economic Development Fund.

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

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.

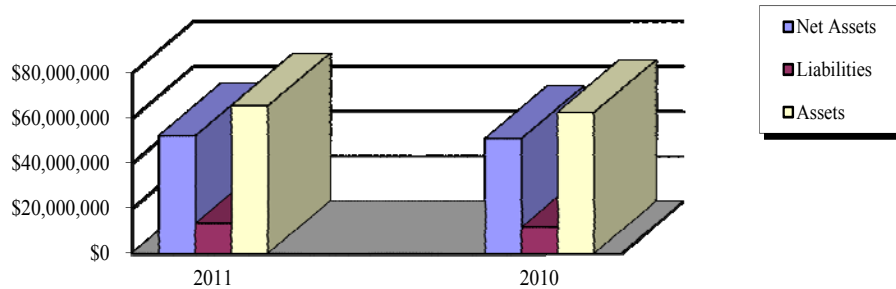
The City as a Whole

As stated previously, the Statement of Net Assets looks at the City as a whole. Table 1 provides a summary of the City's net assets for 2011 compared to 2010.

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

Table 1
Net Assets

	Governmental Activities	
	2011	2010
Assets:		
Current and Other Assets	\$25,625,394	\$23,423,935
Capital Assets	39,899,987	39,072,471
Total Assets	65,525,381	62,496,406
Liabilities:		
Long-Term Liabilities	2,888,452	2,718,749
Other Liabilities	10,462,634	8,928,991
Total Liabilities	13,351,086	11,647,740
Net Assets:		
Invested in Capital Assets, Net of Related Debt	34,461,845	33,845,751
Restricted	8,085,661	7,274,756
Unrestricted	9,626,789	9,728,159
Total Net Assets	\$52,174,295	\$50,848,666



Net assets of the City's governmental activities increased \$1,325,629. The City had an unrestricted net asset balance of \$9,626,789 that may be used to meet the government's ongoing obligations to citizens and creditors. Current and Other Assets increased mainly due to an increase in delinquent (unpaid) taxes receivable. Other Liabilities increased mainly due to the increase in unearned revenue, which is related to the increase in delinquent (unpaid) taxes receivable.

Table 2 shows the changes in net assets for the year ended December 31, 2011, and revenue and expense comparisons to 2010.

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

Table 2
Changes in Net Assets

	Governmental Activities	
	2011	2010
Program Revenues:		
Charges for Services	\$2,768,692	\$2,664,493
Operating Grants and Contributions	1,140,458	1,095,390
Capital Grants and Contributions	323,381	261,618
Total Program Revenues	4,232,531	4,021,501
General Revenues:		
Income Taxes	7,327,007	7,457,932
Property Taxes	5,170,295	6,979,170
Grants and Entitlements	646,364	610,454
Investment Earnings	103,841	101,759
Other Revenues	1,836,555	1,131,263
Total General Revenues	15,084,062	16,280,578
Total Revenues	19,316,593	20,302,079
Program Expenses:		
General Government	3,317,496	2,230,295
Public Safety	9,280,271	9,339,809
Leisure Time Activities	288,403	284,917
Community Environment	1,988,253	1,440,824
Public Works and Streets	2,928,457	2,969,346
Public Health and Welfare	20,710	21,000
Interest and Fiscal Charges	167,374	153,413
Total Program Expenses	17,990,964	16,439,604
Change in Net Assets	1,325,629	3,862,475
Net Assets Beginning of Year	50,848,666	46,986,191
Net Assets End of Year	\$52,174,295	\$50,848,666

Governmental Activities

The City receives an income tax, which is based on 1.5% 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 27% and 38%, respectively, of revenues for governmental activities for the City during 2011. The City's reliance upon tax revenues is demonstrated by the chart below indicating approximately 65% of total revenues from municipal income and property taxes:

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

	<u>2011</u>	<u>Percent of Total</u>
Charges for Services	\$2,768,692	14.3%
Operating Grants and Contributions	1,140,458	5.9%
Capital Grants and Contributions	323,381	1.7%
Municipal Income Taxes	7,327,007	37.9%
Property Taxes	5,170,295	26.8%
Grants and Entitlements not Restricted	646,364	3.4%
Revenue in Lieu of Taxes	1,698,293	8.8%
Investment Earnings	103,841	0.5%
Other Revenues	138,262	0.7%
Total Revenues	<u>\$19,316,593</u>	<u>100.0%</u>

General Government includes legislative and administration expenses, including City Council, the City Manager's office, the Law Director, Finance, Human Resources, Building Maintenance, Fleet Maintenance, Public Works Administration and various non-department charges.

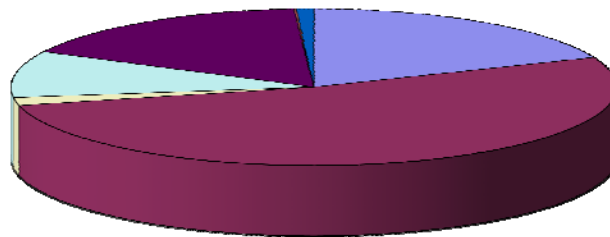
Property Taxes revenue decreased mainly due to a decrease in property tax collections. Total expenses increased mainly due to increases in personnel costs and general inflationary factors.

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City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

Governmental Activities
Program Expenses for 2011

	<u>Percentage</u>
General Government	18.81%
Public Safety	52.40%
Leisure Time Activities	1.63%
Community Environment	9.60%
Public Works and Streets	16.49%
Public Health and Welfare	0.12%
Interest and Fiscal Charges	0.95%
Total	<u>100.00%</u>



The City's Funds

The City has four major governmental funds: the General Fund, the Cobblewood TIF Fund, the Fire Fund, and the Economic Development Fund. Assets of the general fund comprised \$10,181,418 (40%), the Cobblewood TIF fund comprised \$1,313,285 (5%); the Fire fund comprised \$6,315,069 (25%) and the economic development fund comprised \$84,002 (1%) of the total \$25,667,373 governmental funds assets.

General Fund: Fund balance at December 31, 2011 was \$3,555,412, an increase in fund balance of \$23,491 from 2010. The fund balance increased due to a decrease in public safety expenditures in 2011 as compared to 2010.

Cobblewood TIF Fund: Fund balance at December 31, 2011 was (\$530,642), a decrease in fund balance of \$32,695 from 2010. The fund balance decreased due to a decrease in TIF monies received in 2011 as compared to 2010.

Fire Fund: Fund balance at December 31, 2011 was \$2,149,337, a decrease in fund balance of \$356,619 from 2010. The fund balance decreased due to a decrease in tax monies received in 2011 as compared to 2010.

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

Economic Development Fund: Fund balance at December 31, 2011 was (\$2,411,605), a decrease in fund balance of \$181,456. The fund balance decreased mainly due to an increase in capital outlay expenditures.

General Fund Budgeting Highlights

The City's General Fund budget is formally adopted at the expenditure legal level of control for each fund (activity within a program within a fund). Financial reports, which compare actual performance with the budget, are prepared monthly and presented to the Council so the Council is able to review the financial status and measure the effectiveness of the budgetary controls.

As the City completed the year, its General Fund balance reported an actual fund balance of \$2,598,222, on a Non-GAAP Budgetary Basis.

Variations from the final budget amounts to the original amounts are primarily due to the following reasons: The City underestimated the public safety and general government expenditures for 2011. Variations from actual expenditures to the final budget expenditures are primarily due to the following reasons: The City overestimated the public safety, general government and public works and streets expenditures for 2011.

Capital Assets and Debt Administration

Capital Assets

At year end, the City had \$39,899,987 invested in land, construction in progress, buildings and improvements, equipment and infrastructure. Table 3 shows 2011 balances compared to 2010:

Table 3
Capital Assets

	Governmental Activities	
	2011	2010
Land	\$13,832,119	\$13,339,541
Construction in Progress	745,308	122,135
Buildings and Improvements	7,807,273	7,766,873
Equipment	7,132,101	6,591,095
Infrastructure	35,955,347	35,686,068
Accumulated Depreciation	(25,572,161)	(24,433,241)
Total Net Capital Assets	\$39,899,987	\$39,072,471

The increase in Capital Assets is mainly due to depreciation expense being less than 2011 additions.

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2011
(Unaudited)

See Note 6 to the basic financial statements for further details on the City's capital assets.

Debt

At December 31, 2011, the City had \$2,446,642 general obligation bonds, loans, notes and leases outstanding, \$312,739 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2011 and 2010:

Table 4
Outstanding Debt at Year End

		<u>2011</u>	<u>2010</u>
Governmental Activities			
Unvoted General Obligation Bonds:			
Various Purpose	3.25%-4.60%	\$0	\$2,165,000
Refunding Various Purpose	3.89%	1,890,000	\$0
Premium on Refunding		108,504	\$0
Public Works Issue II Loan:			
Northland Detention Basin	0.00%	3,907	11,720
Technology Equipment Note	2.50%	375,000	0
Capital Lease	2.37%	69,231	0
		<u>\$2,446,642</u>	<u>\$2,176,720</u>
Total			

The general obligation bonds and notes and the Public Works Issue II Loan will be paid with available revenue in the Stormwater, Carillion Business Park TIF, and the Debt Service Fund.

See Note 9 to the basic financial statements for further details on the City's long-term debt.

Contacting the City's Finance Department

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

City of Forest Park, Ohio
Statement of Net Assets
December 31, 2011

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$12,450,498
Receivables:	
Taxes	10,512,607
Accounts	399,389
Interest	41,527
Intergovernmental	2,186,732
Deferred Bond Issuance Costs	34,641
Nondepreciable Capital Assets	14,577,427
Depreciable Capital Assets, Net	<u>25,322,560</u>
 Total Assets	 <u>65,525,381</u>
Liabilities:	
Accounts Payable	248,392
Accrued Wages and Benefits	746,371
Accrued Interest Payable	25,889
Unearned Revenue	5,236,982
Bond Anticipation Notes Payable	4,205,000
Long-Term Liabilities:	
Due Within One Year	386,424
Due In More Than One Year	<u>2,502,028</u>
 Total Liabilities	 <u>13,351,086</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	34,461,845
Restricted for:	
Debt Service	36,429
Fire Services	2,840,535
Street Improvements	1,431,462
Stormwater Management	1,538,968
Other Purposes	1,790,084
Capital Projects	448,183
Unrestricted	<u>9,626,789</u>
 Total Net Assets	 <u><u>\$52,174,295</u></u>

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Activities
For the Fiscal Year Ended December 31, 2011

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$3,317,496	\$20,015	\$127,562	\$0
Public Safety	9,280,271	946,811	27,524	2,450
Leisure Time Activities	288,403	52,287	0	0
Community Environment	1,988,253	1,160,491	12,380	232,491
Public Works and Streets	2,928,457	589,088	972,992	88,440
Public Health and Welfare	20,710	0	0	0
Interest and Fiscal Charges	167,374	0	0	0
Total Governmental Activities	\$17,990,964	\$2,768,692	\$1,140,458	\$323,381

General Revenues:
Income Taxes
Property Taxes Levied for:
 General Purposes
 Special Revenue Purposes
Grants and Entitlements not Restricted to Specific Programs
Revenue in Lieu of Taxes
Investment Earnings
Other Revenues

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Assets
Governmental Activities
(\$3,169,919)
(8,303,486)
(236,116)
(582,891)
(1,277,937)
(20,710)
(167,374)
<u>(13,758,433)</u>
7,327,007
1,570,985
3,599,310
646,364
1,698,293
103,841
<u>138,262</u>
<u>15,084,062</u>
1,325,629
<u>50,848,666</u>
<u><u>\$52,174,295</u></u>

City of Forest Park, Ohio
Balance Sheet
Governmental Funds
December 31, 2011

	General	Cobblewood TIF	Fire	Economic Development	Other Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$2,932,543	\$1,144,402	\$2,292,494	\$71,338	\$6,007,748
Receivables:					
Taxes	6,880,456	0	3,632,151	0	0
Accounts	3,806	0	155,740	0	239,843
Interest	10,996	3,774	7,561	235	18,961
Intergovernmental	353,617	165,109	148,530	12,429	1,507,047
Interfund	0	0	78,593	0	0
Total Assets	10,181,418	1,313,285	6,315,069	84,002	7,773,599
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	53,055	0	35,366	8,433	150,309
Accrued Wages and Benefits	440,663	0	262,512	0	40,401
Compensated Absences	72,945	0	0	0	0
Accrued Interest Payable	0	10,330	0	4,528	128
Interfund Payable	0	0	0	0	78,593
Deferred Revenue	6,059,343	168,597	3,867,854	12,646	1,409,816
Bond Anticipation Notes Payable	0	1,665,000	0	2,470,000	70,000
Total Liabilities	6,626,006	1,843,927	4,165,732	2,495,607	1,749,247
Fund Balances:					
Restricted	0	0	2,149,337	0	5,964,997
Committed	0	0	0	0	22,926
Assigned	281,868	0	0	0	36,429
Unassigned	3,273,544	(530,642)	0	(2,411,605)	0
Total Fund Balances	3,555,412	(530,642)	2,149,337	(2,411,605)	6,024,352
Total Liabilities and Fund Balances	\$10,181,418	1,313,285	6,315,069	\$84,002	\$7,773,599

See accompanying notes to the basic financial statements.

Total
Governmental
Funds

\$12,448,525

10,512,607

399,389

41,527

2,186,732

78,593

25,667,373

247,163

743,576

72,945

14,986

78,593

11,518,256

4,205,000

16,880,519

8,114,334

22,926

318,297

331,297

8,786,854

\$25,667,373

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City of Forest Park, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Assets of Governmental Activities
 December 31, 2011

Total Governmental Fund Balance \$8,786,854

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

Capital assets used in governmental activities are not financial
 resources and therefore are not reported in the funds. 39,899,987

Other long-term assets are not available to pay for current-
 period expenditures and therefore are deferred in the funds.

Income Taxes	809,044	
Delinquent Property Taxes	4,451,707	
Interest	38,380	
Intergovernmental	873,342	
Other	108,801	
		6,281,274

An internal service fund is used by management to charge
 back costs to individual funds. The assets and
 liabilities of the internal service fund are included in
 governmental activities in the statement of net assets. (2,051)

In the statement of net assets interest payable is accrued when
 incurred, whereas in the governmental funds interest is
 reported as a liability only when it will require the use of
 current financial resources. (10,903)

Some liabilities reported in the statement of net assets do not
 require the use of current financial resources and therefore
 are not reported as liabilities in governmental funds.
 Compensated Absences (368,865)

Deferred bond issuance cost associated with long-term liabilities
 are not reported in the funds. 34,641

Long-term liabilities, are not due and payable in the current
 period and therefore are not reported in the funds. (2,446,642)

Net Assets of Governmental Activities \$52,174,295

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended December 31, 2011

	General	Cobblewood TIF	Fire	Economic Development	Other Governmental Funds
Revenues:					
Taxes	\$8,432,828	\$0	\$3,614,960	\$0	\$0
Fines, Licenses & Permits	275,783	0	5,277	0	19,675
Charges for Services	71,160	0	594,981	0	1,712,140
Investment Earnings	43,887	0	24,364	2,689	51,985
Intergovernmental	500,230	100,000	23,824	232,491	986,326
Special Assessments	8,632	0	0	21,889	1,618
Revenue in Lieu of Taxes	0	105,568	0	0	1,592,725
Other Revenues	84,914	0	5,074	180	58,592
Total Revenues	9,417,434	205,568	4,268,480	257,249	4,423,061
Expenditures:					
Current:					
General Government	2,134,269	33,092	0	0	1,082,609
Public Safety	4,918,866	0	4,061,978	0	23,907
Leisure Time Activities	255,943	0	0	0	0
Community Environment	666,632	0	0	39,222	1,046,651
Public Works and Streets	992,691	0	0	0	1,306,679
Public Health and Welfare	20,710	0	0	0	0
Capital Outlay	0	222,549	0	636,684	1,268,206
Debt Service:					
Principal Retirement	0	0	0	0	233,187
Interest and Fiscal Charges	0	17,622	0	32,799	117,120
Bond Issuance Cost	0	0	0	0	36,147
Total Expenditures	8,989,111	273,263	4,061,978	708,705	5,114,506
Excess of Revenues Over (Under) Expenditures	428,323	(67,695)	206,502	(451,456)	(691,445)
Other Financing Sources (Uses):					
Issuance of Capital Leases	0	0	0	0	94,605
Proceeds from Sale of Capital Assets	168	0	0	0	0
Issuance of Long-Term Capital-Related Debt	0	0	0	0	375,000
Payments to Refunding Bond Escrow Agent	0	0	0	0	(1,928,853)
Issuance of Refunding Bonds	0	0	0	0	1,853,853
Premium on Refunding	0	0	0	0	113,222
Transfers In	0	35,000	0	270,000	713,121
Transfers (Out)	(405,000)	0	(563,121)	0	(50,000)
Total Other Financing Sources (Uses)	(404,832)	35,000	(563,121)	270,000	1,170,948
Net Change in Fund Balance	23,491	(32,695)	(356,619)	(181,456)	479,503
Fund Balance Beginning of Year	3,531,921	(497,947)	2,505,956	(2,230,149)	5,544,849
Fund Balance End of Year	\$3,555,412	(\$530,642)	\$2,149,337	(\$2,411,605)	\$6,024,352

See accompanying notes to the basic financial statements.

<u> <u> Total Governmental Funds </u> </u>
\$12,047,788
300,735
2,378,281
122,925
1,842,871
32,139
1,698,293
148,760
<u>18,571,792</u>
3,249,970
9,004,751
255,943
1,752,505
2,299,370
20,710
2,127,439
233,187
167,541
36,147
<u>19,147,563</u>
<u>(575,771)</u>
94,605
168
375,000
(1,928,853)
1,853,853
113,222
1,018,121
(1,018,121)
<u>507,995</u>
(67,776)
<u>8,854,630</u>
<u>\$8,786,854</u>

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City of Forest Park, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended December 31, 2011

Net Change in Fund Balance - Total Governmental Funds (\$67,776)

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

Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

Capital assets used in governmental activities	2,157,488	
Depreciation Expense	<u>(1,251,613)</u>	905,875

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 gain or loss on the disposal of capital assets must be recognized. This is the amount of the difference between the proceeds and the gain or loss. (78,359)

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

Income Taxes	(40,493)	
Delinquent Property Taxes	613,711	
Interest	(19,084)	
Intergovernmental	143,627	
Other	<u>47,040</u>	744,801

In the statement of activities, certain costs and proceeds associated with long-term debt obligations issued during the year are accrued and amortized over the life of the debt obligation. In governmental funds these costs and proceeds are recognized as financing sources and uses.

Bond Issuance Costs	36,147	
Premium on Bonds Issued	(113,222)	
Advanced Refunding Difference	<u>75,000</u>	(2,075)

Repayment of bond, note, and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 233,187

In the statement of activities interest expense is accrued when incurred, whereas in governmental funds an interest expenditure is reported when due. (3,045)

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

Compensated Absences	61,465	
Amortization of Bond Issuance Cost	(1,506)	
Amortization of Bond Premium	<u>4,718</u>	
Compensated Absences		64,677

The internal service fund used by management to charge back costs to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (2,051)

Proceeds from debt issues are an other financing source in the funds, but a debt issue increases long-term liabilities in the statement of net assets. (469,605)

Change in Net Assets of Governmental Activities \$1,325,629

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Net Assets
Proprietary Fund
December 31, 2011

	<u>Governmental Activities- Internal Service Fund</u>
Current Assets:	
Equity in Pooled Cash and Investments	<u>\$1,973</u>
Total Current Assets	<u>1,973</u>
Liabilities:	
A12	
Accounts Payable	1,229
Accrued Wages and Benefits	<u>2,795</u>
Total Current Liabilities	<u>4,024</u>
Net Assets:	
Unrestricted	<u>(2,051)</u>
Total Net Assets	<u><u>(\$2,051)</u></u>

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended December 31, 2011

	Governmental Activities- Internal Service Fund
Operating Revenues:	
Charges for Services	\$239,133
Total Operating Revenues	239,133
Operating Expenses:	
Personal Services	118,747
Contractual Services	91,634
Materials and Supplies	30,803
Total Operating Expenses	241,184
Operating Income (Loss)	(2,051)
Net Assets Beginning of Year	0
Net Assets End of Year	(\$2,051)

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended December 31, 2011

	Governmental Activities- Internal Service Fund
Cash Flows from Operating Activities:	
Cash Received from Customers	\$239,133
Cash Payments to Employees	(115,952)
Cash Payments to Suppliers	(121,208)
Net Cash Provided (Used) by Operating Activities	<u>1,973</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,973
Cash and Cash Equivalents Beginning of Year	<u>0</u>
Cash and Cash Equivalents End of Year	<u><u>1,973</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(2,051)
Changes in Assets & Liabilities:	
Increase (Decrease) in Payables	1,229
Increase (Decrease) in Accrued Liabilities	<u>2,795</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$1,973</u></u>

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Fiduciary Net Assets
Fiduciary Fund
December 31, 2011

	<u>Agency</u>
Assets:	
Equity in Pooled Cash and Investments	\$1,035,925
Receivables:	
Accounts	50,316
Interest	<u>2,920</u>
Total Assets	<u><u>1,089,161</u></u>
Liabilities:	
Accounts Payable	4,004
Due to Others	<u>1,085,157</u>
Total Liabilities	<u><u>\$1,089,161</u></u>

See accompanying notes to the basic financial statements.

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City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Note 1 – Description of the City and 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 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 13 to the financial statements.

Note 2 – Summary of Significant Accounting Policies

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (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.

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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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.

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. Non-major 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 three categories of funds: governmental, proprietary 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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

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:

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.

Cobblewood TIF Fund – This special revenue fund is used to account for the proceeds of bonds issued for the Tax Increment Financing District with related revenues and expenditures.

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.

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.

The other governmental funds of the City account for grants and other resources that are generally restricted to use for a particular purpose.

Proprietary Fund

Proprietary fund reporting focuses on the determination of operating income changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service. The City has no enterprise funds. The following is a description of the City's internal service fund:

Internal Service Fund – This fund is used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost reimbursement basis.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: agency funds, pension trust funds, investment trust funds and private-purpose trust funds. The agency funds account for building permit fees collected on behalf of the State and performance bonds pledged by contractors (Refundable Fees Agency Fund) as well as Mayor's court (Mayor's Court Agency Fund) collections that are distributed to the State of Ohio as well as bonds held for individuals. The Community Programming Board Agency Fund (Waycross) 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. The City currently has no trust funds.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. 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. 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, grants and fees.

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 the current year-end, but which were levied to finance future 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.

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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Unearned Revenue

Unearned revenue represents amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not been met because such amounts have not yet been earned.

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.

Equity in Pooled Cash and Investments

To improve cash management the City's cash and investments are pooled. Monies for all funds, except cash and investments held in segregated accounts, are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet.

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

During the year, the City has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio). STAROhio is an investment pool managed by the State Treasurer's Office, which 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 at year-end.

Following the Charter and Codified Ordinances of the City as well as the Ohio Revised Code, the City has specified the funds to receive an allocation of interest earnings. Interest revenues during 2011 amounted to \$122,925 on the fund level and \$103,841 on the full-accrual level. Interest revenue on the fund level credited to the General Fund amounted to \$43,887, \$24,364 credited to the Fire Fund, \$2,689 credited to the Economic Development Fund and \$51,985 credited to Other Governmental Funds.

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.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

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. 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:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	20 to 50 years
Equipment	5 to 20 years
Infrastructure	20 to 50 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.

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.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that are constrained for specific purposes that are internally imposed by the government at its highest level of decision making authority, City Council.

Assigned – resources that are intended to be used for specific purposes as approved through the City’s formal purchasing procedure by the Director of Finance.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The City applies restricted resources first when an expense is incurred for purposes which both restricted and unrestricted net assets are available. The City considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be uses.

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. Of the City’s \$8,085,661 in restricted net assets, none were restricted by enabling legislation.

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on 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 – Equity in Pooled Cash and Investments

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

State statute requires the classification of monies held by the City into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the City. Such monies must by law be maintained either as cash in the City treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies - Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies - 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. Ohio law permits interim monies to be invested or deposited in the following securities:

- (1) Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest.
- (2) Bonds, notes, debentures, or other obligations or securities issued by any federal governmental agency.
- (3) No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
- (4) Interim deposits in the eligible institutions applying for interim monies to be evidenced by time certificates of deposit maturing not more than one year from date of deposit, or by savings or deposit accounts, including, but not limited to, passbook accounts.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

- (5) Bonds and other obligations of the State of Ohio.
- (6) The Ohio State Treasurer's investment pool (STAR Ohio).
- (7) Commercial paper and banker's acceptances which meet the requirements established by Ohio Revised Code, Sec. 135.142.
- (8) Under limited circumstances, corporate debt interests in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy for deposits is any balance not covered by depository insurance will be collateralized by the financial institutions with pledged securities. As of December 31, 2011, \$415,290 of the City's bank balance of \$8,702,290 was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the City's name.

Ohio Revised Code Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities. Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least equal to 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Investments

As of December 31, 2011, the City had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Federal Home Loan Bank	\$1,965,891	0.68
Freddie Mac	1,387,563	1.48
Federal Home Loan Bank - Discount Note	154,957	0.57
Fannie Mae	1,019,858	0.71
Federal Farm Credit Bank	400,436	0.42
STAROhio	98,823	0.16
Money Market Funds	85,803	0.00
	<u>\$5,113,331</u>	
Portfolio Weighted Average Maturity		0.87

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

Credit Risk - It is the City's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations. The City's investments in Federal Home Loan Bank, Freddie Mac, Federal Home Loan Bank – Discount Note, Fannie Mae and Federal Farm Credit Bank were rated AAA by Standard and Poor's and Fitch ratings and Aaa by Moody's Investors Service. Money Market Funds were not rated. Investments in STAROhio were rated AAAM by Standard & Poor's.

Concentration of Credit Risk - The City's investment policy allows investments in Federal Government Securities or Instrumentalities. The City has invested 39% in Federal Home Loan Bank, 27% in Freddie Mac, 3% in Federal Home Loan Bank – Discount Note, 20% in Fannie Mae, 8% in Federal Farm Credit Bank, 2% in STAROhio, and 1% in Money Market Funds.

Custodial Credit Risk is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the City's securities are either insured and registered in the name of the City or at least registered in the name of the City.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Note 4 – Receivables

Receivables at year end consisted primarily of taxes receivable, interest receivable, intergovernmental receivable, interfund receivable and accounts receivable.

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 2011 for real and public utility property taxes represents collections of the 2010 taxes. Property tax payments received during 2011 for tangible personal property (other than public utility property) is for 2011 taxes.

The 2011 real property taxes are levied after October 1, 2011, on the assessed value as of January 1, 2011, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2011 real property taxes are collected in and intended to finance 2012 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. The 2011 public utility property taxes became a lien on December 31, 2010, are levied after October 1, 2011, and are collected in 2012 with real property taxes.

The tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. House Bill No. 66 was to hold governments harmless by replacing a portion of the revenue lost by the City due to the phasing out of the tax. In calendar years 2006-2012, the City will be fully reimbursed for the lost revenue. In calendar years 2013-2017, the reimbursements will be phased out.

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

	<u>Amount</u>
Real Property	\$316,949,750
Public Utility	<u>11,126,340</u>
Total	<u><u>\$328,076,090</u></u>

Real property taxes are payable annually or semi-annually. The first payment is due on January 20 with the remainder payable by June 20.

Tangible personal property taxes paid by multi-county taxpayers are due on 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.

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City. 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 year end 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 year end, nor were they levied to finance current year operations. The receivable is therefore offset by deferred revenue.

Income Taxes

Income taxes are imposed at the rate of one and one-half percent (1.5%) per annum on salaries, wages, commissions, other compensation, and net profits. The last tax rate increase was in July of 2007 from the 1% to 1.5%. 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 and one-half percent (1.5%) 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 15th of each year 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.

Note 5 – 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.

Note 6 – Capital Assets

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

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$13,339,541	\$492,578	\$0	\$13,832,119
Construction in Progress	122,135	745,308	122,135	745,308
Total Capital Assets, not being depreciated	<u>13,461,676</u>	<u>1,237,886</u>	<u>122,135</u>	<u>14,577,427</u>
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	7,766,873	40,400	0	7,807,273
Equipment	6,591,095	732,058	191,052	7,132,101
Infrastructure	35,686,068	269,279	0	35,955,347
Totals at Historical Cost	<u>63,505,712</u>	<u>2,279,623</u>	<u>313,187</u>	<u>65,472,148</u>
Less Accumulated Depreciation:				
Buildings and Improvements	2,896,324	163,522	0	3,059,846
Equipment	3,945,595	442,348	112,693	4,275,250
Infrastructure	17,591,322	645,743	0	18,237,065
Total Accumulated Depreciation	<u>24,433,241</u>	<u>1,251,613</u>	<u>112,693</u>	<u>25,572,161</u>
Governmental Activities Capital Assets, Net	<u>\$39,072,471</u>	<u>\$1,028,010</u>	<u>\$200,494</u>	<u>\$39,899,987</u>

Depreciation expense was charged to governmental functions as follows:

General Government	\$56,975
Public Safety	345,478
Leisure Time	32,460
Community Development	3,257
Transportation	813,443
Total Depreciation Expense	<u>\$1,251,613</u>

Note 7 – 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.

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

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 8 – Notes Payable

A summary of the note transactions for the current year end are as follows:

		Beginning Balance	Additions	Deletions	Ending Balance
Bond Anticipation Notes:					
Governmental Activities:					
Various Purpose Bond Anticipation Notes	1.35%	\$3,290,000	\$0	(\$3,290,000)	\$0
Road Improvement Bond Anticipation Note	2.60%	0	1,065,000	0	1,065,000
Various Purpose Bond Anticipation Notes	1.10%	0	3,140,000	0	3,140,000
Total Governmental Activities		<u>\$3,290,000</u>	<u>\$4,205,000</u>	<u>(\$3,290,000)</u>	<u>\$4,205,000</u>

These bond anticipation notes were issued to finance various improvements throughout the City.

All of the notes are bond anticipation notes, are backed by the full faith and credit of the City, and mature within one year. The note liability is reflected in the fund which received the proceeds.

Note 9 – Long-Term Debt

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

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities					
<u>Unvoted General Obligation Bonds and Notes</u>					
3.25%-4.60% Various Purpose	\$2,165,000	\$0	(\$2,165,000) *	\$0	\$0
3.89% Refunding of Various Purpose	0	1,890,000	0	1,890,000	200,000
Premium on Refunding	0	113,222	(4,718)	108,504	0
2.50% Technology Equipment Note	0	375,000	0	375,000	75,000
Total Bonds and Notes	2,165,000	2,378,222	(2,169,718)	2,373,504	275,000
<u>Public Works Issue 2 Loans</u>					
0.00% Northland Detention Basin	11,720	0	(7,813)	3,907	3,907
Total Loans	11,720	0	(7,813)	3,907	3,907
Capital Lease	0	94,605	(25,374)	69,231	33,832
Total Long-Term Debt	2,176,720	2,472,827	(2,202,905)	2,446,642	312,739
Compensated Absences	542,029	12,220	(112,439)	441,810	73,685
Total Governmental Activities	\$2,718,749	\$2,485,047	(\$2,315,344)	\$2,888,452	\$386,424

* - includes a \$200,000 principal payment, City refunded remaining amount

The funds which will be used to pay the Compensated absences are as follows: General Fund, Street Fund, Fire Fund, and Stormwater Management Utility Fund. The funds which will be used to pay the bonds, notes, public issue 2 loan and lease are as follows: Stormwater Management Utility Fund, Carillon Business Park TIF Fund, Debt Service Fund, Capital Improvement Fund and Police Capital Equipment Fund.

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 and Notes		OPWC Loan	
	Principal	Interest	Principal	Interest
2012	\$275,000	\$88,880	\$3,907	\$0
2013	295,000	69,800	0	0
2014	300,000	63,525	0	0
2015	305,000	54,900	0	0
2016	315,000	43,825	0	0
2017-2019	775,000	66,850	0	0
Total	\$2,265,000	\$387,780	\$3,907	\$0

The City is subject to certain constitutional and statutory general obligation debt limitations. As of December 31, 2011, the City has not exceeded the debt limitations.

Note 10 – Capitalized Leases – Lessee Disclosure

During the year, the City entered into a capital leases for three police cruisers. These replaced the previous leased copiers which were retired during the year. The leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, *Accounting for*

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

Leases, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee.

Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements for the governmental funds. These expenditures are reflected as program expenditures on a budgetary basis.

General capital assets consisting of equipment have been capitalized in the amount of \$94,605 which equals the present value of the future minimum lease payments at the time of acquisition.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2011.

<u>Year</u>	<u>Long-Term Debt</u>
2012	\$56,109
2013	29,258
2014	7,134
Total minimum lease payments	<u>92,501</u>
Less: Amount representing interest	(23,270)
Present value of minimum lease payments	<u><u>\$69,231</u></u>

Note 11 – Pension Plans

Ohio Public Employees Retirement System

Ohio Public Employees Retirement System (OPERS) administers 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 the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings. The CO Plan is a cost sharing, multiple-employer defined benefit pension plan. Under the CO Plan, OPERS invests employer contributions 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 adjustments to members of the TP and CO Plans. Members of the MD Plan do not qualify for the ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to the OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling 614-222-5601 or 800-222-7377, or by visiting the OPERS website at www.opers.org.

City of Forest Park, Ohio
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The Ohio Revised Code provides statutory authority for member and employer contributions. Plan members and employer contributions rates were consistent across all three plans. Plan members are required to contribute 10% of their annual covered salary to fund pension obligations. The employer pension contribution rate for the City is 14% of covered payroll. The contribution rates are determined actuarially. The City's required contributions to OPERS for the years ended December 31, 2011, 2010 and 2009 were \$444,431, \$439,778 and \$502,449, respectively. The full amount has been contributed for 2009 and 2010 and 92% has actually been contributed for 2011. The City's unpaid contractually required OPERS contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

Ohio Police and Fire Pension Fund

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers (the City) are required to contribute 19.5% for police officers and 24.0% for firefighters. The City's contributions to OP&F for the years ending December 31, 2011, 2010 and 2009, were \$1,018,698, \$1,018,339, and \$1,018,737, respectively. The full amount has been contributed for 2009 and 2010, and 76% has been contributed for 2011. The City's unpaid contractually required OP&F contributions (including post employment benefits) at year end (the liability) were recorded in the accrued wages and benefits line item of the government-wide and fund financial statements along with various corresponding expenses/expenditures.

Note 12 – Post Employment Benefits

Ohio Public Employees Retirement System

Plan Description

Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan – a cost sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

employment health care coverage.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377, or by visiting the OPERS website at www.opers.org.

Funding Policy

The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, the City contributed at 14% of covered payroll. The Ohio Revised Code currently limits the employer contribution to a rate not to exceed 14% of covered payroll. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care Plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to the health care for members in the Traditional Plan was 4.0% during calendar year 2011. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05% during calendar year 2011. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care coverage by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

Information from City's Records

The City's required contributions for the current year, which were used to fund postemployment benefits, were \$126,974 for 2011, \$28,868 for the period January 1 through February 28, 2010, and \$130,807 for the period March 1 through December 31, 2010 and \$61,305 for the period of January 1 through March 31, 2009, and \$149,243 for the period of April 1 through December 31, 2009. The full amount (actual) has been contributed for 2009 and 2010 and 92% has actually been contributed for 2011.

City of Forest Park, Ohio
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For The Year Ended December 31, 2011

OPERS Retirement Board Implements its Health Care Preservation Plan

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective on January 1, 2007. Member and employer contribution rates increased on January 1 of each year 2006 to 2008, which allowed additional funds to be allocated to the health care plan.

Ohio Police and Fire Pension Fund

Plan Description

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

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

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

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, or by visiting the OP&F website at www.op-f.org.

Funding Policy

The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5% of the covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

City of Forest Park, Ohio
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The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2011, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

Information from City's Records

The City's required contributions to OP&F were \$197,051 for police and \$126,222 for fire for the year ending December 31, 2011; \$201,032 for police and \$122,887 for fire for the year ending December 31, 2010; and \$197,244 for police and \$126,258 for fire for the year ending December 31, 2009, allocated to the health care plan. The actual contributions for 2009 and 2010 were 100% and 76% has actually been contributed for 2011.

Note 13 – 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 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. In 2011, Waycross entered into a contract with Colerain Township to provide community programming to its residents.

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

City of Forest Park, Ohio
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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 14 – Interfund Transactions

Individual funds at year end, consisted of the following individual interfund receivables, interfund payables, transfers in and transfers out:

	Interfund		Transfers	
	Receivable	Payable	In	Out
General Fund	\$0	\$0	\$0	\$405,000
Cobblewood TIF	0	0	35,000	0
Fire Fund	78,593	0	0	563,121
Economic Development Fund	0	0	270,000	0
Other Governmental Funds	0	78,593	713,121	50,000
Total All Funds	<u>\$78,593</u>	<u>\$78,593</u>	<u>\$1,018,121</u>	<u>\$1,018,121</u>

Interfund balance/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 budget authorizations; to segregate and to return money to the fund from which it was originally provided once a project is completed. All transfers noted above met the requirements of the Ohio Revised Code.

Note 15 – Special Obligation Development Revenue Bonds

During 2004, the City entered into an agreement with Cincinnati Mills L.L.C., the Port of Greater Cincinnati Development Authority, the City of Fairfield, the Winton Woods City School District, the Northwest Local School District, and the Fairfield City School District. The agreement provides for a Tax Increment Financing (TIF) project for the Cincinnati Mall located in both the City of Forest Park and the City of Fairfield. The proceeds will be used for Public Parking and Infrastructure improvements on the Cincinnati Mall site. The agreement is for thirty years and bonds were issued in the name of the Port of Greater Cincinnati Development Authority in the amount of \$18,000,000. Debt service for the issue will be from the TIF as well as a Special Assessment District which includes the areas benefiting from the improvements. In March 2010, the Port Authority, Bond Trustee and new mall owners entered into a new forbearance agreement. The debt is no longer in default as of December 31, 2011. These bonds

City of Forest Park, Ohio
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are not a liability, nor are they proceeds of the issued assets of the City and, accordingly, they are not reflected on the City's financial records.

Note 16 – 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, 2011, 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 17 – Accountability

The following individual funds had deficit fund balances at year end:

<u>Fund</u>	<u>Deficit</u>
Major Fund:	
Economic Development Fund	\$2,411,605
Other Governmental Fund:	
Cobblewood TIF Fund	\$530,642

The deficit in fund balance was solely the result of GAAP accruals. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required not when accruals occur.

Note 18 – Construction Commitments

Various City Improvements	\$1,437,813
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Note 19 – Fund Balances

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

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Fund Balances	General	Cobblewood TIF	Fire	Economic Development	Other Governmental Funds	Total
Restricted for:						
Fire	0	0	2,149,337	0	0	2,149,337
Street	0	0	0	0	1,112,388	1,112,388
State Highway	0	0	0	0	137,168	137,168
Stormwater Management Utility	0	0	0	0	1,560,983	1,560,983
Environmental Grants	0	0	0	0	357,993	357,993
Law Enforcement Trust	0	0	0	0	31,279	31,279
Law Enforcement Grant	0	0	0	0	24,596	24,596
DARE	0	0	0	0	30,905	30,905
Urban Renewal	0	0	0	0	40,612	40,612
Carillon Business Park TIF	0	0	0	0	576,932	576,932
Health Care Reserve	0	0	0	0	98,978	98,978
Home Improvement	0	0	0	0	8,073	8,073
Fire Department Trust	0	0	0	0	51,409	51,409
Court Automation	0	0	0	0	20,998	20,998
Peace Officer Training	0	0	0	0	1,235	1,235
Promenade TIF	0	0	0	0	76,294	76,294
FEMA	0	0	0	0	20,632	20,632
Solid Waste Collection	0	0	0	0	266,827	266,827
ARRA	0	0	0	0	13	13
Capital Improvement	0	0	0	0	557,777	557,777
Fire Capital	0	0	0	0	989,905	989,905
Total Restricted	0	0	2,149,337	0	5,964,997	8,114,334
Committed to:						
Police Capital Equipment	0	0	0	0	22,926	22,926
Total Committed	0	0	0	0	22,926	22,926
Assigned to:						
Debt Service	0	0	0	0	36,429	36,429
Encumbrances:						
General Government	149,158	0	0	0	0	149,158
Public Safety	35,448	0	0	0	0	35,448
Leisure Time Activities	10,130	0	0	0	0	10,130
Community Environment	25,900	0	0	0	0	25,900
Public Works and Streets	61,232	0	0	0	0	61,232
Total Assigned	281,868	0	0	0	36,429	318,297
Unassigned (Deficit)	3,273,544	(530,642)	0	(2,411,605)	0	331,297
Total Fund Balance	\$3,555,412	(\$530,642)	\$2,149,337	(\$2,411,605)	\$6,024,352	\$8,786,854

Note 20 – Change in Accounting Principles

Change in Accounting Principles

For fiscal year 2011, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. GASB 54 does not affect the calculation of the City’s fund balance but shifts the focus of fund balance reporting from the availability of fund resources for budgeting to the extent to which the City is bound to honor constraints on the specific purposes for which amounts in funds can be spent.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2011

Note 21 – Subsequent Events

The Hamilton County apportionment to the City contained a payment in accordance with the forbearance agreement for the Cincinnati Mall TIF. The payment is for special assessments that have been delinquent. Although it is not full compliance to resolve the debt that is in default, it is a step in the right direction.

REQUIRED SUPPLEMENTARY INFORMATION

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$8,973,783	\$9,162,283	\$8,563,010	(\$599,273)
Fines, Licenses & Permits	302,832	301,236	288,970	(12,266)
Intergovernmental	552,365	513,900	527,081	13,181
Special Assessments	9,046	17,209	8,632	(8,577)
Charges for Services	66,215	78,672	63,184	(15,488)
Investment Earnings	37,740	23,459	36,012	12,553
Other Revenues	201,640	41,526	192,410	150,884
Total Revenues	10,143,621	10,138,285	9,679,299	(458,986)
Expenditures:				
Current:				
<u>General Government</u>				
City Council:				
Personal Services	138,342	129,954	127,815	2,139
Contractual Services	79,100	84,660	73,081	11,579
Supplies and Materials	1,573	1,868	1,453	415
Total City Council	219,015	216,482	202,349	14,133
Mayor's Court:				
Personal Services	96,788	99,968	89,423	10,545
Contractual Services	59,855	71,072	55,300	15,772
Supplies and Materials	1,480	1,367	1,367	0
Total Mayor's Court	158,123	172,407	146,090	26,317
City Manager:				
Personal Services	403,254	379,981	372,569	7,412
Contractual Services	48,784	98,553	45,072	53,481
Supplies and Materials	2,752	5,373	2,543	2,830
Capital Outlay	239	1,108	221	887
Total City Manager	455,029	485,015	420,405	64,610
Finance/Tax:				
Personal Services	664,899	617,858	614,305	3,553
Contractual Services	163,246	212,167	150,824	61,343
Supplies and Materials	15,167	15,783	14,013	1,770
Total Finance/Tax	843,312	845,808	779,142	66,666
Human Resources:				
Personal Services	148,996	140,100	137,658	2,442
Contractual Services	22,070	32,240	20,391	11,849
Supplies and Materials	199	704	184	520
Total Human Resources	171,265	173,044	158,233	14,811

Continued

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Elections:				
Contractual Services	5,330	27,000	4,924	22,076
Total Elections	5,330	27,000	4,924	22,076
Information Services:				
Personal Services	83,108	89,717	76,784	12,933
Contractual Services	82,954	93,166	76,642	16,524
Supplies and Materials	931	1,963	860	1,103
Capital Outlay	48,665	47,170	44,962	2,208
Total Information Services	215,658	232,016	199,248	32,768
Other:				
Personal Services	44,288	63,508	40,918	22,590
Contractual Services	320,636	335,377	296,238	39,139
Other	0	15,000	0	15,000
Total Other	364,924	413,885	337,156	76,729
Total General Government	2,432,656	2,565,657	2,247,547	318,110
Public Safety				
Police Department:				
Personal Services	4,969,042	4,675,204	4,590,933	84,271
Contractual Services	346,544	402,805	320,174	82,631
Supplies and Materials	91,574	92,700	84,606	8,094
Total Police Department	5,407,160	5,170,709	4,995,713	174,996
Building Department:				
Personal Services	150,032	140,100	138,616	1,484
Contractual Services	76,244	76,962	70,442	6,520
Supplies and Materials	3,577	4,095	3,305	790
Total Building Department	229,853	221,157	212,363	8,794
Total Public Safety	5,637,013	5,391,866	5,208,076	183,790
Leisure Time Activities				
Activity & Senior Centers:				
Contractual Services	76,178	81,808	70,381	11,427
Supplies and Materials	2,810	2,701	2,596	105
Capital Outlay	2,455	15,000	2,268	12,732
Total Activity & Senior Centers	81,443	99,509	75,245	24,264
Recreation:				
Personal Services	37,664	46,394	34,798	11,596
Contractual Services	25,655	39,016	23,703	15,313
Supplies and Materials	3,294	7,101	3,043	4,058
Total Recreation	66,613	92,511	61,544	30,967

Continued

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Park Maintenance:				
Personal Services	83,095	83,525	76,772	6,753
Contractual Services	53,065	54,147	49,027	5,120
Supplies and Materials	8,014	8,013	7,404	609
Capital Outlay	2,194	5,000	2,027	2,973
Total Park Maintenance	146,368	150,685	135,230	15,455
Total Leisure Time Activities	294,424	342,705	272,019	70,686
Community Environment				
Economic Development Department:				
Personal Services	116,322	109,250	107,471	1,779
Contractual Services	3,887	4,707	3,591	1,116
Supplies and Materials	0	360	0	360
Total Economic Development Department	120,209	114,317	111,062	3,255
Economic Development Commission:				
Contractual Services	0	0	0	0
Total Economic Development Commission	0	0	0	0
Community Development Department:				
Personal Services	233,123	228,229	215,384	12,845
Contractual Services	20,259	25,925	18,717	7,208
Supplies and Materials	2,897	4,245	2,677	1,568
Total Community Development Department	256,279	258,399	236,778	21,621
Beautification:				
Contractual Services	33,493	41,153	30,944	10,209
Supplies and Materials	1,142	1,362	1,055	307
Total Beautification	34,635	42,515	31,999	10,516
Community Services:				
Contractual Services	62,492	76,524	57,737	18,787
Supplies and Materials	1,090	2,698	1,007	1,691
Total Community Services	63,582	79,222	58,744	20,478
Total Community Environment	474,705	494,453	438,583	55,870
Public Works and Streets				
Equipment Maintenance:				
Personal Services	239,791	239,128	221,545	17,583
Contractual Services	11,001	24,510	10,164	14,346
Supplies and Materials	202,354	208,811	186,956	21,855
Capital Outlay	4,031	5,034	3,724	1,310
Total Equipment Maintenance	457,177	477,483	422,389	55,094

Continued

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Public Works:				
Personal Services	218,993	210,760	202,329	8,431
Contractual Services	85,695	117,341	79,174	38,167
Supplies and Materials	1,592	1,822	1,471	351
Total Public Works	306,280	329,923	282,974	46,949
Engineering:				
Personal Services	50,089	49,543	46,278	3,265
Contractual Services	18,149	17,876	16,768	1,108
Supplies and Materials	247	310	228	82
Total Engineering	68,485	67,729	63,274	4,455
Street Lighting:				
Contractual Services	110,071	105,088	101,695	3,393
Capital Outlay	1,146	15,000	1,059	13,941
Total Street Lighting	111,217	120,088	102,754	17,334
Municipal Building and Grounds:				
Personal Services	56,039	52,679	51,775	904
Contractual Services	163,158	184,063	150,743	33,320
Supplies and Materials	11,008	12,847	10,170	2,677
Capital Outlay	16,880	24,606	15,596	9,010
Total Municipal Building and Grounds	247,085	274,195	228,284	45,911
Total Public Works and Streets	1,190,244	1,269,418	1,099,675	169,743
Public Health and Welfare				
Health Services:				
Contractual Services	22,416	20,710	20,710	0
Total Health Services	22,416	20,710	20,710	0
Total Public Health and Welfare	22,416	20,710	20,710	0
Total Expenditures	10,051,458	10,084,809	9,286,610	798,199
Excess of Revenues Over (Under) Expenditures	92,163	53,476	392,689	339,213
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	176	6,000	168	(5,832)
Transfers In	10,689	10,200	10,200	0
Transfers (Out)	(438,356)	(465,000)	(405,000)	60,000
Total Other Financing Sources (Uses)	(427,491)	(448,800)	(394,632)	54,168

Continued

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Net Change in Fund Balance	(335,328)	(395,324)	(1,943)	393,381
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>2,600,165</u>	<u>2,600,165</u>	<u>2,600,165</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$2,264,837</u></u>	<u><u>\$2,204,841</u></u>	<u><u>\$2,598,222</u></u>	<u><u>\$393,381</u></u>

See accompanying notes to the required supplementary information.

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Cobblewood TIF Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$43,952	\$0	\$100,000	\$100,000
Investment Earnings	681	4,104	1,550	(2,554)
Revenue in Lieu of Taxes	46,481	234,194	105,753	(128,441)
Total Revenues	91,114	238,298	207,303	(30,995)
Expenditures:				
General Government:				
Cobblewood:				
Contractual Services	15,758	34,715	34,323	392
Capital Outlay	561,275	1,272,717	1,222,549	50,168
Principal Retirement	298,417	650,000	650,000	0
Interest and Fiscal Charges	4,018	29,250	8,751	20,499
Total Expenditures	879,468	1,986,682	1,915,623	71,059
Excess of Revenues Over (Under) Expenditures	(788,354)	(1,748,384)	(1,708,320)	40,064
Other Financing Sources (Uses):				
Debt Proceeds	731,801	1,600,000	1,665,000	65,000
Transfers In	15,383	0	35,000	35,000
Total Other Financing Sources (Uses)	747,184	1,600,000	1,700,000	100,000
Net Change in Fund Balance	(41,170)	(148,384)	(8,320)	140,064
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	155,511	155,511	155,511	0
Fund Balance End of Year	\$114,341	\$7,127	\$147,191	\$140,064

See accompanying notes to the required supplementary information.

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Fire Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$3,603,716	\$3,648,069	\$3,614,959	(\$33,110)
Fines, Licenses & Permits	5,261	6,700	5,277	(1,423)
Intergovernmental	23,750	24,495	23,824	(671)
Charges for Services	591,183	535,395	593,027	57,632
Investment Earnings	16,338	23,046	16,389	(6,657)
Other Revenues	5,058	4,100	5,074	974
Total Revenues	4,245,306	4,241,805	4,258,550	16,745
Expenditures:				
Public Safety:				
Fire Department:				
Personal Services	3,588,653	3,532,089	3,444,671	87,418
Contractual Services	448,790	522,049	430,784	91,265
Supplies and Materials	250,512	257,356	240,461	16,895
Total Public Safety	4,287,955	4,311,494	4,115,916	195,578
Total Expenditures	4,287,955	4,311,494	4,115,916	195,578
Excess of Revenues Over (Under) Expenditures	(42,649)	(69,689)	142,634	212,323
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	0	3,500	0	(3,500)
Transfers (Out)	(586,659)	(563,121)	(563,121)	0
Total Other Financing Sources (Uses)	(586,659)	(559,621)	(563,121)	(3,500)
Net Change in Fund Balance	(629,308)	(629,310)	(420,487)	208,823
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,624,355	2,624,355	2,624,355	0
Fund Balance End of Year	\$1,995,047	\$1,995,045	\$2,203,868	\$208,823

See accompanying notes to the required supplementary information.

City of Forest Park, Ohio
Notes to the Required Supplementary Information
For The Year Ended December 31, 2011

Note 1 - Budgetary Process

The City's funds are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the expenditure legal level of control for each fund (activity within a program within a fund).

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

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

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 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Basis) 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 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 an assignment of fund balance (GAAP).
4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statements.

City of Forest Park, Ohio
Notes to the Required Supplementary Information
For The Year Ended December 31, 2011

5. Some funds are reported as part of the General Fund (GAAP basis) as opposed to the General Fund being reported alone (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund, the Cobblewood TIF Fund and Fire Fund.

Net Change in Fund Balance

	General	Cobblewood TIF	Fire
GAAP Basis	\$23,491	(\$32,695)	(\$356,619)
Revenue Accruals	261,865	1,735	(9,930)
Expenditure Accruals	37,425	(642,360)	40,280
Issuance of Debt	0	1,665,000	0
Transfers In	10,200	0	0
Encumbrances	(334,924)	(1,000,000)	(94,218)
Budget Basis	(=\$1,943)	(\$8,320)	(\$420,487)

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 an assignment of the fund balances since they do not constitute expenditures or liabilities.

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES



MAJOR GOVERNMENTAL FUNDS

Economic Development - 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. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Economic Development Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Special Assessments	\$36,520	\$21,889	(\$14,631)
Investment Earnings	2,086	1,250	(836)
Other Revenues	300	180	(120)
Total Revenues	<u>38,906</u>	<u>23,319</u>	<u>(15,587)</u>
Expenditures:			
Public Works and Streets:			
Municipal Building and Grounds:			
Contractual Services	37,137	10,431	26,706
Supplies and Materials	10,608	3,791	6,817
Capital Outlay	997,994	615,826	382,168
Total Municipal Building and Grounds	<u>1,045,739</u>	<u>630,048</u>	<u>415,691</u>
Debt Service:			
Principal Retirement	2,520,000	2,520,000	0
Interest and Fiscal Charges	75,600	33,925	41,675
Total Expenditures	<u>3,641,339</u>	<u>3,183,973</u>	<u>457,366</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,602,433)</u>	<u>(3,160,654)</u>	<u>441,779</u>
Other Financing Sources (Uses):			
Issuance of Short-Term Debt	4,121,033	2,470,000	(1,651,033)
Transfers In	450,477	270,000	(180,477)
Total Other Financing Sources (Uses)	<u>4,571,510</u>	<u>2,740,000</u>	<u>(1,831,510)</u>
Net Change in Fund Balance	969,077	(420,654)	(1,389,731)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>322,100</u>	<u>322,100</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$1,291,177</u></u>	<u><u>(\$98,554)</u></u>	<u><u>(\$1,389,731)</u></u>

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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

Debt Service Funds

The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds.

Capital Projects Funds

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

City of Forest Park, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$4,407,757	\$36,429	\$1,563,562	\$6,007,748
Receivables:				
Accounts	228,862	0	10,981	239,843
Interest	13,843	0	5,118	18,961
Intergovernmental	1,417,473	0	89,574	1,507,047
Total Assets	6,067,935	36,429	1,669,235	7,773,599
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	145,986	0	4,323	150,309
Accrued Wages and Benefits	40,401	0	0	40,401
Accrued Interest Payable	128	0	0	128
Interfund Payable	78,593	0	0	78,593
Deferred Revenue	1,315,512	0	94,304	1,409,816
Bond Anticipation Notes Payable	70,000	0	0	70,000
Total Liabilities	1,650,620	0	98,627	1,749,247
Fund Balances:				
Restricted	4,417,315	0	1,547,682	5,964,997
Committed	0	0	22,926	22,926
Assigned	0	36,429	0	36,429
Total Fund Balances	4,417,315	36,429	1,570,608	6,024,352
Total Liabilities and Fund Balances	\$6,067,935	\$36,429	\$1,669,235	\$7,773,599

City of Forest Park, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Fines, Licenses & Permits	\$19,675	\$0	\$0	\$19,675
Charges for Services	1,712,140	0	0	1,712,140
Investment Earnings	41,021	0	10,964	51,985
Intergovernmental	986,326	0	0	986,326
Special Assessments	1,618	0	0	1,618
Revenue in Lieu of Taxes	1,592,725	0	0	1,592,725
Other Revenues	58,592	0	0	58,592
Total Revenues	4,412,097	0	10,964	4,423,061
Expenditures:				
Current:				
General Government	1,082,609	0	0	1,082,609
Public Safety	23,907	0	0	23,907
Community Environment	1,046,651	0	0	1,046,651
Public Works and Streets	1,306,679	0	0	1,306,679
Capital Outlay	411,026	0	857,180	1,268,206
Debt Service:				
Principal Retirement	207,813	0	25,374	233,187
Interest and Fiscal Charges	115,420	0	1,700	117,120
Bond Issuance Cost	36,147	0	0	36,147
Total Expenditures	4,230,252	0	884,254	5,114,506
Excess of Revenues Over (Under) Expenditures	181,845	0	(873,290)	(691,445)
Other Financing Sources (Uses):				
Issuance of Capital Leases	0	0	94,605	94,605
Issuance of Long-Term Capital-Related Debt	0	0	375,000	375,000
Payments to Refunding Bond Escrow Agent	(1,928,853)	0	0	(1,928,853)
Issuance of Refunding Bonds	1,853,853	0	0	1,853,853
Premium on Refunding	113,222	0	0	113,222
Transfers In	50,000	0	663,121	713,121
Transfers (Out)	(50,000)	0	0	(50,000)
Total Other Financing Sources (Uses)	38,222	0	1,132,726	1,170,948
Net Change in Fund Balance	220,067	0	259,436	479,503
Fund Balance Beginning of Year	4,197,248	36,429	1,311,172	5,544,849
Fund Balance End of Year	\$4,417,315	\$36,429	\$1,570,608	\$6,024,352

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

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 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.

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

Law Enforcement Grant Fund - This fund was used to account for various grants that have been received for law enforcement purposes.

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

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.

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

Home Improvement 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.

Cincinnati Mills 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.

Fire Department Trust Fund – This fund accounts for informal donations received that are used to enhance the department. (No legal trust has been established for this fund.)

Court Automation Fund – To account for the costs relating to Mayor’s Court computer network and the related technology infrastructure. This fund is established in 2007 pursuant to Ohio Revised Code 1907.261.

Peace Officer Training Fund – To account for monies required in Ohio Revised Code 109.802(F) for reimbursement of mandatory continuing and professional education as mandated by the Ohio Attorney General’s Office.

Promenade TIF Fund – This fund is used to account for the proceeds of bonds issued for the Tax Increment Financing District with related revenues and expenditures.

FEMA Fund – To account for receipt and disbursement of federal funds received pursuant to State Auditor Bulletin 98-013 that addresses how to account for federal emergency management funds.

Solid Waste Collection Fund – To account for the operations of solid waste and recycling collection and disposal services for the City.

ARRA Fund – To account for receipt and disbursement of federal funds received pursuant the American Recovery and Reinvestment Act (ARRA) for the City.

City of Forest Park, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011

	Street	State Highway	Stormwater Management Utility	Environmental Grants	Law Enforcement Trust
Assets:					
Equity in Pooled Cash and Investments	\$1,039,467	\$131,710	\$1,585,012	\$344,895	\$33,739
Receivables:					
Accounts	0	0	30,272	22,838	0
Interest	3,428	434	5,227	1,137	0
Intergovernmental	450,521	29,791	0	0	0
Total Assets	<u>1,493,416</u>	<u>161,935</u>	<u>1,620,511</u>	<u>368,870</u>	<u>33,739</u>
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	30,062	3,021	21,755	6,752	2,460
Accrued Wages and Benefits	28,669	207	7,652	3,074	0
Accrued Interest Payable	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Deferred Revenue	322,297	21,539	30,121	1,051	0
Bond Anticipation Notes Payable	0	0	0	0	0
Total Liabilities	<u>381,028</u>	<u>24,767</u>	<u>59,528</u>	<u>10,877</u>	<u>2,460</u>
Fund Balances:					
Restricted	<u>1,112,388</u>	<u>137,168</u>	<u>1,560,983</u>	<u>357,993</u>	<u>31,279</u>
Total Fund Balances	<u>1,112,388</u>	<u>137,168</u>	<u>1,560,983</u>	<u>357,993</u>	<u>31,279</u>
Total Liabilities and Fund Balances	<u>\$1,493,416</u>	<u>\$161,935</u>	<u>\$1,620,511</u>	<u>\$368,870</u>	<u>\$33,739</u>

Law Enforcement Grant	DARE	Urban Renewal	Carillon Business Park TIF	Health Care Reserve	Home Improvement	Cincinnati Mills TIF
\$24,596	\$30,905	\$40,602	\$660,314	\$98,953	\$8,071	\$0
0	0	0	0	0	0	0
0	0	134	2,178	327	27	0
0	0	0	851,163	0	0	45,537
<u>24,596</u>	<u>30,905</u>	<u>40,736</u>	<u>1,513,655</u>	<u>99,280</u>	<u>8,098</u>	<u>45,537</u>
0	0	0	13,419	0	0	0
0	0	0	0	0	0	0
0	0	0	128	0	0	0
0	0	0	0	0	0	0
0	0	124	853,176	302	25	45,537
0	0	0	70,000	0	0	0
<u>0</u>	<u>0</u>	<u>124</u>	<u>936,723</u>	<u>302</u>	<u>25</u>	<u>45,537</u>
<u>24,596</u>	<u>30,905</u>	<u>40,612</u>	<u>576,932</u>	<u>98,978</u>	<u>8,073</u>	<u>0</u>
<u>24,596</u>	<u>30,905</u>	<u>40,612</u>	<u>576,932</u>	<u>98,978</u>	<u>8,073</u>	<u>0</u>
<u>\$24,596</u>	<u>\$30,905</u>	<u>\$40,736</u>	<u>\$1,513,655</u>	<u>\$99,280</u>	<u>\$8,098</u>	<u>\$45,537</u>

Continued

City of Forest Park, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011

	Fire Department Trust	Court Automation	Peace Officer Training	Promenade TIF	FEMA
Assets:					
Equity in Pooled Cash and Investments	\$51,396	\$20,998	\$1,235	\$76,275	\$99,225
Receivables:					
Accounts	0	0	0	0	0
Interest	170	0	0	252	0
Intergovernmental	0	0	0	40,307	0
Total Assets	<u>51,566</u>	<u>20,998</u>	<u>1,235</u>	<u>116,834</u>	<u>99,225</u>
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	0	0	0	0	0
Accrued Wages and Benefits	0	0	0	0	0
Accrued Interest Payable	0	0	0	0	0
Interfund Payable	0	0	0	0	78,593
Deferred Revenue	157	0	0	40,540	0
Bond Anticipation Notes Payable	0	0	0	0	0
Total Liabilities	<u>157</u>	<u>0</u>	<u>0</u>	<u>40,540</u>	<u>78,593</u>
Fund Balances:					
Restricted	<u>51,409</u>	<u>20,998</u>	<u>1,235</u>	<u>76,294</u>	<u>20,632</u>
Total Fund Balances	<u>51,409</u>	<u>20,998</u>	<u>1,235</u>	<u>76,294</u>	<u>20,632</u>
Total Liabilities and Fund Balances	<u>\$51,566</u>	<u>\$20,998</u>	<u>\$1,235</u>	<u>\$116,834</u>	<u>\$99,225</u>

Solid Waste Collection	ARRA	Total Nonmajor Special Revenue Funds
\$160,351	\$13	\$4,407,757
175,752	0	228,862
529	0	13,843
154	0	1,417,473
<u>336,786</u>	<u>13</u>	<u>6,067,935</u>
68,517	0	145,986
799	0	40,401
0	0	128
0	0	78,593
643	0	1,315,512
0	0	70,000
<u>69,959</u>	<u>0</u>	<u>1,650,620</u>
<u>266,827</u>	<u>13</u>	<u>4,417,315</u>
<u>266,827</u>	<u>13</u>	<u>4,417,315</u>
<u>\$336,786</u>	<u>\$13</u>	<u>\$6,067,935</u>

City of Forest Park, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended December 31, 2011

	Street	State Highway	Stormwater Management Utility	Environmental Grants	Law Enforcement Trust
Revenues:					
Fines, Licenses & Permits	\$0	\$0	\$0	\$0	\$9,310
Charges for Services	0	0	583,281	146,217	0
Investment Earnings	11,365	1,268	15,127	2,672	0
Intergovernmental	909,784	60,360	0	0	0
Special Assessments	0	0	0	0	0
Revenue in Lieu of Taxes	0	0	0	0	0
Other Revenues	40	0	840	8,094	0
Total Revenues	921,189	61,628	599,248	156,983	9,310
Expenditures:					
Current:					
General Government	0	0	0	0	0
Public Safety	0	0	0	0	3,528
Community Environment	0	0	0	144,340	0
Public Works and Streets	925,308	60,787	320,584	0	0
Capital Outlay	123,981	500	226,440	414	32,574
Debt Service:					
Principal Retirement	0	0	7,813	0	0
Interest and Fiscal Charges	0	0	0	0	0
Bond Issuance Cost	0	0	0	0	0
Total Expenditures	1,049,289	61,287	554,837	144,754	36,102
Excess of Revenues Over (Under) Expenditures	(128,100)	341	44,411	12,229	(26,792)
Other Financing Sources (Uses):					
Payments to Refunding Bond Escrow Agent	0	0	0	0	0
Issuance of Refunding Bonds	0	0	0	0	0
Premium on Refunding	0	0	0	0	0
Transfers In	0	0	0	50,000	0
Transfers (Out)	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	50,000	0
Net Change in Fund Balance	(128,100)	341	44,411	62,229	(26,792)
Fund Balance Beginning of Year	1,240,488	136,827	1,516,572	295,764	58,071
Fund Balance End of Year	\$1,112,388	\$137,168	\$1,560,983	\$357,993	\$31,279

Law Enforcement Grant	DARE	Urban Renewal	Carillon Business Park TIF	Health Care Reserve	Home Improvement	Cincinnati Mills TIF
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
0	0	0	7,229	976	45	0
1,000	0	0	0	0	15,182	0
0	0	0	0	0	0	0
0	0	0	584,452	0	0	955,597
26,294	18,162	0	0	0	87	0
27,294	18,162	0	591,681	976	15,314	955,597
0	0	115	80,834	5,100	11,126	955,597
11,223	2,863	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	18,074	0	0	0
0	0	0	200,000	0	0	0
0	0	0	115,420	0	0	0
0	0	0	36,147	0	0	0
11,223	2,863	115	450,475	5,100	11,126	955,597
16,071	15,299	(115)	141,206	(4,124)	4,188	0
0	0	0	(1,928,853)	0	0	0
0	0	0	1,853,853	0	0	0
0	0	0	113,222	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	38,222	0	0	0
16,071	15,299	(115)	179,428	(4,124)	4,188	0
8,525	15,606	40,727	397,504	103,102	3,885	0
<u>\$24,596</u>	<u>\$30,905</u>	<u>\$40,612</u>	<u>\$576,932</u>	<u>\$98,978</u>	<u>\$8,073</u>	<u>\$0</u>

Continued

City of Forest Park, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended December 31, 2011

	Fire Department Trust	Court Automation	Peace Officer Training	Promenade TIF	FEMA
Revenues:					
Fines, Licenses & Permits	\$0	\$10,365	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Investment Earnings	670	0	0	206	0
Intergovernmental	0	0	0	0	0
Special Assessments	0	0	0	0	0
Revenue in Lieu of Taxes	0	0	0	52,676	0
Other Revenues	2,525	0	720	0	0
Total Revenues	3,195	10,365	720	52,882	0
Expenditures:					
Current:					
General Government	0	0	0	525	0
Public Safety	0	5,638	655	0	0
Community Environment	0	0	0	0	0
Public Works and Streets	0	0	0	0	0
Capital Outlay	8,390	653	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Bond Issuance Cost	0	0	0	0	0
Total Expenditures	8,390	6,291	655	525	0
Excess of Revenues Over (Under) Expenditures	(5,195)	4,074	65	52,357	0
Other Financing Sources (Uses):					
Payments to Refunding Bond Escrow Agent	0	0	0	0	0
Issuance of Refunding Bonds	0	0	0	0	0
Premium on Refunding	0	0	0	0	0
Transfers In	0	0	0	0	0
Transfers (Out)	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balance	(5,195)	4,074	65	52,357	0
Fund Balance Beginning of Year	56,604	16,924	1,170	23,937	20,632
Fund Balance End of Year	\$51,409	\$20,998	\$1,235	\$76,294	\$20,632

Solid Waste Collection	ARRA	Total Nonmajor Special Revenue Funds
\$0	\$0	\$19,675
982,642	0	1,712,140
1,463	0	41,021
0	0	986,326
1,618	0	1,618
0	0	1,592,725
1,830	0	58,592
<u>987,553</u>	<u>0</u>	<u>4,412,097</u>
0	29,312	1,082,609
0	0	23,907
902,311	0	1,046,651
0	0	1,306,679
0	0	411,026
0	0	207,813
0	0	115,420
0	0	36,147
<u>902,311</u>	<u>29,312</u>	<u>4,230,252</u>
<u>85,242</u>	<u>(29,312)</u>	<u>181,845</u>
0	0	(1,928,853)
0	0	1,853,853
0	0	113,222
0	0	50,000
(50,000)	0	(50,000)
<u>(50,000)</u>	<u>0</u>	<u>38,222</u>
35,242	(29,312)	220,067
231,585	29,325	4,197,248
<u>\$266,827</u>	<u>\$13</u>	<u>\$4,417,315</u>

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Street Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$848,570	\$903,329	\$54,759
Investment Earnings	10,449	7,819	(2,630)
Other Revenues	4,000	40	(3,960)
Total Revenues	<u>863,019</u>	<u>911,188</u>	<u>48,169</u>
Expenditures:			
Public Works and Streets:			
Streets:			
Personal Services	590,043	581,590	8,453
Contractual Services	260,956	218,222	42,734
Supplies and Materials	173,438	159,226	14,212
Capital Outlay	191,090	123,981	67,109
Total Expenditures	<u>1,215,527</u>	<u>1,083,019</u>	<u>132,508</u>
Net Change in Fund Balance	(352,508)	(171,831)	180,677
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>1,175,824</u>	<u>1,175,824</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$823,316</u></u>	<u><u>\$1,003,993</u></u>	<u><u>\$180,677</u></u>

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	State Highway Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$68,128	\$60,892	(\$7,236)
Investment Earnings	1,340	894	(446)
Total Revenues	69,468	61,786	(7,682)
Expenditures:			
Public Works and Streets:			
State Highway:			
Personal Services	12,822	10,195	2,627
Contractual Services	52,381	43,565	8,816
Supplies and Materials	21,525	17,778	3,747
Capital Outlay	1,250	500	750
Total Expenditures	87,978	72,038	15,940
Net Change in Fund Balance	(18,510)	(10,252)	8,258
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	133,826	133,826	0
Fund Balance End of Year	\$115,316	\$123,574	\$8,258

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Stormwater Management Utility Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$577,500	\$582,357	\$4,857
Investment Earnings	13,669	10,910	(2,759)
Other Revenues	100	840	740
Total Revenues	591,269	594,107	2,838
Expenditures:			
Public Works and Streets:			
Stormwater Management:			
Personal Services	262,372	247,192	15,180
Contractual Services	151,659	129,867	21,792
Supplies and Materials	6,972	973	5,999
Capital Outlay	424,969	234,687	190,282
Other	20,000	2,975	17,025
Debt Service:			
Principal Retirement	7,813	7,813	0
Total Expenditures	873,785	623,507	250,278
Net Change in Fund Balance	(282,516)	(29,400)	253,116
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,552,662	1,552,662	0
Fund Balance End of Year	\$1,270,146	\$1,523,262	\$253,116

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Environmental Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,000	\$0	(\$2,000)
Charges for Services	143,400	145,273	1,873
Investment Earnings	2,000	2,049	49
Other Revenues	6,200	8,094	1,894
Total Revenues	153,600	155,416	1,816
Expenditures:			
Community Environment:			
Environmental Grants:			
Personal Services	100,128	97,540	2,588
Contractual Services	27,967	15,102	12,865
Supplies and Materials	2,450	1,332	1,118
Capital Outlay	1,000	1,000	0
Other	80,000	80,000	0
Total Expenditures	211,545	194,974	16,571
Excess of Revenues Over (Under) Expenditures	(57,945)	(39,558)	18,387
Other Financing Sources (Uses):			
Transfers In	50,000	50,000	0
Total Other Financing Sources (Uses)	50,000	50,000	0
Net Change in Fund Balance	(7,945)	10,442	18,387
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	278,341	278,341	0
Fund Balance End of Year	\$270,396	\$288,783	\$18,387

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Law Enforcement Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$3,000	\$9,310	\$6,310
Other Revenues	1,000	0	(1,000)
Total Revenues	4,000	9,310	5,310
Expenditures:			
Public Safety:			
Police Department:			
Contractual Services	13,408	2,575	10,833
Supplies and Materials	1,000	953	47
Capital Outlay	40,592	34,252	6,340
Total Expenditures	55,000	37,780	17,220
Net Change in Fund Balance	(51,000)	(28,470)	22,530
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	58,071	58,071	0
Fund Balance End of Year	\$7,071	\$29,601	\$22,530

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Law Enforcement Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$550	\$1,000	\$450
Other Revenues	14,450	26,294	11,844
Total Revenues	15,000	27,294	12,294
Expenditures:			
Public Safety:			
Police Department:			
Contractual Services	19,076	15,441	3,635
Total Expenditures	19,076	15,441	3,635
Net Change in Fund Balance	(4,076)	11,853	15,929
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	8,744	8,744	0
Fund Balance End of Year	\$4,668	\$20,597	\$15,929

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	DARE Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$0	\$18,162	\$18,162
Total Revenues	0	18,162	18,162
Expenditures:			
Public Safety:			
Police Department:			
Contractual Services	2,200	35	2,165
Supplies and Materials	4,800	2,827	1,973
Capital Outlay	650	0	650
Total Expenditures	7,650	2,862	4,788
Net Change in Fund Balance	(7,650)	15,300	22,950
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	15,606	15,606	0
Fund Balance End of Year	\$7,956	\$30,906	\$22,950

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Urban Renewal Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Public Works and Streets:			
Urban Renewal:			
Contractual Services	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	40,702	40,702	0
Fund Balance End of Year	\$40,702	\$40,702	\$0

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Carillon Business Park TIF Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$26,284	\$6,098	(\$20,186)
Revenue in Lieu of Taxes	2,519,114	584,452	(1,934,662)
Total Revenues	2,545,398	590,550	(1,954,848)
Expenditures:			
General Government:			
Carillon Business Park:			
Contractual Services	348,520	81,576	266,944
Capital Outlay	551,131	129,000	422,131
Debt Service:			
Principal Retirement	1,367,147	320,000	1,047,147
Interest and Fiscal Charges	493,715	115,561	378,154
Bond Issuance Cost	154,432	36,147	118,285
Total Expenditures	2,914,945	682,284	2,232,661
Excess of Revenues Over (Under) Expenditures	(369,547)	(91,734)	277,813
Other Financing Sources (Uses):			
Debt Proceeds	8,292,221	1,923,853	(6,368,368)
Payments to Refunding Bond Escrow Agent	(8,313,772)	(1,928,853)	6,384,919
Premium on Refunding	488,011	113,222	(374,789)
Total Other Financing Sources (Uses)	466,460	108,222	(358,238)
Net Change in Fund Balance	96,913	16,488	(80,425)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	520,350	520,350	0
Fund Balance End of Year	\$617,263	\$536,838	(\$80,425)

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Health Care Reserve Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$978	\$679	(\$299)
Total Revenues	978	679	(299)
Expenditures:			
General Government:			
Contractual Services	8,500	5,100	3,400
Total Expenditures	8,500	5,100	3,400
Net Change in Fund Balance	(7,522)	(4,421)	3,101
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	103,615	103,615	0
Fund Balance End of Year	\$96,093	\$99,194	\$3,101

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Home Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$10,000	\$15,182	\$5,182
Investment Earnings	49	35	(14)
Other Revenues	0	87	87
Total Revenues	<u>10,049</u>	<u>15,304</u>	<u>5,255</u>
Expenditures:			
General Government:			
Contractual Services	15,000	12,886	2,114
Total Expenditures	<u>15,000</u>	<u>12,886</u>	<u>2,114</u>
Excess of Revenues Over (Under) Expenditures	<u>(4,951)</u>	<u>2,418</u>	<u>7,369</u>
Other Financing Sources (Uses):			
Transfers In	10,000	0	(10,000)
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>0</u>	<u>(10,000)</u>
Net Change in Fund Balance	5,049	2,418	(2,631)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>5,670</u>	<u>5,670</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$10,719</u></u>	<u><u>\$8,088</u></u>	<u><u>(\$2,631)</u></u>

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Cincinnati Mills TIF Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Revenue in Lieu of Taxes	\$1,030,000	\$955,597	(\$74,403)
Total Revenues	1,030,000	955,597	(74,403)
Expenditures:			
General Government:			
Cincinnati Mills:			
Contractual Services	33,150	33,123	27
Other	996,850	922,474	74,376
Total Expenditures	1,030,000	955,597	74,403
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Fire Department Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$453	\$501	\$48
Other Revenues	10,000	2,525	(7,475)
Total Revenues	10,453	3,026	(7,427)
Expenditures:			
Public Safety:			
Fire Department:			
Contractual Services	1,000	0	1,000
Capital Outlay	9,000	8,390	610
Total Expenditures	10,000	8,390	1,610
Net Change in Fund Balance	453	(5,364)	(5,817)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	56,885	56,885	0
Fund Balance End of Year	\$57,338	\$51,521	(\$5,817)

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Court Automation Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$14,000	\$10,365	(\$3,635)
Total Revenues	14,000	10,365	(3,635)
Expenditures:			
Public Safety:			
Court Automation:			
Contractual Services	8,476	5,353	3,123
Capital Outlay	3,390	713	2,677
Total Expenditures	11,866	6,066	5,800
Net Change in Fund Balance	2,134	4,299	2,165
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	18,735	18,735	0
Fund Balance End of Year	\$20,869	\$23,034	\$2,165

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Peace Officer Training Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$740	\$720	(\$20)
Total Revenues	740	720	(20)
Expenditures:			
Public Safety:			
Peace Officer Training:			
Contractual Services	818	655	163
Total Expenditures	818	655	163
Net Change in Fund Balance	(78)	65	143
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,171	1,171	0
Fund Balance End of Year	\$1,093	\$1,236	\$143

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Promenade TIF Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$383	\$254	(\$129)
Revenue in Lieu of Taxes	46,780	52,676	5,896
Total Revenues	47,163	52,930	5,767
Expenditures:			
General Government:			
Promenade TIF:			
Contractual Services	550	525	25
Capital Outlay	4,900	0	4,900
Total Expenditures	5,450	525	4,925
Net Change in Fund Balance	41,713	52,405	10,692
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	24,056	24,056	0
Fund Balance End of Year	\$65,769	\$76,461	\$10,692

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	FEMA Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$570,000	\$0	(\$570,000)
Total Revenues	570,000	0	(570,000)
Expenditures:			
Public Safety:			
FEMA Reimbursement Fire:			
Other	600,000	0	600,000
Total Expenditures	600,000	0	600,000
Excess of Revenues Over (Under) Expenditures	(30,000)	0	30,000
Other Financing Sources (Uses):			
Transfers In	30,000	0	(30,000)
Total Other Financing Sources (Uses)	30,000	0	(30,000)
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	99,227	99,227	0
Fund Balance End of Year	\$99,227	\$99,227	\$0

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Solid Waste Collection Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$969,146	\$975,380	\$6,234
Investment Earnings	876	1,167	291
Revenue in Lieu of Taxes	0	1,618	1,618
Other Revenues	0	1,830	1,830
Total Revenues	<u>970,022</u>	<u>979,995</u>	<u>9,973</u>
Expenditures:			
Community Environment:			
Solid Waste Collection:			
Personal Services	28,349	17,630	10,719
Contractual Services	976,116	955,359	20,757
Total Expenditures	<u>1,004,465</u>	<u>972,989</u>	<u>31,476</u>
Excess of Revenues Over (Under) Expenditures	<u>(34,443)</u>	<u>7,006</u>	<u>41,449</u>
Other Financing Sources (Uses):			
Transfers (Out)	(50,000)	(50,000)	0
Total Other Financing Sources (Uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>0</u>
Net Change in Fund Balance	(84,443)	(42,994)	41,449
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>130,654</u>	<u>130,654</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$46,211</u></u>	<u><u>\$87,660</u></u>	<u><u>\$41,449</u></u>

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	ARRA Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Community Environment:			
AARA:			
Other	29,306	29,294	12
Total Expenditures	29,306	29,294	12
Net Change in Fund Balance	(29,306)	(29,294)	12
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	29,306	29,306	0
Fund Balance End of Year	\$0	\$12	\$12

NONMAJOR DEBT SERVICE FUND

Fund Description

Debt Service Fund - To account for the accumulation of resources and payment of general obligation bonds and principal and interest on bond anticipation notes of General Fund. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance for the Debt Service Fund has been included in the Nonmajor Governmental Funds Combining Balance Sheet and Combining Statement of Revenues, Expenditures and Changes in Fund Balance. The Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follow this page.

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Debt Service:			
Principal Retirement	33,700	0	33,700
Interest and Fiscal Charges	1,300	0	1,300
Total Expenditures	35,000	0	35,000
Net Change in Fund Balance	(35,000)	0	35,000
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	36,428	36,428	0
Fund Balance End of Year	\$1,428	\$36,428	\$35,000

NONMAJOR CAPITAL PROJECTS FUNDS

Fund Descriptions

Capital Improvement 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.

Fire Capital Fund – To account for monies for planned capital improvements to the City’s fire department.

Police Capital Equipment Fund – To account for monies for capital equipment to the City’s police department.

City of Forest Park, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2011

	Capital Improvement	Fire Capital	Police Capital Equipment	Total Nonmajor Capital Projects Funds
Assets:				
Equity in Pooled Cash and Investments	\$559,897	\$991,720	\$11,945	\$1,563,562
Receivables:				
Accounts	0	0	10,981	10,981
Interest	1,847	3,271	0	5,118
Intergovernmental	89,574	0	0	89,574
Total Assets	<u>651,318</u>	<u>994,991</u>	<u>22,926</u>	<u>1,669,235</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts Payable	2,260	2,063	0	4,323
Deferred Revenue	91,281	3,023	0	94,304
Total Liabilities	<u>93,541</u>	<u>5,086</u>	<u>0</u>	<u>98,627</u>
Fund Balances:				
Restricted	557,777	989,905	0	1,547,682
Committed	0	0	22,926	22,926
Total Fund Balances	<u>557,777</u>	<u>989,905</u>	<u>22,926</u>	<u>1,570,608</u>
Total Liabilities and Fund Balances	<u>\$651,318</u>	<u>\$994,991</u>	<u>\$22,926</u>	<u>\$1,669,235</u>

City of Forest Park, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended December 31, 2011

	Capital Improvement	Fire Capital	Police Capital Equipment	Total Nonmajor Capital Projects Funds
Revenues:				
Investment Earnings	\$3,981	\$6,983	\$0	\$10,964
Total Revenues	3,981	6,983	0	10,964
Expenditures:				
Current:				
Capital Outlay	291,538	471,037	94,605	857,180
Debt Service:				
Principal Retirement	0	0	25,374	25,374
Interest and Fiscal Charges	0	0	1,700	1,700
Total Expenditures	291,538	471,037	121,679	884,254
Excess of Revenues Over (Under) Expenditures	(287,557)	(464,054)	(121,679)	(873,290)
Other Financing Sources (Uses):				
Issuance of Capital Leases	0	0	94,605	94,605
Issuance of Long-Term Capital-Related Debt	375,000	0	0	375,000
Transfers In	50,000	563,121	50,000	663,121
Total Other Financing Sources (Uses)	425,000	563,121	144,605	1,132,726
Net Change in Fund Balance	137,443	99,067	22,926	259,436
Fund Balance Beginning of Year	420,334	890,838	0	1,311,172
Fund Balance End of Year	\$557,777	\$989,905	\$22,926	\$1,570,608

City of Forest Park, Ohio
 Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended December 31, 2011

	Capital Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$3,140	\$3,106	(\$34)
Total Revenues	3,140	3,106	(34)
Expenditures:			
Public Works and Streets:			
Municipal Building and Grounds:			
Contractual Services	408	0	408
Capital Outlay	480,991	449,169	31,822
Total Expenditures	481,399	449,169	32,230
Excess of Revenues Over (Under) Expenditures	(478,259)	(446,063)	32,196
Other Financing Sources (Uses):			
Debt Proceeds	379,155	375,000	(4,155)
Transfers In	50,554	50,000	(554)
Total Other Financing Sources (Uses)	429,709	425,000	(4,709)
Net Change in Fund Balance	(48,550)	(21,063)	27,487
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	424,387	424,387	0
Fund Balance End of Year	\$375,837	\$403,324	\$27,487

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Fire Capital Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,038	\$4,714	\$3,676
Total Revenues	1,038	4,714	3,676
Expenditures:			
Public Works and Streets:			
Municipal Building and Grounds:			
Capital Outlay	491,209	484,004	7,205
Total Expenditures	491,209	484,004	7,205
Excess of Revenues Over (Under) Expenditures	(490,171)	(479,290)	10,881
Other Financing Sources (Uses):			
Transfers In	563,121	563,121	0
Transfers (Out)	(30,000)	0	30,000
Total Other Financing Sources (Uses)	533,121	563,121	30,000
Net Change in Fund Balance	42,950	83,831	40,881
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	896,660	896,660	0
Fund Balance End of Year	\$939,610	\$980,491	\$40,881

City of Forest Park, Ohio
Schedule of Revenues, Expenditures by Budget Center and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended December 31, 2011

	Police Capital Equipment Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Special Assessments	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Public Safety:			
Police Capital Equipment:			
Capital Outlay	96,000	95,111	889
Debt Service:			
Principal Retirement	25,500	25,374	126
Interest and Fiscal Charges	1,700	1,700	0
Total Expenditures	123,200	122,185	1,015
Excess of Revenues Over (Under) Expenditures	(123,200)	(122,185)	1,015
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	98,629	83,624	(15,005)
Transfers In	58,971	50,000	(8,971)
Total Other Financing Sources (Uses)	157,600	133,624	(23,976)
Net Change in Fund Balance	34,400	11,439	(22,961)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$34,400	\$11,439	(\$22,961)

NONMAJOR FUNDS

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

Fund Descriptions

Agency Fund - 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.

Agency Fund - Mayor's Court - 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.

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

City of Forest Park, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2011

	Community Programming Board			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$822,497	\$497,517	\$434,723	\$885,291
Receivables:				
Accounts	0	50,316	0	50,316
Interest	4,664	2,920	4,664	2,920
Franchise Fees Receivable	49,765	0	49,765	0
Prepaid Items	1,391	0	1,391	0
Total Assets	878,317	550,753	490,543	938,527
Liabilities:				
Accounts Payable	4,618	3,704	4,618	3,704
Due to Others	873,699	547,049	485,925	934,823
Total Liabilities	\$878,317	\$550,753	\$490,543	\$938,527

	Mayor's Court			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$6,753	\$300,608	\$304,708	\$2,653
Total Assets	6,753	300,608	304,708	2,653
Liabilities:				
Due to Others	6,753	300,608	304,708	2,653
Total Liabilities	\$6,753	\$300,608	\$304,708	\$2,653

	Refundable Fees			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$147,761	\$18,844	\$18,624	\$147,981
Total Assets	147,761	18,844	18,624	147,981
Liabilities:				
Accounts Payable	0	300	0	300
Due to Others	147,761	18,544	18,624	147,681
Total Liabilities	\$147,761	\$18,844	\$18,624	\$147,981

City of Forest Park, Ohio
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2011

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$977,011	\$816,969	\$758,055	\$1,035,925
Receivables:				
Accounts	0	50,316	0	50,316
Interest	4,664	2,920	4,664	2,920
Franchise Fees Receivable	49,765	0	49,765	0
Prepaid Items	1,391	0	1,391	0
Total Assets	<u>1,032,831</u>	<u>870,205</u>	<u>813,875</u>	<u>1,089,161</u>
Liabilities:				
Accounts Payable	4,618	4,004	4,618	4,004
Due to Others	1,028,213	866,201	809,257	1,085,157
Total Liabilities	<u>\$1,032,831</u>	<u>\$870,205</u>	<u>\$813,875</u>	<u>\$1,089,161</u>

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STATISTICAL SECTION



STATISTICAL SECTION

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

Contents

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

Revenue Capacity: These schedules contain information to help the reader understand and assess the City's most significant local revenue source, the income tax.

Debt Capacity: These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Economic and Demographic Information: These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in fiscal year 2003; schedules presenting government-wide information include information beginning in that fiscal year.

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City of Forest Park, Ohio
 Net Assets by Component
 Last Nine Calendar Years (1)
 (accrual basis of accounting)
 Schedule I

	Calendar Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities									
Invested in Capital Assets, Net of Related Debt	\$8,426,483	\$12,190,880	\$31,877,075	\$33,271,931	\$32,982,943	\$32,361,148	\$32,956,283	\$33,845,751	\$34,461,845
Restricted	6,533,869	4,814,255	4,882,097	6,705,865	6,865,890	7,036,457	7,713,277	7,274,756	8,085,661
Unrestricted	7,627,835	8,062,887	6,934,347	4,290,227	4,420,173	5,143,649	6,316,631	9,728,159	9,626,789
Total governmental activities net assets	\$22,588,187	\$25,068,022	\$43,693,519	\$44,268,023	\$44,269,006	\$44,541,254	\$46,986,191	\$50,848,666	\$52,174,295

Source: City Records

(1) - The City began to report accrual information when it implemented GASB Statement 34 in calendar year 2003

City of Forest Park, Ohio
Changes in Net Assets
Last Nine Calendar Years (1)
(accrual basis of accounting)
Schedule 2

	Calendar Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses									
Governmental Activities:									
General Government	\$1,778,376	\$1,728,474	\$1,951,871	\$3,114,377	\$3,812,586	\$3,763,638	\$2,492,086	\$2,230,295	\$3,317,496
Public Safety	7,106,841	7,428,605	7,860,645	7,894,413	8,732,520	9,501,493	9,845,919	9,339,809	9,280,271
Leisure Time Activities	499,290	419,440	448,758	450,221	447,047	401,165	364,935	284,917	288,403
Community Environment	800,752	746,169	958,658	1,017,798	783,419	934,999	1,558,730	1,440,824	1,988,253
Public Works and Streets	2,822,551	3,074,083	3,413,529	3,509,479	3,344,237	3,551,056	3,403,610	2,969,346	2,928,457
Public Health and Welfare	19,804	20,792	21,455	21,710	21,436	21,775	22,189	21,000	20,710
Interest and Fiscal Charges	302,479	238,571	210,269	183,667	264,033	260,595	246,659	153,413	167,374
Total Governmental Activities Expenses	13,330,093	13,656,134	14,865,185	16,191,665	17,405,278	18,434,721	17,934,128	16,439,604	17,990,964
Total Primary Government Expenses	\$13,330,093	\$13,656,134	\$14,865,185	\$16,191,665	\$17,405,278	\$18,434,721	\$17,934,128	\$16,439,604	\$17,990,964
Program Revenues									
Governmental Activities:									
Charges for Services:									
General Government	\$649,370	\$1,113,014	\$903,755	\$1,435,995	\$1,605,383	\$1,215,002	\$945,837	\$42,098	\$20,015
Public Safety	800,470	950,528	865,363	478,019	662,495	917,014	938,610	851,041	946,811
Leisure Time Activities	80,329	54,049	55,242	88,724	80,296	65,815	54,687	50,262	52,287
Community Environment	5,240	21,254	36,589	4,725	14,828	196,765	1,076,853	1,133,758	1,160,491
Public Works and Streets	705,027	605,673	662,585	664,822	627,085	743,369	763,221	587,334	589,088
Operating Grants and Contributions	656,276	1,097,626	995,197	1,088,440	1,274,379	866,168	1,114,073	1,095,390	1,140,458
Capital Grants and Contributions	810,647	1,208,874	0	0	87,475	4,837	31,886	261,618	323,381
Total Governmental Activities Program Revenues	3,707,359	5,051,018	3,518,731	3,760,725	4,351,941	4,008,970	4,925,167	4,021,501	4,232,531
Total Primary Government Program Revenues	\$3,707,359	\$5,051,018	\$3,518,731	\$3,760,725	\$4,351,941	\$4,008,970	\$4,925,167	\$4,021,501	\$4,232,531

City of Forest Park, Ohio
Changes in Net Assets
Last Nine Calendar Years (1)
(accrual basis of accounting)
Schedule 2 (Continued)

	Calendar Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Net (Expense)/Revenue									
Governmental Activities	(\$9,622,734)	(\$8,605,116)	(\$11,346,454)	(\$12,430,940)	(\$13,053,337)	(\$14,425,751)	(\$13,008,961)	(\$12,418,103)	(\$13,758,433)
Total Primary Government Net Expenses	(\$9,622,734)	(\$8,605,116)	(\$11,346,454)	(\$12,430,940)	(\$13,053,337)	(\$14,425,751)	(\$13,008,961)	(\$12,418,103)	(\$13,758,433)
General Revenues and Other Changes in Net Assets									
Governmental Activities:									
Income Taxes	\$6,102,615	\$6,466,736	\$6,315,991	\$6,140,728	\$6,812,643	\$8,687,911	\$7,979,650	\$7,457,932	\$7,327,007
Property Taxes Levied for:									
General Purposes	1,154,232	815,912	964,325	1,167,285	1,749,729	1,192,128	2,329,505	3,146,751	1,570,985
Special Revenue Purposes	3,393,839	2,326,373	2,818,716	3,517,988	3,252,373	3,194,508	3,939,702	3,832,419	3,599,310
Grants and Entitlements not Restricted	961,721	1,294,547	835,181	1,141,460	465,147	1,070,491	667,401	610,454	646,364
Revenue in Lieu of Taxes	0	0	0	0	0	0	295,385	873,044	1,698,293
Unrestricted Contributions	0	0	0	3,291	11,290	5,640	1,500	0	0
Investment Earnings	155,617	120,619	317,085	445,449	579,294	397,606	118,714	101,759	103,841
Other Revenues	492,466	60,764	6,648	95,496	183,844	149,715	122,041	258,219	138,262
Gain on sale of Capital Assets	167,022	0	0	0	0	0	0	0	0
Total Governmental Activities	12,427,512	11,084,951	11,257,946	12,511,697	13,054,320	14,697,999	15,453,898	16,280,578	15,084,062
Total Primary Government	\$12,427,512	\$11,084,951	\$11,257,946	\$12,511,697	\$13,054,320	\$14,697,999	\$15,453,898	\$16,280,578	\$15,084,062
Change in Net Assets									
Total Primary Government	\$2,804,778	\$2,479,835	(\$88,508)	\$80,757	\$983	\$272,248	\$2,444,937	\$3,862,475	\$1,325,629

Source: City Records

(1) - The City began to report accrual information when it implemented GASB Statement 34 in calendar year 2003

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City of Forest Park, Ohio
Fund Balances, Governmental Funds
Last Ten Calendar Years
(modified accrual basis of accounting)
Schedule 3

	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011 (1)
General Fund										
Reserved	\$444,694	\$1,387,884	\$610,876	\$755,355	\$678,423	\$616,430	\$1,107,907	\$336,405	\$293,908	\$0
Unreserved	6,851,514	5,476,355	5,518,054	4,028,910	2,128,330	2,417,916	2,524,653	2,661,119	3,238,013	0
Nonspendable										
Restricted										281,868
Assigned										3,273,544
Unassigned										3,555,412
Total General Fund	7,296,208	6,864,239	6,128,930	4,784,265	2,806,753	3,034,346	3,632,560	2,997,524	3,531,921	3,555,412
All Other Governmental Funds										
Reserved	912,486	839,061	498,365	322,973	946,853	254,090	985,661	804,601	414,153	0
Unreserved, Reported in:										
Special Revenue Funds	4,666,850	5,219,028	3,744,753	4,290,934	4,488,416	5,760,338	5,606,132	6,293,062	6,030,380	0
Debt Service Funds	0	0	0	48,399	41,485	41,485	41,485	41,485	36,429	0
Capital Project Funds	975,000	214,047	571,137	542,764	442,934	(1,552,294)	(2,013,167)	(1,808,681)	(1,158,253)	0
Nonspendable										0
Restricted										8,114,334
Committed										22,926
Assigned										36,429
Unassigned										(2,942,247)
Total Other Governmental Funds	\$6,554,336	\$6,272,136	\$4,814,255	\$5,205,070	\$5,919,688	\$4,503,619	\$4,620,111	\$5,330,467	\$5,322,709	\$5,231,442

Source: City Records

(1) - Prior year amounts have not been restated for the implementation of GASB Statement 54. The change in the classification of fund balance amounts in 2011 are discussed in the Notes to the Financial Statements.

City of Forest Park, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Calendar Years
(modified accrual basis of accounting)
Schedule 4

	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Taxes	\$10,832,920	\$11,703,160	\$10,787,886	\$11,496,327	\$10,723,536	\$11,875,527	\$13,217,698	\$12,523,690	\$12,720,437	\$12,047,788
Fines, Licenses & Permits	285,043	357,896	437,914	365,470	706,081	362,956	616,544	522,833	294,174	300,735
Charges for Services	955,756	981,194	1,046,504	914,949	729,319	1,100,458	1,317,772	2,349,142	2,373,965	2,378,281
Investment Earnings	268,752	154,272	118,278	313,972	447,921	579,294	397,606	83,693	79,315	122,925
Intergovernmental	1,210,748	1,648,577	1,742,815	1,050,972	1,850,951	1,854,614	1,710,971	1,702,565	1,906,126	1,842,871
Special Assessments	390,421	418,593	523,155	559,021	1,152,123	1,515,233	1,177,910	913,508	10,659	32,139
Revenue in Lieu of Taxes	0	0	0	0	0	0	0	295,385	873,044	1,698,293
Other Revenues	392,855	317,657	493,897	278,974	213,639	211,032	174,373	137,011	271,738	148,760
Total Revenues	14,336,495	15,581,349	15,150,449	14,979,685	15,823,570	17,499,114	18,612,874	18,527,827	18,529,458	18,571,792
Expenditures										
Current:										
General Government	2,424,442	1,717,723	1,703,358	1,958,104	3,255,565	3,764,431	3,600,285	2,424,673	2,173,481	3,249,970
Public Safety	5,743,913	6,391,827	6,987,134	7,456,565	7,599,298	8,622,400	8,943,639	9,481,406	9,154,256	9,004,751
Leisure Time Activities	394,996	440,998	381,856	419,185	413,617	408,299	374,455	303,812	250,389	255,943
Community Environment	1,331,915	765,532	740,860	948,940	1,010,176	777,763	928,147	1,551,877	1,434,271	1,752,505
Basic Utility Service	254,517	0	0	0	0	0	0	0	0	0
Public Works and Streets	517,801	2,704,639	2,468,037	2,802,352	2,638,561	2,426,832	2,494,290	2,474,754	2,438,720	2,299,370
Public Health and Welfare	132,065	19,804	20,792	21,455	21,710	21,436	21,775	22,189	21,000	20,710
Capital Outlay	1,281,128	3,327,027	3,686,401	1,103,193	1,296,413	2,011,290	882,847	1,557,362	1,978,225	2,127,439
Debt Service:										
Principal Retirement	2,557,633	1,128,534	1,114,463	1,020,420	736,405	405,565	408,365	389,626	397,813	233,187
Interest and Fiscal Charges	439,106	278,945	241,938	205,012	197,473	261,850	261,660	246,808	154,664	167,541
Bond Issuance Cost	0	0	0	0	0	0	0	0	0	36,147
Total Expenditures	\$15,077,516	\$16,775,029	\$17,344,839	\$15,935,226	\$17,169,218	\$18,699,866	\$17,915,463	\$18,452,507	\$18,002,819	\$19,147,563

City of Forest Park, Ohio
 Changes in Fund Balances, Governmental Funds
 Last Ten Calendar Years
 (modified accrual basis of accounting)
 Schedule 4 (Continued)

	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Excess of revenues over (under) expenditures	(\$741,021)	(\$1,193,680)	(\$2,194,390)	(\$955,541)	(\$1,345,648)	(\$1,200,752)	\$697,411	\$75,320	\$526,639	(\$575,771)
Other Financing Sources (Uses)										
Issuance of Notes and Bonds	\$0	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Issuance of Capital Leases	0	0	0	0	0	0	0	0	0	94,605
Proceeds from Sale of Capital Assets	2,964	246,025	1,200	1,691	43,462	12,276	17,295	0	0	168
Issuance of Long-Term Capital-Related Debt	0	0	0	0	39,292	0	0	0	0	375,000
Payments for Refunding Bond Escrow Agent	0	0	0	0	0	0	0	0	0	(1,928,853)
Issuance of Refunding Bonds	0	0	0	0	0	0	0	0	0	1,853,853
Premium on Refunding	0	0	0	0	0	0	0	0	0	113,222
Transfers In	622,924	452,131	475,775	416,551	1,244,510	1,584,006	846,697	1,779,804	1,471,505	1,018,121
Transfers (Out)	(622,924)	(452,131)	(475,775)	(416,551)	(1,244,510)	(1,584,006)	(846,697)	(1,779,804)	(1,471,505)	(1,018,121)
Total Other Financing Sources (Uses)	2,964	346,025	1,200	1,691	82,754	12,276	17,295	0	0	507,995
Net Change in Fund Balances	(\$738,057)	(\$847,655)	(\$2,193,190)	(\$953,850)	(\$1,262,894)	(\$1,188,476)	\$714,706	\$75,320	\$526,639	(\$67,776)
Debt service as a percentage of noncapital expenditures (1)	21.7%	10.5%	9.9%	8.0%	5.9%	4.0%	4.0%	3.7%	3.5%	2.4%

Source: City Records

(1) - Noncapital expenditures is total expenditures minus capital outlay

City of Forest Park, Ohio
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Calendar Years
 Schedule 5

Calendar Year	Real Property Assessed Value	Tangible Personal Property (1) Assessed Value	Public Utilities Personal Assessed Value	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
2002	\$286,827,510	\$32,150,790	\$14,599,450	\$333,577,750	\$953,079,286	11.08
2003	292,037,950	32,683,910	12,119,770	336,841,630	962,404,657	11.08
2004	331,058,100	33,371,070	12,859,910	377,289,080	1,077,968,800	11.08
2005	328,784,280	34,948,040	12,724,170	376,456,490	1,075,589,971	11.08
2006	326,643,200	34,485,220	12,811,280	373,939,700	1,068,399,143	11.08
2007	334,918,680	35,853,050	12,725,100	383,496,830	1,095,705,229	11.08
2008	369,307,980	21,755,090	11,714,930	402,778,000	1,150,794,286	11.08
2009	373,565,350	11,647,750	9,014,330	394,227,430	1,126,364,086	11.08
2010	363,079,200	1,277,700	9,781,930	374,138,830	1,068,968,086	11.08
2011	316,949,750	0	11,126,340	328,076,090	937,360,257	11.08

Source: County Auditor

(1) - In 2009, House Bill 66 eliminated all current Tangible Personal Property filings except for the telecommunication companies.

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed.

City of Forest Park, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 6

Calendar Year	Direct Rate		Total Direct Rate	Overlapping Rates				Hamilton County
	General Fund	Fire/EMS Fund		School District	Joint Vocational	Public Library (1)	Hamilton County	
2002	1.38	9.70	11.08	49.80	2.70	0.00	21.47	
2003	1.38	9.70	11.08	49.64	2.70	0.00	21.87	
2004	1.38	9.70	11.08	49.64	2.70	0.00	21.51	
2005	1.38	9.70	11.08	49.64	2.70	0.00	21.06	
2006	1.38	9.70	11.08	49.64	2.70	0.00	20.81	
2007	1.38	9.70	11.08	49.50	2.70	0.00	20.18	
2008	1.38	9.70	11.08	53.39	2.70	0.00	20.56	
2009	1.38	9.70	11.08	53.56	2.70	0.00	20.63	
2010	1.38	9.70	11.08	53.57	2.70	1.00	20.48	
2011	1.38	9.70	11.08	53.60	2.70	1.00	19.45	

Source: County Auditor

Note: Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

City of Forest Park, Ohio
Principal Property Tax Payers
Current Year and Six Years Ago (1)
Schedule 7

2011		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Duke Energy Ohio Inc.	\$10,325,870	3.15%
Union Central Life Ins Co	6,818,820	2.08%
Core Kensington Park Apartments LLC	5,460,000	1.66%
Forest Park Associates LLC	3,734,570	1.14%
AERC Remington Place Holdings LLC	3,689,120	1.12%
ORP Mills Run LLC	2,677,500	0.82%
Forest Park Station LLC	2,538,020	0.77%
Versailles Village Apartments LLC	2,306,500	0.70%
RREEF American REIT II Corp.	2,012,840	0.61%
Young Howard TR & Rosemaire Cheung TR	1,953,480	0.60%
	<u>\$41,516,720</u>	<u>12.66%</u>

2005		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Cincinnati Gas & Electric (2)	\$7,797,710	2.07%
Union Central Life Ins Co	7,063,540	1.88%
Kensington Park Apts LLC	6,055,000	1.61%
Cincinnati Mills LLC	5,731,640	1.52%
Forest Park Associates LLC	4,360,170	1.16%
Aerc Remington Place Inc	3,952,410	1.05%
All State Associates of Huntington	3,559,500	0.95%
Cincinnati Bell Telephone Co	2,975,410	0.79%
Rreef America Reit II Corp	2,870,000	0.76%
Forest Park Station LLC	2,821,500	0.75%
	<u>\$47,186,880</u>	<u>12.55%</u>

Source: County Auditor

(1) - Calendar Year 2005 is the latest information available.

(2) - Cincinnati Gas & Electric is now Duke Energy

City of Forest Park, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 8

Calendar Year	Taxes Levied for the Calendar Year (1)	Collected, including Delinquencies, within the Calendar Year of the Levy		Unpaid Collections	Total Collections (3)	
		Net Collections (2)	Percentage of Levy		Amount	Percentage of Levy
2002	\$4,039,669	\$3,815,454	94.45%	\$183,628	\$3,999,082	99.00%
2003	4,220,658	3,967,908	94.01%	236,491	4,204,399	99.61%
2004	4,228,060	3,995,197	94.49%	222,268	4,217,465	99.75%
2005	4,248,002	3,975,074	93.58%	231,117	4,206,191	99.02%
2006	4,408,302	3,983,157	90.36%	416,687	4,399,844	99.81%
2007	4,353,482	3,982,725	91.48%	347,193	4,329,918	99.46%
2008	4,281,121	3,970,610	92.75%	310,354	4,280,964	100.00%
2009	5,044,675	4,470,431	88.62%	465,590	4,936,021	97.85%
2010	5,056,475	4,483,660	88.67%	527,930	5,011,590	99.11%
2011	5,121,311	4,541,538	88.68%	512,480	5,054,018	98.69%

Source: County Auditor

- (1) - Includes delinquent levy
- (2) - Includes current and delinquent collections minus refunds
- (3) - Includes net collections plus unpaid collections

City of Forest Park, Ohio
Income Tax by Payer Type and Income Tax Rate
Last Ten Calendar Years
(cash basis of accounting)
Schedule 9

Calendar Year	Withholding Accounts	Business Accounts	Residential Accounts	Total	Income Tax Rate	Credit Amount
2002	\$3,658,407	\$550,196	\$1,769,557	\$5,978,160	1.00%	0.50%
2003	3,717,305	470,824	1,640,360	5,828,489	1.00%	0.50%
2004	3,927,593	674,221	1,790,785	6,392,599	1.00%	0.50%
2005	3,764,344	959,005	1,621,041	6,344,390	1.00%	0.50%
2006	4,098,193	700,090	1,555,095	6,353,378	1.00%	0.50%
2007*	4,607,359	712,999	1,568,218	6,888,576	1.50%	1.50%
2008	6,069,091	1,162,709	1,792,079	9,023,879	1.50%	1.50%
2009	5,556,446	1,023,911	1,697,127	8,277,484	1.50%	1.50%
2010	5,067,590	1,012,422	1,719,750	7,799,762	1.50%	1.50%
2011	5,419,081	842,655	1,636,700	7,898,436	1.50%	1.50%

Source: City Records

Note: Refunds are deducted

* - Tax rate increase was approved by voters in February 2007

City of Forest Park, Ohio
 Principal Income Taxpayers
 Current Year and Nine Years Ago
 (cash basis of accounting)
 Schedule 10

	2011
Name	Rank
Ameritas Life Insurance Corporation	1
Jacobs Engineering Group Inc.	2
Winton Woods City Schools	3
City of Forest Park	4
Hillman Group Inc.	5
Honeywell International Inc.	6
Process Plus Holdins, Inc.	7
National Bedding Co.	8
Magna Machine	9
Faxon Machining Inc.	10

	2002
Name	Rank
Union Central Life	1
CINERGY	2
Gator Forest Partners	3
Cobblewood Plaza	4
Home Depot USA Inc.	5
West Kemper Properties	6
Forest Park Apartment Associates	7
Cincinnati Bell Telephone	8
Aerc Remington Place Inc.	9
Troy CMBS Property LLC	10

Source: City Records

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

City of Forest Park, Ohio
Ratios of Outstanding Debt by Type
Last Ten Calendar Years
Schedule 11

Calendar Year	Governmental Activities										Per Capita
	General Obligation Bonds		Public Works Issue 2 Loans		Bond Anticipation Notes		Capital Leases	Total Primary Government	Percentage of Personal Income		
2002	\$7,370,000		\$268,618		\$0		\$0	\$7,638,618	0.03%	\$214	
2003	6,380,000		230,084		0		0	6,610,084	0.02%	181	
2004	5,305,000		190,621		0		0	5,495,621	0.02%	143	
2005	4,325,000		150,202		0		0	4,475,202	0.01%	112	
2006	3,669,292		108,797		0		0	3,778,089	0.01%	91	
2007	3,306,146		66,378		0		0	3,372,524	0.01%	79	
2008	2,930,000		34,159		0		0	2,964,159	0.01%	68	
2009	2,555,000		19,533		2,500,000		0	5,074,533	0.01%	120	
2010	2,165,000		11,720		3,290,000		0	5,466,720	N/A	N/A	
2011	1,998,504		3,907		4,205,000		69,231	6,276,642	N/A	N/A	

Source: City Records

N/A - Information not available

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

City of Forest Park, Ohio
Ratios of General Bonded Debt Outstanding
Last Ten Calendar Years
Schedule 12

Calendar Year	General Bonded Debt Outstanding	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2002	\$7,370,000	0.77%	\$379
2003	6,380,000	0.66%	328
2004	5,305,000	0.49%	273
2005	4,325,000	0.40%	222
2006	3,669,292	0.34%	189
2007	3,306,146	0.30%	170
2008	2,930,000	0.25%	151
2009	2,555,000	0.23%	131
2010	2,165,000	0.20%	116
2011	1,998,504	0.21%	107

Source: City Records

City of Forest Park, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2011
 Schedule 13

Governmental Unit	Net Debt Outstanding	Estimated Percentage Applicable (1)	Amount Applicable to the City of Forest Park
Hamilton County	\$84,155,000	1.82%	\$1,531,621
Northwest Local School District	16,425,000	2.32%	381,060
Butler Technology & Career Center JVS	4,500,000	0.45%	20,250
Great Oaks Career Center JVSD	17,500,000	1.69%	295,750
Subtotal Overlapping Debt	122,580,000		2,228,681
City of Forest Park - Direct Debt	5,105,000	100.00%	5,105,000
Total Direct and Overlapping Debt	\$127,685,000		\$7,333,681

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the City by the total assessed valuation of the government.

City of Forest Park, Ohio
 Legal Debt Margin Information
 Last Ten Calendar Years
 Schedule 14

Legal Debt Margin Calculation for Calendar Year 2011

Assessed Value	\$328,076,090	\$328,076,090
Statutory Legal Debt Limitation (1)	10.5%	10.5%
Total Debt Limitation	34,447,989	34,447,989
Debt Applicable to Limit	5,105,000	5,105,000
Legal Debt Margin	\$29,342,989	\$29,342,989

	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Total Debt Limit (1)										
Debt Limit (10.5%)	\$35,025,664	\$35,368,371	\$39,615,353	\$39,527,931	\$39,263,669	\$40,267,167	\$42,291,690	\$41,393,880	\$39,284,577	\$34,447,989
Total Net Debt Applicable to Limit	1,419,000	1,234,000	986,000	679,000	4,440,000	6,563,344	6,176,292	5,055,000	5,455,000	5,105,000
Legal Debt Margin	\$33,949,371	\$38,381,353	\$38,541,931	\$38,584,669	\$35,827,167	\$35,728,346	\$35,217,588	\$34,229,577	\$33,829,577	\$29,342,989

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	4.1%	3.5%	2.5%	1.7%	11.3%	16.3%	14.6%	12.2%	13.9%	14.8%
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	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Total Unvoted Debt Limit (1)										
Debt Limit (5.5%)	\$18,346,776	\$18,526,290	\$20,750,899	\$20,705,107	\$20,566,684	\$21,092,326	\$22,152,790	\$21,682,509	\$20,577,636	\$18,044,185
Total Net Debt Applicable to Limit	1,419,000	1,234,000	986,000	679,000	4,440,000	6,563,344	6,176,292	5,055,000	5,455,000	5,105,000
Legal Debt Margin	\$17,107,290	\$19,516,899	\$19,719,107	\$19,887,684	\$16,652,326	\$15,589,446	\$15,506,217	\$15,522,636	\$15,122,636	\$12,939,185

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	7.7%	6.7%	4.8%	3.3%	21.6%	31.1%	27.9%	23.3%	26.5%	28.3%
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Source: OMAC

N/A - Information not available

(1) - Direct debt limitation based upon Section 133, the Uniform Bond Act of the Ohio Revised Code. Total debt limit should not exceed 10.5% of net assessed property value.
 Total unvoted debt limit should not exceed 5.5% of net assessed property value.

(2) - General obligation bonds in the enterprise funds, special assessment debt with government commitment and bond anticipation notes have been included.

City of Forest Park, Ohio
Demographic and Economic Statistics - Hamilton County
Last Ten Calendar Years
Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2002	19,463	\$30,010,701	\$35,712	5.50%
2003	19,463	30,556,012	36,526	5.40%
2004	19,463	31,972,899	38,417	5.70%
2005	19,463	33,087,346	39,937	5.50%
2006	19,463	35,146,091	41,477	5.00%
2007	19,463	36,488,577	42,730	5.00%
2008	19,463	37,244,363	43,637	5.60%
2009	19,463	36,248,694	42,393	8.90%
2010	18,720	N/A	N/A	8.50%
2011	18,720	N/A	N/A	7.70%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau (2000 Census for years 2002 - 2009 and 2010 Census for years 2010 - 2011)
 - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts
 - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Accounts Regional Economic
 - (4) - Ohio Bureau of Employment Services

N/A - Information not available

City of Forest Park, Ohio
Major Employers (1)
Current Fiscal Year and Fiscal Period Three Years Ago (2)
Schedule 16

2011			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Chiquita Brands International Inc	Trade	(4)	(5)
Convergys Corp	Serv	(4)	(5)
Duke Energy Corp	Utility	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Health Alliance of Greater Cincinnati	Serv	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

2008			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Population
American Financial Group Inc	Ins	(4)	(5)
Chiquita Brands International Inc	Trade	(4)	(5)
Convergys Corp	Serv	(4)	(5)
Duke Energy Corp	Utility	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Health Alliance of Greater Cincinnati	Serv	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

Source: Ohio Department of Development

- (1) - For all of Hamilton County
- (2) - Only current fiscal year and fiscal period three years ago information available. Information for fiscal period nine years ago not available.
- (3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.
- (4) - The number of employees of each listed major employer was not available.
- (5) - The employer's percentage of total employment for each major employer was not available.

City of Forest Park, Ohio
 Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Calendar Years
 Schedule 17

Function/Program	Full-time-Equivalent Employees as of December 31									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
City Administration	6.0	6.0	6.0	6.0	6.5	6.5	6.5	6.0	5.2	5.5
City Council	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5
Mayor's Court	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.0	1.0
Finance & Tax	10.0	10.0	10.0	10.0	9.0	8.5	8.5	6.5	6.5	7.5
Engineering	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	0.5	0.5
Facility/Buildings	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	3.0
Public Safety										
Police										
Officers	32.0	31.0	33.0	33.0	33.0	37.0	40.0	40.0	39.0	37.0
Non-Sworn	7.0	7.0	7.0	8.0	8.0	8.0	8.0	4.5	4.5	3.5
Fire										
Full time	25.0	25.0	28.0	29.0	28.0	28.0	28.0	27.0	28.2	28.0
Part Time	16.5	15.0	11.0	11.0	12.5	13.5	15.0	15.5	16.5	16.0
Leisure Time Activities										
Parks and Recreation	9.5	9.5	9.5	9.5	9.5	9.5	1.0	0.5	0.5	1.5
Community Development										
Planning and Zoning	4.0	4.0	4.0	4.0	5.0	5.0	5.0	4.0	4.0	4.0
Building Inspection	3.0	3.0	3.0	3.0	3.0	3.0	2.0	1.0	1.0	1.0
Economic Development	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Transportation and Street Repair	8.0	8.5	8.5	8.5	9.5	10.5	11.5	11.5	14.1	13.5
Total	<u>133.5</u>	<u>131.5</u>	<u>132.5</u>	<u>134.5</u>	<u>136.5</u>	<u>142.0</u>	<u>138.0</u>	<u>129.0</u>	<u>130.5</u>	<u>127.5</u>

Source: City Finance Department

City of Forest Park, Ohio
 Operating Indicators by Function/Program
 Last Ten Calendar Years
 Schedule 18

Function/Program	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government										
Building Permits Issued	536	498	902	422	437	342	426	688	503	575
Building Inspections Conducted	1,680	1,793	2,742	1,418	1,324	1,265	1,309	1,337	848	875
Police										
Physical Arrests	1,438	1,632	1,823	2,006	2,368	2,630	3,050	3,078	3,034	2,177
Parking Violations	70	114	155	270	305	542	629	756	810	824
Traffic Violations	1,828	2,487	1,922	1,542	2,180	2,042	2,438	2,097	2,225	1,665
Fire										
Emergency Responses	3,218	3,275	3,275	3,667	3,991	3,972	4,104	4,112	4,000	3,954
Fires Extinguished	42	45	45	56	49	109	134	168	128	46
Inspections	697	760	596	914	725	445	290	464	545	634
Recyclable Collected in Tons	1,225	736	724	689	754	807	881	925	1,020	932
Other Public Works										
Street Resurfacing	6	7	7	9	8	5	2	0	8	3
Potholes Repaired	577	1,207	462	1,122	130	342	574	180	694	1,015
Parks and Recreation										
Athletic Field Permits Issued	10	10	10	10	10	10	10	10	10	10

Source: Various City Departments

City of Forest Park, Ohio
 Capital Asset Statistics by Function/Program
 Last Ten Calendar Years
 Schedule 19

Function/Program	Calendar Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Zone Offices	1	1	2	2	2	2	2	2	2	1
Patrol Units	22	22	22	22	22	22	27	27	27	27
Fire Stations	2	2	2	2	2	2	2	2	2	2
Other Public Works										
Area of City (square miles)	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50
Streets (miles)	151.25	151.25	152.82	152.82	153.00	153.00	153.00	153.00	153.00	153.00
Highways (miles)										
Streetlights	620	788	788	788	788	788	788	788	788	788
Traffic Signals	18	18	18	18	23	23	23	23	23	23
Stormwater Correction (Miles of Storm Lines)	42	42	46	46	46	46	46	46	46	46
Parks and Recreation										
Number of Parks	11	11	11	11	11	11	11	11	11	11
Acreage	82.23	82.23	82.28	82.28	82.28	82.28	82.28	82.28	82.28	82.28
Playgrounds	4	4	4	4	4	4	4	4	4	4
Baseball/Softball Diamonds	8	8	8	8	8	8	8	8	8	8
Soccer/Football Fields	5	5	5	5	5	5	5	5	5	5
Fire Hydrants	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,150	1,089	1,089

Source: Various city departments

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Dave Yost • Auditor of State

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
DECEMBER 11, 2012**