

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO
FINANCIAL STATEMENTS
December 31, 2011 and 2010**



Dave Yost • Auditor of State

Village Council
Village of New Miami
268 Whitaker Avenue
New Miami, Ohio 45011

We have reviewed the *Report of Independent Accountants* of the Village of New Miami, Butler County, prepared by Joseph Decosimo and Company, LLC, for the audit period January 1, 2010 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.

The financial statements in the attached report are presented in accordance with a regulatory basis of accounting prescribed or permitted by the Auditor of State. Due to a February 2, 2005 interpretation from the American Institute of Certified Public Accountants (AICPA), modifications were required to the *Report of Independent Accountants* on your financial statements. While the Auditor of State does not legally require your government to prepare financial statements pursuant to Generally Accepted Accounting Principles (GAAP), the AICPA interpretation requires auditors to formally acknowledge that you did not prepare your financial statements in accordance with GAAP. The attached report includes an opinion relating to GAAP presentation and measurement requirements, but does not imply the statements are misstated under the non-GAAP regulatory basis. The *Report of Independent Accountants* also includes an opinion on the financial statements using the regulatory format the Auditor of State permits.

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 Village of New Miami is responsible for compliance with these laws and regulations.

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Dave Yost
Auditor of State

January 14, 2013

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**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

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REPORT OF INDEPENDENT ACCOUNTANTS

Council Members
Village of New Miami
Butler County, Ohio

We have audited the accompanying financial statements of the Village of New Miami, Butler County, Ohio, (the Village) as of and for the years ended December 31, 2011 and 2010, as listed in the table of contents. These financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audits 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 also includes 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, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described more fully in Note 1, the Village has prepared these financial statements using accounting practices prescribed or permitted by the Ohio Auditor of State, whose practices differ from accounting principles generally accepted in the United States of America (GAAP). The effect on the financial statements of the variances between these regulatory accounting practices and GAAP, although not reasonably determinable, are presumed to be material.

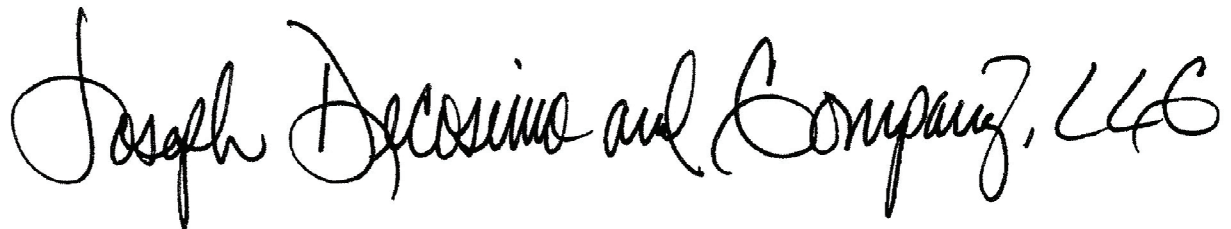
Instead of the combined funds that the accompanying financial statements present, GAAP requires presenting entity wide statements and also presenting the Village's larger (i.e. major) funds separately. While the accompanying financial statements do not follow GAAP, generally accepted auditing standards require our report to include the following paragraph if the statements do not substantially conform to GAAP presentation requirements. The Ohio Auditor of State permits, but does not require, governments to reformat their statements. The Village has elected not to follow GAAP statement formatting requirements. The following paragraph does not imply the amounts reported are materially misstated under the accounting basis the Ohio Auditor of State permits. Our opinion on the fair presentation of the amounts reported pursuant to its non-GAAP basis is in the second following paragraph.

In our opinion, because of the effects of the matter discussed in the preceding two paragraphs, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Village as of December 31, 2011 and 2010, or the changes in its financial position or cash flows, where applicable, for the years then ended.

Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the combined fund cash balances of the Village of New Miami, Butler County, Ohio, as of December 31, 2011 and 2010, and its combined cash receipts and disbursements for the years then ended, on the basis of accounting described in Note 1.

As described in Note 1, the Village adopted Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, effective January 1, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 11, 2012, on our consideration of the Village'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 audits.

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

Cincinnati, Ohio
October 11, 2012

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES -
ALL GOVERNMENTAL FUND TYPES**

For the Year Ended December 31, 2011

	Governmental Fund Types				Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	
CASH RECEIPTS					
Property and local taxes	\$ 44,036	\$ 86,007	\$ -	\$ -	\$ 130,043
Municipal income tax	112,355	-	-	-	112,355
Intergovernmental	105,163	117,933	-	63,701	286,797
Charges for services	10,454	31,193	-	-	41,647
Fines, licenses and permits	48,633	1,450	-	-	50,083
Earnings on investments	1,443	151	-	-	1,594
Special assessments	-	-	19,048	-	19,048
Miscellaneous	1,084	1,252	-	-	2,336
Total cash receipts	<u>323,168</u>	<u>237,986</u>	<u>19,048</u>	<u>63,701</u>	<u>643,903</u>
CASH DISBURSEMENTS					
Current -					
Security of persons and property	61,225	96,063	-	-	157,288
Public health service	482	-	-	-	482
Leisure time activities	35,242	-	-	-	35,242
Basic utility services	-	5,828	-	-	5,828
Transportation	42,630	75,172	-	-	117,802
General government	133,388	1,659	-	-	135,047
Debt service -					
Redemption of principal	-	38,505	8,461	-	46,966
Interest and fiscal charges	-	3,070	10,825	-	13,895
Capital outlay	-	10,000	-	63,701	73,701
Total cash disbursements	<u>272,967</u>	<u>230,297</u>	<u>19,286</u>	<u>63,701</u>	<u>586,251</u>
Total cash receipts over (under) disbursements	<u>50,201</u>	<u>7,689</u>	<u>(238)</u>	<u>-</u>	<u>57,652</u>
OTHER FINANCING CASH RECEIPTS (DISBURSEMENTS)					
Proceeds from sale of capital assets	79,000	-	-	-	79,000
Advances in	-	628	-	-	628
Advances out	(628)	-	-	-	(628)
Other financing receipts	<u>78,372</u>	<u>628</u>	<u>-</u>	<u>-</u>	<u>79,000</u>
NET CHANGE IN FUND CASH BALANCES	128,573	8,317	(238)	-	136,652
FUND CASH BALANCES - January 1	<u>255,309</u>	<u>191,053</u>	<u>13,051</u>	<u>-</u>	<u>459,413</u>
FUND CASH BALANCES - December 31					
Restricted	-	199,370	12,813	-	212,183
Assigned	1,100	-	-	-	1,100
Unassigned	382,782	-	-	-	382,782
FUND CASH BALANCES - December 31	<u>\$ 383,882</u>	<u>\$ 199,370</u>	<u>\$ 12,813</u>	<u>\$ -</u>	<u>\$ 596,065</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES -
ALL GOVERNMENTAL FUND TYPES**

For the Year Ended December 31, 2010

	Governmental Fund Types				Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	
CASH RECEIPTS					
Property and local taxes	\$ 44,159	\$ 85,416	\$ -	\$ -	\$ 129,575
Municipal income tax	123,042	-	-	-	123,042
Intergovernmental	105,728	123,154	-	862,355	1,091,237
Charges for services	15,983	31,769	-	-	47,752
Fines, licenses and permits	28,325	319	-	-	28,644
Special assessments	-	-	18,102	-	18,102
Earnings on investments	1,543	232	-	-	1,775
Miscellaneous	8,786	38	-	-	8,824
Total cash receipts	<u>327,566</u>	<u>240,928</u>	<u>18,102</u>	<u>862,355</u>	<u>1,448,951</u>
CASH DISBURSEMENTS					
Current -					
Security of persons and property	74,558	52,768	-	-	127,326
Public health service	498	-	-	-	498
Leisure time activities	35,274	-	-	-	35,274
Basic utility services	-	5,711	-	-	5,711
Transportation	29,210	104,603	-	-	133,813
General government	154,897	1,416	-	-	156,313
Debt service -					
Redemption of principal	-	34,951	8,149	-	43,100
Interest and fiscal charges	-	7,151	11,137	-	18,288
Capital outlay	-	-	-	1,255,142	1,255,142
Total cash disbursements	<u>294,437</u>	<u>206,600</u>	<u>19,286</u>	<u>1,255,142</u>	<u>1,775,465</u>
Total cash receipts over (under) disbursements	<u>33,129</u>	<u>34,328</u>	<u>(1,184)</u>	<u>(392,787)</u>	<u>(326,514)</u>
OTHER FINANCING CASH RECEIPTS (DISBURSEMENTS)					
Proceeds from sale of capital assets	2,698	-	-	-	2,698
Transfers in	6,223	58,475	-	-	64,698
Transfers out	(58,475)	(6,223)	-	-	(64,698)
Advances in	4,000	-	-	-	4,000
Advances out	-	(4,000)	-	-	(4,000)
Proceeds from sale of notes	-	-	-	366,601	366,601
Other financing receipts (disbursements)	<u>(45,554)</u>	<u>48,252</u>	<u>-</u>	<u>366,601</u>	<u>369,299</u>
NET CHANGE IN FUND CASH BALANCES	(12,425)	82,580	(1,184)	(26,186)	42,785
FUND CASH BALANCES - January 1	<u>267,734</u>	<u>108,473</u>	<u>14,235</u>	<u>26,186</u>	<u>416,628</u>
FUND CASH BALANCES - December 31					
Restricted	-	191,053	13,051	-	204,104
Assigned	368	-	-	-	368
Unassigned	254,941	-	-	-	254,941
FUND CASH BALANCES - December 31	<u>\$ 255,309</u>	<u>\$ 191,053</u>	<u>\$ 13,051</u>	<u>\$ -</u>	<u>\$ 459,413</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

**COMBINED STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CHANGES IN FUND CASH BALANCES -
ALL PROPRIETARY AND FIDUCIARY FUND TYPES**

For the Year Ended December 31, 2011

	Proprietary Fund Type Enterprise	Fiduciary Fund Type Agency	Totals (Memorandum Only)
OPERATING CASH RECEIPTS			
Charges for services	\$ 610,215	\$ 350,826	\$ 961,041
Miscellaneous	<u>40,282</u>	<u>36</u>	<u>40,318</u>
Total operating cash receipts	<u>650,497</u>	<u>350,862</u>	<u>1,001,359</u>
OPERATING CASH DISBURSEMENTS			
Personal services	137,025	-	137,025
Employee fringe benefits	59,795	-	59,795
Contractual services	222,237	-	222,237
Supplies and materials	25,911	-	25,911
Other	<u>9,150</u>	<u>360,953</u>	<u>370,103</u>
Total operating cash disbursements	<u>454,118</u>	<u>360,953</u>	<u>815,071</u>
Operating cash receipts over (under) disbursements	<u>196,379</u>	<u>(10,091)</u>	<u>186,288</u>
NON-OPERATING CASH DISBURSEMENTS			
Debt service -			
Redemption of principal	107,009	-	107,009
Interest and fiscal charges	35,212	-	35,212
Capital outlay	<u>9,486</u>	<u>-</u>	<u>9,486</u>
Total non-operating cash disbursements	<u>151,707</u>	<u>-</u>	<u>151,707</u>
NET CHANGE IN FUND CASH BALANCES	44,672	(10,091)	34,581
FUND CASH BALANCES - January 1	<u>56,620</u>	<u>105,675</u>	<u>162,295</u>
FUND CASH BALANCES - December 31	<u>\$ 101,292</u>	<u>\$ 95,584</u>	<u>\$ 196,876</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS,
AND CHANGES IN FUND CASH BALANCES -
AGENCY FUND TYPES**

For the Year Ended December 31, 2010

	Proprietary Fund Type Enterprise	Fiduciary Fund Type Agency	Totals (Memorandum Only)
OPERATING CASH RECEIPTS			
Charges for services	\$ 579,455	\$ 361,359	\$ 940,814
Miscellaneous	<u>61,483</u>	<u>5,196</u>	<u>66,679</u>
Total operating cash receipts	<u>640,938</u>	<u>366,555</u>	<u>1,007,493</u>
OPERATING CASH DISBURSEMENTS			
Personal services	133,090	-	133,090
Employee fringe benefits	66,875	-	66,875
Contractual services	220,032	-	220,032
Supplies and materials	41,203	-	41,203
Other	<u>9,865</u>	<u>371,318</u>	<u>381,183</u>
Total operating cash disbursements	<u>471,065</u>	<u>371,318</u>	<u>842,383</u>
Operating cash receipts over (under) disbursements	<u>169,873</u>	<u>(4,763)</u>	<u>165,110</u>
NON-OPERATING CASH DISBURSEMENTS			
Debt service -			
Redemption of principal	86,181	-	86,181
Interest and fiscal charges	36,965	-	36,965
Capital outlay	<u>49,861</u>	<u>-</u>	<u>49,861</u>
Total non-operating cash disbursements	<u>173,007</u>	<u>-</u>	<u>173,007</u>
NET CHANGE IN FUND CASH BALANCES	(3,134)	(4,763)	(7,897)
FUND CASH BALANCES - January 1	<u>59,754</u>	<u>110,438</u>	<u>170,192</u>
FUND CASH BALANCES - December 31	<u>\$ 56,620</u>	<u>\$ 105,675</u>	<u>\$ 162,295</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

The constitution and laws of the State of Ohio establish the rights and privileges of the Village of New Miami, Butler County, Ohio, (the Village) as a body corporate and politic. A publicly-elected six-member Council directs the Village. The Village provides general governmental services, water and trash utilities, recreation and street maintenance. The village sewer operations are in the control of Butler County.

The Village participates in the Ohio Government Risk Management Plan public entity risk pool which provides the Village with liability and property insurance coverage. Note 10 to the financial statements provides additional information for this entity.

The Village's management believes that these financial statements present all activities for which the Village is financially accountable.

B. Accounting Basis

These financial statements follow the accounting basis that the Auditor of State prescribes or permits. This basis is similar to the cash receipts and disbursements accounting basis. The Village recognizes receipts when received in cash rather than when earned, and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

These financial statements include adequate disclosure of material matters, as the Auditor of State prescribes or permits.

C. Deposits and Investments

The Village's accounting basis includes investments as fund cash balances. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively.

Certificates of deposit are valued at cost.

D. Fund Accounting

The Village uses fund accounting to segregate cash and investments that are restricted as to use. The Village classifies its funds into the following types:

1. General Fund

The General Fund reports all financial resources except those required to be accounted for in another fund.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

2. Special Revenue Funds

These funds account for proceeds from specific sources (other than from private-purpose trusts or for capital projects) that are restricted to expenditure for specific purposes. The Village had the following significant Special Revenue Funds:

Street Construction Maintenance and Repair Fund - This fund receives gasoline tax and motor vehicle tax receipts for construction, maintenance and repair of Village streets.

Permissive Motor Vehicle License Tax Fund - This fund receives license tax money which is used to maintain Village streets and retire debt.

3. Debt Service Funds

These funds account for the resources the Village accumulates to pay bond and note debt. The Village has the following significant Debt Service Funds:

Storm Water Loan Fund - This fund receives special assessment tax revenue to be used for debt service on Ohio Water Development Authority Loan #4403.

Armco Bond Retirement Fund - This fund receives special assessment tax revenue to be used for debt service on Ohio Water Development Authority Loan #4404.

4. Capital Projects Funds

These funds account for receipts restricted to acquiring or constructing major capital projects (except those financed through enterprise or trust funds). The Village has the following significant Capital Projects Funds:

Water Supply/Water Storage Fund - This fund receives funds from the Ohio Public Works Commission for construction of the water supply/water storage system.

Storm Water Curb Fund - This fund receives funds from the Ohio Public Works Commission for construction of the storm water system.

5. Proprietary Funds

These funds account for operations that are similar to private business enterprises, where management intends to recover the significant costs of providing certain goods or services through user charges. The Village had the following significant Proprietary Funds:

Water Fund - This fund receives charges for services from residents to cover water service costs.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Trash Fund - This fund receives charges for services from residents to cover trash service costs.

6. Fiduciary Funds

The Village's fiduciary fund consists of the agency fund.

Agency funds are purely custodial in nature and are used to hold resources for individuals, organizations or other governments. The Village disburses these funds as the collection and distribution of sewer fees are collected by the Village and are remitted to Butler County. Per an agreement with Butler County dated February 26, 2004, New Miami surrendered operation of its sewer collection system and sewer treatment plant to Butler County on November 5, 2004.

E. Budgetary Process

The Ohio Revised Code requires that each fund (except certain agency funds) be budgeted annually.

1. Appropriations

Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund, function or object level of control, and appropriations may not exceed estimated resources. The Village Council must annually approve appropriation measures and subsequent amendments. The County Budget Commission must also approve annual appropriation measures. Unencumbered appropriations lapse at year end.

2. Estimated Resources

Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must also approve estimated resources.

3. Encumbrances

The Ohio Revised Code requires the Village to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over and need not be reappropriated.

A summary of 2011 and 2010 budgetary activity appears in Note 3.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

F. Fund Balance

Effective January 1, 2010, the Village adopted Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Per adoption of the standard, fund balance is divided into five classifications based primarily on the extent to which the Village must observe constraints imposed upon the use of its governmental-fund resources. The classifications are as follows:

1. Nonspendable

The Village classifies assets as *nonspendable* when legally or contractually required to maintain the amounts intact.

2. Restricted

Fund balance is *restricted* when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or is imposed by law through constitutional provisions.

3. Committed

The Council can *commit* amounts via formal action (resolution). The Village must adhere to these commitments unless the Council amends the resolution. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed to satisfy contractual requirements.

4. Assigned

Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. Governmental funds, other than the general fund, report all fund balances as *assigned* unless they are restricted or committed. In the general fund, *assigned* amounts represent intended uses established by Village Council or a Village official delegated that authority by resolution or by State Statute.

5. Unassigned

Unassigned fund balance is the residual classification for the general fund and includes amounts not included in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

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

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

G. Property, Plant and Equipment

The Village records disbursements for acquisitions of property, plant and equipment when paid. The accompanying financial statements do not report these items as assets.

H. Accumulated Leave

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unused or unpaid leave.

I. Subsequent Events

The Village has evaluated subsequent events for potential recognition and disclosure through October 11, 2012, the date the financial statements were available to be issued.

2. EQUITY IN POOLED DEPOSITS AND INVESTMENTS

The Village maintains a deposit and investments pool that all funds use. The Ohio Revised Code prescribes allowable deposits and investments. The carrying amounts of deposits and investments as of December 31, 2011 and 2010, are as follows:

	2011	2010
Demand deposits	\$ 259,243	\$ 89,378
Certificates of deposit	319,568	318,451
Money market savings	<u>214,130</u>	<u>213,879</u>
Total deposits and investments	<u>\$ 792,941</u>	<u>\$ 621,708</u>

Deposits - Deposits are insured by the Federal Depository Insurance Corporation; collateralized by securities specifically pledged by the financial institution to the Village; or collateralized by the financial institution's public entity deposit pool.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

3. BUDGETARY ACTIVITY

Budgetary activity for the years ended December 31, 2011 and 2010, are as follows:

Fund Type	<u>2011</u>	<u>2011 Budgeted vs. Actual Receipts</u>		
	Certified Estimated Resources	Budgeted Receipts	Actual Receipts	Variance
General	\$ 656,910	\$ 401,969	\$ 402,168	\$ 199
Special revenue	427,603	237,458	238,614	1,156
Debt service	32,099	19,048	19,048	-
Capital projects	63,701	63,701	63,701	-
Enterprise	<u>699,045</u>	<u>648,152</u>	<u>650,497</u>	<u>2,345</u>
Total	<u>\$ 1,879,358</u>	<u>\$ 1,370,328</u>	<u>\$ 1,374,028</u>	<u>\$ 3,700</u>

Fund Type	<u>2011 Budgeted vs. Actual Budgetary Basis Expenditures</u>		
	Appropriations Authority	Budgetary Expenditures	Variance
General	\$ 393,111	\$ 274,695	\$ 118,416
Special revenue	259,940	231,564	28,376
Debt service	20,000	19,286	714
Capital projects	63,701	63,701	-
Enterprise	<u>664,625</u>	<u>614,557</u>	<u>50,068</u>
Total	<u>\$ 1,401,377</u>	<u>\$ 1,203,803</u>	<u>\$ 197,574</u>

Fund Type	<u>2010</u>	<u>2010 Budgeted vs. Actual Receipts</u>		
	Certified Estimated Resources	Budgeted Receipts	Actual Receipts	Variance
General	\$ 660,947	\$ 393,683	\$ 340,487	\$ (53,196)
Special revenue	401,133	297,967	299,403	1,436
Debt service	32,337	18,102	18,102	-
Capital projects	1,256,252	1,230,066	1,228,956	(1,110)
Enterprise	<u>690,442</u>	<u>644,018</u>	<u>640,938</u>	<u>(3,080)</u>
Total	<u>\$ 3,041,111</u>	<u>\$ 2,583,836</u>	<u>\$ 2,527,886</u>	<u>\$ (55,950)</u>

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

3. BUDGETARY ACTIVITY - continued

Fund Type	2010 Budgeted vs. Actual Budgetary Basis Expenditures		
	Appropriations Authority	Budgetary Expenditures	Variance
General	\$ 544,030	\$ 353,280	\$ 190,750
Special revenue	233,206	217,731	15,475
Debt service	20,000	19,286	714
Capital projects	1,256,252	1,255,142	1,110
Enterprise	<u>663,200</u>	<u>649,799</u>	<u>13,401</u>
Total	<u>\$ 2,716,688</u>	<u>\$ 2,495,238</u>	<u>\$ 221,450</u>

The Village had outstanding encumbrances for the years ended December 31, 2011 and 2010, as follows:

Fund Type	2011	2010
General	\$ 1,100	\$ 368
Special revenue	1,267	908
Enterprise	<u>8,732</u>	<u>5,727</u>
Total	<u>\$ 11,099</u>	<u>\$ 7,003</u>

4. PROPERTY TAX

Real property taxes become a lien on January 1, preceding the October 1 date for which the Council adopted tax rates. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable homestead and rollback deductions. The financial statements include homestead and rollback amounts that the State pays as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half is due on December 31. The second half payment is due on the following June 20.

Public utilities are also taxed on personal and real property located within the Village.

The County is responsible for assessing property and for billing, collecting and distributing all property taxes on behalf of the Village.

5. LOCAL INCOME TAX

The Village levies a municipal income tax of 1.75% on substantially all earned income arising from employment, residency, or business activities within the Village as well as certain income of residents earned outside of the Village.

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

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

6. DEBT

Debt outstanding as of December 31, 2011, is as follows:

	Principal	Interest Rate
OWDA 1988 Pure Water Loan (1783)	\$ 280,038	7.59 %
OWDA 1988 Pure Water Catch-up Loan (1784)	4,270	7.59 %
OWDA 2003 Waterline Extension Loan (3909)	38,385	4.28 %
OWDA 2005 Phase II Stormwater Improvements Loan (4403)	205,415	3.79 %
OWDA 2005 Waterline Extension Loan (4404)	73,840	3.79 %
OWDA 2007 Well Rehabilitation Loan (4670)	52,631	1.50 %
OWDA 2009 Water Tower Loan (5100)	55,455	4.45 %
OPWC 2006 Booster Station Improvement Loan (CJ06J)	55,250	- %
OPWC 2006 Augspurgen Waterline Improvement Loan (CJ05J)	86,625	- %
OPWC 2007 Water Supply Improvements Loan (CJ01K)	58,000	- %
OPWC 2009 Storm Sewer Improvements Phase II Loan (CJ24M)	270,272	- %
OPWC 2011 Water Supply/Water Storage Phase III Loan (CJ39M)	261,250	- %
Public Finance 2003 Fire Truck Lease	39,021	4.49 %
Case 2007 Backhoe Lease	19,486	5.10 %
Kansas State Bank 2009 Street Sweeper Lease	<u>28,878</u>	5.75 %
Total	<u>\$ 1,528,816</u>	

The Ohio Water Development Authority (OWDA) 1988 loans (1783 & 1784) relate to a water expansion project that was mandated by the Ohio Environmental Protection Agency. The total amount of the loans issued was \$1,058,277. The loans are being repaid in semiannual installments of \$47,870, including interest, over 25 years. The last payment is due July 1, 2015. The loans are collateralized by water receipts. The Village has agreed to set utility rates sufficient to cover OWDA debt service requirements. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The OWDA 2003 Waterline Extension Loan (3909) relates to a waterline improvement project. The total amount of the loan issued was \$75,000. The loan is being repaid in semiannual installments of \$3,414, including interest, over 15 years. The last payment is due July 1, 2018. The OWDA loan is collateralized by water customer connection and disconnection fees. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The OWDA 2005 Phase II Stormwater Improvements Loan (4403) relates to a storm water improvement project. The total amount of the loan awarded was \$228,000. The loan is being repaid in semi-annual installments of \$6,393, including interest, over 30 years. The last payment is due January 1, 2037. The OWDA loan is collateralized by special assessment fees. Loan payments are being paid from Fund 3101-Storm Water Loan Debt Service.

The OWDA 2005 Waterline Extension Loan (4404) relates to a waterline extension project. The total amount of the loan awarded was \$90,549. The loan is being repaid in semi-annual installments of \$3,249, including interest, over 20 years. The last payment is due January 1, 2027. The OWDA loan is collateralized by special assessment fees. Loan payments are being paid from Fund 3102-Armco Bond Retirement Debt Service.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

6. DEBT - continued

The OWDA 2007 Well Rehabilitation Loan (4670) relates to a well rehabilitation project. The total amount of the loan awarded was \$65,760. The loan is being repaid in semi-annual installments of \$1,909, including interest, over 20 years. The last payment is due July 1, 2027. The OWDA loan is collateralized by water receipts. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The OWDA 2009 Water Tower Loan (5100) relates to the replacement of the Village's water tower. The total amount of the loan awarded was \$60,000. The loan is to be repaid in semi-annual installments of \$3,254, including interest, over 12 years. The OWDA loan is collateralized by water receipts. The first payment is due January 1, 2011, with the final payment due July 1, 2022.

The Ohio Public Works Commission (OPWC) 2006 Loan (CJ06J) relates to the booster station improvement. The total amount of the loan awarded was \$65,000. The loan is to be repaid in semi-annual installments of \$1,625 over 20 years. The last payment is due January 1, 2029. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The OPWC 2006 Loan (CJ05J) relates to the Augspurger waterline improvement project. The total amount of the loan awarded was \$99,000. The loan is to be repaid in semi-annual installments of \$2,475 over 20 years. The last payment is due July 1, 2029. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The OPWC 2007 Loan (CJ01K) relates to water supply improvements. The total amount of the loan awarded was \$60,000. The loan will be repaid in semi-annual installments of \$1,000 over 30 years. The last payment is due July 1, 2031. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The OPWC 2009 Loan (CJ24M) relates to the storm sewer improvements project. The total amount of the loan awarded was \$300,000. As of December 31, 2011, the Village has drawn \$270,272 on this loan. The loan will be repaid in semi-annual installments over 20 years. A payment amount and amortization schedule will be computed by OPWC upon completion of the project. An amortization schedule has not been established for the OPWC 2009 Storm Sewer Improvements (CJ24M).

The OPWC 2011 Loan (CJ39M) relates to water supply and water storage improvements. The total amount of the loan awarded was \$275,000. The loan will be repaid in semi-annual installments of \$6,875 over 30 years. The last payment is due July 1, 2042. Loan payments are being paid from Fund 5721-Enterprise Debt Service.

The Public Finance 2003 Fire Truck lease/purchase agreement relates to a lease entered into in September of 2003. The purchase price of the fire truck was \$164,645. The lease/purchase agreement will be repaid in semi-annual installments of \$10,309, including interest, with the last payment due August 27, 2013. Ownership of the fire truck transfers to the Village at the conclusion of the lease. The fire truck serves as collateral. Lease payments are being paid from Fund 2401-Fire Levy.

The Case 2007 Backhoe lease/purchase agreement relates to a lease entered into October of 2007. The purchase price of the backhoe was \$53,094. The lease/purchase agreement will be repaid in annual installments of \$10,493, including interest, with the last payment due November 1, 2013. Ownership of the backhoe transfers to the Village at the conclusion of the lease. The backhoe serves as collateral. Lease payments are being paid from Fund 2011-Street Fund and Fund 2101-Permissive Motor Vehicle License Tax Fund.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

6. DEBT - continued

The 2009 Kansas State Bank Street Sweeper lease/purchase agreement relates to a lease entered into in July of 2009. The purchase price of the street sweeper was \$54,700. The lease/purchase agreement will be repaid in annual installments of \$15,696, including interest, with the last payment due July 9, 2013. Ownership of the street sweeper transfers to the Village at the conclusion of the lease. The street sweeper serves as collateral.

An amortization schedule has not been established for the OPWC 2009 Storm Sewer Improvements (CJ24M).

Amortization of the above debt, including interest, is scheduled as follows:

	OWDA 1988 Pure Water Loan (1783)	OWDA 1988 Pure Water Catch-up Loan (1784)	OWDA 2003 Waterline Extension Loan (3909)	OWDA 2005 Phase II Stormwater Improvements Loan (4403)
Years ending				
December 31, 2012	\$ 47,153	\$ 717	\$ 3,414	\$ 6,393
December 31, 2013	94,306	1,434	6,827	12,786
December 31, 2014	94,306	1,434	6,827	12,786
December 31, 2015	94,306	1,434	6,827	12,786
December 31, 2016	-	-	6,827	12,786
December 31, 2017-2021	-	-	13,654	63,930
December 31, 2022-2026	-	-	-	63,930
December 31, 2027-2031	-	-	-	63,930
December 31, 2032-2036	-	-	-	63,930
December 31, 2037-2041	-	-	-	6,393
Total	<u>\$ 330,071</u>	<u>\$ 5,019</u>	<u>\$ 44,376</u>	<u>\$ 319,650</u>

	OWDA 2005 Waterline Extension Loan (4404)	OWDA 2007 Well Rehabilitation Loan (4670)	OWDA 2009 Water Tower Loan (5100)	OPWC 2006 Booster Station Improvement Loan (CJ06J)
Years ending				
December 31, 2012	\$ 3,249	\$ 1,909	\$ 3,334	\$ 1,625
December 31, 2013	6,498	3,818	6,668	3,250
December 31, 2014	6,498	3,818	6,668	3,250
December 31, 2015	6,498	3,818	6,668	3,250
December 31, 2016	6,498	3,818	6,668	3,250
December 31, 2017-2021	32,495	19,090	33,339	16,250
December 31, 2022-2026	32,495	19,090	6,668	16,250
December 31, 2027-2031	3,253	3,818	-	8,125
Total	<u>\$ 97,484</u>	<u>\$ 59,179</u>	<u>\$ 70,013</u>	<u>\$ 55,250</u>

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

6. DEBT - continued

	OPWC 2006 Augspurger Waterline Improvement Loan (CJ05J)	OPWC 2007 Water Supply Improvement Loan (CJ01K)	OPWC 2011 Water Supply Phase III Loan (CJ39M)	Public Finance 2003 Fire Truck Lease
Years ending				
December 31, 2012	\$ 2,475	\$ 1,000	\$ 6,875	\$ 20,617
December 31, 2013	4,950	2,000	13,750	20,617
December 31, 2014	4,950	2,000	13,750	-
December 31, 2015	4,950	2,000	13,750	-
December 31, 2016	4,950	2,000	13,750	-
December 31, 2017-2021	24,750	10,000	68,750	-
December 31, 2022-2026	24,750	10,000	68,750	-
December 31, 2027-2031	14,850	10,000	61,875	-
December 31, 2032-2036	-	10,000	-	-
December 31, 2037-2041	-	9,000	-	-
Total	<u>\$ 86,625</u>	<u>\$ 58,000</u>	<u>\$ 261,250</u>	<u>\$ 41,234</u>

	Case 2007 Backhoe Lease	Kansas State Bank 2009 Street Sweeper Lease
Years ending		
December 31, 2012	\$ 10,442	\$ 15,696
December 31, 2013	<u>10,545</u>	<u>15,696</u>
Total	<u>\$ 20,987</u>	<u>\$ 31,392</u>

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

7. FUND CASH BALANCES

The Village's fund cash balances for all governmental funds are classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the Village is bound to observe constraints imposed upon the use of the resources.

The constraints of the fund cash balances as of December 31, 2011, are as follows:

	General Fund	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
Restricted -					
Road maintenance and improvements	\$ -	\$ 68,609	\$ -	\$ -	\$ 68,609
Basic utility services	-	111,851	-	-	111,851
Drug and alcohol education and enforcement	-	3,984	-	-	3,984
Police operations	-	14,926	-	-	14,926
Debt service	-	-	12,813	-	12,813
Assigned -					
Utilities	692	-	-	-	692
Salaries and benefits	358	-	-	-	358
Supplies	50	-	-	-	50
Unassigned	<u>382,782</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>382,782</u>
Total	<u>\$ 383,882</u>	<u>\$ 199,370</u>	<u>\$ 12,813</u>	<u>\$ -</u>	<u>\$ 596,065</u>

The constraints of the fund cash balances as of December 31, 2010, are as follows:

	General Fund	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
Restricted -					
Road maintenance and improvements	\$ -	\$ 66,170	\$ -	\$ -	\$ 66,170
Basic utility services	-	91,718	-	-	91,718
Drug and alcohol education and enforcement	-	2,809	-	-	2,809
Police operations	-	30,307	-	-	30,307
Fire operations	-	49	-	-	49
Debt service	-	-	13,051	-	13,051
Assigned -					
Utilities	368	-	-	-	368
Unassigned	<u>254,941</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>254,941</u>
Total	<u>\$ 255,309</u>	<u>\$ 191,053</u>	<u>\$ 13,051</u>	<u>\$ -</u>	<u>\$ 459,413</u>

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

8. INTERFUND TRANSFERS AND ADVANCES

Interfund activity for the year ended December 31, 2011, was as follows:

Advances to Fund	Advances from Fund	
Fire Levy (Special Revenue)	General Fund	\$ <u>628</u>

Interfund activity for the year ended December 31, 2010, was as follows:

Transfer to Fund	Transfer from Fund	
General Fund	Mayor's Court (Special Revenue)	\$ 6,223
Police Levy (Special Revenue)	General Fund	\$ <u>58,475</u>
		\$ <u>64,698</u>

Advances to Fund	Advances from Fund	
General Fund	Fire Levy (Special Revenue)	\$ <u>4,000</u>

Exchange transactions between funds are reported as receipts in the seller funds and as disbursements in the purchaser funds. Subsidies from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular disbursements to the funds that initially paid for them are not presented in the financial statements. Transfers are used to move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, or to use unrestricted receipts collected in the General fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

During 2011, the General Fund advanced \$628 to the Fire Levy Special Revenue Fund to cover any fund shortfalls.

During 2010, the Mayor's Court Fund transferred \$6,223 to the General Fund upon closure of the fund.

During 2010, the General Fund transferred \$58,475 to the Police Levy Special Revenue Fund to cover any fund shortfalls.

During 2010, the Fire Levy Special Revenue Fund repaid an advance of \$4,000 from the General Fund.

The Fire Fund had outstanding interfund obligations (from prior advances) to the General Fund in the amount of \$3,628 and \$3,000 as of December 31, 2011 and 2010, respectively.

9. RETIREMENT SYSTEMS

The Village's full-time Police Officers belong to the Police and Fire Pension Fund (OP&F). Other employees belong to the Ohio Public Employees Retirement System (OPERS). OP&F and OPERS are cost-sharing, multiple-employer plans. The Ohio Revised Code prescribes the plans' benefits, which include postretirement healthcare and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. For 2011 and 2010, OPERS members contributed 10% of their gross salaries and the Village contributed an amount equaling 14% of participants' gross salaries. The Village has paid all contributions required through December 31, 2011.

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

NOTES TO FINANCIAL STATEMENTS

10. RISK MANAGEMENT

Risk Pool Membership

The Village belongs to the Ohio Government Risk Management Plan (the Plan), a nonassessable, unincorporated non-profit association providing a formalized, jointly administered self insurance risk management program and other administrative services to Ohio governments (Members). The Plan is legally separate from its member governments.

Pursuant to Section 2744.081 of the Ohio Revised Code, the Plan provides property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages to its members sold through fourteen appointed independent agents in the State of Ohio. These coverage programs, referred to as Ohio Plan Risk management (“OPRM”), are developed specific to each member’s risk management needs and the related premiums for coverage are determined through the application of uniform underwriting criteria addressing the member’s exposure to loss, except OPRM retains 40% of the premium and losses on the first \$250,000 casualty treaty and 10% of the first \$1,000,000 property treaty. Members are only responsible for their self-retention (deductible) amounts, which vary from member to member. OPRM had over 780 members as of December 31, 2011. The Village participates in this coverage.

Plan members are responsible to notify the Plan of their intent to renew coverage by their renewal date. If a member chooses not to renew with the Plan, they have no other financial obligation to the Plan, but still need to promptly notify the Plan of any potential claims occurring during their membership period. The former member’s covered claims, which occurred during their membership period, remain the responsibility of the Plan.

Settlement amounts did not exceed insurance coverage for the past three fiscal years.

The Plan’s audited financial statements conform with generally accepted accounting principles and reported the following assets, liabilities and members' equity as of December 31, 2011 and 2010:

	2011	2010
Assets	\$ 12,501,280	\$ 12,036,541
Liabilities	<u>(5,328,761)</u>	<u>(4,845,056)</u>
Members' equity	<u>\$ 7,172,519</u>	<u>\$ 7,191,485</u>

You can read the complete audited financial statements for the Ohio Government Risk Management Plan at the Plan's website, www.ohioplan.org

11. CONTINGENT LIABILITIES

The Village is a defendant in several lawsuits. Although management cannot presently determine the outcome of these suits, management believes that the resolution of these matters will not materially adversely affect the Village’s financial statements.

**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***

Council Members
Village of New Miami
Butler County, Ohio

We have audited the financial statements of the Village of New Miami, Butler County, Ohio, (the Village) as of and for the years ended December 31, 2011 and 2010, and have issued our report thereon dated October 11, 2012, in which it is noted that the Village prepares its financial statements on a basis of accounting prescribed or permitted by the Ohio Auditor of State, which is a basis other than accounting principles generally accepted in the United States of America. It is also noted that the Village adopted the provisions of Government Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, effective January 1, 2010. We conducted our audits 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 Village is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audits, we considered the Village's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control over financial reporting.

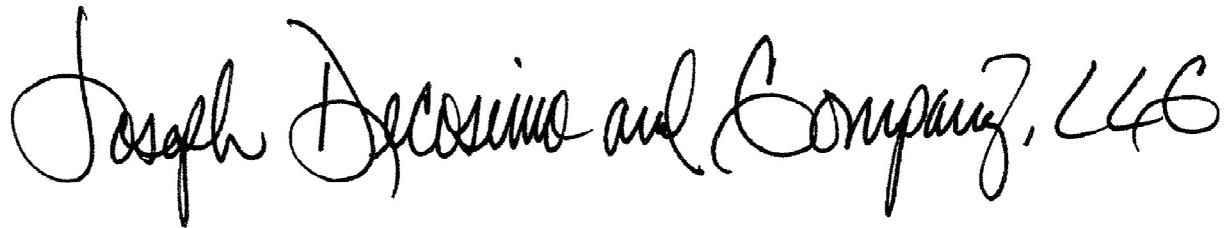
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village'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 audits and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Village Council, others within the Village, 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
October 11, 2012

**VILLAGE OF NEW MIAMI,
BUTLER COUNTY, OHIO**

SCHEDULE OF PRIOR AUDIT FINDINGS

December 31, 2011 and 2010

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2009-001	Finding for recovery against Joseph Ebbing	No	Not corrected - not repaid as of October 11, 2012.
2009-002	Lack of oversight in posting of receipts	Yes	
2009-003	ORC Section 5705.09 (F), failure to establish special funds	Yes	
2009-004	ORC Section 5705.41(D)(1), failure to properly certify availability of funds	Yes	
2009-005	OAC Section 117-2-02(A), failure to record estimated receipts and appropriations to the accounting system	Yes	
2009-006	OAC Section 117-2-02(A), failure to classify receipts and disbursements	Yes	

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Dave Yost • Auditor of State

VILLAGE OF NEW MIAMI

BUTLER 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
JANUARY 24, 2013**