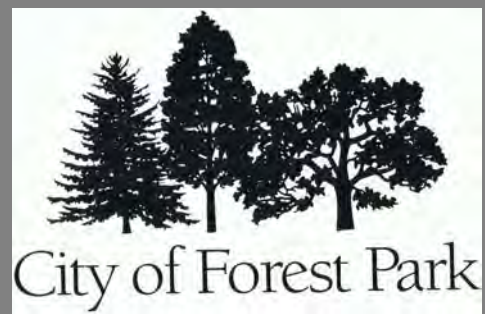


CITY OF FOREST PARK, OHIO

2013 COMPREHENSIVE ANNUAL FINANCIAL REPORT



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, 2013



Dave Yost • Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the City of Forest Park, Hamilton County, prepared by Joseph Decosimo and Company, LLC, for the audit period January 1, 2013 through December 31, 2013. 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

July 28, 2014

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CITY OF FOREST PARK, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2013

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

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INTRODUCTORY SECTION





City of Forest Park

FINANCE DEPARTMENT - Income Tax Office

June 30, 2014

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 2013 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, 2013. 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.

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 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, 2013 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



1201 WEST KEMPER ROAD / FOREST PARK, OHIO 45240 / (513) 595-5211 / FAX (513) 595-5293

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 unmodified opinion that the City's financial statements for the fiscal year ended December 31, 2013, 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 requires management to 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

In spite of some rather daunting challenges, the City of Forest Park continues to attract business investment. **In 2013 local companies invested more than \$23 million on projects that created or retained over 1,100 jobs, demonstrating that a strong economic development program generates a substantial return on each dollar of taxpayer money invested in this program.** Successes included:

<u>Company Name</u>	<u>Project Type</u>	<u>Jobs</u>	<u>Investment</u>
Ameritas	Retention	700	\$8 million
Cleanlites	Retention	18	\$500,000
Hillman	Retention	200	\$1.6 million
Northland Village Apartments	Redevelopment	2	\$6 million
VXI	New Business	200	\$3.5 million
DMG	New Business	60	\$2 million
WT Bryan Associates	New Business	15	\$1.5 million

In 2013, we saw a number of positive signals that the regional and national economies may be recovering. According to a report by Colliers International (a leading commercial real estate firm):

The Greater Cincinnati market ended 2013 on a good note as activity in the fourth quarter improved. The office market was off slightly during the last three months of the year. However, the industrial and retail markets saw modest gains. Demand for space appears to be increasing, and the economy appears to be moving from a recovery stage to slight growth and expansion.

Unfortunately, that same report also documented higher than average vacancy rates in the northern Tri-County submarket (of which Forest Park is a part). Indeed office vacancy exceeds 21% in our area, five points higher than the regional average (see chart below). Our part of the region also has higher vacancy rates for industrial and retail properties. Interviews with dozens of commercial real estate brokers confirm that supply exceeds demand. Filling excess inventory is a prerequisite for any improvement.

Office Submarket	Rentable SF	Direct Vacant SF	Sublease Vacant SF	Total Vacant SF	Total Quarterly Absorption	YTD Total Net Absorption	Vacancy Rate	Rental Rate
	7,193,021	1,522,093	3,584	1,525,677	-16,510	63,116	21.21%	\$13.74
A	1,955,913	424,825	0	424,825	18,759	62,986	21.72%	\$16.85
B	4,451,886	924,923	0	924,923	-18,185	8,982	20.78%	\$12.52
C	785,222	172,345	3,584	175,929	-17,084	-8,852	22.41%	\$12.57

Consequently, a key component of our program of work for the past year was the redevelopment of vacant properties. **Last year we had several notable successes, filling vacant properties in the Crossways Industrial Park and Kemper Meadow Business Center. Indeed more than 90,000 sf of vacant office and light industrial space was filled in 2013.** Even with these accomplishments, our community still faces a daunting task as we tackle the problems of excess inventory and vacant commercial space.

To meet this challenge, the Forest Park City Council and its Economic Development Commission worked with City staff to develop a completely new comprehensive economic development plan and strengthen our community’s competitive position. Staff contacted dozens of stakeholders from the private and public sector, asking community and business leaders to identify strengths, weaknesses, opportunities and threats facing the City. Our goal: create a blueprint for successful economic development in the City of Forest Park that builds upon our strengths and minimizes any weaknesses.

These efforts resulted in a new and improved plan for economic development that includes action-oriented strategies, complete with specific and measurable objectives to track our progress. As a result of the planning process, we improved our business recruitment program by launching a NEW cluster-driven approach that emphasizes the attraction of investment from several “target” industries:

- Education
- R&D/Innovation
- Finance and Insurance
- Engineering
- Specialty Manufacturing
- IT/Call /Data Center
- Retail
- Medical

New programs have also been developed to improve an award-winning business retention program and create new opportunities for entrepreneurs and small business people. Redevelopment is becoming increasingly important. Beginning this year, we are focusing on the revitalization of several “gateway” properties. By converting these sites into successful developments (consistent with the cluster-driven strategies outlined above), we can spur redevelopment throughout our commercial corridors.

At the top of our list is redevelopment of the Forest Fair property. This 1.6 million square foot shopping center is now more than 60% vacant after two anchor stores announced their departures last year. The poor performance of this facility has had a major impact on development throughout the Winton Road corridor and ultimately on the City budget. It is clear that the current owner lacks the financial and management resources needed to successfully reposition the property. City officials are now working

with their development contacts to identify new partners or even a potential buyer who does have the expertise needed to reposition the site. Strong demographics and high traffic numbers (not to mention an advantageous location) demonstrate that the property still has great potential. It is now a matter of finding the right team to “reinvent” this gateway property.

Since 1996, companies have invested more than \$350 million on projects that involved the creation or retention of more than 6,000 jobs. Moving forward we must continue to build on this momentum. It is imperative that we constantly monitor our progress, measuring the success of our efforts by looking at the following indicators:

- Commercial Vacancy Rates
- Lease Rates
- New Construction Projects
- Jobs Created or Retained
- Business Investment Levels
- Household and Median Income
- Residential Property Values
- Commercial Property Values
- Fundraising Levels
- Company Performance
- Revenues
- Budget Performance

Over time a successful economic development program should strengthen each one, improving the City’s financial outlook and leading to an improved image with residents and business alike.

LONG-TERM FINANCIAL PLANNING

The general fund year-end balance is at 17.80 percent of total general fund revenues, which is slightly short of the 20% goal for 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.

FINANCIAL INFORMATION

The City utilizes a fully-automated accounting system. The Finance Department audits each voucher prior to payment and ensures that the financial information is both accurate and reliable. All funds are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is at the department level and within each department at the levels of personal services, contractual services and supplies and materials. Budgetary control is maintained by encumbering the estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders that result in overruns of budgeted balances are not released until additional appropriations are made available through transfers or council action. Appropriations, initial and supplemental, must be authorized by City Council. As demonstrated by the statements and schedules included in the financial section of this Comprehensive Annual Financial Report, the City continues to meet its responsibility for sound fiscal management.

CITY INCOME TAX

The 1.125% 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. Since 2007, the tax rate for Forest Park has been 1.125% with 100% credit allowed for taxes paid to another jurisdiction. In November of 2013, City Council passed legislation to reduce the amount of credit for tax paid to another jurisdiction in two steps with the first being retroactive to 1/1/2013. Beginning 1/1/2013, residents will now receive 75% credit for taxes paid to another jurisdiction up to a maximum of 1.125% of total wages. Beginning 1/1/2014, residents will only receive 25% credit for taxes paid to another jurisdiction with a maximum credit of .375% allowed. 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>	
2013.....	\$7,310,090
2012.....	\$7,271,385
2011.....	\$7,367,500

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, 2012. This was the twentieth 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.

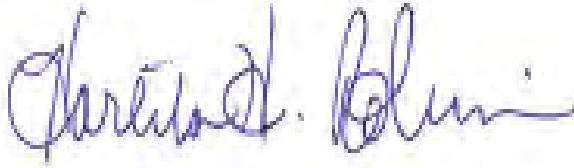
A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

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, Deputy Finance Director, Andrew Levandusky 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 blue ink, appearing to read "Harlita H. Robinson". The signature is fluid and cursive, written over a light blue circular stamp.

Harlita H. Robinson, CPA, ACPFA, ACPFIM
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
Paul W. Brehm
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
Andrew T. Levandusky
Joy H. Vetere

Director
Deputy Director
Assistant to the Finance Director

DIVISION OF ACCOUNTING

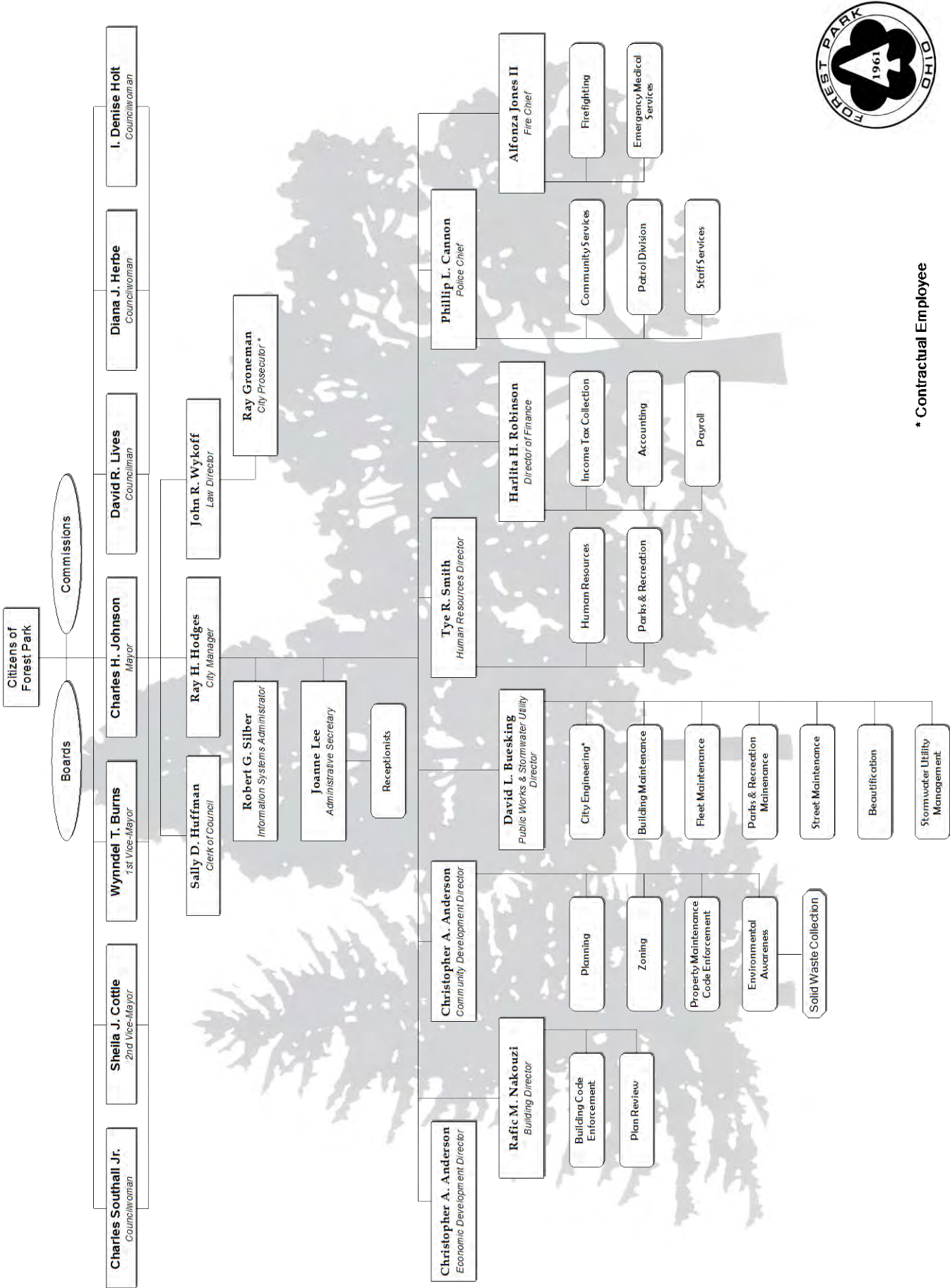
Sherry A. Powell
Rebekah L. Brown
Renetta C. Lucas

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

DIVISION OF TAXATION

Diane M. Mathews
Maria L. Scott

Tax Associate
Tax Associate



* Contractual Employee



Government Finance Officers Association

**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, 2012

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Forest Park
Hamilton County, Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Forest Park (the City) as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Forest Park, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 19 to the financial statements, effective January 1, 2013, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4–11 and 52–62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

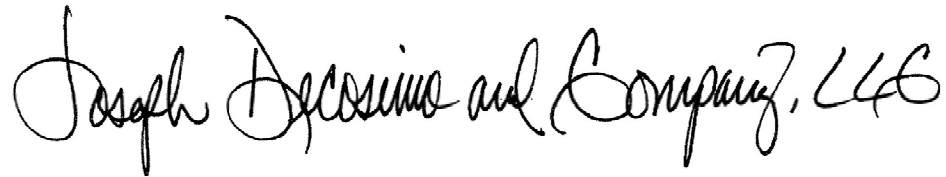
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Forest Park's basic financial statements. The combining and individual nonmajor fund financial statements, the budgetary comparison schedules of nonmajor governmental funds,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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2014, on our consideration of the City of Forest Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Forest Park's internal control over financial reporting and compliance.

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

Cincinnati, Ohio
June 25, 2014

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2013
(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, 2013. 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 2013 are as follows:

- In total, net position decreased \$122,313.
- General revenues accounted for \$15,047,476 in revenue or 79% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$4,085,075 or 21% of total revenues of \$19,132,551.
- The City had \$17,767,721 in expenses related to governmental activities; only \$2,382,006 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues and transfers of \$15,057,740 provided for the remainder of these programs.
- Business-type operations reflected an operating income (loss) of \$161,297.

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 Position 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.

These two statements report the City's net position 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

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2013
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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.
- **Business-Type Activities** - These services include Stormwater Management Utility and Solid Waste Collection. Service fees for these operations are charged based upon the amount of usage or a usage fee. The intent is that the fees charged recoup operational costs.

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, Fire Fund, Carillon Business Park TIF Fund, Cincinnati Mall TIF, Cobblewood TIF 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 Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

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

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 Position.

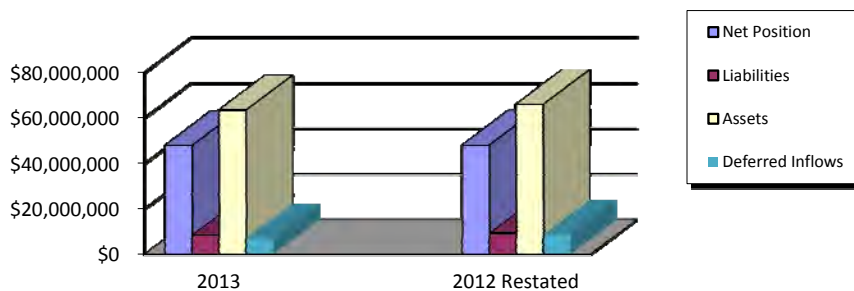
City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2013
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The City as a Whole

As stated previously, the Statement of Net Position looks at the City as a whole. Table 1 provides a summary of the City's net position for 2013 compared to 2012.

Table 1
Net Position

	Governmental Activities		Business-Type Activities		Total	
	2013	2012 Restated	2013	2012 Restated	2013	2012 Restated
Assets:						
Current and Other Assets	\$18,067,856	\$21,197,007	\$2,298,486	\$2,125,910	\$20,366,342	\$23,322,917
Capital Assets	41,936,657	41,539,825	1,055,081	964,646	42,991,738	42,504,471
Total Assets	60,004,513	62,736,832	3,353,567	3,090,556	63,358,080	65,827,388
Liabilities:						
Long-Term Liabilities	2,224,925	2,677,227	64,991	75,420	2,289,916	2,752,647
Other Liabilities	5,998,398	6,396,234	160,495	92,717	6,158,893	6,488,951
Total Liabilities	8,223,323	9,073,461	225,486	168,137	8,448,809	9,241,598
Deferred Inflows of Resources	7,146,363	8,700,569	0	0	7,146,363	8,700,569
Net Position:						
Net Investment In Capital Assets	34,887,165	34,321,408	1,055,081	964,646	35,942,246	35,286,054
Restricted	5,894,467	5,827,124	0	0	5,894,467	5,827,124
Unrestricted	3,853,195	4,814,270	2,073,000	1,957,773	5,926,195	6,772,043
Total Net Position	\$44,634,827	\$44,962,802	\$3,128,081	\$2,922,419	\$47,762,908	\$47,885,221



Net position of the City's governmental activities decreased \$327,975. The City had an unrestricted net position balance of \$3,853,195 that may be used to meet the government's ongoing obligations to citizens and creditors. Current and Other Assets decreased mainly due to a decrease in estimated property tax receivable. Long-Term Liabilities decreased mainly due to the City continuing to make principal payments on its long-term debt.

Table 2 shows the changes in net position for the year ended December 31, 2013, and revenue and expense comparisons to 2012.

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2013
(Unaudited)

Table 2
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2013	2012 Restated	2013	2012	2013	2012 Restated
Program Revenues:						
Charges for Services	\$1,061,836	\$1,436,354	\$1,643,904	\$1,671,973	\$2,705,740	\$3,108,327
Operating Grants and Contributions	1,294,630	1,924,647	59,165	0	1,353,795	1,924,647
Capital Grants and Contributions	25,540	17,831	0	0	25,540	17,831
Total Program Revenues	2,382,006	3,378,832	1,703,069	1,671,973	4,085,075	5,050,805
General Revenues:						
Income Taxes	7,491,136	7,097,791	0	0	7,491,136	7,097,791
Property Taxes	3,708,417	3,685,388	0	0	3,708,417	3,685,388
Grants and Entitlements	347,770	393,179	0	0	347,770	393,179
Investment Earnings	64,917	66,491	19,200	15,197	84,117	81,688
Other Revenues	3,411,500	2,885,672	4,536	10,574	3,416,036	2,896,246
Total General Revenues	15,023,740	14,128,521	23,736	25,771	15,047,476	14,154,292
Total Revenues	17,405,746	17,507,353	1,726,805	1,697,744	19,132,551	19,205,097
Program Expenses:						
General Government	4,693,535	4,224,797	0	0	4,693,535	4,224,797
Public Safety	9,031,968	9,589,192	0	0	9,031,968	9,589,192
Leisure Time Activities	291,210	298,739	0	0	291,210	298,739
Community Environment	660,892	618,073	0	0	660,892	618,073
Public Works and Streets	2,933,998	3,150,459	0	0	2,933,998	3,150,459
Public Health and Welfare	44,914	20,764	0	0	44,914	20,764
Interest and Other Charges	111,204	135,853	0	0	111,204	135,853
Stormwater Management Utility	0	0	343,643	406,412	343,643	406,412
Solid Waste Collection	0	0	1,143,500	1,151,728	1,143,500	1,151,728
Total Program Expenses	17,767,721	18,037,877	1,487,143	1,558,140	19,254,864	19,596,017
Increase (Decrease) in Net Position before Transfers	(361,975)	(530,524)	239,662	139,604	(122,313)	(390,920)
Transfers - Internal Activities	34,000	34,000	(34,000)	(34,000)	0	0
Change in Net Position	(327,975)	(496,524)	205,662	105,604	(122,313)	(390,920)
Net Position - Beginning of Year, Restated	44,962,802	45,459,326	2,922,419	2,816,815	47,885,221	48,276,141
Net Position - End of Year	\$44,634,827	\$44,962,802	\$3,128,081	\$2,922,419	\$47,762,908	\$47,885,221

Governmental Activities

The City receives an income tax, which is based on 1.125% 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 64% of revenues for governmental activities for the City during 2013. The City's reliance upon tax revenues is demonstrated by the chart below indicating approximately 64% of total revenues from municipal income and property taxes:

City of Forest Park, Ohio
Management's Discussion and Analysis
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	2013	Percent of Total
Charges for Services	\$1,061,836	6.1%
Operating Grants and Contributions	1,294,630	7.4%
Capital Grants and Contributions	25,540	0.1%
Municipal Income Taxes	7,491,136	43.0%
Property Taxes	3,708,417	21.4%
Grants and Entitlements not Restricted	347,770	2.0%
Revenue in Lieu of Taxes	3,373,472	19.4%
Investment Earnings	64,917	0.4%
Other Revenues	38,028	0.2%
Total Revenues	\$17,405,746	100.0%

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.

Operating Grants and Contributions decreased mainly due to a decrease in grant monies received in 2013 compared to 2012. Public Safety expenses decreased mainly due to a decrease in spending for fire expenses.

Business-Type Activities

Business-type activities include Stormwater Management Utility and Solid Waste Collection. These programs had operating revenues of \$1,648,440 and expenses of \$1,487,143 for fiscal year 2013. Business activities receive no support from tax revenues. The business activities net position at the end of the year was \$3,128,081, which increased \$205,662 from 2012.

The Stormwater Management Utility fund had operating income of \$223,700 in 2013. The Solid Waste Collection fund had an operating loss of \$62,403 in 2013.

The City's Funds

The City has six major governmental funds: the General Fund, the Fire Fund, the Carillon Business Park TIF Fund, the Cincinnati Mall TIF Fund, the Cobblewood TIF Fund and the Economic Development Fund. Assets of these funds comprised \$14,534,386 (80%) of the total \$18,144,476 governmental funds assets.

General Fund: Fund balance at December 31, 2013 was \$2,327,433, a decrease in fund balance of \$569,709 from 2012. The fund balance decreased due to a decrease in taxes revenue in 2013 as compared to 2012.

Fire Fund: Fund balance at December 31, 2013 was \$1,475,172, a decrease in fund balance of \$110,017 from 2012. The fund balance decreased due to a decrease in taxes revenue in 2013 as compared to 2012.

Carillon Business Park TIF Fund: Fund balance at December 31, 2013 was (\$1,004,025), a decrease in

City of Forest Park, Ohio
Management's Discussion and Analysis
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fund balance of \$230,213 from 2012. The fund balance decreased due to the City continuing to make principal and interest payments out of this fund.

Cincinnati Mall TIF Fund: Fund balance at December 31, 2013 was \$0. There was no change in fund balance in 2013 as compared to 2012.

Cobblewood TIF Fund: Fund balance at December 31, 2013 was (\$1,179,006), a decrease in fund balance of \$435,630 from 2012. The fund balance decreased mainly due to the City receiving a \$700,000 grant in 2012.

Economic Development Fund: Fund balance at December 31, 2013 was (\$2,214,941), an increase in fund balance of \$126,298. The fund balance increased mainly due to funding from a \$500,000 transfer from the General Fund.

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 \$1,192,321, 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 2013. 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 2013.

Capital Assets and Debt Administration

Capital Assets

At year end, the City had \$42,991,738 invested in land, buildings and improvements, equipment and infrastructure. Table 3 shows 2013 balances compared to 2012:

City of Forest Park, Ohio
Management's Discussion and Analysis
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(Unaudited)

Table 3
Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$14,040,433	\$14,026,210	\$102,798	\$102,798	\$14,143,231	\$14,129,008
Buildings and Improvements	8,125,859	8,063,667	41,816	41,816	8,167,675	8,105,483
Equipment	7,703,583	7,590,387	83,758	83,758	7,787,341	7,674,145
Infrastructure	40,177,787	38,608,303	982,584	858,049	41,160,371	39,466,352
Accumulated Depreciation	(28,111,005)	(26,748,742)	(155,875)	(121,775)	(28,266,880)	(26,870,517)
Total Net Capital Assets	<u>\$41,936,657</u>	<u>\$41,539,825</u>	<u>\$1,055,081</u>	<u>\$964,646</u>	<u>\$42,991,738</u>	<u>\$42,504,471</u>

The increase in Capital Assets is mainly due to the start and completion of various road projects throughout the City.

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

Debt

At December 31, 2013, the City had \$1,829,492 general obligation bonds, notes and leases outstanding, \$339,065 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2013 and 2012:

Table 4
Outstanding Debt at Year End

		2013	2012
Governmental Activities:			
Unvoted General Obligation Bonds:			
Refunding Various Purpose	3.89%	\$1,470,000	\$1,690,000
Premium on Refunding		80,198	94,351
Technology Equipment Note	2.50%	225,000	300,000
Capital Leases	2.37%	54,294	119,066
Total Governmental Activities		<u>1,829,492</u>	<u>2,203,417</u>

The general obligation bonds and notes will be paid with available revenue in the Carillion Business Park TIF, and the Debt Service Fund.

See Note 9 and 10 to the basic financial statements for further details on the City's long-term debt.

City of Forest Park, Ohio
Management's Discussion and Analysis
For The Year Ended December 31, 2013
(Unaudited)

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.

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City of Forest Park, Ohio
Statement of Net Position
December 31, 2013

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in Pooled Cash and Investments	\$6,996,652	\$2,057,352	\$9,054,004
Receivables (Net):			
Taxes	5,901,785	0	5,901,785
Accounts	664,808	220,118	884,926
Interest	20,864	6,017	26,881
Intergovernmental	4,424,644	14,924	4,439,568
Prepaid Items	59,103	75	59,178
Nondepreciable Capital Assets	14,040,433	102,798	14,143,231
Depreciable Capital Assets, Net	27,896,224	952,283	28,848,507
Total Assets	60,004,513	3,353,567	63,358,080
Liabilities:			
Accounts Payable	328,401	146,236	474,637
Accrued Wages and Benefits	429,082	14,259	443,341
Accrued Interest Payable	20,915	0	20,915
Bond Anticipation Notes Payable	5,220,000	0	5,220,000
Long-Term Liabilities:			
Due Within One Year	406,414	11,049	417,463
Due In More Than One Year	1,818,511	53,942	1,872,453
Total Liabilities	8,223,323	225,486	8,448,809
Deferred Inflows of Resources:			
Property Taxes	3,549,417	0	3,549,417
Unavailable Revenue	3,596,946	0	3,596,946
Total Deferred Inflows of Resources	7,146,363	0	7,146,363
Net Position:			
Net Investment in Capital Assets	34,887,165	1,055,081	35,942,246
Restricted for:			
Capital Projects	1,555,825	0	1,555,825
Street Improvements	1,336,163	0	1,336,163
State Highway	202,435	0	202,435
Fire	2,519,211	0	2,519,211
Other Purposes	280,833	0	280,833
Unrestricted	3,853,195	2,073,000	5,926,195
Total Net Position	\$44,634,827	\$3,128,081	\$47,762,908

See accompanying notes to the basic financial statement:

City of Forest Park, Ohio
Statement of Activities
For the Fiscal Year Ended December 31, 2013

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$4,693,535	\$41,312	\$8,388	\$0
Public Safety	9,031,968	948,833	304,244	0
Leisure Time Activities	291,210	62,881	0	0
Community Environment	660,892	8,810	0	25,540
Public Works and Streets	2,933,998	0	981,998	0
Public Health and Welfare	44,914	0	0	0
Interest and Other Charges	111,204	0	0	0
Total Governmental Activities	17,767,721	1,061,836	1,294,630	25,540
Business-Type Activities:				
Stormwater Management Utility	343,643	567,273	49,153	0
Solid Waste Collection	1,143,500	1,076,631	10,012	0
Total Business-Type Activities	1,487,143	1,643,904	59,165	0
Totals	\$19,254,864	\$2,705,740	\$1,353,795	\$25,540

General Revenues:
Income Taxes
Property Taxes Levied for:
 General Purposes
 Special Revenue Purposes
Grants and Entitlements, Not Restricted
Revenue in Lieu of Taxes
Investment Earnings
Other Revenues
Transfers-Internal Activities

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning of Year, Restated

Net Position - End of Year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
(\$4,643,835)	\$0	(\$4,643,835)
(7,778,891)	0	(7,778,891)
(228,329)	0	(228,329)
(626,542)	0	(626,542)
(1,952,000)	0	(1,952,000)
(44,914)	0	(44,914)
(111,204)	0	(111,204)
<u>(15,385,715)</u>	<u>0</u>	<u>(15,385,715)</u>
0	272,783	272,783
0	(56,857)	(56,857)
<u>0</u>	<u>215,926</u>	<u>215,926</u>
<u>(15,385,715)</u>	<u>215,926</u>	<u>(15,169,789)</u>
7,491,136	0	7,491,136
918,440	0	918,440
2,789,977	0	2,789,977
347,770	0	347,770
3,373,472	0	3,373,472
64,917	19,200	84,117
38,028	4,536	42,564
34,000	(34,000)	0
<u>15,057,740</u>	<u>(10,264)</u>	<u>15,047,476</u>
(327,975)	205,662	(122,313)
<u>44,962,802</u>	<u>2,922,419</u>	<u>47,885,221</u>
<u>\$44,634,827</u>	<u>\$3,128,081</u>	<u>\$47,762,908</u>

City of Forest Park, Ohio
Balance Sheet
Governmental Funds
December 31, 2013

	General	Fire	Carillon Business Park TIF	Cincinnati Mall TIF
Assets:				
Equity in Pooled Cash and Investments	\$1,575,810	\$1,483,053	\$550,700	\$0
Receivables (Net):				
Taxes	2,866,149	3,035,636	0	0
Accounts	0	664,808	0	0
Interest	5,661	4,337	1,611	0
Intergovernmental	192,311	150,676	920,056	2,336,394
Interfund	70,998	78,593	0	0
Prepaid Items	50,229	5,860	0	0
Total Assets	4,761,158	5,422,963	1,472,367	2,336,394
Liabilities:				
Accounts Payable	174,155	50,851	0	0
Accrued Wages and Benefits	291,026	116,255	0	0
Compensated Absences	62,993	0	0	0
Accrued Interest Payable	0	0	5,651	0
Interfund Payable	0	0	0	0
Bond Anticipation Notes Payable	0	0	1,550,000	0
Total Liabilities	528,174	167,106	1,555,651	0
Deferred Inflows of Resources:				
Property Taxes	947,338	3,035,636	0	0
Income Taxes	822,225	0	0	0
Grants and Other Taxes	133,580	147,926	0	0
Unavailable Revenue	2,408	597,123	920,741	2,336,394
Total Deferred Inflows of Resources	1,905,551	3,780,685	920,741	2,336,394
Fund Balances:				
Nonspendable	50,229	5,860	0	0
Restricted	0	1,469,312	0	0
Committed	0	0	0	0
Assigned	260,483	0	0	0
Unassigned	2,016,721	0	(1,004,025)	0
Total Fund Balances	2,327,433	1,475,172	(1,004,025)	0
Total Liabilities, Deferred Inflows and Fund Balances	\$4,761,158	\$5,422,963	\$1,472,367	\$2,336,394

See accompanying notes to the basic financial statements.

Cobblewood TIF	Economic Development	Other Governmental Funds	Total Governmental Funds
\$199,786	\$106,852	\$3,078,478	\$6,994,679
0	0	0	5,901,785
0	0	0	664,808
585	105	8,565	20,864
290,932	13,220	521,055	4,424,644
0	0	0	149,591
0	1,022	1,992	59,103
<u>491,303</u>	<u>121,199</u>	<u>3,610,090</u>	<u>18,215,474</u>
0	27,714	65,383	318,103
0	0	21,801	429,082
0	0	4,356	67,349
4,128	4,163	273	14,215
0	70,998	78,593	149,591
<u>1,375,000</u>	<u>2,220,000</u>	<u>75,000</u>	<u>5,220,000</u>
<u>1,379,128</u>	<u>2,322,875</u>	<u>245,406</u>	<u>6,198,340</u>
0	0	0	3,982,974
0	0	0	822,225
0	13,220	328,427	623,153
<u>291,181</u>	<u>45</u>	<u>53,208</u>	<u>4,201,100</u>
<u>291,181</u>	<u>13,265</u>	<u>381,635</u>	<u>9,629,452</u>
0	1,022	1,992	59,103
0	0	3,035,784	4,505,096
0	0	7,923	7,923
0	0	15,943	276,426
<u>(1,179,006)</u>	<u>(2,215,963)</u>	<u>(78,593)</u>	<u>(2,460,866)</u>
<u>(1,179,006)</u>	<u>(2,214,941)</u>	<u>2,983,049</u>	<u>2,387,682</u>
<u>\$491,303</u>	<u>\$121,199</u>	<u>\$3,610,090</u>	<u>\$18,215,474</u>

City of Forest Park, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Position of Governmental Activities
 December 31, 2013

Total Governmental Fund Balance \$2,387,682

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

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

Capital assets used in the operation of Governmental Funds 41,936,657

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

Income Taxes	\$822,225	
Delinquent Property Taxes	433,557	
Interest	8,876	
Intergovernmental	623,153	
Other Receivables	595,278	
		2,483,089

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 position.

Internal Service Net Position (8,325)

In the statement of net position 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.

(6,700)

Some liabilities reported in the statement of net position do not
 require the use of current financial resources and, therefore,
 are not reported as liabilities in governmental funds.

Compensated Absences (328,084)

Long-term liabilities are not due and payable in the current
 period and, therefore, are not reported in the funds.

(1,829,492)

Net Position of Governmental Activities \$44,634,827

See accompanying notes to the basic financial statements.

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City of Forest Park, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended December 31, 2013

	General	Fire	Carillon Business Park TIF	Cincinnati Mall TIF
Revenues:				
Property and Other Taxes	\$922,775	\$2,800,663	\$0	\$0
Income Taxes	7,479,845	0	0	0
Charges for Services	70,438	445,674	0	0
Investment Earnings	13,776	16,117	7,298	0
Intergovernmental	401,597	298,099	0	0
Special Assessments	856	0	0	0
Fines, Licenses & Permits	346,351	4,604	0	0
Revenue in Lieu of Taxes	0	1,778	703,700	2,463,313
Other Revenues	0	10,996	0	0
Total Revenues	9,235,638	3,577,931	710,998	2,463,313
Expenditures:				
Current:				
General Government	2,135,479	0	0	2,463,313
Public Safety	4,964,452	3,687,948	0	0
Leisure Time Activities	259,385	0	0	0
Community Environment	622,092	0	18,626	0
Public Works and Streets	1,073,025	0	0	0
Public Health and Welfare	44,914	0	0	0
Capital Outlay	0	0	620,494	0
Debt Service:				
Principal	0	0	220,000	0
Interest and Other Charges	0	0	82,091	0
Total Expenditures	9,099,347	3,687,948	941,211	2,463,313
Excess of Revenues Over (Under) Expenditures	136,291	(110,017)	(230,213)	0
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers (Out)	(706,000)	0	0	0
Total Other Financing Sources (Uses)	(706,000)	0	0	0
Net Change in Fund Balance	(569,709)	(110,017)	(230,213)	0
Fund Balance - Beginning of Year	2,897,142	1,585,189	(773,812)	0
Fund Balance - End of Year	\$2,327,433	\$1,475,172	(\$1,004,025)	\$0

See accompanying notes to the basic financial statements.

Cobblewood TIF	Economic Development	Other Governmental Funds	Total Governmental Funds
\$0	\$0	\$0	\$3,723,438
0	0	0	7,479,845
0	0	0	516,112
1,938	785	27,398	67,312
0	18,140	982,516	1,700,352
0	22,319	0	23,175
0	0	59,575	410,530
182,895	0	21,171	3,372,857
0	23,990	12,242	47,228
<u>184,833</u>	<u>65,234</u>	<u>1,102,902</u>	<u>17,340,849</u>
0	0	17,677	4,616,469
0	0	42,978	8,695,378
0	1,848	0	261,233
5,417	14,333	424	660,892
0	17,322	872,390	1,962,737
0	0	0	44,914
605,268	381,671	197,474	1,804,907
0	0	139,772	359,772
9,778	23,762	10,718	126,349
<u>620,463</u>	<u>438,936</u>	<u>1,281,433</u>	<u>18,532,651</u>
<u>(435,630)</u>	<u>(373,702)</u>	<u>(178,531)</u>	<u>(1,191,802)</u>
0	500,000	257,000	757,000
0	0	(17,000)	(723,000)
0	500,000	240,000	34,000
(435,630)	126,298	61,469	(1,157,802)
<u>(743,376)</u>	<u>(2,341,239)</u>	<u>2,921,580</u>	<u>3,545,484</u>
<u>(\$1,179,006)</u>	<u>(\$2,214,941)</u>	<u>\$2,983,049</u>	<u>\$2,387,682</u>

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, 2013

Net Change in Fund Balance - Total Governmental Funds (\$1,157,802)

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	\$1,776,200	
Depreciation Expense	<u>(1,362,263)</u>	413,937

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. (17,105)

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

Income Taxes	\$11,291	
Delinquent Property Taxes	(14,406)	
Interest	(2,395)	
Intergovernmental	(20,942)	
Other Receivables	<u>91,349</u>	64,897

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 359,772

In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due. 992

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	\$1,109	
Amortization of Bond Premium	<u>14,153</u>	15,262

The internal service fund used by management to charge back costs to individual funds is not reported in the entity-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.

Change in Net Position - Internal Service Funds		<u>(7,928)</u>
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Change in Net Position of Governmental Activities		<u><u>(\$327,975)</u></u>
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See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Net Position
Proprietary Funds
December 31, 2013

	Business-Type Activities -Enterprise Funds			Governmental Activities- Internal Service Funds
	Stormwater Management Utility	Solid Waste Collection	Total Business-Type Activities	
Current Assets:				
Equity in Pooled Cash and Investments	\$1,592,601	\$464,751	\$2,057,352	\$1,973
Receivables (Net):				
Accounts	38,491	181,627	220,118	0
Interest	4,658	1,359	6,017	0
Intergovernmental	4,912	10,012	14,924	0
Prepaid Items	75	0	75	0
Total Current Assets	<u>1,640,737</u>	<u>657,749</u>	<u>2,298,486</u>	<u>1,973</u>
Nondepreciable Capital Assets	102,798	0	102,798	0
Depreciable Capital Assets, Net	<u>925,813</u>	<u>26,470</u>	<u>952,283</u>	<u>0</u>
Total Noncurrent Assets	<u>1,028,611</u>	<u>26,470</u>	<u>1,055,081</u>	<u>0</u>
Total Assets	<u>2,669,348</u>	<u>684,219</u>	<u>3,353,567</u>	<u>1,973</u>
Liabilities:				
Current Liabilities:				
Accounts Payable	0	146,236	146,236	10,298
Accrued Wages and Benefits	9,310	4,949	14,259	0
Compensated Absences	<u>5,823</u>	<u>5,226</u>	<u>11,049</u>	<u>0</u>
Total Current Liabilities	<u>15,133</u>	<u>156,411</u>	<u>171,544</u>	<u>10,298</u>
Long-Term Liabilities:				
Compensated Absences	<u>28,428</u>	<u>25,514</u>	<u>53,942</u>	<u>0</u>
Total Noncurrent Liabilities	<u>28,428</u>	<u>25,514</u>	<u>53,942</u>	<u>0</u>
Total Liabilities	<u>43,561</u>	<u>181,925</u>	<u>225,486</u>	<u>10,298</u>
Net Position:				
Net Investment in Capital Assets	1,028,611	26,470	1,055,081	0
Unrestricted	<u>1,597,176</u>	<u>475,824</u>	<u>2,073,000</u>	<u>(8,325)</u>
Total Net Position	<u>\$2,625,787</u>	<u>\$502,294</u>	<u>\$3,128,081</u>	<u>(\$8,325)</u>

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended December 31, 2013

	Business-Type Activities -Enterprise Funds			Governmental Activities- Internal Service Funds
	Stormwater Management Utility	Solid Waste Collection	Total Business-Type Activities	
Operating Revenues:				
Charges for Services	\$567,273	\$1,076,631	\$1,643,904	\$124,904
Other Revenues	70	4,466	4,536	0
Total Operating Revenues	567,343	1,081,097	1,648,440	124,904
Operating Expenses:				
Personal Services	244,618	62,288	306,906	0
Contractual Services	47,358	1,000,362	1,047,720	132,004
Materials and Supplies	7,813	656	8,469	828
Depreciation	33,304	796	34,100	0
Other Expense	10,550	79,398	89,948	0
Total Operating Expenses	343,643	1,143,500	1,487,143	132,832
Operating Income (Loss)	223,700	(62,403)	161,297	(7,928)
Non-Operating Revenues (Expenses):				
Investment Earnings	14,837	4,363	19,200	0
Operating Grants	49,153	10,012	59,165	0
Total Non-Operating Revenues (Expenses)	63,990	14,375	78,365	0
Income (Loss) Before Contributions and Transfers	287,690	(48,028)	239,662	(7,928)
Transfers (Out)	(17,000)	(17,000)	(34,000)	0
Change in Net Position	270,690	(65,028)	205,662	(7,928)
Net Position - Beginning of Year	2,355,097	567,322	2,922,419	(397)
Net Position - End of Year	\$2,625,787	\$502,294	\$3,128,081	(\$8,325)

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended December 31, 2013

	Business-Type Activities -Enterprise Funds			Governmental Activities- Internal Service Funds
	Stormwater Management Utility	Solid Waste Collection	Total Business-Type Activities	
Cash Flows from Operating Activities:				
Cash Received from Customers	\$567,327	\$1,085,541	\$1,652,868	\$124,904
Cash Payments to Employees	(254,745)	(128,214)	(382,959)	0
Cash Payments to Suppliers	(74,030)	(938,715)	(1,012,745)	(124,904)
Net Cash Provided (Used) by Operating Activities	238,552	18,612	257,164	0
Cash Flows from Noncapital Financing Activities:				
Operating Grants Received	44,241	0	44,241	0
Payments to Other Funds	(17,000)	(17,000)	(34,000)	0
Net Cash Provided (Used) by Noncapital Financing Activities	27,241	(17,000)	10,241	0
Cash Flows from Capital and Related Financing Activities:				
Payments for Capital Acquisitions	(124,535)	0	(124,535)	0
Net Cash Provided (Used) by Capital and Related Financing Activities	(124,535)	0	(124,535)	0
Cash Flows from Investing Activities:				
Earnings on Investments	13,501	4,072	17,573	0
Net Cash Provided (Used) by Cash Flows from Investing Activities	13,501	4,072	17,573	0
Net Increase (Decrease) in Cash and Cash Equivalents	154,759	5,684	160,443	0
Cash and Cash Equivalents - Beginning of Year	1,437,842	459,067	1,896,909	1,973
Cash and Cash Equivalents - End of Year	1,592,601	464,751	2,057,352	1,973
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	223,700	(62,403)	161,297	(7,928)
Adjustments:				
Depreciation	33,304	796	34,100	0
Changes in Assets & Liabilities:				
(Increase) Decrease in Receivables	(16)	4,444	4,428	0
(Increase) Decrease in Prepaid Items	(10)	0	(10)	0
Increase (Decrease) in Payables	(8,299)	74,832	66,533	7,928
Increase (Decrease) in Accrued Liabilities	(10,127)	943	(9,184)	0
Net Cash Provided (Used) by Operating Activities	\$238,552	\$18,612	\$257,164	\$0

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Statement of Fiduciary Net Position
Fiduciary Fund
December 31, 2013

	<u>Agency</u>
Assets:	
Equity in Pooled Cash and Investments	<u>\$1,066,816</u>
Total Assets	<u><u>1,066,816</u></u>
Liabilities:	
Due to Others	<u>1,066,816</u>
Total Liabilities	<u><u>\$1,066,816</u></u>

See accompanying notes to the basic financial statements.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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 Position.

Fund Financial Statements

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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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

Basis of Presentation

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

Government-Wide Financial Statements

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

The statement of net position presents the financial condition of the governmental and business-type activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities. 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.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

Governmental Funds

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

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

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

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

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

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.

Economic Development Fund - This capital project 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 Funds

Proprietary fund reporting focuses on changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

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

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

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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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 position and changes in net position. 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.

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 inflows 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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

gasoline tax), fines and forfeitures, interest, grants and fees.

Deferred Outflows/Inflows of Resources

Deferred Outflows/Inflows of Resources - In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represent consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include a deferral on refunding reported in the government-wide statement of net position. A deferral on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, income taxes, grants and other taxes and unavailable revenues. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance year 2014 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes accounts, interest and tax increment financing agreements. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

Expenses/Expenditures

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

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

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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 2013 amounted to \$67,312 on the fund level and \$84,117 on the full-accrual level. Interest revenue on the fund level credited to the General Fund amounted to \$13,776, \$16,117 credited to the Fire Fund, \$7,298 credited to the Carillon Business Park TIF Fund, \$1,938 credited to the Cobblewood TIF Fund, \$785 credited to the Economic Development Fund, \$27,398 credited to Other Governmental Funds, \$14,837 credited to the Stormwater Management Fund and \$4,363 credited to the Solid Waste Collection Fund.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2013, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is recorded in the year in which services are consumed and the fund balance is classified as nonspendable.

Capital Assets

Capital assets, which include property, plant, and equipment are reported in the governmental activities column of the government-wide statement of net position 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 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

City of Forest Park, Ohio
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For The Year Ended December 31, 2013

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, and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, capital leases and long-term loans are recognized as a liability on the fund financial statements when due.

Fund Balance

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

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

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

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 expenditures for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

City of Forest Park, Ohio
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The City applies restricted resources first when an expenditure is incurred for purposes, which both restricted and unassigned fund balances 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 unassigned fund balance classifications could be used.

Net Position

Net position represents the difference between assets, deferred outflows, liabilities and deferred inflows. Net investment in capital assets, 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 position is reported as restricted when there are limitations imposed on its 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 position are available. Of the City's \$5,894,467 in restricted net position, none was restricted by enabling legislation.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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 reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

As a general rule, the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated through the process of consolidation.

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:

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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.
- (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.

City of Forest Park, Ohio
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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, 2013, \$163,929 of the City's bank balance of \$7,618,420 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.

Investments

As of December 31, 2013, the City had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Federal Home Loan Bank	\$234,272	2.57
Federal Farm Credit Bank	439,374	2.45
Freddie Mac	638,830	2.52
Freddie Mac - Discount Note	279,776	0.68
Fannie Mae	600,839	2.07
Commercial Paper	269,986	0.07
US Treasury Notes	310,157	0.33
STAROhio	98,937	0.15
Money Market Funds	2,983	0.00
	<u>\$2,875,154</u>	
Portfolio Weighted Average Maturity		1.69

City of Forest Park, Ohio
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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, Federal Farm Credit Bank, Freddie Mac, Freddie Mac – Discount Note, US Treasury Notes and Fannie Mae were rated AA+ by Standard and Poor's and Fitch ratings and Aaa by Moody's Investor Service. Money Market Funds were not rated. Commercial Paper was rated AA+ by Standard and Poor's and P-1 by Moody's Investor Service. 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 8.1% in Federal Home Loan Bank, 15.3% in Federal Farm Credit Bank, 22.3% in Freddie Mac, 9.7% in Freddie Mac – Discount Note, 20.9% in Fannie Mae, 9.4% in Commercial Paper, 10.8% in US Treasury Notes, 3.4% in STAROhio and 0.1% 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.

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 2013 for real and public utility property taxes represents collections of the 2012 taxes. Property tax payments received during 2013 for tangible personal property (other than public utility property) are for 2013 taxes.

The 2013 real property taxes are levied after October 1, 2013, on the assessed value as of January 1, 2013, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2013 real property taxes are collected in and intended to finance 2013 operations.

Public utility personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. The 2013 public utility property taxes became a lien on December 31, 2012, are levied after October 1, 2013, and are collected in 2013 with real property taxes.

City of Forest Park, Ohio
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For The Year Ended December 31, 2013

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

	Amount
Real Property	\$309,627,960
Public Utility	12,407,390
Total	<u>\$322,035,350</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.

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 inflows.

Income Taxes

Income taxes are imposed at the rate of one and one-eighth percent (1.125%) per annum on salaries, wages, commissions, other compensation, and net profits. When a resident of the City is subject to a municipal income tax in another municipality, township, or county; the resident receives a credit not to exceed one and one-half percent (1.125%) 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.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
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Note 6 – Capital Assets

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital Assets, not being depreciated:				
Land	\$14,026,210	\$31,328	\$17,105	\$14,040,433
Total Capital Assets, not being depreciated	14,026,210	31,328	17,105	14,040,433
Capital Assets, being depreciated:				
Buildings and Improvements	8,063,667	62,192	0	8,125,859
Equipment	7,590,387	113,196	0	7,703,583
Infrastructure	38,608,303	1,569,484	0	40,177,787
Totals at Historical Cost	68,288,567	1,776,200	17,105	70,047,662
Less Accumulated Depreciation:				
Buildings and Improvements	3,218,472	167,813	0	3,386,285
Equipment	4,642,981	420,443	0	5,063,424
Infrastructure	18,887,289	774,007	0	19,661,296
Total Accumulated Depreciation	26,748,742	1,362,263	0	28,111,005
Governmental Activities Capital Assets, Net	<u>\$41,539,825</u>	<u>\$413,937</u>	<u>\$17,105</u>	<u>\$41,936,657</u>
	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities				
Capital Assets, not being depreciated:				
Land	\$102,798	\$0	\$0	\$102,798
Construction in Progress	0	0	0	0
Total Capital Assets, not being depreciated	102,798	0	0	102,798
Capital Assets, being depreciated:				
Buildings and Improvements	41,816	0	0	41,816
Equipment	83,758	0	0	83,758
Infrastructure	858,049	124,535	0	982,584
Totals at Historical Cost	1,086,421	124,535	0	1,210,956
Less Accumulated Depreciation:				
Buildings and Improvements	5,688	996	0	6,684
Equipment	74,298	904	0	75,202
Infrastructure	41,789	32,200	0	73,989
Total Accumulated Depreciation	121,775	34,100	0	155,875
Governmental Activities Capital Assets, Net	<u>\$964,646</u>	<u>\$90,435</u>	<u>\$0</u>	<u>\$1,055,081</u>

City of Forest Park, Ohio
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Depreciation expense was charged to governmental functions as follows:

General Government	\$65,430
Public Safety	342,655
Leisure Time	29,977
Transportation	924,201
Total Depreciation Expense	<u><u>\$1,362,263</u></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.

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:					
Road Improvement Bond Anticipation Note	1.25%	\$2,100,000	\$0	(\$2,100,000)	\$0
Various Purpose Bond Anticipation Notes	1.10%	2,915,000	0	(2,915,000)	0
Road Improvement Bond Anticipation Note	1.25%	0	2,500,000	0	2,500,000
Various Purpose Bond Anticipation Notes	0.90%	0	2,720,000	0	2,720,000
Total Governmental Activities		<u><u>\$5,015,000</u></u>	<u><u>\$5,220,000</u></u>	<u><u>(\$5,015,000)</u></u>	<u><u>\$5,220,000</u></u>

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

City of Forest Park, Ohio
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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:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities					
<u>Unvoted General Obligation Bonds and Notes</u>					
3.89% Refunding of Various Purpose	\$1,690,000	\$0	(\$220,000)	\$1,470,000	\$225,000
Premium on Refunding	94,351	0	(14,153)	80,198	0
2.50% Technology Equipment Note	300,000	0	(75,000)	225,000	75,000
Total Bonds and Notes	<u>2,084,351</u>	<u>0</u>	<u>(309,153)</u>	<u>1,775,198</u>	<u>300,000</u>
Capital Lease	119,066	0	(64,772)	54,294	39,065
Total Long-Term Debt	2,203,417	0	(373,925)	1,829,492	339,065
Compensated Absences	473,810	75,729	(154,106)	395,433	67,349
Total Governmental Activities	<u>\$2,677,227</u>	<u>\$75,729</u>	<u>(\$528,031)</u>	<u>\$2,224,925</u>	<u>\$406,414</u>
Business-Type Activities					
Compensated Absences	75,420	2,437	(12,866)	64,991	11,049
Total Business-Type Activities	<u>\$75,420</u>	<u>\$2,437</u>	<u>(\$12,866)</u>	<u>\$64,991</u>	<u>\$11,049</u>

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 and Solid Waste Collection Fund. The funds which will be used to pay the bonds, note, and lease are as follows: Carillon Business Park TIF Fund, Debt Service 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	
	Principal	Interest
2014	\$300,000	\$63,525
2015	305,000	54,900
2016	315,000	43,825
2017	250,000	32,350
2018	255,000	22,350
2019	270,000	12,150
Total	<u>\$1,695,000</u>	<u>\$229,100</u>

The City is subject to certain constitutional and statutory general obligation debt limitations. As of December 31, 2013, the City has not exceeded the debt limitations.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
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Note 10 – Capitalized Leases – Lessee Disclosure

The City entered into capital leases in prior years for three police cruisers. These replaced the previous leased copiers. The leases meet the criteria of a capital lease.

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 \$170,605 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, 2013.

<u>Year</u>	<u>Long-Term Debt</u>
2014	\$39,852
2015	15,351
Total minimum lease payments	<u>55,203</u>
Less: Amount representing interest	(909)
Present value of minimum lease payments	<u><u>\$54,294</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, 2013, 2012 and 2011 were \$450,976, \$444,073 and \$444,431, respectively. The full amount has been contributed for 2011 and 2012 and 92% has actually been contributed for 2013. 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.

From Jan. 1, 2013 thru July 1, 2013, plan members were required to contribute 10% (as in prior years) of their annual covered salary. From July 2, 2013 thru Dec. 31, 2013, plan members were required to contribute 10.75% 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, 2013, 2012 and 2011, were \$969,828, \$995,785, and \$1,018,698, respectively. The full amount has been contributed for 2013, 2012 and 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. There was no liability to accrue for 2013.

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-employment health care coverage.

City of Forest Park, Ohio
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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 2013, 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 1.0% during calendar year 2013. The portion of employer contributions allocated to health care for members in the Combined Plan was 1.0% during calendar year 2013. 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 \$32,200 for 2013, \$126,872 for 2012 and \$126,974 for 2011. The full amount (actual) has been contributed for 2012 and 2011 and 92% has actually been contributed for 2013.

OPERS Board of Trustees Adopt Changes to the Health Care Plan

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

City of Forest Park, Ohio
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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.

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 healthcare benefits. The portion of employee contributions allocated to health care was 4.69% of covered payroll for January 1, 2013 through May 31, 2013, and 2.85% of covered payroll from June 1, 2013 through December 31, 2013. The amount of employer contributions allocated to the healthcare 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).

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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 contributions to OP&F were \$57,941 for police and \$32,784 for fire for the period of January 1, 2013 through March 31, 2013; and were \$47,509 for police and \$28,070 for fire for the period of June 1, 2013 through December 31, 2013; \$200,466 for police and \$117,009 for fire for the year ending December 31, 2012; and \$197,051 for police and \$126,222 for fire for the year ending December 31, 2011, allocated to the health care plan. The actual contributions for 2013, 2012 and 2011 were 100%.

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 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. As of January 1, 2014, the Community Programming Board will separate off into its own entity and will no longer be recorded as an agency fund on the City's financial statements.

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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	\$70,998	\$0	\$0	\$706,000
Fire Fund	78,593	0	0	0
Economic Development Fund	0	70,998	500,000	0
Other Governmental Funds	0	78,593	257,000	17,000
Stormwater Management Utility	0	0	0	17,000
Solid Waste Collection	0	0	0	17,000
Total All Funds	<u>\$149,591</u>	<u>\$149,591</u>	<u>\$757,000</u>	<u>\$757,000</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. These bonds are not a liability, nor are the 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, 2013, the audits of certain

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

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>Funds</u>	<u>Deficit</u>
Major Fund:	
Carillon Business Park TIF Fund	\$1,004,025
Cobblewood TIF Fund	1,179,006
Economic Development Fund	2,214,941
Other Governmental Fund:	
FEMA Fund	78,593

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 – 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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City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

<u>Fund Balances</u>	<u>General</u>	<u>Fire</u>	<u>Carillon Business Park TIF</u>	<u>Cobblewood TIF</u>	<u>Economic Development</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Nonspendable:							
Prepays	\$50,229	\$5,860	\$0	\$0	\$1,022	\$1,992	\$59,103
Total Nonspendable	50,229	5,860	0	0	1,022	1,992	59,103
Restricted for:							
Fire	0	1,469,312	0	0	0	0	1,469,312
Street	0	0	0	0	0	1,029,752	1,029,752
State Highway	0	0	0	0	0	177,675	177,675
Law Enforcemnt Trust	0	0	0	0	0	73,858	73,858
Law Enforcement Grant	0	0	0	0	0	4,925	4,925
DARE	0	0	0	0	0	23,898	23,898
Health Care Reserve	0	0	0	0	0	88,304	88,304
Home Improvement	0	0	0	0	0	4,295	4,295
Fire Department Trust	0	0	0	0	0	55,559	55,559
Court Automation	0	0	0	0	0	24,676	24,676
Promenade TIF	0	0	0	0	0	5,039	5,039
Capital Improvement	0	0	0	0	0	450,278	450,278
Fire Capital	0	0	0	0	0	1,097,525	1,097,525
Total Restricted	0	1,469,312	0	0	0	3,035,784	4,505,096
Committed to:							
Police Capital Equipment	0	0	0	0	0	7,923	7,923
Total Committed	0	0	0	0	0	7,923	7,923
Assigned to:							
Debt Service	0	0	0	0	0	15,943	15,943
Encumbrances	260,483	0	0	0	0	0	260,483
Total Assigned	260,483	0	0	0	0	15,943	276,426
Unassigned (Deficit)	2,016,721	0	(1,004,025)	(1,179,006)	(2,215,963)	(78,593)	(2,460,866)
Total Fund Balance	<u>\$2,327,433</u>	<u>\$1,475,172</u>	<u>(\$1,004,025)</u>	<u>(1,179,006)</u>	<u>(\$2,214,941)</u>	<u>\$2,983,049</u>	<u>\$2,387,682</u>

Note 19 – Adoption of Accounting Principles and Related Effect on Opening Net Position

Adoption of Accounting Principles

GASB Statement Number 65, *Items Previously Reported as Assets and Liabilities*. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012 and have been implemented by the City.

Related Effect on Opening Net Position

In prior periods, the City had reported assets related to bond issuance costs in the Governmental Activities entity-wide financial statements. GASB Statement Number 65, *Items Previously Reported as Assets and Liabilities*, has reclassified debt issuance costs as an expense in the period incurred rather than amortizing the costs over the life of the debt. The implementation of GASB Statement Number 65 requires a restatement of prior period's net position as follows:

City of Forest Park, Ohio
Notes to the Basic Financial Statements
For The Year Ended December 31, 2013

	<u>Governmental Activities</u>
Net Position - December 31, 2012	\$44,992,925
Bond Issuance Costs	(30,123)
Restated Net Position - December 31, 2012	<u><u>\$44,962,802</u></u>

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, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Property and Other Taxes	\$1,023,212	\$1,023,212	\$933,086	(\$90,126)
Income Taxes	8,016,162	8,016,162	7,310,090	(706,072)
Charges for Services	77,242	77,242	70,438	(6,804)
Investment Earnings	23,852	23,852	21,751	(2,101)
Intergovernmental	448,271	448,271	408,787	(39,484)
Special Assessments	13,518	13,518	12,327	(1,191)
Fines, Licenses & Permits	381,208	381,208	347,631	(33,577)
Other Revenues	42,905	42,905	39,126	(3,779)
Total Revenues	10,026,370	10,026,370	9,143,236	(883,134)
Expenditures:				
Current:				
<u>General Government</u>				
City Council:				
Personal Services	139,078	141,163	135,075	6,088
Contractual Services	78,679	79,859	76,415	3,444
Supplies and Materials	1,030	1,045	1,000	45
Total City Council	218,787	222,067	212,490	9,577
Mayor's Court:				
Personal Services	72,800	73,892	70,705	3,187
Contractual Services	63,235	64,183	61,415	2,768
Supplies and Materials	1,190	1,208	1,156	52
Total Mayor's Court	137,225	139,283	133,276	6,007
City Manager:				
Personal Services	444,028	450,685	431,249	19,436
Contractual Services	56,081	56,922	54,467	2,455
Supplies and Materials	2,279	2,313	2,213	100
Total City Manager	502,388	509,920	487,929	21,991
Finance/Tax:				
Personal Services	724,585	735,448	703,731	31,717
Contractual Services	225,415	228,794	218,927	9,867
Supplies and Materials	15,632	15,866	15,182	684
Total Finance/Tax	965,632	980,108	937,840	42,268
Human Resources:				
Personal Services	146,406	148,601	142,192	6,409
Contractual Services	12,011	12,191	11,665	526
Total Human Resources	158,417	160,792	153,857	6,935

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, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Elections:				
Contractual Services	1,890	1,919	1,836	83
Total Elections	<u>1,890</u>	<u>1,919</u>	<u>1,836</u>	<u>83</u>
Information Services:				
Personal Services	95,669	97,104	92,916	4,188
Contractual Services	87,522	88,834	85,003	3,831
Supplies and Materials	2,444	2,481	2,374	107
Total Information Services	<u>185,635</u>	<u>188,419</u>	<u>180,293</u>	<u>8,126</u>
Other:				
Personal Services	56,341	57,185	54,719	2,466
Contractual Services	335,273	340,300	325,624	14,676
Supplies and Materials	0	0	0	0
Total Other	<u>391,614</u>	<u>397,485</u>	<u>380,343</u>	<u>17,142</u>
Total General Government	<u>2,561,588</u>	<u>2,599,993</u>	<u>2,487,864</u>	<u>112,129</u>
<u>Public Safety</u>				
Police Department:				
Personal Services	4,896,130	4,969,535	4,755,217	214,318
Contractual Services	357,385	362,743	347,099	15,644
Supplies and Materials	87,548	88,860	85,028	3,832
Total Police Department	<u>5,341,063</u>	<u>5,421,138</u>	<u>5,187,344</u>	<u>233,794</u>
Total Public Safety	<u>5,341,063</u>	<u>5,421,138</u>	<u>5,187,344</u>	<u>233,794</u>
<u>Leisure Time Activities</u>				
Activity & Senior Centers:				
Contractual Services	75,451	76,582	73,279	3,303
Supplies and Materials	2,856	2,899	2,774	125
Total Activity & Senior Centers	<u>78,307</u>	<u>79,481</u>	<u>76,053</u>	<u>3,428</u>
Recreation:				
Personal Services	41,522	42,145	40,327	1,818
Contractual Services	32,068	32,549	31,145	1,404
Supplies and Materials	4,240	4,304	4,118	186
Total Recreation	<u>77,830</u>	<u>78,998</u>	<u>75,590</u>	<u>3,408</u>

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, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Park Maintenance:				
Personal Services	89,331	90,670	86,760	3,910
Contractual Services	47,439	48,151	46,074	2,077
Supplies and Materials	7,746	7,862	7,523	339
Total Park Maintenance	144,516	146,683	140,357	6,326
Total Leisure Time Activities	300,653	305,162	292,000	13,162
<u>Community Environment</u>				
Economic Development Department:				
Personal Services	138,296	140,370	134,316	6,054
Contractual Services	11,119	11,286	10,799	487
Total Economic Development Department	149,415	151,656	145,115	6,541
Community Development Department:				
Personal Services	294,545	298,961	286,068	12,893
Contractual Services	17,519	17,782	17,015	767
Supplies and Materials	2,473	2,510	2,402	108
Total Community Development Department	314,537	319,253	305,485	13,768
Beautification:				
Contractual Services	60,850	61,763	59,099	2,664
Supplies and Materials	516	524	501	23
Total Beautification	61,366	62,287	59,600	2,687
Community Services:				
Contractual Services	56,875	57,728	55,238	2,490
Supplies and Materials	51	52	50	2
Total Community Services	56,926	57,780	55,288	2,492
Building Department:				
Personal Services	146,305	148,498	142,094	6,404
Contractual Services	55,932	56,770	54,322	2,448
Supplies and Materials	3,610	3,664	3,506	158
Total Building Department	205,847	208,932	199,922	9,010
Total Community Environment	788,091	799,908	765,410	34,498
<u>Public Works and Streets</u>				
Equipment Maintenance:				
Personal Services	241,666	245,289	234,711	10,578
Contractual Services	11,505	11,678	11,174	504
Supplies and Materials	209,919	213,066	203,877	9,189
Total Equipment Maintenance	463,090	470,033	449,762	20,271

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, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Public Works:				
Personal Services	233,813	237,319	227,084	10,235
Contractual Services	88,742	90,072	86,188	3,884
Supplies and Materials	1,033	1,048	1,003	45
Total Public Works	<u>323,588</u>	<u>328,439</u>	<u>314,275</u>	<u>14,164</u>
Engineering:				
Personal Services	57,087	57,943	55,444	2,499
Contractual Services	20,968	21,283	20,365	918
Supplies and Materials	257	261	250	11
Total Engineering	<u>78,312</u>	<u>79,487</u>	<u>76,059</u>	<u>3,428</u>
Street Lighting:				
Contractual Services	111,758	113,434	108,542	4,892
Total Street Lighting	<u>111,758</u>	<u>113,434</u>	<u>108,542</u>	<u>4,892</u>
Municipal Building and Grounds:				
Personal Services	55,558	56,391	53,959	2,432
Contractual Services	160,672	163,081	156,048	7,033
Supplies and Materials	12,605	12,794	12,242	552
Total Municipal Building and Grounds	<u>228,835</u>	<u>232,266</u>	<u>222,249</u>	<u>10,017</u>
 Total Public Works and Streets	 <u>1,205,583</u>	 <u>1,223,659</u>	 <u>1,170,887</u>	 <u>52,772</u>
 <u>Public Health and Welfare</u>				
Health Services:				
Contractual Services	1,890	1,919	1,836	83
Total Health Services	<u>1,890</u>	<u>1,919</u>	<u>1,836</u>	<u>83</u>
 Total Public Health and Welfare	 <u>1,890</u>	 <u>1,919</u>	 <u>1,836</u>	 <u>83</u>
 Total Expenditures	 <u>10,198,868</u>	 <u>10,351,779</u>	 <u>9,905,341</u>	 <u>446,438</u>
 Excess of Revenues Over (Under) Expenditures	 <u>(172,498)</u>	 <u>(325,409)</u>	 <u>(762,105)</u>	 <u>(436,696)</u>
 Other Financing Sources (Uses):				
Advances (Out)	(73,102)	(74,198)	(70,998)	3,200
Transfers In	1,316	1,316	1,200	(116)
Transfers (Out)	(726,921)	(737,819)	(706,000)	31,819
 Total Other Financing Sources (Uses)	 <u>(798,707)</u>	 <u>(810,701)</u>	 <u>(775,798)</u>	 <u>34,903</u>

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, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Net Change in Fund Balance	(971,205)	(1,136,110)	(1,537,903)	(401,793)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>2,659,226</u>	<u>2,659,226</u>	<u>2,659,226</u>	<u>0</u>
Fund Balance End of Year	<u>\$1,688,021</u>	<u>\$1,523,116</u>	<u>\$1,121,323</u>	<u>(\$401,793)</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, 2013

	Fire Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Property and Other Taxes	\$2,860,503	\$2,860,503	\$2,800,663	(\$59,840)
Charges for Services	456,418	456,418	446,870	(9,548)
Investment Earnings	15,647	15,647	15,320	(327)
Intergovernmental	323,382	323,382	316,617	(6,765)
Fines, Licenses & Permits	4,702	4,702	4,604	(98)
Revenue in Lieu of Taxes	1,816	1,816	1,778	(38)
Other Revenues	11,231	11,231	10,996	(235)
Total Revenues	3,673,699	3,673,699	3,596,848	(76,851)
Expenditures:				
Public Safety:				
Fire Department:				
Personal Services	3,708,943	3,700,528	3,351,373	349,155
Contractual Services	459,086	458,045	414,827	43,218
Supplies and Materials	259,229	258,640	234,237	24,403
Total Public Safety	4,427,258	4,417,213	4,000,437	416,776
Total Expenditures	4,427,258	4,417,213	4,000,437	416,776
Net Change in Fund Balance	(753,559)	(743,514)	(403,589)	339,925
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,769,389	1,769,389	1,769,389	0
Fund Balance End of Year	\$1,015,830	\$1,025,875	\$1,365,800	\$339,925

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, 2013

	Carillon Business Park TIF Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Investment Earnings	\$7,355	\$9,954	\$7,680	(\$2,274)
Revenue in Lieu of Taxes	673,928	912,063	703,700	(208,363)
Total Revenues	681,283	922,017	711,380	(210,637)
Expenditures:				
General Government:				
Carillon Business Park:				
Contractual Services	34,106	37,767	34,378	3,389
Capital Outlay	1,092,202	1,209,445	1,100,918	108,527
Debt Service:				
Principal Retirement	2,023,849	2,241,101	2,040,000	201,101
Interest and Fiscal Charges	83,321	92,265	83,986	8,279
Total Expenditures	3,233,478	3,580,578	3,259,282	321,296
Excess of Revenues Over (Under) Expenditures	(2,552,195)	(2,658,561)	(2,547,902)	110,659
Other Financing Sources (Uses):				
Debt Proceeds	1,484,424	2,008,950	1,550,000	(458,950)
Total Other Financing Sources (Uses)	1,484,424	2,008,950	1,550,000	(458,950)
Net Change in Fund Balance	(1,067,771)	(649,611)	(997,902)	(348,291)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,301,327	1,301,327	1,301,327	0
Fund Balance End of Year	\$233,556	\$651,716	\$303,425	(\$348,291)

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, 2013

	Cincinnati Mills TIF Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Revenue in Lieu of Taxes	\$1,000,000	\$3,738,000	\$2,463,313	(\$1,274,687)
Total Revenues	1,000,000	3,738,000	2,463,313	(1,274,687)
Expenditures:				
General Government:				
Cincinnati Mills:				
Contractual Services	59,608	222,814	146,833	75,981
Other	940,392	3,515,186	2,316,480	1,198,706
Total Expenditures	1,000,000	3,738,000	2,463,313	1,274,687
Net Change in Fund Balance	0	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0	0
Fund Balance End of Year	\$0	\$0	\$0	\$0

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, 2013

	Cobblewood TIF Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Investment Earnings	\$1,750	\$1,750	\$1,612	(\$138)
Revenue in Lieu of Taxes	198,579	198,579	182,895	(15,684)
Total Revenues	200,329	200,329	184,507	(15,822)
Expenditures:				
General Government:				
Cobblewood:				
Contractual Services	22,372	22,428	20,417	2,011
Capital Outlay	840,746	842,831	767,272	75,559
Debt Service:				
Principal Retirement	821,820	823,858	750,000	73,858
Interest and Fiscal Charges	8,484	8,506	7,743	763
Total Expenditures	1,693,422	1,697,623	1,545,432	152,191
Excess of Revenues Over (Under) Expenditures	(1,493,093)	(1,497,294)	(1,360,925)	136,369
Other Financing Sources (Uses):				
Debt Proceeds	1,492,911	1,492,911	1,375,000	(117,911)
Total Other Financing Sources (Uses)	1,492,911	1,492,911	1,375,000	(117,911)
Net Change in Fund Balance	(182)	(4,383)	14,075	18,458
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	9,992	9,992	9,992	0
Fund Balance End of Year	\$9,810	\$5,609	\$24,067	\$18,458

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, 2013

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, 2013

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

Net Change in Fund Balance

	General	Fire	Carillon Business Park TIF	Cobblewood TIF
GAAP Basis	(\$569,709)	(\$110,017)	(\$230,213)	(\$435,630)
Revenue Accruals	(92,402)	18,917	382	(326)
Expenditure Accruals	(371,356)	(195,235)	(2,070,795)	(749,250)
Issuance of Debt	0	0	0	1,375,000
Transfers In	1,200	0	0	0
Advances (Out)	(70,998)	0	0	0
Encumbrances	(434,638)	(117,254)	(247,276)	(175,719)
Budget Basis	<u>(\$1,537,903)</u>	<u>(\$403,589)</u>	<u>(\$2,547,902)</u>	<u>\$14,075</u>

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, 2013

	Economic Development Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,127	\$734	(\$393)
Intergovernmental	27,854	18,140	(9,714)
Special Assessments	34,271	22,319	(11,952)
Other Revenues	36,837	23,990	(12,847)
Total Revenues	100,089	65,183	(34,906)
Expenditures:			
Public Works and Streets:			
Economic Development:			
Contractual Services	45,104	35,405	9,699
Capital Outlay	585,927	459,929	125,998
Total Economic Development	631,031	495,334	135,697
Debt Service:			
Principal Retirement	2,987,414	2,345,000	642,414
Interest and Fiscal Charges	31,814	24,973	6,841
Total Expenditures	3,650,259	2,865,307	784,952
Excess of Revenues Over (Under) Expenditures	(3,550,170)	(2,800,124)	750,046
Other Financing Sources (Uses):			
Debt Proceeds	3,408,848	2,220,000	(1,188,848)
Advances In	109,019	70,998	(38,021)
Transfers In	767,759	500,000	(267,759)
Total Other Financing Sources (Uses)	4,285,626	2,790,998	(1,494,628)
Net Change in Fund Balance	735,456	(9,126)	(744,582)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	9,126	9,126	0
Fund Balance End of Year	\$744,582	\$0	(\$744,582)

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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, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$1,475,585	\$15,943	\$1,586,950	\$3,078,478
Receivables (Net):				
Interest	3,924	0	4,641	8,565
Intergovernmental	521,055	0	0	521,055
Prepaid Items	1,992	0	0	1,992
Total Assets	2,002,556	15,943	1,591,591	3,610,090
Liabilities:				
Accounts Payable	31,492	0	33,891	65,383
Accrued Wages and Benefits	21,801	0	0	21,801
Compensated Absences	4,356	0	0	4,356
Accrued Interest Payable	273	0	0	273
Interfund Payable	78,593	0	0	78,593
Bond Anticipation Notes Payable	75,000	0	0	75,000
Total Liabilities	211,515	0	33,891	245,406
Deferred Inflows of Resources:				
Grants and Other Taxes	328,427	0	0	328,427
Unavailable Revenue	51,234	0	1,974	53,208
Total Deferred Inflows of Resources	379,661	0	1,974	381,635
Fund Balances:				
Nonspendable	1,992	0	0	1,992
Restricted	1,487,981	0	1,547,803	3,035,784
Committed	0	0	7,923	7,923
Assigned	0	15,943	0	15,943
Unassigned	(78,593)	0	0	(78,593)
Total Fund Balances	1,411,380	15,943	1,555,726	2,983,049
Total Liabilities, Deferred Inflows and Fund Balances	\$2,002,556	\$15,943	\$1,591,591	\$3,610,090

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, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Investment Earnings	\$12,563	\$0	\$14,835	\$27,398
Intergovernmental	975,116	0	7,400	982,516
Fines, Licenses & Permits	59,575	0	0	59,575
Revenue in Lieu of Taxes	21,171	0	0	21,171
Other Revenues	2,646	0	9,596	12,242
Total Revenues	1,071,071	0	31,831	1,102,902
Expenditures:				
Current:				
General Government	17,677	0	0	17,677
Public Safety	42,978	0	0	42,978
Community Environment	424	0	0	424
Public Works and Streets	872,390	0	0	872,390
Capital Outlay	150	0	197,324	197,474
Debt Service:				
Principal	0	75,000	64,772	139,772
Interest and Other Charges	1,057	7,500	2,161	10,718
Total Expenditures	934,676	82,500	264,257	1,281,433
Excess of Revenues Over (Under) Expenditures	136,395	(82,500)	(232,426)	(178,531)
Other Financing Sources (Uses):				
Transfers In	0	71,000	186,000	257,000
Transfers (Out)	(17,000)	0	0	(17,000)
Total Other Financing Sources (Uses)	(17,000)	71,000	186,000	240,000
Net Change in Fund Balance	119,395	(11,500)	(46,426)	61,469
Fund Balance - Beginning of Year	1,291,985	27,443	1,602,152	2,921,580
Fund Balance - End of Year	\$1,411,380	\$15,943	\$1,555,726	\$2,983,049

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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.

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.

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.

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.

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.

City of Forest Park, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Street	State Highway	Law Enforcement Trust	Law Enforcement Grant	DARE
Assets:					
Equity in Pooled Cash and Investments	\$940,288	\$177,347	\$76,357	\$4,925	\$23,898
Receivables (Net):					
Interest	2,750	519	0	0	0
Intergovernmental	436,222	35,269	0	0	0
Prepaid Items	1,992	0	0	0	0
Total Assets	1,381,252	213,135	76,357	4,925	23,898
Liabilities:					
Accounts Payable	18,811	10,182	2,499	0	0
Accrued Wages and Benefits	21,283	518	0	0	0
Compensated Absences	4,356	0	0	0	0
Accrued Interest Payable	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Bond Anticipation Notes Payable	0	0	0	0	0
Total Liabilities	44,450	10,700	2,499	0	0
Deferred Inflows of Resources:					
Grants and Other Taxes	303,888	24,539	0	0	0
Unavailable Revenue	1,170	221	0	0	0
Total Deferred Inflows of Resources	305,058	24,760	0	0	0
Fund Balances:					
Nonspendable	1,992	0	0	0	0
Restricted	1,029,752	177,675	73,858	4,925	23,898
Unassigned	0	0	0	0	0
Total Fund Balances	1,031,744	177,675	73,858	4,925	23,898
Total Liabilities, Deferred Inflows and Fund Balances	\$1,381,252	\$213,135	\$76,357	\$4,925	\$23,898

Health Care Reserve	Home Improvement	Fire Department Trust	Court Automation	Promenade TIF	FEMA	Total Nonmajor Special Revenue Funds
\$88,156	\$4,295	\$55,466	\$24,676	\$80,177	\$0	\$1,475,585
258	0	162	0	235	0	3,924
0	0	0	0	49,564	0	521,055
0	0	0	0	0	0	1,992
<u>88,414</u>	<u>4,295</u>	<u>55,628</u>	<u>24,676</u>	<u>129,976</u>	<u>0</u>	<u>2,002,556</u>
0	0	0	0	0	0	31,492
0	0	0	0	0	0	21,801
0	0	0	0	0	0	4,356
0	0	0	0	273	0	273
0	0	0	0	0	78,593	78,593
0	0	0	0	75,000	0	75,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>75,273</u>	<u>78,593</u>	<u>211,515</u>
0	0	0	0	0	0	328,427
110	0	69	0	49,664	0	51,234
<u>110</u>	<u>0</u>	<u>69</u>	<u>0</u>	<u>49,664</u>	<u>0</u>	<u>379,661</u>
0	0	0	0	0	0	1,992
88,304	4,295	55,559	24,676	5,039	0	1,487,981
0	0	0	0	0	(78,593)	(78,593)
<u>88,304</u>	<u>4,295</u>	<u>55,559</u>	<u>24,676</u>	<u>5,039</u>	<u>(78,593)</u>	<u>1,411,380</u>
<u>\$88,414</u>	<u>\$4,295</u>	<u>\$55,628</u>	<u>\$24,676</u>	<u>\$129,976</u>	<u>\$0</u>	<u>\$2,002,556</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, 2013

	Street	State Highway	Law Enforcement Trust	Law Enforcement Grant	DARE
Revenues:					
Investment Earnings	\$8,675	\$1,575	\$0	\$0	\$0
Intergovernmental	894,222	72,506	0	0	0
Fines, Licenses & Permits	0	0	46,749	0	0
Revenue in Lieu of Taxes	0	0	0	0	0
Other Revenues	1,986	0	0	0	650
Total Revenues	904,883	74,081	46,749	0	650
Expenditures:					
Current:					
General Government	0	0	0	0	0
Public Safety	0	0	8,527	20,564	3,128
Community Environment	0	0	0	0	0
Public Works and Streets	811,742	60,648	0	0	0
Capital Outlay	150	0	0	0	0
Debt Service:					
Interest and Other Charges	0	0	0	0	0
Total Expenditures	811,892	60,648	8,527	20,564	3,128
Excess of Revenues Over (Under) Expenditures	92,991	13,433	38,222	(20,564)	(2,478)
Other Financing Sources (Uses):					
Transfers (Out)	(17,000)	0	0	0	0
Total Other Financing Sources (Uses)	(17,000)	0	0	0	0
Net Change in Fund Balance	75,991	13,433	38,222	(20,564)	(2,478)
Fund Balance - Beginning of Year	955,753	164,242	35,636	25,489	26,376
Fund Balance - End of Year	\$1,031,744	\$177,675	\$73,858	\$4,925	\$23,898

Health Care Reserve	Home Improvement	Fire Department Trust	Court Automation	Promenade TIF	FEMA	Total Nonmajor Special Revenue Funds
\$862	\$29	\$524	\$0	\$898	\$0	\$12,563
0	8,388	0	0	0	0	975,116
0	0	0	12,826	0	0	59,575
0	0	0	0	21,171	0	21,171
0	10	0	0	0	0	2,646
<u>862</u>	<u>8,427</u>	<u>524</u>	<u>12,826</u>	<u>22,069</u>	<u>0</u>	<u>1,071,071</u>
7,340	10,337	0	0	0	0	17,677
0	0	0	10,759	0	0	42,978
0	0	0	0	424	0	424
0	0	0	0	0	0	872,390
0	0	0	0	0	0	150
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,057</u>	<u>0</u>	<u>1,057</u>
<u>7,340</u>	<u>10,337</u>	<u>0</u>	<u>10,759</u>	<u>1,481</u>	<u>0</u>	<u>934,676</u>
<u>(6,478)</u>	<u>(1,910)</u>	<u>524</u>	<u>2,067</u>	<u>20,588</u>	<u>0</u>	<u>136,395</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(17,000)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(17,000)</u>
<u>(6,478)</u>	<u>(1,910)</u>	<u>524</u>	<u>2,067</u>	<u>20,588</u>	<u>0</u>	<u>119,395</u>
<u>94,782</u>	<u>6,205</u>	<u>55,035</u>	<u>22,609</u>	<u>(15,549)</u>	<u>(78,593)</u>	<u>1,291,985</u>
<u>\$88,304</u>	<u>\$4,295</u>	<u>\$55,559</u>	<u>\$24,676</u>	<u>\$5,039</u>	<u>(\$78,593)</u>	<u>\$1,411,380</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, 2013

	Street Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$7,749	\$7,955	\$206
Intergovernmental	870,845	894,034	23,189
Other Revenues	1,934	1,986	52
Total Revenues	<u>880,528</u>	<u>903,975</u>	<u>23,447</u>
Expenditures:			
Public Works and Streets:			
Streets:			
Personal Services	722,898	559,810	163,088
Contractual Services	284,250	220,122	64,128
Supplies and Materials	99,037	76,694	22,343
Capital Outlay	41,425	32,079	9,346
Total Expenditures	<u>1,147,610</u>	<u>888,705</u>	<u>258,905</u>
Excess of Revenues Over (Under) Expenditures	<u>(267,082)</u>	<u>15,270</u>	<u>282,352</u>
Other Financing Sources (Uses):			
Transfers (Out)	<u>(21,953)</u>	<u>(17,000)</u>	<u>4,953</u>
Total Other Financing Sources (Uses)	<u>(21,953)</u>	<u>(17,000)</u>	<u>4,953</u>
Net Change in Fund Balance	(289,035)	(1,730)	287,305
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>863,659</u>	<u>863,659</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$574,624</u></u>	<u><u>\$861,929</u></u>	<u><u>\$287,305</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, 2013

	State Highway Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,424	\$1,433	\$9
Intergovernmental	72,030	72,490	460
Total Revenues	73,454	73,923	469
Expenditures:			
Public Works and Streets:			
State Highway:			
Personal Services	20,877	12,706	8,171
Contractual Services	61,723	37,566	24,157
Supplies and Materials	30,917	18,817	12,100
Total Expenditures	113,517	69,089	44,428
Net Change in Fund Balance	(40,063)	4,834	44,897
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	156,272	156,272	0
Fund Balance End of Year	\$116,209	\$161,106	\$44,897

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, 2013

	Law Enforcement Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$28,000	\$46,749	\$18,749
Total Revenues	28,000	46,749	18,749
Expenditures:			
Public Safety:			
Police Department:			
Contractual Services	8,676	2,972	5,704
Supplies and Materials	8,924	3,057	5,867
Capital Outlay	7,295	2,499	4,796
Total Expenditures	24,895	8,528	16,367
Net Change in Fund Balance	3,105	38,221	35,116
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	35,636	35,636	0
Fund Balance End of Year	\$38,741	\$73,857	\$35,116

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, 2013

	Law Enforcement Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$6,000	\$0	(\$6,000)
Total Revenues	6,000	0	(6,000)
Expenditures:			
Public Safety:			
Police Department:			
Contractual Services	20,600	20,564	36
Total Expenditures	20,600	20,564	36
Net Change in Fund Balance	(14,600)	(20,564)	(5,964)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	25,489	25,489	0
Fund Balance End of Year	\$10,889	\$4,925	(\$5,964)

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, 2013

	DARE Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$1,200	\$650	(\$550)
Total Revenues	1,200	650	(550)
Expenditures:			
Public Safety:			
Police Department:			
Contractual Services	884	395	489
Supplies and Materials	6,116	2,734	3,382
Total Expenditures	7,000	3,129	3,871
Net Change in Fund Balance	(5,800)	(2,479)	3,321
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	26,376	26,376	0
Fund Balance End of Year	\$20,576	\$23,897	\$3,321

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, 2013

	Health Care Reserve Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$998	\$809	(\$189)
Total Revenues	998	809	(189)
Expenditures:			
General Government:			
Contractual Services	6,500	7,740	(1,240)
Total Expenditures	6,500	7,740	(1,240)
Net Change in Fund Balance	(5,502)	(6,931)	(1,429)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	94,687	94,687	0
Fund Balance End of Year	\$89,185	\$87,756	(\$1,429)

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, 2013

	Home Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$85	\$36	(\$49)
Intergovernmental	19,891	8,388	(11,503)
Other Revenues	24	10	(14)
Total Revenues	<u>20,000</u>	<u>8,434</u>	<u>(11,566)</u>
Expenditures:			
General Government:			
Contractual Services	20,000	11,337	8,663
Total Expenditures	<u>20,000</u>	<u>11,337</u>	<u>8,663</u>
Net Change in Fund Balance	0	(2,903)	(2,903)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>7,198</u>	<u>7,198</u>	<u>0</u>
Fund Balance End of Year	<u>\$7,198</u>	<u>\$4,295</u>	<u>(\$2,903)</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, 2013

	Fire Department Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$3,000	\$486	(\$2,514)
Total Revenues	3,000	486	(2,514)
Expenditures:			
Public Safety:			
Fire Department:			
Contractual Services	3,000	0	3,000
Total Expenditures	3,000	0	3,000
Net Change in Fund Balance	0	486	486
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	54,980	54,980	0
Fund Balance End of Year	\$54,980	\$55,466	\$486

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, 2013

	Court Automation Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Fines, Licenses & Permits	\$10,000	\$12,826	\$2,826
Total Revenues	10,000	12,826	2,826
Expenditures:			
Public Safety:			
Court Automation:			
Contractual Services	16,660	8,999	7,661
Supplies and Materials	5,110	2,760	2,350
Total Expenditures	21,770	11,759	10,011
Net Change in Fund Balance	(11,770)	1,067	12,837
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	22,609	22,609	0
Fund Balance End of Year	\$10,839	\$23,676	\$12,837

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, 2013

	Promenade TIF Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,151	\$848	(\$303)
Revenue in Lieu of Taxes	28,727	21,171	(7,556)
Total Revenues	29,878	22,019	(7,859)
Expenditures:			
General Government:			
Promenade TIF:			
Contractual Services	16,228	15,424	804
Debt Service:			
Principal Retirement	105,214	100,000	5,214
Interest and Fiscal Charges	1,264	1,201	63
Total Expenditures	122,706	116,625	6,081
Excess of Revenues Over (Under) Expenditures	(92,828)	(94,606)	(1,778)
Other financing sources (uses):			
Debt Proceeds	101,767	75,000	(26,767)
Total Other Financing Sources (Uses)	101,767	75,000	(26,767)
Net Change in Fund Balance	8,939	(19,606)	(28,545)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	84,783	84,783	0
Fund Balance End of Year	\$93,722	\$65,177	(\$28,545)

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, 2013

	FEMA Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Charges for Services	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Public Safety:			
FEMA Reimbursement Fire:			
Other	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)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

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, 2013

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Property and Other Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Debt Service:			
Principal Retirement	75,000	75,000	0
Interest and Fiscal Charges	7,500	7,500	0
Total Expenditures	82,500	82,500	0
Excess of Revenues Over (Under) Expenditures	(82,500)	(82,500)	0
Other Financing Sources (Uses):			
Transfers In	82,500	71,000	(11,500)
Total Other Financing Sources (Uses)	82,500	71,000	(11,500)
Net Change in Fund Balance	0	(11,500)	(11,500)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	27,443	27,443	0
Fund Balance End of Year	<u>\$27,443</u>	<u>\$15,943</u>	<u>(\$11,500)</u>

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, 2013

	Capital Improvement	Fire Capital	Police Capital Equipment	Total Nonmajor Capital Projects Funds
Assets:				
Equity in Pooled Cash and Investments	\$449,523	\$1,102,429	\$34,998	\$1,586,950
Receivables (Net):				
Interest	1,314	3,224	103	4,641
Total Assets	450,837	1,105,653	35,101	1,591,591
Liabilities:				
Accounts Payable	0	6,757	27,134	33,891
Total Liabilities	0	6,757	27,134	33,891
Deferred Inflows of Resources:				
Unavailable Revenue	559	1,371	44	1,974
Total Deferred Inflows of Resources	559	1,371	44	1,974
Fund Balances:				
Restricted	450,278	1,097,525	0	1,547,803
Committed	0	0	7,923	7,923
Total Fund Balances	450,278	1,097,525	7,923	1,555,726
Total Liabilities, Deferred Inflows and Fund Balances	\$450,837	\$1,105,653	\$35,101	\$1,591,591

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, 2013

	Capital Improvement	Fire Capital	Police Capital Equipment	Total Nonmajor Capital Projects Funds
Revenues:				
Investment Earnings	\$3,774	\$10,515	\$546	\$14,835
Intergovernmental	7,400	0	0	7,400
Other Revenues	0	0	9,596	9,596
Total Revenues	<u>11,174</u>	<u>10,515</u>	<u>10,142</u>	<u>31,831</u>
Expenditures:				
Capital Outlay	95,142	64,625	37,557	197,324
Debt Service:				
Principal	0	0	64,772	64,772
Interest and Other Charges	0	0	2,161	2,161
Total Expenditures	<u>95,142</u>	<u>64,625</u>	<u>104,490</u>	<u>264,257</u>
Excess of Revenues Over (Under) Expenditures	<u>(83,968)</u>	<u>(54,110)</u>	<u>(94,348)</u>	<u>(232,426)</u>
Other Financing Sources (Uses):				
Transfers In	<u>101,000</u>	<u>0</u>	<u>85,000</u>	<u>186,000</u>
Total Other Financing Sources (Uses)	<u>101,000</u>	<u>0</u>	<u>85,000</u>	<u>186,000</u>
Net Change in Fund Balance	17,032	(54,110)	(9,348)	(46,426)
Fund Balance - Beginning of Year	<u>433,246</u>	<u>1,151,635</u>	<u>17,271</u>	<u>1,602,152</u>
Fund Balance - End of Year	<u>\$450,278</u>	<u>\$1,097,525</u>	<u>\$7,923</u>	<u>\$1,555,726</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, 2013

	Capital Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$3,224	\$3,462	\$238
Intergovernmental	6,892	7,400	508
Total Revenues	<u>10,116</u>	<u>10,862</u>	<u>746</u>
Expenditures:			
Public Works and Streets:			
Municipal Building and Grounds:			
Capital Outlay	407,902	169,276	238,626
Total Expenditures	<u>407,902</u>	<u>169,276</u>	<u>238,626</u>
Excess of Revenues Over (Under) Expenditures	<u>(397,786)</u>	<u>(158,414)</u>	<u>239,372</u>
Other Financing Sources (Uses):			
Transfers In	94,066	101,000	6,934
Total Other Financing Sources (Uses)	<u>94,066</u>	<u>101,000</u>	<u>6,934</u>
Net Change in Fund Balance	(303,720)	(57,414)	246,306
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>440,305</u>	<u>440,305</u>	<u>0</u>
Fund Balance End of Year	<u>\$136,585</u>	<u>\$382,891</u>	<u>\$246,306</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, 2013

	Fire Capital Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$257,956	\$9,819	(\$248,137)
Total Revenues	257,956	9,819	(248,137)
Expenditures:			
Public Works and Streets:			
Capital Improvements:			
Capital Outlay	600,407	66,487	533,920
Total Expenditures	600,407	66,487	533,920
Net Change in Fund Balance	(342,451)	(56,668)	285,783
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,150,478	1,150,478	0
Fund Balance End of Year	\$808,027	\$1,093,810	\$285,783

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, 2013

	Police Capital Equipment Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$636	\$504	(\$132)
Other Revenues	12,109	9,596	(2,513)
Total Revenues	12,745	10,100	(2,645)
Expenditures:			
Public Safety:			
Police Capital Equipment:			
Capital Outlay	42,344	34,199	8,145
Debt Service:			
Principal Retirement	91,311	73,748	17,563
Interest and Fiscal Charges	3,280	2,649	631
Total Expenditures	136,935	110,596	26,339
Excess of Revenues Over (Under) Expenditures	(124,190)	(100,496)	23,694
Other Financing Sources (Uses):			
Transfers In	107,256	85,000	(22,256)
Total Other Financing Sources (Uses)	107,256	85,000	(22,256)
Net Change in Fund Balance	(16,934)	(15,496)	1,438
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	17,254	17,254	0
Fund Balance End of Year	\$320	\$1,758	\$1,438

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 Fund
For the Fiscal Year Ended December 31, 2013

	Community Programming Board			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$895,223	\$390,159	\$397,429	\$887,953
Receivables (Net):				
Accounts	46,160	0	46,160	0
Interest	2,087	0	2,087	0
Prepaid Items	2,053	0	2,053	0
Total Assets	945,523	390,159	447,729	887,953
Liabilities:				
Accounts Payable	1,942	0	1,942	0
Due to Others	943,581	390,159	445,787	887,953
Total Liabilities	\$945,523	\$390,159	\$447,729	\$887,953

	Mayor's Court			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$3,816	\$255,501	\$255,550	\$3,767
Total Assets	3,816	255,501	255,550	3,767
Liabilities:				
Due to Others	3,816	255,501	255,550	3,767
Total Liabilities	\$3,816	\$255,501	\$255,550	\$3,767

	Refundable Fees			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$167,488	\$49,101	\$41,493	\$175,096
Total Assets	167,488	49,101	41,493	175,096
Liabilities:				
Due to Others	167,488	49,101	41,493	175,096
Total Liabilities	\$167,488	\$49,101	\$41,493	\$175,096

Continued

City of Forest Park, Ohio
Statement of Changes In Assets and Liabilities
Agency Fund
For the Fiscal Year Ended December 31, 2013

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$1,066,527	\$694,761	\$694,472	\$1,066,816
Receivables (Net):				
Accounts	46,160	0	46,160	0
Interest	2,087	0	2,087	0
Prepaid Items	2,053	0	2,053	0
Total Assets	1,116,827	694,761	744,772	1,066,816
Liabilities:				
Accounts Payable	1,942	0	1,942	0
Due to Others	1,114,885	694,761	742,830	1,066,816
Total Liabilities	\$1,116,827	\$694,761	\$744,772	\$1,066,816

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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.

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City of Forest Park, Ohio
 Net Position by Component
 Last Ten Calendar Years
 (accrual basis of accounting)
 Schedule 1

	Calendar Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Activities										
Net Investment in Capital Assets	\$12,190,880	\$31,877,075	\$33,271,931	\$32,982,943	\$32,361,148	\$32,956,283	\$33,845,751	\$34,461,845	\$34,321,408	\$34,887,165
Restricted	4,814,255	4,882,097	6,705,865	6,865,890	7,036,457	7,713,277	7,274,756	8,085,661	5,827,124	5,894,467
Unrestricted	8,062,887	6,934,347	4,290,227	4,420,173	5,143,649	6,316,631	9,728,159	9,626,789	4,844,393	3,853,195
Total governmental activities net position	\$25,068,022	\$43,693,519	\$44,268,023	\$44,269,006	\$44,541,254	\$46,986,191	\$50,848,666	\$52,174,295	\$44,992,925	\$44,634,827
Business-type activities										
Net Investment in Capital Assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$964,646	\$1,055,081
Unrestricted	0	0	0	0	0	0	0	0	1,957,773	2,073,000
Total business-type activities net position	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,922,419	\$3,128,081
Total Primary Government										
Net Investment in Capital Assets	\$12,190,880	\$31,877,075	\$33,271,931	\$32,982,943	\$32,361,148	\$32,956,283	\$33,845,751	\$34,461,845	\$35,286,054	\$35,942,246
Restricted	4,814,255	4,882,097	6,705,865	6,865,890	7,036,457	7,713,277	7,274,756	8,085,661	5,827,124	5,894,467
Unrestricted	8,062,887	6,934,347	4,290,227	4,420,173	5,143,649	6,316,631	9,728,159	9,626,789	6,802,166	5,926,195
Total primary government net position	\$25,068,022	\$43,693,519	\$44,268,023	\$44,269,006	\$44,541,254	\$46,986,191	\$50,848,666	\$52,174,295	\$47,915,344	\$47,762,908

Source: City Records

City of Forest Park, Ohio
Changes in Net Position
Last Ten Calendar Years
(accrual basis of accounting)
Schedule 2

	Calendar Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental Activities:										
General Government	\$1,728,474	\$1,951,871	\$3,114,377	\$3,812,586	\$3,763,638	\$2,492,086	\$2,230,295	\$3,317,496	\$4,224,797	\$4,693,535
Public Safety	7,428,605	7,860,645	7,894,413	8,732,520	9,501,493	9,845,919	9,339,809	9,280,271	9,589,192	9,031,968
Leisure Time Activities	419,440	448,758	450,221	447,047	401,165	364,935	284,917	288,403	298,739	291,210
Community Environment	746,169	958,658	1,017,798	783,419	934,999	1,558,730	1,440,824	1,988,253	618,073	660,892
Public Works and Streets	3,074,083	3,413,529	3,509,479	3,344,237	3,551,056	3,403,610	2,969,346	2,928,457	3,150,459	2,933,998
Public Health and Welfare	20,792	21,455	21,710	21,436	21,775	22,189	21,000	20,710	20,764	44,914
Interest and Fiscal Charges	238,571	210,269	183,667	264,033	260,595	246,659	153,413	167,374	135,853	111,204
Total Governmental Activities Expenses	13,656,134	14,865,185	16,191,665	17,405,278	18,434,721	17,934,128	16,439,604	17,990,964	18,037,877	17,767,721
Business-type activities:										
Stormwater Management Utility	0	0	0	0	0	0	0	0	406,412	343,643
Solid Waste Collection	0	0	0	0	0	0	0	0	1,151,728	1,143,500
Total business-type activities expenses	0	0	0	0	0	0	0	0	1,558,140	1,487,143
Total Primary Government Expenses	\$13,656,134	\$14,865,185	\$16,191,665	\$17,405,278	\$18,434,721	\$17,934,128	\$16,439,604	\$17,990,964	\$19,596,017	\$19,254,864
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$1,113,014	\$903,755	\$1,435,995	\$1,605,383	\$1,215,002	\$945,837	\$42,098	\$20,015	\$27,520	\$41,312
Public Safety	950,528	865,363	478,019	662,495	917,014	938,610	851,041	946,811	1,332,542	948,833
Leisure Time Activities	54,049	55,242	88,724	80,296	65,815	54,687	50,262	52,287	46,152	62,881
Community Environment	21,254	36,589	4,725	14,828	196,765	1,076,853	1,133,758	1,160,491	30,140	8,810
Public Works and Streets	605,673	662,585	664,822	627,085	743,369	763,221	587,334	589,088	0	0
Operating Grants and Contributions	1,097,626	995,197	1,088,440	1,274,379	866,168	1,114,073	1,095,390	1,140,458	1,924,647	1,294,630
Capital Grants and Contributions	1,208,874	0	0	87,475	4,837	31,886	261,618	323,381	17,831	25,540
Total Governmental Activities Program Revenues	5,051,018	3,518,731	3,760,725	4,351,941	4,008,970	4,925,167	4,021,501	4,232,531	3,378,832	2,382,006
Business-type activities:										
Charges for Services:										
Stormwater Management Utility	0	0	0	0	0	0	0	0	582,742	567,273
Solid Waste Collection	0	0	0	0	0	0	0	0	1,089,231	1,076,631
Operating Grants and Contributions	0	0	0	0	0	0	0	0	0	59,165
Total business-type activities program revenues	0	0	0	0	0	0	0	0	1,671,973	1,703,069
Total Primary Government Program Revenues	\$5,051,018	\$3,518,731	\$3,760,725	\$4,351,941	\$4,008,970	\$4,925,167	\$4,021,501	\$4,232,531	\$5,050,805	\$4,085,075

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

	Calendar Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Net (Expense)										
Governmental Activities	(\$8,605,116)	(\$11,346,454)	(\$12,430,940)	(\$13,053,337)	(\$14,425,751)	(\$13,008,961)	(\$12,418,103)	(\$13,758,433)	(\$14,659,045)	(\$15,385,715)
Business-type activities	0	0	0	0	0	0	0	0	113,833	215,926
Total Primary Government Net Expenses	(\$8,605,116)	(\$11,346,454)	(\$12,430,940)	(\$13,053,337)	(\$14,425,751)	(\$13,008,961)	(\$12,418,103)	(\$13,758,433)	(\$14,545,212)	(\$15,169,789)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Income Taxes	\$6,466,736	\$6,315,991	\$6,140,728	\$6,812,643	\$8,687,911	\$7,979,650	\$7,457,932	\$7,327,007	\$7,097,791	\$7,491,136
Property Taxes Levied for:										
General Purposes	815,912	964,325	1,167,285	1,749,729	1,192,128	2,329,505	3,146,751	1,570,985	922,743	918,440
Special Revenue Purposes	2,326,373	2,818,716	3,517,988	3,252,373	3,194,508	3,939,702	3,832,419	3,599,310	2,762,645	2,789,977
Grants and Entitlements not Restricted	1,294,547	835,181	1,141,460	465,147	1,070,491	667,401	610,454	646,364	393,179	347,770
Revenue in Lieu of Taxes	0	0	0	0	0	295,385	873,044	1,698,293	2,713,909	3,373,472
Unrestricted Contributions	0	0	3,291	11,290	5,640	1,500	0	0	0	0
Investment Earnings	120,619	317,085	445,449	579,294	397,606	118,714	101,759	103,841	66,491	64,917
Other Revenues	60,764	6,648	95,496	183,844	149,715	122,041	258,219	138,262	171,763	38,028
Gain on sale of Capital Assets	0	0	0	0	0	0	0	0	0	0
Transfers-Internal Activities	0	0	0	0	0	0	0	0	34,000	34,000
Total Governmental Activities	11,084,951	11,257,946	12,511,697	13,054,320	14,697,999	15,453,898	16,280,578	15,084,062	14,162,521	15,057,740
Business-type activities:										
Investment earnings	0	0	0	0	0	0	0	0	15,197	19,200
Other Revenues	0	0	0	0	0	0	0	0	10,574	4,536
Transfers-Internal Activities	0	0	0	0	0	0	0	0	(34,000)	(34,000)
Total business-type activities	0	0	0	0	0	0	0	0	(8,229)	(10,264)
Total Primary Government	\$11,084,951	\$11,257,946	\$12,511,697	\$13,054,320	\$14,697,999	\$15,453,898	\$16,280,578	\$15,084,062	\$14,154,292	\$15,047,476
Change in Net Position										
Total Primary Government	\$2,479,835	(\$88,508)	\$80,757	\$983	\$272,248	\$2,444,937	\$3,862,475	\$1,325,629	(\$390,920)	(\$122,313)

Source: City Records

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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									
	2004	2005	2006	2007	2008	2009	2010	2011 (1)	2012	2013
General Fund										
Reserved	\$610,876	\$755,355	\$678,423	\$616,430	\$1,107,907	\$336,405	\$293,908	\$0	\$0	\$0
Unreserved	5,518,054	4,028,910	2,128,330	2,417,916	2,524,653	2,661,119	3,238,013	0	0	0
Nonspendable									17,335	50,229
Assigned								281,868	910,336	260,483
Unassigned								3,273,544	1,969,471	2,016,721
Total General Fund	6,128,930	4,784,265	2,806,753	3,034,346	3,632,560	2,997,524	3,531,921	3,555,412	2,897,142	2,327,433
All Other Governmental Funds										
Reserved	498,365	322,973	946,853	254,090	985,661	804,601	414,153	0	0	0
Unreserved, Reported in:										
Special Revenue Funds	3,744,753	4,290,934	4,488,416	5,760,338	5,606,132	6,293,062	6,030,380	0	0	0
Debt Service Funds	0	48,399	41,485	41,485	41,485	41,485	36,429	0	0	0
Capital Project Funds	571,137	542,764	442,934	(1,552,294)	(2,013,167)	(1,808,681)	(1,158,253)	0	0	0
Nonspendable								0	7,545	8,874
Restricted								8,114,334	4,548,652	4,505,096
Committed								22,926	17,271	7,923
Assigned								36,429	27,443	15,943
Unassigned								(2,942,247)	(3,952,569)	(4,477,587)
Total Other Governmental Funds	\$4,814,255	\$5,205,070	\$5,919,688	\$4,503,619	\$4,620,111	\$5,330,467	\$5,322,709	\$5,231,442	\$648,342	\$60,249

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Taxes	\$10,787,886	\$11,496,327	\$10,723,536	\$11,875,527	\$13,217,698	\$12,523,690	\$12,720,437	\$12,047,788	\$10,917,002	\$11,203,283
Fines, Licenses & Permits	437,914	365,470	706,081	362,956	616,544	522,833	294,174	300,735	361,810	410,530
Charges for Services	1,046,504	914,949	729,319	1,100,458	1,317,772	2,349,142	2,373,965	2,378,281	635,297	516,112
Investment Earnings	118,278	313,972	447,921	579,294	397,606	83,693	79,315	122,925	87,229	67,312
Intergovernmental	1,742,815	1,050,972	1,850,951	1,854,614	1,710,971	1,702,565	1,906,126	1,842,871	2,564,750	1,700,352
Special Assessments	523,155	559,021	1,152,123	1,515,233	1,177,910	913,508	10,659	32,139	12,429	23,175
Revenue in Lieu of Taxes	0	0	0	0	0	295,385	873,044	1,698,293	2,713,909	3,372,857
Other Revenues	493,897	278,974	213,639	211,032	174,373	137,011	271,738	148,760	178,163	47,228
Total Revenues	15,150,449	14,979,685	15,823,570	17,499,114	18,612,874	18,527,827	18,529,458	18,571,792	17,470,589	17,340,849
Expenditures										
Current:										
General Government	1,703,358	1,958,104	3,255,565	3,764,431	3,600,285	2,424,673	2,173,481	3,249,970	4,179,260	4,616,469
Public Safety	6,987,134	7,456,565	7,599,298	8,622,400	8,943,639	9,481,406	9,154,256	9,004,751	9,227,480	8,695,378
Leisure Time Activities	381,856	419,185	413,617	408,299	374,455	303,812	250,389	255,943	267,494	261,233
Community Environment	740,860	948,940	1,010,176	777,763	928,147	1,551,877	1,434,271	1,752,505	615,218	660,892
Public Works and Streets	2,468,037	2,802,352	2,638,561	2,426,832	2,494,290	2,474,754	2,438,720	2,299,370	2,148,274	1,962,737
Public Health and Welfare	20,792	21,455	21,710	21,436	21,775	22,189	21,000	20,710	20,764	44,914
Capital Outlay	3,686,401	1,103,193	1,296,413	2,011,290	882,847	1,557,362	1,978,225	2,127,439	3,727,802	1,804,907
Debt Service:										
Principal Retirement	1,114,463	1,020,420	736,405	405,565	408,365	389,626	397,813	233,187	324,132	359,772
Interest and Fiscal Charges	241,938	205,012	197,473	261,850	261,660	246,808	154,664	167,541	148,699	126,349
Bond Issuance Cost	0	0	0	0	0	0	0	36,147	0	0
Total Expenditures	\$17,344,839	\$15,935,226	\$17,169,218	\$18,699,866	\$17,915,463	\$18,452,507	\$18,002,819	\$19,147,563	\$20,659,123	\$18,532,651

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Excess of revenues over (under) expenditures	(\$2,194,390)	(\$955,541)	(\$1,345,648)	(\$1,200,752)	\$697,411	\$75,320	\$526,639	(\$575,771)	(\$3,188,534)	(\$1,191,802)
Other Financing Sources (Uses)										
Issuance of Capital Leases	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$94,605	\$98,967	\$0
Proceeds from Sale of Capital Assets	1,200	1,691	43,462	12,276	17,295	0	0	168	0	0
Issuance of Long-Term Capital-Related Debt	0	0	39,292	0	0	0	0	375,000	0	0
Payments for Refunding Bond Escrow Agent	0	0	0	0	0	0	0	(1,928,853)	0	0
Issuance of Refunding Bonds	0	0	0	0	0	0	0	1,853,853	0	0
Premium on Refunding	0	0	0	0	0	0	0	113,222	0	0
Transfers In	475,775	416,551	1,244,510	1,584,006	846,697	1,779,804	1,471,505	1,018,121	1,135,364	757,000
Transfers (Out)	(475,775)	(416,551)	(1,244,510)	(1,584,006)	(846,697)	(1,779,804)	(1,471,505)	(1,018,121)	(1,101,364)	(723,000)
Total Other Financing Sources (Uses)	1,200	1,691	82,754	12,276	17,295	0	0	507,995	132,967	34,000
Net Change in Fund Balances	(\$2,193,190)	(\$953,850)	(\$1,262,894)	(\$1,188,476)	\$714,706	\$75,320	\$526,639	(\$67,776)	(\$3,055,567)	(\$1,157,802)
Debt service as a percentage of noncapital expenditures (1)	9.9%	8.0%	5.9%	4.0%	4.0%	3.7%	3.5%	2.4%	2.8%	2.9%

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
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
2012	312,398,330	0	11,471,250	323,869,580	925,341,657	11.08
2013	309,627,960	0	12,407,390	322,035,350	920,101,000	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	
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	
2012	1.38	9.70	11.08	54.22	2.70	1.00	19.03	
2013	1.38	9.70	11.08	59.57	2.70	1.00	19.03	

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 Eight Years Ago (1)
Schedule 7

2013		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Duke Energy Ohio Inc.	\$11,633,480	3.61%
Union Central Life Ins Co.	6,818,820	2.12%
Core Kensington Park Apartments LLC	5,460,000	1.70%
Forest Park Associates LLC	3,732,070	1.16%
AERC Remington Place Holdings LLC	3,689,120	1.15%
Northwest Woods LLC	3,572,140	1.11%
Carmax Auto Superstores	3,276,690	1.02%
BWIP Mills Run LLC	2,677,500	0.83%
Forest Park Station LLC	2,538,020	0.79%
Cincinnati Holding Co. LLC	2,494,850	0.77%
	<u>\$45,892,690</u>	<u>14.26%</u>

2005		
Taxpayer	Assessed Value	Percentage of Total Assessed Value
Cincinnati Gas & Electric (2)	\$7,797,710	2.03%
Union Central Life Ins Co	7,063,540	1.84%
Kensington Park Apts LLC	6,055,000	1.58%
Cincinnati Mills LLC	5,731,640	1.49%
Forest Park Associates LLC	4,360,170	1.14%
Aerc Remington Place Inc	3,952,410	1.03%
All State Associates of Huntington	3,559,500	0.93%
Cincinnati Bell Telephone Co	2,975,410	0.78%
Rreef America Reit II Corp	2,870,000	0.75%
Forest Park Station LLC	2,821,500	0.74%
	<u>\$47,186,880</u>	<u>12.32%</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
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%
2012	4,621,959	4,093,950	88.58%	384,216	4,478,166	96.89%
2013	4,443,252	4,014,332	90.35%	371,022	4,385,354	98.70%

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
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%
2012	5,431,447	736,475	1,724,198	7,892,120	1.50%	1.50%
2013	5,328,167	782,381	1,563,657	7,674,206	1.50%	1.125%

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

	2013
Name	Rank
Ameritas Life Insurance Corporation	1
Jacobs Engineering Group Inc.	2
Winton Woods City Schools	3
Process Plus Holdins, Inc.	4
Hillman Group Inc.	5
City of Forest Park	6
Honeywell International Inc.	7
Magna Machine	8
National Bedding Co.	9
Faxon Machining Inc.	10

	2004
Name	Rank
Mills Forest Fair LLC	1
Cinergy	2
Union Central Life	3
West Kemper Properties	4
Cobblewood Plaza	5
Forest Park Apartment Associates	6
Cincinnati Bell Telephone	7
Aerc Remington Place Inc.	8
Huntington Advisors LLC	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		Public Works		Bond		Capital Leases	Total Primary Government	Percentage of Personal Income		
	Obligation Bonds and Notes	Loans	Issue 2	Anticipation	Notes						
2004	\$5,305,000	\$190,621	\$0	\$0	\$0	\$0	\$5,495,621	0.02%	\$143		
2005	4,325,000	150,202	0	0	0	0	4,475,202	0.01%	112		
2006	3,669,292	108,797	0	0	0	0	3,778,089	0.01%	91		
2007	3,306,146	66,378	0	0	0	0	3,372,524	0.01%	79		
2008	2,930,000	34,159	0	0	0	0	2,964,159	0.01%	68		
2009	2,555,000	19,533	2,500,000	0	0	0	5,074,533	0.01%	116		
2010	2,165,000	11,720	3,290,000	0	0	0	5,466,720	0.02%	122		
2011	1,998,504	3,907	4,205,000	69,231	0	0	6,276,642	0.02%	134		
2012	1,784,351	0	5,015,000	119,066	0	0	6,918,417	0.02%	140		
2013	1,775,198	0	5,220,000	54,294	0	0	7,049,492	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 General Obligation Bonds and Notes	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2004	\$5,305,000	0.49%	\$138
2005	4,325,000	0.40%	108
2006	3,669,292	0.34%	88
2007	3,306,146	0.30%	77
2008	2,930,000	0.25%	67
2009	2,555,000	0.23%	58
2010	2,165,000	0.20%	48
2011	1,998,504	0.21%	43
2012	1,784,351	0.19%	36
2013	1,775,198	0.19%	N/A

Source: City Records

City of Forest Park, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2013
 Schedule 13

Governmental Unit	Net Debt Outstanding	Estimated Percentage Applicable (1)	Amount Applicable to the City of Forest Park
Hamilton County	\$64,345,000	1.78%	\$1,145,341
Northwest Local School District	19,065,000	2.41%	459,467
Butler Technology & Career Center JVS	3,000,000	0.44%	13,200
Great Oaks Career Center JVSD	14,695,000	1.62%	238,059
Subtotal Overlapping Debt	101,105,000		1,856,067
City of Forest Park - Direct Debt	7,049,492	100.00%	7,049,492
Total Direct and Overlapping Debt	\$108,154,492		\$8,905,559

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.

Legal Debt Margin Calculation for Calendar Year 2013

Assessed Value	\$322,035,350	\$322,035,350
Statutory Legal Debt Limitation (1)	10.5%	5.5%
Total Debt Limitation	33,813,712	17,711,944
Debt Applicable to Limit	7,049,492	7,049,492
Legal Debt Margin	\$26,764,220	\$10,662,452

	Calendar Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Total Debt Limit (1)										
Debt Limit (10.5%)	\$39,615,353	\$39,527,931	\$39,263,669	\$40,267,167	\$42,291,690	\$41,393,880	\$39,284,577	\$34,447,989	\$34,006,306	\$33,813,712
Total Net Debt Applicable to Limit	986,000	679,000	4,440,000	6,563,344	6,176,292	5,055,000	5,455,000	5,105,000	6,918,417	7,049,492
Legal Debt Margin	\$38,381,353	\$38,541,931	\$38,584,669	\$35,827,167	\$35,728,346	\$35,217,588	\$34,229,577	\$29,342,989	\$27,087,889	\$26,764,220
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	2.5%	1.7%	11.3%	16.3%	14.6%	12.2%	13.9%	14.8%	20.3%	20.8%
Total Unvoted Debt Limit (1)										
Debt Limit (5.5%)	\$20,750,899	\$20,705,107	\$20,566,684	\$21,092,326	\$22,152,790	\$21,682,509	\$20,577,636	\$18,044,185	\$17,812,827	\$17,711,944
Total Net Debt Applicable to Limit	986,000	679,000	4,440,000	6,563,344	6,176,292	5,055,000	5,455,000	5,105,000	6,918,417	7,049,492
Legal Debt Margin	\$19,764,899	\$20,026,107	\$16,126,684	\$14,528,982	\$15,976,498	\$16,627,509	\$15,122,636	\$12,939,185	\$10,894,410	\$10,662,452
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	4.8%	3.3%	21.6%	31.1%	27.9%	23.3%	26.5%	28.3%	38.8%	39.8%

Source: OMAC

(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)
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	35,228,404	43,918	8.90%
2010	18,720	35,888,024	44,751	8.50%
2011	18,720	37,522,065	46,881	7.70%
2012	18,720	39,631,501	49,413	6.30%
2013	18,720	N/A	N/A	7.00%

- 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 Five Years Ago (2)
Schedule 16

2013			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(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 five 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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
City Administration	6.0	6.0	6.5	6.5	6.5	6.0	5.2	5.5	5.5	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	1.0	1.0	1.0	1.0
Finance & Tax	10.0	10.0	9.0	8.5	8.5	6.5	6.5	7.5	8.5	7.5
Engineering	1.0	1.0	1.0	1.0	1.0	1.0	0.5	0.5	0.5	0.5
Facility/Buildings	4.0	4.0	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0
Public Safety										
Police										
Officers	33.0	33.0	33.0	37.0	40.0	40.0	39.0	37.0	37.0	37.0
Non-Sworn	7.0	8.0	8.0	8.0	8.0	4.5	4.5	3.5	3.5	3.5
Fire										
Full time	28.0	29.0	28.0	28.0	28.0	27.0	28.2	28.0	28.0	24.0
Part Time	11.0	11.0	12.5	13.5	15.0	15.5	16.5	16.0	16.0	22.0
Leisure Time Activities										
Parks and Recreation	9.5	9.5	9.5	9.5	1.0	0.5	0.5	1.5	1.5	1.5
Community Development										
Planning and Zoning	4.0	4.0	5.0	5.0	5.0	4.0	4.0	4.0	4.0	4.0
Building Inspection	3.0	3.0	3.0	3.0	2.0	1.0	1.0	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	8.5	8.5	9.5	10.5	11.5	11.5	14.1	13.5	13.5	14.0
Total	132.5	134.5	136.5	142.0	138.0	129.0	130.5	127.5	128.5	130.0

Source: City Finance Department

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

Function/Program	Calendar Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
Building Permits Issued	902	422	437	342	426	688	503	575	536	563
Building Inspections Conducted	2,742	1,418	1,324	1,265	1,309	1,337	848	875	1,105	1,053
Police										
Physical Arrests	1,823	2,006	2,368	2,630	3,050	3,078	3,034	2,177	2,495	2,795
Parking Violations	155	270	305	542	629	756	810	824	832	988
Traffic Violations	1,922	1,542	2,180	2,042	2,438	2,097	2,225	1,665	2,494	2,476
Fire										
Emergency Responses	3,275	3,667	3,991	3,972	4,104	4,112	4,000	3,954	4,463	4,203
Fires Extinguished	45	56	49	109	134	168	128	46	66	46
Inspections	596	914	725	445	290	464	545	634	559	540
Recyclable Collected in Tons	724	689	754	807	881	925	1,020	932	885	900
Other Public Works										
Street Resurfacing	7	9	8	5	2	0	8	3	3	1
Potholes Repaired	462	1,122	130	342	574	180	694	1,015	1,041	1,159
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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Zone Offices	2	2	2	2	2	2	2	1	0	1
Patrol Units	22	22	22	22	27	27	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)	152.82	152.82	153.00	153.00	153.00	153.00	153.00	153.00	153.00	153.00
Highways (miles)										
Streetlights	788	788	788	788	788	788	788	788	788	788
Traffic Signals	18	18	23	23	23	23	23	23	23	23
Stormwater Correction (Miles of Storm Lines)	46	46	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	82.28	82.28	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	1,089	1,089	1,089	1,089

Source: Various city departments

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

**INDEPENDENT AUDITOR'S REPORT ON
INTERNAL CONTROL AND COMPLIANCE**

December 31, 2013

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

To City Council
City of Forest Park
Hamilton County, Ohio

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Forest Park as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise City of Forest Park's basic financial statements, and have issued our report thereon dated June 25, 2014, in which it is also noted that City of Forest Park adopted the provisions of Governmental Accounting Standards Board Statements No. 65, *Items Previously Reported as Assets and Liabilities*.

Internal Control Over Financial Reporting

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

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

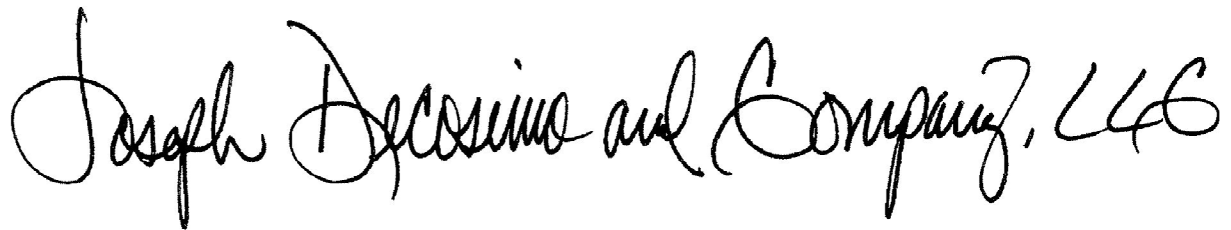
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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

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, 2014

**CITY OF FOREST PARK
HAMILTON COUNTY, OHIO
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended December 31, 2013**

NONE NOTED

**CITY OF FOREST PARK
HAMILTON COUNTY, OHIO
SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2013**

Finding Number	Finding Summary	Fully Corrected?	Not corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid
2012-001	Material Weakness - Material adjustments including prior period restatement	Yes	
2012-002	Material Weakness - Cash accounts are not reconciled timely	Yes	
2012-003	Compliance Violation and Material Weakness - Ohio Revised Code Section 117.103, Auditor of State's system for reporting fraud was not communicated to new employees	Yes	
2012-004	Significant Deficiency/Compliance Finding - Audit completion/filing of Data Collection Form not timely	Yes	



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
AUGUST 7, 2014**